



Briefing on Energy Imbalance Market - ISO/PacifiCorp Memorandum of Understanding

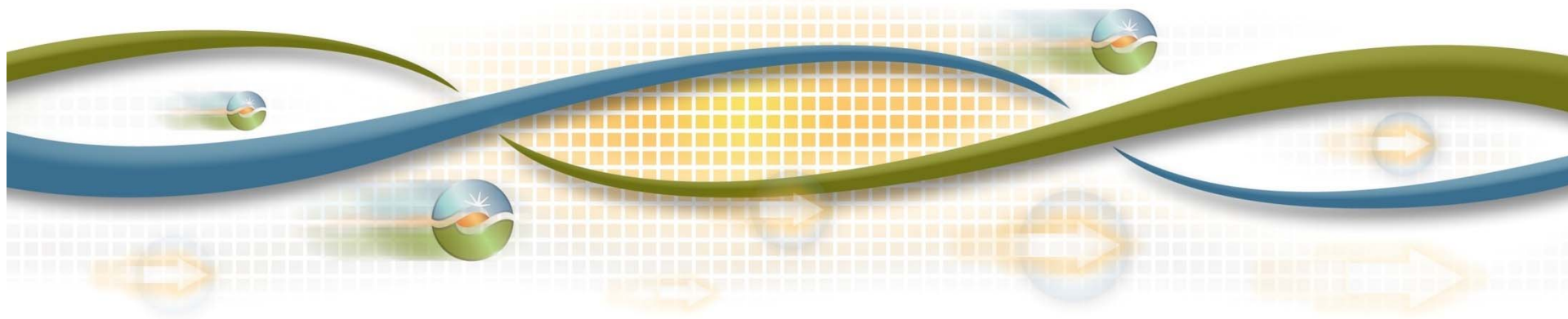
Roger Collanton

Vice President, General Counsel and Corporate Secretary

EIM Transitional Committee Meeting

General Session

April 30, 2015





On April 14, 2015, PacifiCorp and the ISO announced their intent to explore the benefits of full participation.

- The memorandum of understanding identifies key points for further consideration by the ISO and PacifiCorp
 - benefits of full participation
 - governance changes
 - changes to the transmission access charge
 - changes necessary to recognize multi-state status
 - approvals by state regulatory authorities

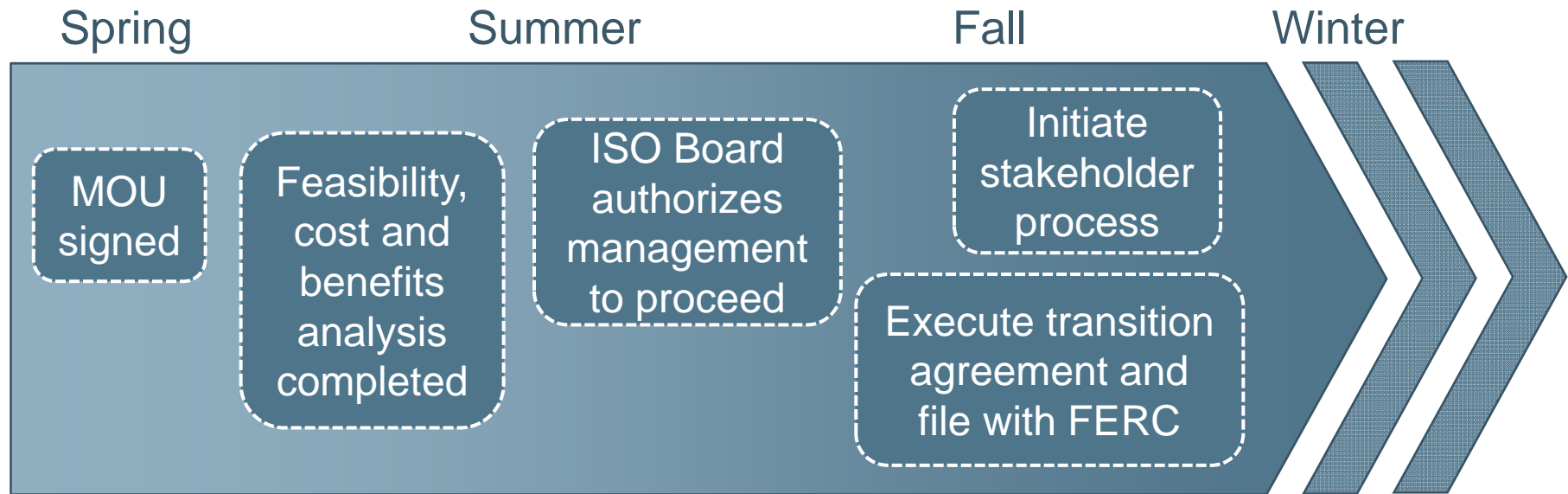
Numerous Statements in Support

- Michael Picker, Chair of the California Public Utilities Commission
- Mary D. Nichols, Chairman, California Air Resources Board
- Robert B. Weisenmiller, Chair of the California Energy Commission
- Rob Gramlich, Senior Vice President, Government & Public Affairs, Amercian Wind Association
- Steven Malnight, PG&E, Senior Vice President, Regulatory Affairs
- Jan Smutny-Jones, executive director of the Independent Energy Producers Association
- Ralph Cavanagh, Energy Program Co-Director for Natural Resources Defense Council
- V. John White, Executive Director of the Center for Energy Efficiency and Renewable Technologies

The ISO and PacifiCorp are engaged in Initial Feasibility and Benefits Analysis.

- Joint study underway on feasibility, costs and benefits of PacifiCorp joining the ISO as a PTO
 - Meetings held week of April 20 and 27, and continue
 - Stakeholder discussion targeted for June
- Benefits and next steps targeted for presentation to ISO Board in July
 - Seek authorization to execute transition agreement to address scope, schedule and transition costs
 - Seek authorization to initiate stakeholder process for tariff, policy or process changes
- Transition targeted for 2017

The MOU describes a series of issues to consider



- Some key issues
 - Governance
 - Transmission access charge
 - Transmission planning and generator interconnection
 - Resource adequacy
 - Operational readiness
 - NERC/WECC compliance