

Memorandum

To: ISO Board of Governors
From: Rebecca Wagner, EIM Transitional Committee Chair
Date: January 30, 2015
Re: **Update on activities of the EIM Transitional Committee**

This memorandum does not require Board action.

COMMITTEE UPDATE

The EIM Transitional Committee met on December 19, 2014, by telephone and on January 12, 2015, in Phoenix, AZ. At the December 19, 2014, meeting, the Committee received a briefing on the deployment of EIM and EIM year one enhancements. Additionally, the Committee established three new working groups: Market Design, Stakeholder, and Straw Proposal.

- The Market Design working group will monitor the EIM year one enhancements (Phase 1) process and determine whether the Committee should provide an opinion on the ISO's proposal to the ISO Board of Governors.
- The Stakeholder working group will focus on the stakeholder process for the Governance Issue Paper and the Governance Straw Proposal.
- The Straw Proposal working group, with the assistance of ISO staff, will draft the Governance Straw Proposal.

On January 12, 2015, the Stakeholder working group presented the Governance Issue Paper at a stakeholder meeting in Phoenix, AZ. There were 12 people (non-ISO) in attendance and between 30 to 50 callers. We received 26 sets of comments, which were due January 26, 2015, from a variety of regional stakeholders.

Following the stakeholder meeting, the Committee met and provided the attendees with updates on the three working groups. The Market Design working group requested the assistance of the Market Surveillance Committee (MSC) on year one enhancement issues. Work is under way to have the working group engage in the MSC process and receive a briefing after the MSC reviews the year one enhancements before the Board takes action in March. The Committee received an update on EIM regulatory activities, performance and operations with presentations by ISO management.

NEXT STEPS

Our next meeting will be an executive session teleconference on February 17, 2015. We will receive updates from the working groups as well as briefings from ISO management on the status of EIM deployment and the EIM year one enhancements initiative.

The Committee will meet in-person on March 5, 2015, in Portland, OR, in general session, and will receive a briefing from Elliot Mainzer of Bonneville Power Administration as well as briefings from the Department of Market Monitoring, Market Surveillance Committee and ISO staff on activities of Peak Reliability, the Reliability Coordinator, with respect to the enhanced curtailment calculator.

We will also provide updates from the working groups and discuss the schedule for the governance proposal stakeholder process. The Committee will continue to provide the Board with progress updates and we look forward to your feedback as we move forward.

SUMMARY

The EIM Transitional Committee continues to make good progress and is on schedule for the development of a comprehensive governance proposal. The Committee is also receiving appropriate briefings on the EIM deployment and will be actively engaged in the stakeholder processes concerning EIM year one enhancements.