



# Memorandum

**To:** ISO Board of Governors

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

**Date:** July 19, 2017

**Re:** **Decision on consent agenda**

---

***This memorandum requires Board action.***

Pursuant to the ISO bylaws and the Charter for Energy Imbalance Market Governance, the EIM Governing Body has primary authority, as delegated by the Board of Governors, over changes to market rules that are specific to the energy imbalance market. The Charter specifies that such market rules changes go first to the EIM Governing Body for approval, and then to the ISO Board's consent agenda. In its general session meeting on July 13, 2017, the EIM Governing Body took the following actions that are subject to Board approval via consent agenda:

- Approved in a 5-0 vote Management's proposed amendments to the Charter for Energy Imbalance Market Governance;
- Approved in a 5-0 vote the element of Management's Aliso Canyon gas-electric coordination phase 3 initiative proposing to extend the use of the maximum natural gas burn constraint to the energy imbalance market; and
- Approved in a 5-0 vote the element of Management's energy storage and distributed energy resources phase 2 initiative proposing to include additional gas price indices to be used in calculating the price threshold estimate for the net benefits test.

Management proposes the following motion:

***Moved, that the Board of Governors approves the July 26, 2017 consent agenda comprised of the following proposals approved by the EIM Governing Body:***

- ***Amendments to Charter for Energy Imbalance Market Governance;***
- ***The energy imbalance market maximum natural gas burn constraint element of the Aliso Canyon gas-electric coordination phase 3 initiative; and***

- ***The net benefits test inclusion of additional gas price indices element of the energy storage and distributed energy resources phase 2 initiative.***

Management's memorandums to the EIM Governing Body detailing the proposals and the EIM Governing Body's corresponding motions approving the proposals are attached.