

Memorandum

To: ISO Board of Governors
From: Tom Doughty, Vice President, Customer and State Affairs
Date: March 8, 2017
Re: **Business practice manual change management report**

This memorandum does not require Board action.

This memorandum provides a regular report, as required by the Federal Energy Regulatory Commission, to inform the ISO Board of Governors on the status of the business practice manual change requests submitted by stakeholders and the California Independent System Operator Corporation.

The ISO inaugurated the public change management process for business practice manuals (BPMs) on April 1, 2009. Both the ISO and stakeholders use the same electronic system and process to submit and track proposed changes to the BPMs. The process includes stakeholder review, ISO approval or rejection, and a possible appeal to the BPM Appeals Committee, which is comprised of three ISO officers.

As of February 22, 2017, sixteen proposed revision requests (PRRs) were active in the BPM change management system. One was submitted by Pacific Gas and Electric Company. These sixteen active PRRs affect the following BPMs:

- Energy Imbalance Market (1 request)
- Generator Management (2 requests)
- Generator Interconnection Deliverability and Allocation Procedures (1 request)
- Market Instruments (1 request)
- Market Operations (2 requests)
- Metering (1 request)
- Outage Management (1 request)
- Reliability Requirements (1 request)
- Settlements and Billing (6 requests)

PROCESS OVERVIEW

The ISO held monthly BPM change management stakeholder meetings on February 28, 2017, where sixteen stakeholders participated. Based on stakeholder comments during the meeting, and on the types of comments entered into the BPM change management electronic system, it appears that stakeholders are generally satisfied with the process.

BPM CHANGE MANAGEMENT REPORT

In compliance with the tariff reporting requirements, attachment 1 of this report:

- States the total number of active PRRs submitted by stakeholders and by the ISO;
- Depicts the active PRRs in various steps along the PRR lifecycle, as of February 22, 2017;
- Reflects that three PRRs were in final decision status within the period January 25, 2017 through February 22, 2017; and
- Includes PRRs currently under stakeholder appeal, the stakeholder positions on rejected PRRs, and the reasons for rejection.

The following is additional relevant information:

- There is one PRR currently under stakeholder appeal. As a result of working with the appellant to further understand concerns and identify potential solutions, the ISO anticipates withdrawal of the PRR.
- There were no rejected PRRs.
- There were two active PRRs submitted into the electronic system by the ISO on an emergency basis.

A PRR report summarizing the content of each active PRR in the BPM change management system as of February 22, 2017 is included as attachment 2.