



Discretionary initiative prioritization

Working Group 1


Annual policy initiatives roadmap process 2024

April 22, 2024

Housekeeping reminders

- This call is being recorded for informational and convenience purposes only. Any related transcriptions should not be reprinted without the ISO's permission.
- This collaborative working group is intended to stimulate open dialogue and engage different perspectives.
- Please keep comments professional and respectful.
- Please try to be brief and refrain from repeating what has already been said so that we can manage time efficiently.
- If you need technical assistance during the meeting, please send a chat to the event producer

Instructions for raising your hand to ask a question

- If you are connected to audio through your computer or used the “call me” option, select the raise hand icon  located on the bottom of your screen.
 - **Note:** #2 only works if you dialed into the meeting.
 - Please remember to state your name and affiliation before making your comment.
- You may also send your question via chat to Brenda Corona or to all panelists.

Prioritization working group #1 agenda overview

- Annual discretionary policy initiative roadmap process
- Prioritization criteria
- Discretionary initiative presentations
 - Explanation of submitted initiative
 - Impact of proposed change on market
 - Benefits & distribution of benefits
 - Costs & distribution of costs
 - Impact to market efficiency/reliability

Discretionary initiative presentations: Congestion Revenue Rights

Time	Topic	Entity
10:00 – 10:25	Investigate need to split on-peak CRR into two times of use: on-peak and super peak	CDWR
10:25 – 10:50	Eliminate global derate factor (GDF) from monthly CRR allocation processes if intended outcome of GDF application is minimal	CDWR
10:50 – 11:15	Counter-flow CRR allocations	CDWR
11:15 – 11:40	CRR enhancements	WPTF
11:40 – 12:05	Market of willing buyers and sellers	DMM

Discretionary initiative presentations: Demand Response

Time	Topic	Entity
1:00-1:25	Modified PDR – hybrid PDR with BTM storage	Joint DR parties
1:25-1:40	Remove RDRR discrete dispatch limit of 100 MW	SCE
1:40-2:05	Real-time load bidding	CDWR
2:05-2:45	RDRR minimum on time and fixed cost dispatch	CLECA
2:45-3:00	PDR program enhancements	PAC, PGE, NVE

Discretionary initiative presentations: Transmission planning

Time	Topic	Entity
3:00-3:30	Opening up more transmission to competitive bidding	Cal Advocates

Discretionary initiative presentations: Long duration energy storage as a transmission asset

Time	Topic	Entity
3:30-3:45	Long duration energy storage as a transmission asset	CESA

Goals for Catalog and Roadmap

- **Meaningfully engage external stakeholders**
 - Integrate priorities from stakeholders, including RIF Roundtable
- **Transparent**
 - Clear methods to identify & prioritize proposals
 - Fair access to ISO for all stakeholders
- **Aligned with internal planning processes**
 - Aligned with strategic objectives
 - Prioritized with business case and risk for consideration
 - Evaluated against the ISO carrying capacity for the next planning cycle, and included in the ISO enterprise roadmap
 - Budgeted in the annual cycle

Stakeholder prioritization working group goals

- Develop understanding of breadth of stakeholder support for individual submissions & reasons for support
- Identify logical groupings of submissions
- Clarify purpose of submissions



2024 Policy Initiatives Catalog and Roadmap Process

ANNUAL POLICY INITIATIVE CATALOG AND ROADMAP PROCESS



Prioritization may extend timeline:

- April 22: workshop #1
- May 8: workshop #2
- *May 14: potential workshop #3*

Annual catalog summarizes discretionary initiatives as prioritized by stakeholders.

This may require additional time.

May 8 prioritization workshop will feature RIF report

Regional Issues Forum Roundtable – Process and Work Product

- Sector liaisons have compiled feedback from members regarding themes, issues, and priorities for consideration in the 2024 process
 - Review of stakeholder comments submitted to the CAISO
 - Communication and coordination with sector members
 - Requests for input on process and approach
- Following today's discussion, the RIF will prepare a written report
- Roundtable discussion will be iterative and annual
 - Please provide input following this meeting to sector liaisons to inform subsequent years' process

First stage: identify discretionary catalog submissions

Submitted ideas fall into four categories:

1. **Discretionary initiatives** – candidates for the catalog
2. **Non-discretionary initiatives** (e.g. FERC Orders)
3. **Issues being addressed** in current initiatives / working groups
4. **Process improvements:**
 - Includes suggestions related to existing processes and requests for additional transparency
 - The ISO will determine whether to further address & how to prioritize

The ISO will respond to all submissions.

Prioritization process

- Final catalog: summary of stakeholder priorities
 - Priorities ranked across sectors / interest groups
- Stakeholders will submit rankings via written comments after final prioritization workshop
- Prioritization criteria:
 - Market impact of the proposed change
 - Stakeholder benefit & benefit/cost to others
 - The ISO will characterize the impact of each proposal based on stakeholder comments
 - The ISO will assess implementation cost

Final discretionary policy initiative catalog should accurately capture stakeholder priorities

Requires stakeholder input at all stages:

1. Submitting proposals
2. Publicly supporting proposals
3. Considering others' proposals
4. Prioritizing proposals
5. Providing feedback on the catalog process

Thank you all for participating so actively in this process.



Discretionary Initiative Presentations

Congestion Revenue Rights

Investigate need to split on-peak CRR into two times of use: on-peak and super peak

California Department of Water Resources

**Eliminate global derate factor
(GDF) from monthly CRR
allocation processes if
intended outcome of GDF
application is minimal**

California Department of Water Resources

Counter-flow CRR allocations

California Department of Water Resources

CRR enhancements

Western Power Trading Forum

Market of willing buyers and sellers

CAISO Department of Market Monitoring

BREAK



California ISO

Discretionary Initiative Presentations

Demand Response

Modified PDR – hybrid PDR with BTM storage

Joint Demand Response Parties

Remove RDRR discrete dispatch limit of 100 MW

Southern California Edison

Real-time load bidding

California Department of Water Resources

RDRR minimum on time and fixed cost dispatch

California Large Energy Consumers Association (CLECA)

PDR program enhancements

PacifiCorp, Portland General Electric, NV Energy



California ISO

Discretionary Initiative Presentations

Transmission Planning

Opening up more transmission to competitive bidding

Cal Advocates



California ISO

Discretionary Initiative Presentations

Long duration energy storage as a transmission asset

Long duration energy storage as a transmission asset

California Energy Storage Alliance (CESA)

Next Steps

Annual Policy Roadmap/Catalog Working Group Session #2

- Tentatively May 8, 2024
- Visit initiative webpage for more information: [Annual policy initiatives roadmap process - 2024 \(caiso.com\)](https://www.caiso.com/annual-policy-initiatives-roadmap-process-2024)
- [Summary of 2024 catalog submissions](#)

Questions?

Please contact Brenda Corona at bcorona@caiso.com or isostakeholderaffairs@caiso.com

Upcoming: New Resource Implementation Meeting

We will host a hybrid New Resource Implementation (NRI) stakeholder meeting on May 1, 2024.

We aim to bolster collaboration with our stakeholder community in preparation for the upcoming summer operations. Our objective is to improve transparency surrounding the NRI process and outline expectations.

If you plan to attend the in person, please [register](#) by end of day April 26, 2024.

[Virtual registration form](#)

The final agenda and a presentation will be available prior to the meeting on the [public forums webpage](#).



The California ISO Stakeholder Symposium will be held on Oct. 30, 2024 at the Safe Credit Union Convention Center in Sacramento, California.

A welcome reception for all attendees will be held the evening of Oct. 29.

Additional information, including event registration and sponsorship opportunities, will be provided in a future notice and on the ISO's website.

Please contact Symposium Registration at symposiumreg@caiso.com with any questions.