

Notice

To: Angelina Galiteva, Chair, Board of Governors
John Prescott, Chair, EIM Governing Body

From: Roger Collanton, Vice President, General Counsel and Corporate Secretary

Date: November 18, 2020

Re: Notice of Planned Decisional Classification for “Real-Time Settlement Review”

Any objection by the Chairs to this decisional classification is due by November 25, 2020.

This is formal notice of ISO Management’s decisional classification for the “Real-Time Settlement Review” initiative. Any objection by the Chairs to the decisional classification is due by November 25. Otherwise, this initiative will be presented for decision consistent with the classification described below.¹

This initiative falls partially within the EIM Governing Body’s primary authority (E1), and partially within the EIM Governing Body’s advisory authority (E2). It consists of three proposals that are severable for the purposes of approval and filing. The first two changes concern settlement rules when energy is wheeled through one or more EIM balancing authority areas and there is a power balance constraint violation in one of them, and the third allows EIM balancing authority areas that use a top-down approach to calculating UFE to have the ISO calculate UFE using a top-down approach. These proposed changes would be EIM-specific, and they would therefore be presented to the EIM Governing Body for its approval and then on the consent agenda for the Board of Governors.

The fourth change would change the calculation to determine adjustments to BCR uplift to account for EIM transfers, and to remove UFE from this calculation. This proposed change would be generally applicable across the entire real-time market. Moreover, the primary driver is not EIM-specific. Accordingly, this item will be presented to the EIM Governing Body for its advisory input.

This classification is consistent with the classification presented in the Briefing on Policy Outlook at the June 30, 2020 EIM Governing Body meeting.

¹ The process is described in the [Guidance for Handling Initiatives within the Decisional Authority or Advisory Role of the EIM Governing Body](#).

The draft final proposal for this initiative is located [here](#). Additional relevant papers for this initiative are located [here](#).

Written stakeholder comments on the draft final proposal, including the proposed classification, were due November 9, 2020. There were no objections to the decisional classification in the draft final proposal.