

GENERAL SESSION MINUTES BOARD OF GOVERNORS MEETING February 3, 2021 Teleconference

February 3, 2021

The ISO Board of Governors convened the general session meeting at approximately 3:30 p.m. and the presence of a quorum was established.

ATTENDANCE

The following members of the ISO Board of Governors were in attendance via teleconference:

Angelina Galiteva, Chair
Ash Bhagwat, Vice Chair
Severin Borenstein
Mary Leslie

GENERAL SESSION

The following agenda items were discussed in general session:

PUBLIC COMMENT

Roger Collanton, Vice President, General Counsel and Chief Compliance Officer, acknowledged receipt of a public comment letter regarding the policy roadmap from Eric Eisenman on behalf of Pacific Gas and Electric.

There was no additional public comment.

DECISION ON THE GENERAL SESSION MINUTES

Governor Leslie moved for approval of the Board of Governors' general session minutes for the December 17, 2020 meeting. The motion was seconded by Governor Borenstein and approved 4-0.

CEO REPORT

Elliot Mainzer, President and CEO, provided highlights of the following sections of his CEO report: ISO's coronavirus response, final root cause analysis for the August events, summer 2021 readiness, bond refinancing, nodal pricing model for PacifiCorp, Morongo tribe becomes a PTO, and the new settlement timeline.

EIM GOVERNING BODY CHAIR REPORT

John Prescott, Chair of the EIM Governing Body, provided brief highlights of the EIM Governing Body's January 20 general session meeting. Mr. Prescott stated Therese Hampton, Chair the EIM Governance Review Committee, updated the EIM Governing Body on the Committee's progress. He also reported that Letha Tawney, Commissioner – Oregon Public Utilities Commission, and Chair – Body of State Regulators, provided an update on behalf of the BOSR, while Pam Sporborg, Senior Analyst, Transmission and Reliability Services – Portland General Electric, and Chair – Regional Issues Forum, provided an update on behalf of the RIF. Mr. Prescott highlighted the EIM Governing Body discussion regarding the process to evaluate the performance of the western EIM during the summer 2020 events and the responsibilities under their charter. He concluded by noting the Q4 2020 EIM benefits exceeded \$68 million dollars, which represented \$1.18 billion in gross benefits since 2014.

EIM GOVERNANCE REVIEW COMMITTEE CHAIR REPORT

Therese Hampton, Executive Director – Public Generating Pool, and Chair – EIM Governance Review Committee, provided an update on behalf of the GRC. She stated the revised straw proposal was published on December 14, and that the Governance Review Committee met on December 18 to review the major elements of the proposal. She concluded by noting the comment period had been extended by a week to February 3. She added the GRC would review the comments during the February 9 executive session meeting and would report out at a future Board meeting.

DECISION ON PARTICIPATING TRANSMISSION OWNER APPLICATION

Riddhi Ray, Sr. Contracts Negotiator – Infrastructure and Operations Planning, provided the Board an overview of Management's participating transmission owner application proposal. Mr. Ray noted the agreement between Morongo Transmission LLC and Southern California Edison, would allow Morongo to lease a portion of the transfer capability under the West of Devers project. Mr. Ray described how the West of Devers project included 48 corridor miles of existing transmission - 184 circuit miles of 220 kV transmission lines, which increases the power transfer capability of Morongo by 3,200 MW of renewable generation. He noted the agreement allows Southern California Edison to access 8 miles of right-of-way along the transmission corridor and in exchange, Morongo would receive 61% of the transmission capability along the transmission line. Next, Mr. Ray provided the Board an overview of the application process. He concluded by noting the application process was not opposed by stakeholders or current participating transmission owners. Mr. Ray added the ISO expected FERC approval in February and anticipated a May 2021 in-service date. Discussion ensued and Neil Millar, Vice President - Infrastructure and Operations Planning and Mr. Ray responded to inquiries by the Board.

Public comment

The following members of the public provided comments on Management's proposal:

Tom Tureen on behalf of Morongo Transmission LLC

Motion

Chair Galiteva:

Moved, that the ISO Board of Governors approve the ISO's acceptance of the application of Morongo Transmission LLC for participating transmission owner status, conditioned on (1) Morongo Transmission executing the Transmission Control Agreement and (2) the Federal Energy Regulatory Commission accepting a transmission owner tariff and transmission revenue requirement for Morongo Transmission, as set forth in the memorandum dated January 27, 2021.

The motion was seconded by Governor Bhagwat and approved 4-0.

INFORMATIONAL REPORTS

There were no comments on the following informational reports: regulatory report, state, regional and federal affairs update, business practice manual change management report, Department of Market Monitoring update, Market Surveillance Committee update, market initiatives update, quarterly financial report, and market performance report.

ADJOURNED

There being no additional general session matters to discuss, the general session was adjourned at approximately 4:15 p.m.