

WESTERN ENERGY IMBALANCE MARKET

Decision on Proposed EIM Governance Review Committee Charter

Peter Colussy

Manager, Regional Affairs

EIM Governing Body Meeting

Joint General Session with ISO Board of Governors

June 28, 2019



The proposal establishes an interim Governance Review Committee to the ISO Board and EIM Governing Body comprised of stakeholders

- Governance Review Committee (GRC) would be a temporary stakeholder committee
- The GRC would consider potential revisions or refinements and recommend changes to the current governance structure for the western energy imbalance market (EIM)
- ISO Management is seeking approval for the proposed Charter first by the EIM Governing Body and then by the ISO Board of Governors

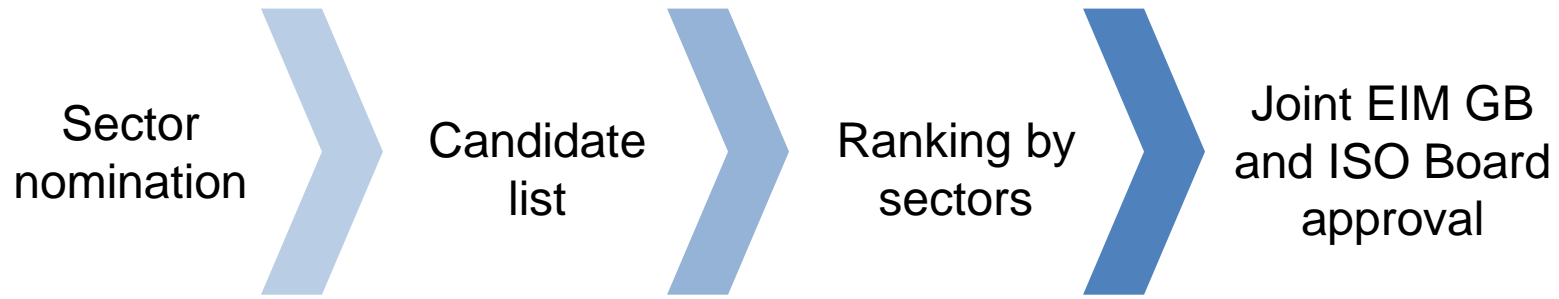
The charter identifies the role of the Committee

- Develop, through an iterative public stakeholder process, proposed revisions to the current EIM governance structure
- Strive to develop a consensus proposal that has the support of all members
- Present to the EIM Governing Body and ISO Board of Governors a proposal for their consideration

The charter outlines the scope of work of the Committee

- The Committee will
 - Consider refinements or enhancements to the EIM governance structure
 - Extended day-ahead market (EDAM) related governance issues will be considered only if the feasibility assessment has a positive outcome, resulting in the start of a new and separate stakeholder process to develop the EDAM design
 - Be a temporary committee and disband once it has completed its work

The ISO Board and the EIM Governing Body jointly appoints the Committee



- Six stakeholder sectors will be charged with developing, then ranking, a list of nominees for the GRC
 - EIM Entities
 - Pending New EIM Participants
 - Participating Transmission Owners
 - Publicly-Owned Utilities
 - Suppliers and Marketers of Generation and Energy Service Providers
 - Public Interest or Consumer Advocate

The charter guides the operation of the Committee

- ISO will designate a staff person as a liaison
- Meetings will comply with ISO's Open Meeting Policy
- Members will serve without compensation or reimbursement by the ISO
- Committee will self-designate a chair
- Work of the Committee is expected to last six to twelve months

Stakeholders generally support the concepts and content of the proposed charter

- Key participant inputs
 - Reinststate the BOSR's voting role
 - Response – The charter was revised to include the BOSR as a voting member of the Committee
 - Revise sector definitions
 - Response – The charter was revised to create an additional sector, Pending New EIM Entities, that includes any balancing authority that has entered a formal public process to consider joining the EIM
 - The period of time identified to complete work may be ambitious
 - Response – The charter was revised to refer to an estimated six to twelve month period for the GRC to complete its work

Management recommends the EIM Governing Body and then the ISO Board approve Management's proposal

- Creation of the EIM Governance Review Committee
- Joint decision on Committee membership by the EIM Governing Body and the ISO Board
- We expect to Committee to complete its work in 6 to 12 months