

Comments on Market Power Mitigation for Exceptional Dispatches under MRTU
Southern California Edison
December 12, 2007

SCE supports the CAISO's proposal to apply market power mitigation to bids used during exception dispatch. We support the CAISO's proposal to pay the higher of 1) the unit's Default Energy Bid (DEB), or 2) the LMP at its location. We believe this provides appropriate compensation to the unit, mirrors the existing local market power procedures, and largely addressed concerns over cost to our customers if exceptional dispatch bids are not mitigated.