Decision on Inter-Scheduling Coordinator (SC) Trades in Regional Markets

Milos Bosanac

Regional Markets Sector Manager, Market Policy Development

Joint ISO Board of Governors and WEM Governing Body Meeting

General Session

September 26, 2024

Inter-Scheduling Coordinator (SC) Trades

- Inter-SC trades are an optional market service that facilitates settlement of aspects of bilateral contracts between scheduling coordinators

- Inter-SC trades of energy can be used to offset such contractual obligations based on the locational marginal prices cleared in the market

- Inter-SC trades have no effect on market optimization, market schedules, or market dispatch

- Inter-SC trade functionality is not currently supported within the Western Energy Imbalance Market (WEIM) areas nor is it currently a feature of the Extended Day Ahead Market (EDAM) design

Management proposes to extend inter-SC trades of energy feature to WEIM and EDAM areas

- In EDAM, load and resources will actively participate in the market and market participants can find value in effectuating inter-SC trades of energy at specific generator locations or aggregation points to support bilateral arrangements

- In WEIM, market participants may find value as well for inter-SC trades of energy particularly related to settlement of aspects of bilateral contracts associated with participating resources

Stakeholders support the proposed extension of the inter-SC trade functionality to WEIM and EDAM

- Stakeholders indicated:
  - Inter-SC trades provide value to market participants
  - Functionality can support diverse business needs and market participation structures
  - Inter-SC trades help further integrate bilateral markets in the West

Management recommends the ISO Board of Governors and WEM Governing Body approve the extension of inter-SC trades for energy to WEIM and EDAM areas

- Provides additional optional market features and value to market participants in the WEIM and in EDAM

- Inter-SC trade functionality can be integrated with EDAM implementation efforts and can be available in 2026