

MINUTES OF THE REGULAR MEETING OF THE COMMISSIONERS OF THE
BALANCING AUTHORITY OF NORTHERN CALIFORNIA (BANC)

July 24, 2019

On this date, a Regular Meeting of the Commissioners of the Balancing Authority of Northern California (BANC) was held at 915 L Street, Suite 1480, Sacramento, CA 95814.

Representatives Present:

Member Agency	Commissioner
Modesto Irrigation District	Greg Salyer
City of Redding	Dan Beans, Chair
City of Roseville	Michelle Bertolino
Sacramento Municipal Utility District	Paul Lau
City of Shasta Lake	James Takehara
Trinity Public Utilities District	Absent

Agency	Liaison(s)
Western Area Power Administration	Sonja Anderson Arun Sethi Carl Dobbs

1. Call to Order: Chair Salyer called the meeting to order at 2:00 p.m.
2. Matters Subsequent to Posting the Agenda: None.
3. Public Comment: Chair Salyer invited comments from the public and none were given.
4. Consent Agenda: Mr. Takehara moved, Mr. Beans seconded, and the participating Commissioners unanimously approved the Consent Agenda items comprised of: (A) Minutes of the Regular Commission Meeting held on May 15, 2019. (B) BANC Operator's Reports for May and June; (C) Compliance Officer's Reports for June and July; (D) PC Committee Chair's Report for June and July; and (E) General Manager's Report and Strategic Initiatives Update.
5. Regular Agenda Items:
 - A. Mr. Shetler informed the Commission that Greg Salyer had reached his 2 year term limit as Chairperson per the JPA, so a new BANC Chairperson must be selected. Ms. Bertolino nominated Dan Beans. Mr. Takehara seconded the nomination, and the Commissioners unanimously approved Dan Beans as the BANC Chairperson.
 - B. Mr. Shetler provided an operations update, including a briefing on CA public safety Power Shutoff program (PSPS) and impacts to adjacent BAs. He summarized CAISO's plan going before their board to address transmission shutdowns and minimize impacts to adjacent Balancing Authorities, to the extent they are capable of doing so, by providing emergency backup service (once other actions necessary to reduce loads/imports across transmission system.) The BANC Operator has worked with CAISO

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on plans for implementation pending approval, so BANC is prepared to respond as appropriate. A discussion of potential future reciprocity arrangements followed, and Mr. Salyer asked if Mr. Shetler would bring a recommendation back to Commission for approval at some future point in time should it be determined to be appropriate, and Mr. Shetler confirmed that he would.

- C. EIM/RC Updates - Mr. Shetler provided an update on EIM Phase 1 and noted that all is going well and the total expended budget is within plan. CAISO has issued first quarter EIM benefits results. With regard Phase 2 efforts, initial GAP assessments have been provided to Phase 2 entities and final reports are being prepared. A Phase 2 go live decision is still anticipated at the August BANC Commission meeting scheduled for August 21, 2019.

Mr. Salyer moved, Mr. Lau seconded, and the participating Commissioners unanimously approved 19-07-09 *Authorization of Amendments to Energy Imbalance Market Phase 2 BANC Cost Sharing Agreement with WAPA-SNR*.

With regard to RC Services, BANC continues to be engaged with other entities in the West on coordination issues. An approved Western Interconnection Data Sharing Agreement (WIDSA) will replace the Universal Data Sharing Agreement (UDSA), which will remain in effect until December. CAISO released a notice yesterday seeking signoff and submittal of the WIDSA. BANC successfully transitioned to RC West as of July 1 without issue.

Mr. Jon Olson, SMUD's Director of Energy Trading & Contracts, and Ms. Debra Warady, SMUD's Manager, Resource Optimization gave a BANC/SMUD EIM Benefits presentation for the benefit of the members.

- D. Mr. Shetler provided a brief 2019 WECC/NERC BANC Audit update, stating that it is expected to be heavily focused on Critical Infrastructure Protection (CIP) over Operations and Planning (O&P) standards. The audit will take place during the first half of September.
- E. Mr. Shetler provided various financial updates to the Commission, including 2018 BANC budget vs. actuals, EIM Phase 1 budget vs. actuals, and a 2020 Draft BANC budget.
- F. The August 21st BANC Commission Meeting will serve as this year's strategic planning session, where the focus is expected to be on EIM Phase 2 discussion and decision making as well as future BANC Engagement Strategy. The meeting will be held at Scott's on the River from 1-5 with a reception to follow.

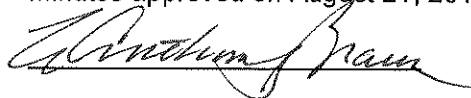
6. Closed Session:

- A. The Commission retired to closed session for conference with legal counsel in anticipation of litigation pursuant to subdivision (c) of Cal. Gov't Code § 54956.9; one case.

After returning to open session, Mr. Smith reported that no action was taken in closed session.

The meeting was adjourned at 4:09 p.m.

Minutes approved on August 21, 2019.



C. Anthony Braun, Secretary