## WESTERN ENERGY IMBALANCE MARKET

# Consolidated Energy Imbalance Market Initiatives

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Initiative includes components within EIM Governing Body's primary authority and components within its advisory role

#### Primary authority

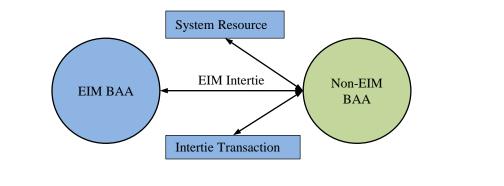
- Auto-matching of intertie schedule change with a non-participating resource
- Automate updating of mirror system resources at ISO intertie scheduling points
- Support imbalance settlement of EIM base transfer schedule changes
- Enable submission of generation distribution factors for non-participating resources

#### <u>Advisory role</u>

- Clarify market rules for non-generator resources



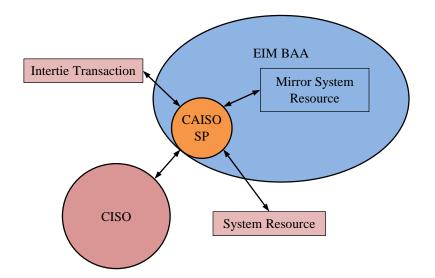
Auto-matching balances changes in intertie schedules with an EIM non-participating resource



NPR	<b>1</b> 50 MW	Import	<b>↓</b> 50 MW
NPR	<b>v</b> 50 MW	Import	<b>↑</b> 50 MW
NPR	<b>v</b> 50 MW	<b>—</b> Export	<b>↓</b> 50 MW
NPR	<b>1</b> 50 MW	Export	<b>1</b> 50 MW

#### Market aware EIM entity will self-balance intertie change

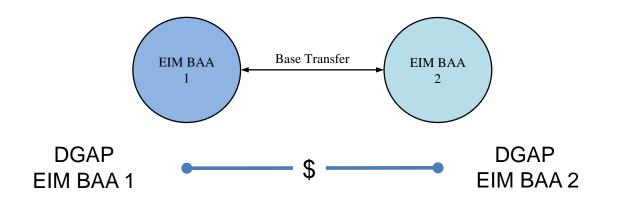
Automatic updating of mirror system resources at ISO intertie schedule points eliminates manual adjustments by EIM entity



### Improves timeliness and accuracy of market modeling



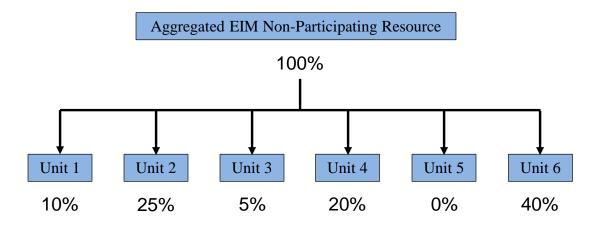
Settlement of base transfer schedule changes facilitates bilateral scheduling between EIM entities



### Agreed upon financial location for base transfer changes



Submission of generation distribution factors for nonparticipating resources improves market modeling



Allows GDFs to be updated as frequently as hourly basis

Market rules for core non-generator resource provides additional clarity on use of the model

- Must be capable of generating energy
- Subject to local market power mitigation based upon the underlying resource technology
- Not eligible to account for resource adequacy capacity at this time

## Powerex is using NGR to model its participation in EIM



Stakeholders generally support proposed enhancements and scope changes

- Automation eliminates manual actions and improves market accuracy
- Supported deferral of other elements as substantial benefit was not demonstrated at this time
  - Equitable sharing of wheeling benefits
  - Third party transmission contribution
  - Management of bilateral schedule changes

Management requests EIM Governing Body approval of proposed enhancements to:

- Improve market modeling accuracy
- Automate existing manual processes
- Facilitate bilateral settlements

