



EIM Governance Review

*Addendum to the May 21, 2019 Draft Final Proposal Describing
Final Revisions to the Governance Review Committee Charter*

June 18, 2019

On May 21, 2019, the California Independent System Operator (ISO) published a Draft Final Proposal for Formation of an EIM Governance Review Committee, which included a draft final charter that set forth the proposed process for forming the Governance Review Committee (GRC) and the rules that would govern its operation. The EIM Governing Body and the Board of Governors are scheduled to vote on whether to adopt the GRC charter at a joint meeting that is scheduled to take place on June 28, 2019 in Salt Lake City.

This addendum describes several revisions to the GRC charter that the ISO has made since the May 21 version in light of stakeholder comment and the ISO's further review of the draft. A revised draft final version of the Charter (Revised Draft Final Charter) is attached to this addendum, which shows in redline the changes that have been made to the May 21 version. The ISO intends to bring this Revised Draft Final Charter to the EIM Governing Body and the Board of Governors for their consideration and approval at the June 28 joint meeting.

In addition to correcting two typographical errors (in charter Sections III.B and III.C.1), the revisions change the voting status of the GRC member appointed by the Body of State Regulators (BOSR) and fill in the dates by which the stakeholder sectors are expected to complete the nomination and ranking phases of their work.

The first revision changes the BOSR member of the GRC from an advisory member to a voting member. In the May 21 version of the charter, the ISO had proposed a non-voting, advisory role for the BOSR member based on the view that this may make it easier for the BOSR member to participate without raising any conflict with their official duties or complicating the process through which the BOSR formulates positions in CAISO stakeholder processes. The CAISO has since received comments from the BOSR indicating that it does not have concerns about the ability of its GRC member participating in a voting capacity and would prefer that its member have a voting role, consistent with its voting role in the context of the Nominating Committee for the EIM Governing Body.¹ The BOSR comments further note that it has established guidelines for the participation of its BOSR member on the GRC that address any potential concerns about the ability of its member to participate in a voting capacity. In light of these comments, the CAISO believes the BOSR member should participate as a voting member of the GRC and has revised Section III.C of the charter to implement this change.

The second revision sets July 26 as the date by which sectors will be expected to submit their lists of nominees for the GRC and August 16 as the date by which sectors are expected to submit their nominee rankings. These dates had been left blank in prior versions of the draft charter because it was unclear at that time when the charter would be approved by the EIM Governing Body and the Board, thus allowing the GRC formation

¹ June 14, 2019 Body of State Regulators Comments at 2-3.

process to commence. These dates that have been added to the charter are based on the assumption that this approval will occur at the joint meeting now scheduled for both bodies in Salt Lake City on June 28. If the charter is not approved on that date, these dates will be updated as appropriate once a GRC charter has been adopted, thus allowing the committee formation process to commence.