

# WESTERN ENERGY IMBALANCE MARKET (WEIM)

## Policy Initiatives Update

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WEIM Governing Body Meeting

General Session

September 19, 2023



# Extended Day-Ahead Market (EDAM)

- On August 22<sup>nd</sup>, the ISO filed the EDAM and day-ahead market enhancements (DAME) tariff amendments with FERC
  - Seeking a decision by December 21<sup>st</sup>, 2023
- The ISO continues internal EDAM implementation activities, including on-going engagement with PacifiCorp on onboarding activities
- The Balancing Authority of Northern California (BANC) and Sacramento Municipal Utilities District (SMUD) have indicated their intent to participate in EDAM
- EDAM implementation date targeted for 2026 to support implementation and readiness of participating entities

# Day-Ahead Market Enhancements (DAME)

- On August 22<sup>nd</sup>, the ISO filed the EDAM and DAME tariff amendments with FERC
  - Seeking a decision by December 21<sup>st</sup>, 2023
- Planning and preparations for DAME implementation working groups underway and expected to begin in 2024

# Transmission Services and Market Scheduling Priorities (TSMSP)

- On July 30<sup>th</sup>, the ISO filed the TSMSP phase 1 tariff amendments with FERC
  - ISO responses to comments and protests were filed on September 5<sup>th</sup>
  - Seeking decision from FERC by the end of October 2023
- The phase 1 filing focuses on calculation of available transfer capacity (ATC) and the process for establishing scheduling priority on a monthly and daily basis for wheel through the ISO
- Currently ISO is undertaking the tariff development process for TSMSP phase 2 focused on the study and expansion process for establishing wheel through priority on a long-term basis
  - Targeting FERC filing in January 2024

# WEIM Resource Sufficiency Evaluation Enhancements (RSEE)

- Planned Q4 2023 kick-off for RSEE phase 3
  - Scope will be partially informed by summer 2023 lessons-learned
- Five balancing authorities have elected to utilize assistance energy transfer functionality during the summer of 2023
- Enhancements related to RSEE phase 2 for lower priority exports are on track for fall 2023 software release
  - Enhancements will increase situational awareness regarding expected deliver of ISO BAA exports through aligning market results with e-tags

# Price Formation Enhancements Working Groups

- ISO has facilitated three stakeholder working group sessions on scarcity pricing and BAA-level market power mitigation
- Goals of the working groups are to align on principles and problem statements, generate fresh perspectives, and educate stakeholders on ISO market processes before moving into the policy development stage
- Presented to Body of State Regulators on August 11, 2023; panel discussion at Regional Issues Forum on September 12, 2023

# Greenhouse Gas Coordination Working Group

- In August, the ISO initiated the GHG coordination working group, which is focused on continuing to evaluate and evolve the ISO's GHG accounting design
  - Meetings on August 16 and September 13
- Stakeholders suggested the following topics to focus on:
  - Review of market operations as well as the WEIM and EDAM GHG accounting design
  - Market consideration of diverse state GHG reduction policies
  - Emissions tracking, analysis, and accounting to support market participants
- The working group's effort will culminate in a GHG Action Plan report to inform a policy initiative

# Gas Resource Management Working Groups

- The ISO held working group meetings with stakeholders on July 27 and August 22
- Developing problem statements with stakeholders based on unique challenges faced by gas resources throughout the western US
  - Unique gas procurement challenges created by day-ahead market participation
  - Resource bidding limitations and cost recovery barriers in all market environments



# WESTERN ENERGY IMBALANCE MARKET (WEIM)

## Briefing on WEIM Governing Body planning calendar

Anna McKenna

Vice President, Market Design and Analysis



# WEIM Governing Body policy planning calendar

	September 19-20, 2023	November 7-8, 2023
<p><b>Please note classifications and planned meeting dates are subject to change. For the most current information, visit the ISO website at:</b></p> <ul style="list-style-type: none"> <li><a href="#">Policy Initiatives webpage</a></li> </ul>	<p><b>Decisional:</b></p> <ul style="list-style-type: none"> <li>Decision on 2024-2026 cost-of-service study driven rate and fee changes (proposed joint authority decision)</li> <li>Decision on variable operations and maintenance cost review (proposed joint authority decision)</li> <li>Decision on rules of conduct enhancements track 1 (proposed joint authority decision)</li> </ul> <p><b>Briefing:</b></p> <ul style="list-style-type: none"> <li>Briefing by Department of Market Monitoring (executive session)</li> <li>Briefing by DMM Oversight Committee (executive session)</li> <li>WEIM Governing Body planning (executive session)</li> <li>CEO report</li> <li>BOSR and RIF updates</li> <li>Policy roadmap (joint executive session)</li> <li>Planning calendar (policy initiatives update)</li> <li>WEIM benefits and market update (general session)</li> <li>Briefing by Department of Market Monitoring on resource sufficiency evaluation testing (joint general session)</li> <li>October 14, 2023 solar eclipse grid impacts and operational plan (joint executive session)</li> </ul> <p><b>Informational:</b></p> <ul style="list-style-type: none"> <li>Department of market monitoring update (joint session)</li> <li>Market performance report (joint session)</li> <li>Policy initiative milestones (joint session)</li> </ul>	<p><b>Decisional:</b></p> <ul style="list-style-type: none"> <li>Decision on billing, payments and credit process enhancements (proposed joint authority decision )</li> </ul> <p><b>Briefing:</b></p> <ul style="list-style-type: none"> <li>Briefing by DMM Oversight Committee (executive session)</li> <li>WEIM Governing Body planning (executive session)</li> <li>CEO report</li> <li>BOSR and RIF updates</li> <li>Planning calendar (policy initiatives update)</li> <li>Policy roadmap (joint general session)</li> <li>WEIM benefits (placeholder)</li> </ul> <p><b>Informational:</b></p> <ul style="list-style-type: none"> <li>Department of market monitoring update (joint session)</li> <li>Market performance report (joint session)</li> <li>Market Surveillance Committee update (joint general session)</li> <li>Policy initiative milestones (joint session)</li> <li>Budget report (general session)</li> </ul>

# WEIM Governing Body policy planning calendar

Quarter 1 – 2023	Quarter 2 – 2023	Quarter 3 and 4 – 2023
<p><b>Proposed Joint:</b></p> <ul style="list-style-type: none"> <li>WEIM governance proposal</li> <li>Extended day-ahead market</li> <li>Market parameter changes</li> <li>Market Surveillance Committee appointment</li> </ul> <p><b>Proposed Decisional:</b></p> <ul style="list-style-type: none"> <li>None</li> </ul> <p><b>Proposed Advisory:</b></p> <ul style="list-style-type: none"> <li>Transmission service and scheduling priorities</li> <li>Minimum state of charge extension</li> </ul> <p><b>Informational:</b></p> <ul style="list-style-type: none"> <li>Day-ahead market enhancements</li> <li>Policy initiative milestones</li> <li>Budget (January)</li> <li>WEIM implementation update</li> <li>WEIM benefits update</li> <li>Policy initiatives update (planning calendar)</li> <li>Policy initiatives roadmap (joint executive session)</li> </ul>	<p><b>Decisional:</b></p> <ul style="list-style-type: none"> <li>Election of WEIM Governing Body Chair and Vice Chair</li> <li>WEIM Governing Body nomination</li> </ul> <p><b>Proposed Joint:</b></p> <ul style="list-style-type: none"> <li>Day-ahead market enhancements</li> </ul> <p><b>Proposed Advisory:</b></p> <ul style="list-style-type: none"> <li>None</li> </ul> <p><b>Informational:</b></p> <ul style="list-style-type: none"> <li>Policy initiative milestones</li> <li>Planning calendar</li> <li>WEIM implementation update</li> <li>WEIM benefits update</li> <li>Budget (May)</li> <li>Policy initiatives roadmap (joint general session - May)</li> </ul>	<p><b>Proposed Joint:</b></p> <ul style="list-style-type: none"> <li>Decision regarding request to withdraw previously approved time line changes to base schedule submission timeline (proposed joint authority decision)</li> <li>Decision on billing, payment, and credit enhancements (proposed joint decision)</li> <li>Decision on rules of conduct enhancements (proposed joint authority decision)</li> <li>Decision on 2024-2026 cost-of-service study driven rate and fee changes (proposed joint authority decision)</li> <li>Decision on variable operations and maintenance cost review (proposed joint authority decision)</li> </ul> <p><b>Proposed Decisional:</b></p> <ul style="list-style-type: none"> <li>None</li> </ul> <p><b>Proposed Advisory:</b></p> <ul style="list-style-type: none"> <li>None</li> </ul> <p><b>Informational:</b></p> <ul style="list-style-type: none"> <li>Policy initiative milestones</li> <li>Planning calendar</li> <li>Budget (November)</li> <li>WEIM benefits and market update (September)</li> <li>WEIM implementation update (placeholder)</li> </ul>