## **Governance Concepts**

MARCH 11, 2020











- NW Public Power developed and adopted common interests for EDAM governance.
- NW Public Power represents nearly all the publicly-owned utilities in the Pacific Northwest that:
  - Serve 8400 aMW of load;
  - Supply energy in the Western Interconnection from hydroelectric facilities with a total nameplate rating exceeding 7400 MW;
  - Comprise approximately 94% of preference load and fund almost 80% of BPA's power operation and nearly 70% of the agency's overall costs; and
  - Serve load in Oregon, Washington, Montana, Idaho, Nevada, Utah, Wyoming, and California.
- NW Public Power believes that EDAM must work as a package, including market design, oversight as well as governance.



### **Delegation of Authority**

Durable governance with decision-making that reflects the interest of the entire footprint

Independent Governing Body has <u>primary authority</u> over real-time and day-ahead market rules

Majority of ISO Board and Independent Governing Body needed to change scope of delegated authority

Majority of ISO Board and Independent Board needed to defund or dissolve the Independent Governing Body Third-Party dispute resolution in the event ISO Board and Independent Governing Body cannot agree

Decisional Classification dispute resolution gives equal deference to Independent Governing Body

Entities can withdraw within 180 days, for any reason, with no exit fees



### Independent Market Expert

# Independent Governing Body

Decision-making that reflects the interest of the entire footprint

## Independent Market Expert

- Provides Independent market design expertise at the request of Independent Governing Body
- Conducts routine
  evaluation of market
  function relative to
  design objectives

ISO Board of Governors

#### Department of Market Monitoring

- Reports to ISO Board of Governors
- Meets FERC requirements for market monitoring and regular reporting
- Provides comment on initiatives as it deems appropriate

#### Market Surveillance Committee

- Nominated by the ISO CEO and appointed by the ISO Board of Governors
- Reviews DMM analyses and reports
- Provides analysis to ISO CEO and Board of Governors



### **Advisory Committees**

# Independent Governing Body

Decision-making that reflects the interest of the entire footprint

#### Stakeholder Advisory Committee

Reflect interests of market participants and stakeholders

## **Body of State Regulators**

Reflect regulatory and customer interests of Investor-owned utilities

#### Public Power and PMAs

Represent regulatory and customer interests of consumer-owned utilities



#### **PGP Proposed EDAM Governance**



