

Notice

То:	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 "Variable Operations and Maintenance Cost Review"

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 "Variable Operations and Maintenance Cost Review." This stakeholder process, which takes place every three years, reviews the default adders, which apply to certain bids, for variable operations and maintenance (VOM). The ISO determined that an 18.73% inflation increase to the default VOM adder is appropriate given high inflation rates from 2019-2022. Management believes that this item 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 proposal were due August 14, 2023. There were no objections to the decisional classification in the draft final proposal.

The draft final proposal for this process is located <u>here</u>. Additional relevant papers for this process are located <u>here</u>.

¹ The process is described in the "Guidance Document," available <u>here</u>.