Briefing on final policy initiatives roadmap

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Goals for the Policy Catalog and Roadmap

- **Meaningfully engage external stakeholders**
  - Stakeholders propose and advocate for their own initiatives
  - Final catalog includes stakeholder prioritization
- **Transparent**
  - Clear methods to identify and prioritize proposals
  - Open and transparent access to all stakeholders to influence policy enhancements roadmap
- **Allows stakeholder prioritization to be considered in the ISO's internal planning processes, together with:**
  - Alignment with ISO strategic goals and already planned work
  - Project impact on market efficiency and system reliability
  - Implementation cost
  - Other ISO commitments
- **Incorporate urgent requests**

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Policy Roadmap & Catalog Timeline

Month	Activity
January	• Level-setting workshops on process
February	• Stakeholders submit policy initiatives to Catalog
March-April	• Stakeholders prioritization workshops
May	• Stakeholders submit prioritization rankings
June	• ISO releases policy initiatives catalog
July	• ISO begins policy initiatives roadmap development
November	• ISO briefs Board of Governors/WEM Governing Body on draft policy roadmap
December	• ISO briefs Board of Governors/WEM Governing Body on final policy roadmap

Policy roadmap incorporates stakeholder priorities

- **Process required stakeholder input**
  - Proposing initiatives
  - Presenting initiatives
  - Consolidating and refining requests
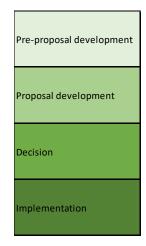 - Prioritizing catalog

- **Regional Issues Forum has an expanded role**
  - RIF roundtable included as a step in ISO prioritization process
  - Liaisons for each sector presented sector-level input regarding themes, issues, and priorities and initial synthesis of common priorities

- **Stakeholder prioritization was considered in the ISO's internal planning processes, together with:**
  - Alignment with ISO strategic goals and existing planning
  - Project impact on market efficiency and system reliability
  - Implementation cost
  - Other ISO commitments

2025: Existing policy initiatives

		2025			
		Q1	**Q2**	**Q3**	**Q4**
Gas Resource Management		Proposal working groups	Policy development		Decision
Greenhouse Gas Coordination					
	Topic 1: WEIM/EDAM GHG design	Scoping working groups			
	Topic 2: Non-priced approaches for GHG reduction	Policy development	Decision		
	Topic 3: Additional GHG-related metrics	Scoping working groups			
Penalty Enhancements: Demand Response, Investigation, and Tolling		Implementation			
Price Formation Enhancements					
	Scarcity pricing & market power mitigation	Proposal working groups	Straw proposal	Policy development	
	Fast start pricing	Proposal working groups	Straw proposal	Policy development	

Pre-proposal development

Proposal development

Decision

Implementation

2025: Existing policy initiatives (continued)

		2025			
Resource Adequacy Modeling and Program Design					
	Track 1: Modeling, Defaults, and Accreditation	**Policy development**		**Decision (Default Counting Rules/PRM)**	**Implementation (Default Counting Rules/PRM)**
	Track 2: Outage & substitution and availability and incentive mechanisms	**Policy development**		**Decision**	
	Track 3a: Backstop reform and long-term EDAM RSE solutions	**Policy development**			
	Track 3b: RA status visibility	**Policy development**		**Decision**	**Implementation**
Storage Bid Cost Recovery and Default Energy Bid Enhancements		**Phase I Implementation**			
WEIM Resource Sufficiency Evaluation Enhancements		**Policy development**			

Legend:
- Pre-proposal development
- Proposal development
- Decision
- Implementation

2025: New policy initiatives

		2025			
Congestion Revenue Rights		Scoping working groups	Policy development		
Demand Response, Distributed Energy Resources, Biddable/participating demand					
	Phase I	Scoping working groups			Policy Development
	Phase II				Scoping working groups
Storage Design and Modeling		Scoping working groups Issue paper		Policy development	

Pre-proposal development
Proposal development
Decision
Implementation

Some proposed initiatives not included in the roadmap

- Items included in roadmap needed to be:
  - Broadly identified as **priority among stakeholders**
  - **Just and reasonable**
  - **Feasible** (resources & scope, implementation timing, interdependencies with other initiatives)
  - Contribute to **reliable and efficient operation of markets**
  - Aligned with **ISO strategic objectives**
- All catalog submissions reviewed and received public status disposition
- Stakeholders encouraged to review dispositions and revise/resubmit

Outcomes: Stakeholder submissions

	Policy Initiatives	Process Improvements	
Resolved: Solution implemented or under development	2	9	11
Accepted: Considered within upcoming initiative	18	1	19
Deferred: Resubmit for future consideration	1	10	11
Not selected for consideration	2	6	8
	23	26	49

Of 132 submissions, remaining 77 were not catalog items: non-discretionary, urgent requests, part of existing stakeholder processes or data and analysis requests.

Next steps

- **2025 catalog & roadmap development** will begin in January & February with stakeholder submissions of discretionary policy initiatives
- ISO is soliciting feedback on 2024 catalog process:
  - Timing
  - Process
  - Products

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