

# Notice

**To:** Ashutosh Bhagwat, Chair, Board of Governors  
Anita J. Decker, Chair, WEIM Governing Body

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

**Date:** March 1, 2022

**Re:** Notice of Planned Decisional Classification for “Central Procurement Entity Implementation”

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***Any objection by the Chairs to this decisional classification is due by March 8, 2022.***

This is formal notice of ISO Management’s decisional classification for the “Central Procurement Entity Implementation” initiative. Any objection by the Chairs to the decisional classification is due by March 8, 2022. Otherwise, this initiative will be presented for decision consistent with the classification described below.<sup>1</sup>

This WEIM Governing Body would have no role in this decision. The initiative would develop tariff, business processes, and software to enable a central procurement entity to procure local RA resources in the ISO balancing authority area, and also modify the settlement rules for RAIM, which establishes incentive payments for RA resources.

None of the tariff rule changes currently contemplated in this initiative would be “applicable to EIM Entity balancing authority areas, EIM Entities, or other market participants within EIM Entity balancing authority areas, in their capacity as participants in EIM.” Rather, the proposed tariff rules would be applicable “only to the CAISO balancing authority area or to the CAISO-controlled grid.” Accordingly, the matters scheduled for decision fall outside the scope of joint authority. While the “EIM Governing Body may provide advisory input over proposals to change or establish tariff rules that would apply to the real-time market but are not within the scope of joint authority,” no aspects of this initiative would apply to the real time market. Accordingly, this initiative also falls outside of the EIM Governing Body advisory role as well.

Stakeholder comments on the draft final proposal were due on January 20, 2022. There were no objections to the decisional classification in the draft final proposal.

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<sup>1</sup> The process is described in the [Guidance for Handling Initiatives that may Come Before the EIM Governing Body](#).

The draft final proposal for this initiative is located [here](#). Additional material for this initiative can be located [here](#).