



Notice

To: Mary Leslie, Chair, ISO Board of Governors
Andrew Campbell, Chair, WEIM Governing Body

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

Date: September 1, 2023

Re: Notice of Planned Decisional Classification for the initiative called “2023 Cost of Service Study and 2024–2026 Grid Management Charge and Supplement Service Fees Update”

Any objection by the Chairs to this decisional classification is due by September 8, 2023.

This is a formal notice of Management’s decisional classification for the initiative called “2023 Cost of Service Study and 2024–2026 Grid Management Charge and Supplement Service Fees Update.” As part of this process, the ISO conducts a comprehensive analysis to determine costs associated with its grid management charges (GMC) as well as other rates and fees. In addition, the ISO is proposing three changes that require a formal vote of approval: bifurcating the system operations charge, incremental increases to the revenue cap for the GMC starting in 2025, and a transitional ramp-in model for load-based charges that will be offered during the initial years of the Extended Day-Ahead Market (EDAM). Management believes that these items falls within the joint authority of the WEIM Governing Body and the ISO Board of Governors because the tariff rule changes would apply to WEIM participants.

Any objection by the Chairs to this decisional classification is due by Friday, September 8, 2023. Otherwise, the initiative will be presented for decision consistent with this classification.¹

The proposed tariff rule changes contemplated in this initiative are “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.” Therefore, the decision to approve these changes falls within the scope of joint authority.

Written stakeholder comments on the draft final study were due August 29, 2023. There were no objections to the decisional classification in the draft final study.

The draft final study for this initiative is located [here](#) (the proposed decisional classification is in the executive summary). Additional relevant papers for this initiative are located [here](#).

¹ The process is described in the “Guidance Document,” available [here](#).