

Market Initiatives Road Map



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California ISO
Your Link to Power

5-Year Market Initiatives Roadmap
Stakeholder Conference Call
April 8, 2008

5-Year Market Initiatives Roadmap

- The CAISO is initiating a stakeholder process to determine the next set of market enhancements that will have high priority for the CAISO to address in 2008 and early 2009.
- Three documents are posted to the CAISO Website for this effort:
 - Updated 5-Year Market Initiatives Roadmap
 - Plan for stakeholder engagement
 - Stakeholder Comments Matrix
- Documents are posted to the following link:
<http://www.caiso.com/1822/1822931f287d0.html>



CAISO Will Utilize Defined Ranking Methodology

- A formal ranking process was developed by the CAISO through a series of stakeholder meetings held in July and August of 2006
- The CAISO will use the formal ranking process in addition to feedback from stakeholders to determine what market enhancements have the highest priority
- Once the list of high priority items is identified the CAISO will formulate a work plan to address each of the items



Review of Defined Market Initiatives Ranking Methodology

The ranking process involves two steps:

1. High level prioritization

- Categorize proposed initiatives as High, Medium, and Low priority based on subset of criteria

CAISO will publish results to market participants for discussion at April 30 stakeholder meeting

2. Detailed ranking

- High priority initiatives from step 1 are evaluated more thoroughly by applying ranking criteria methodology

CAISO will incorporate feedback from stakeholders and produce Straw Proposal for review

Mandated Market Enhancements

- There are eight market enhancements defined in the Roadmap that are FERC mandated to be implemented or addressed no later than three years after MRTU start up
- The CAISO and market participants need to determine which of these mandated items should be addressed first or if there are other enhancements that are more urgent
- Mandated market enhancements are not subject to the ranking process



Next Steps

- 🌐 Comments requested from stakeholders on the content of the revised Roadmap by April 11, 2008
- 🌐 Stakeholders requested to list FERC mandated items in order of desired priority and describe top three market enhancements that should have high priority due by April 18th
- 🌐 The CAISO will use stakeholder input to perform high level ranking and publish results for discussion at April 30 stakeholder meeting



Proposed Schedule for Stakeholder Engagement

- 🌐 April 11 – Updates and corrections to Roadmap due
- 🌐 April 15 – Publish revised Roadmap
- 🌐 April 18 – Stakeholder comments due describing high priority items
- 🌐 April 24 – Publish results of high level ranking
- 🌐 April 30– Stakeholder Meeting
- 🌐 May 7 – Stakeholder comments due on high level ranking
- 🌐 May 29 – Publish Straw Proposal for High Priority Enhancements
- 🌐 June 5- Stakeholder Conference Call
- 🌐 June 12- Stakeholder comments due on Straw Proposal
- 🌐 June 19- Publish DRAFT Final Proposal
- 🌐 July 16- 17 – Briefing at July Board of Governors

