

GENERAL SESSION MINUTES

ISO BOARD OF GOVERNORS MEETING

March 23, 2023

Teleconference

March 23, 2023

The ISO Board of Governors convened the general session meeting at approximately 8:30 a.m. and the presence of a quorum was established.

ATTENDANCE

The following members of the ISO Board of Governors were in attendance:

Mary Leslie, Chair
Jan Schori, Vice Chair
Severin Borenstein
Angelina Galiteva

GENERAL SESSION

The following agenda items were discussed in general session:

PUBLIC COMMENT

No public comment was offered at this time.

DECISION ON THE GENERAL SESSION MINUTES

Governor Galiteva moved for approval of the ISO Board of Governors general session minutes for the February 2, 2023, meeting. The motion was seconded by Vice Chair Schori and approved 4-0.

CEO REPORT

Mark Rothleder – Senior Vice President and COO, first congratulated Governor Galiteva on her reappointment to the Board of Governors and then provided updates on the following topics from the CEO report: Winter reliability issues, natural gas conditions, summer readiness efforts, the Extended Day-Ahead Market (EDAM) and correlated initiatives, the Assembly Concurrent Resolution 188 final report, the 2022-2023 transmission plan, and an update on interconnection process enhancements. Mr. Rothleder concluded his report with an update on the new entities preparing to join the WEIM, which include the Western Area Power Administration (WAPA) Desert Southwest, El Paso Electric and Avangrid Renewables.

WEIM GOVERNING BODY CHAIR REPORT

Robert Kondziolka – Chair of the WEIM Governing Body, provided highlights on the

following topics discussed during the March 21, 2023, WEIM Governing Body general session meeting: ISO's CEO report to the WEIM Governing Body; update on activities from the Body of State Regulators and the Regional Issues Forum Chairs; briefings and advisory role decisions on the market parameter changes enhancement and minimum state of charge initiatives; highlights from the Q4 2022 WEIM benefits report; status of the implementation of new WEIM participants; and a briefing on the WEIM Governing Body planning calendar. Mr. Kondziolka concluded by noting that the WEIM Governing Body supports the minimum state of charge extension proposal that was presented to them for their advisory role decision during the March 21 meeting.

DECISION ON MINIMUM STATE OF CHARGE POLICY INITIATIVE

Gabe Murtaugh – Storage Sector Manager, presented Management's proposal on the minimum state of charge extension initiative. Mr. Murtaugh noted that the requirement was originally developed as an interim solution to address the challenge of operating storage resources in the real-time market during tight system conditions. Mr. Murtaugh then discussed the proposal to extend the current solution through summer 2023 to allow time for the ISO to implement new exceptional dispatch functionality and associated settlement rules that would address the state of charge issue. He noted that the new solution was discussed in the energy storage enhancements initiative and approved by the Board of Governors and the WEIM Governing Body during their joint meeting on December 14, 2022. Discussion ensued.

Next, Ryan Kurlinski, – Sr. Manager, Market and Policy Analysis, Department of Market Monitoring (DMM), provided highlights of DMM's comments on the proposal noting that DMM supports the proposed changes.

Public Comment

The following provided comments on the proposal:

- Steve Keehn on behalf of Southern California Edison
- Alva Svoboda on behalf of Pacific Gas and Electric

Motion:

Governor Borenstein:

Moved, that the ISO Board of Governors approve Management's proposal pertaining to the minimum state of charge extension as described in the memorandum dated March 15, 2023; and

Moved, that the ISO Board of Governors authorizes Management to make all necessary and appropriate filings with the Federal Energy Regulatory Commission to implement these changes, including any filings that implement the overarching initiative policy but contain discrete revisions to incorporate Commission guidance in any initial ruling on the proposed tariff amendment.

The motion was seconded by Vice Chair Schori and approved 4-0.

DECISION ON CAPACITY PROCUREMENT MECHANISM ENHANCEMENTS TRACK 1

Greg Cook – Executive Director, Market Policy Development, presented Management’s proposal for the capacity procurement mechanism (CPM) enhancements track 1 initiative. Mr. Cook provided background on the issues and then presented the proposed enhancements, which include allowing for flexibility of megawatt quantity assigned for significant event capacity procurement designations; allowing significant event and exceptional dispatch CPM designated capacity to take on new resource adequacy obligations after the CPM designation has been accepted; and improving CPM reporting and noticing processes.

Public Comment

There was no public comment offered at this time.

Motion:

Governor Borenstein:

Moved, that the ISO Board of Governors approve Management’s proposal pertaining to capacity procurement mechanism enhancements Track 1 as described in the memorandum dated March 15, 2023; and

Moved, that the ISO Board of Governors authorizes Management to make all necessary and appropriate filings with the Federal Energy Regulatory Commission to implement these changes, including any filings that implement the overarching initiative policy but contain discrete revisions to incorporate Commission guidance in any initial ruling on the proposed tariff amendment.

The motion was seconded by Governor Galiteva and approved 4-0.

DECISION TO AMEND WEIM GOVERNING BODY AND ISO BOARD OF GOVERNORS COMPENSATION

Roger Collanton – Vice President, General Counsel, Chief Compliance Officer and Corporate Secretary, discussed the proposed amendment to the Governing Body and Board of Governors compensation motion, to include limited compensation for working groups formed by the Board of Governors or the WEIM Governing Body to address non-decisional or administrative topics.

Public Comment

There was no public comment offered at this time.

Motion:**Governor Borenstein:**

Moved, that the ISO Board of Governors amends the ISO Board of Governors compensation, approved November 14, 2018, to include \$500 for attendance at a working group meeting, not to exceed a maximum of \$1500 per quarter, effective March 23, 2023.

Moved, that the ISO Board of Governors amends the Western Energy Imbalance Market Governing Body compensation, approved March 22, 2018, to include \$500 for attendance at a working group meeting, not to exceed a maximum of \$1500 per quarter, effective March 23, 2023.

The motion was seconded by Vice Chair Schori and approved 4-0.

INFORMATIONAL REPORTS

There were no comments on the informational reports.

FUTURE AGENDA ITEMS

There were no future agenda items.

ADJOURNED

There being no additional general session matters to discuss, the general session was adjourned at approximately 9:30 a.m.