



March 11, 2013

Board of Governors  
California Independent System Operator  
250 Outcropping Way  
Folsom, CA 95630

Dear Board of Governors:

I am writing in support of the PacifiCorp and California Independent System Operator Corporation (ISO) proposal to develop a real-time energy imbalance market (EIM). This proposal represents significant progress toward regional coordination – progress that is critical to enabling more efficient and economic dispatch of resources.

Numerous efforts to develop an imbalance market across the Western interconnection have been underway over the past few years. Despite some reported progress, none of these initiatives has firm participant commitment or implementation timelines. With the dramatic increase of wind and solar resources in the West, a coordinated effort to reduce the quantity of required balancing reserves while improving reliability is critical. Iberdrola Renewables applauds PacifiCorp and the ISO for taking this important step forward to lead the region toward a more effective balancing solution.

Iberdrola Renewables strongly encourages the ISO Board of Governors to authorize PacifiCorp and the ISO to proceed with negotiating a formal agreement to implement the EIM.

Sincerely,

Kevin A. Lynch

Vice President, External Affairs  
Iberdrola Renewables, LLC