California ISO | WESTERN ENERGY MARKETS

FINAL
Approved by the ISO Board of Governors and WEM Governing Body: July 15, 2026

GENERAL SESSION MINUTES
JOINT SESSION – ISO BOARD OF GOVERNORS AND WESTERN ENERGY MARKETS GOVERNING BODY MEETING
April 29, 2026
<u>In Person / Hybrid: ISO Folsom headquarters and web conference</u>

<u>April 29, 2026</u>

The ISO Board of Governors and the Western Energy Markets (WEM) Governing Body convened the joint general session meeting at approximately 2:30 p.m. and the presence of a quorum was established.

ATTENDANCE

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

Joseph Eto, Chair
Severin Borenstein
Mary Leslie
Alice Reynolds
Jan Schori

The following members of the WEM Governing Body were in attendance:

Rebecca Wagner, Chair
Andrew Campbell, Vice Chair
Anita Decker
Robert Kondziolka
Deborah Smith

GENERAL SESSION

The following agenda items were discussed in general session:

PUBLIC COMMENT ON CONSENT AGENDA OR ITEMS NOT ON TODAY'S AGENDA

Mr. Collanton sought general public comment on the consent agenda or any other matters not on today's agenda. The following provided general public comment:

- Mark Smith representing Calpine provided supportive comments regarding the upcoming launch of the Extended Day-Ahead Market.

DECISION ON CONSENT AGENDA

Roger Collanton – VP, General Counsel, Chief Compliance Officer and Corporate Secretary, explained the consent agenda process and proceeded to read the consent agenda motion for ISO Board of Governors and WEM Governing Body decision.

Motion:

Member Decker:

> ***Moved, that the ISO Board of Governors and the WEM Governing Body approve the April 29, 2026, consent agenda.***

The motion was seconded by Governor Eto and approved 9-0, with Governor Reynolds abstaining.

CEO REMARKS

Mark Rothleder – Senior Vice President and COO, provided opening remarks on behalf of Elliot Mainzer – President and CEO, first by acknowledging the May 1, 2026, launch of the Extended Day-Ahead Market and all the external and internal efforts that led to this important milestone. Next, Mr. Rothleder welcomed Alice Reynolds to the ISO Board of Governors and concluded his remarks with a thoughtful recognition of parting Market Surveillance Committee members Dr. Benjamin Hobbs and Dr. Scott Harvey.

Mr. Rothleder then introduced the next agenda item, which included the CEO's recommendations for the Market Surveillance Committee member appointments.

DECISION ON MARKET SURVEILLANCE COMMITTEE MEMBER APPOINTMENTS

Mr. Rothleder presented the CEO's recommendation to appoint Dr. Jacob Mays and Dr. Ross Baldick followed by providing background on their areas of expertise and credentials. Discussion ensued.

<u>Joint Motion:</u>

Governor Eto:

> ***Moved, that the ISO Board of Governors and WEM Governing Body approve the appointments of Dr. Jacob Mays and Dr. Ross Baldick to the ISO Market Surveillance Committee to fill a vacant seat for a remaining two-year term to end March 31, 2028, and to fill a vacant seat for a three-year term to end March 31, 2029; and***
>
> ***Moved, that the Chief Executive Officer is authorized and directed to enter into appropriate consulting agreements with Dr. Jacob Mays and Dr. Ross Baldick to compensate each of them for their participation on the ISO Market Surveillance Committee.***

The motion was seconded by Member Wagner and approved 10-0.

FORMATION COMMITTEE UPDATE (WEST-WIDE GOVERNANCE PATHWAYS INITIATIVE)

Kathleen Staks – President, Regional Organization for Western Energy (ROWE), Evelyn Kahl – Chief Policy Officer and General Counsel, California Community Choice Association, and Jim Shetler – General Manager, Balancing Authority of Northern California (BANC), provided an update on behalf of the Formation Committee as part of the West-Wide Governance Pathways initiative. Their update covered the ROWE Board selection process and implementation timelines. The Committee members concluded by expressing their appreciation for the Governing Body and Board's support of the ROWE start-up funding decisional item. Discussion ensued.

<u>Public comment</u>

There was no public comment.

BRIEFING ON DAY-AHEAD MARKET ENHANCEMENTS CONFIGURABLE PARAMETERS

Roger Collanton – VP, General Counsel, Chief Compliance Officer and Corporate Secretary, acknowledged the public comment letter received from The Energy Authority.

Guillermo Bautista Alderete – Director, Market Performance and Advanced Analytics, provided a briefing on day-ahead market enhancements configurable parameters, starting with a recap from the last briefing to both bodies regarding the five key market parameters that the ISO committed to evaluate with market participants, which included: (1) set of forced constraints, (2) proportion of deployed reserves, (3) bid cap, (4) default bid price for imbalance reserves, and (5) envelope constraint multipliers. He then noted that the schedule for the DAME configurable parameters working group to assess parameter values aligned with the master implementation timeline. Mr. Bautista Alderete stated that the ISO will take a two-phased approach for implementing the parameters: phase 1 go-live will start with moderate configuration to limit early impacts and phase 2 post go-live will allow for adjustments based on operational experience. He then reviewed the second phase approach in more detail and concluded by providing an overview of the participants' positions in the working group sessions. Discussion ensued.

Public comment

The following provided public comment:

- Dan Williams on behalf of The Energy Authority
- Adam Swadley on behalf of the Department of Market Monitoring

Additional discussion ensued.

BRIEFING ON MARKET PERFORMANCE

Guillermo Bautista Alderete provided a briefing on market performance, which was formerly a joint informational report provided to both the Governing Body and the Board. Mr. Bautista Alderete provided an overview of graphs covering the following areas: Declining natural gas prices across Western hubs in Q1 2026; continuation of declining real-time prices in Q1 due to milder winter conditions; congestion revenue rights showing $1.6 million surplus in March 2026; lower auctioned congestion revenue rights payments compared to auction revenues during the winter months; overview of assistance energy transfer program usage; 23% decline of bid cost recovery in Q1 2026 compared to 2025; and volume of renewable energy reduced through the market has shown a steady increase over the years. Discussion ensued.

INFORMATIONAL REPORTS

There were no comments from the Governing Body or the Board of Governors on the informational reports.

Public comment

There was no public comment.

FUTURE AGENDA ITEMS

There were no future agenda items.

ADJOURNED

There being no additional joint general session matters to discuss the joint general session was adjourned at approximately 4:30 p.m.