**Puget Sound Energy** P.O. Box 97034 Bellevue, WA 98009-9734 PSE.com

September 10, 2015

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

Re: Transitional Committee, Energy Imbalance Market Governance Proposal

Dear Board of Governors,

I am writing to commend the Board of Governors on their efforts regarding the development of a governance mechanism for the Energy Imbalance Market. The Transitional Committee appointed by the Board of Governors has done an impeccable job of developing a governance proposal that provides a level of autonomy while maintaining the low cost implementation that is necessary for a burgeoning market.

While there is still work to be done on ensuring a regionally equitable overarching governance structure for the Energy Imbalance Market, the proposal created by the Transitional Committee constitutes an interim measure that provides sufficient assurance to market participants located outside California that the Energy Imbalance Market operations will be governed in a regionally balanced manner. The development of the Body of State Regulators and the Regional Issues Forum provides transparency and open communication from all parties impacted by the Energy Imbalance Market.

Puget Sound Energy supports the Board of Governors approval of the proposal and looks forward to the continued development of regionally equitable governance of the Energy Imbalance Market.

Thank you for your time and support of these important governance issues,

David E. Mills

Vice President, Energy Operations **EIM Transitional Committee Member** 

Puget Sound Energy, Inc.