

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

October 23, 2019

On this date, a Regular Meeting of the Commissioners of the Balancing Authority of Northern California (BANC) was held at 915 L Street, CMUA Conference Room, Suite 1210, Sacramento, CA 95814.

Representatives Present:

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

Agency	Liaison
Western Area Power Administration	Jeanne Haas

1. Call to Order: Chair Beans called the meeting to order at 2:02 p.m.
2. Matters Subsequent to Posting the Agenda: None.
3. Public Comment: Chair Beans invited comments from the public and none were given.
4. Consent Agenda: Mr. Hauser moved, Mr. Salyer seconded, and the participating Commissioners unanimously approved the Consent Agenda items comprised of: (A) Minutes of the Regular Commission Meeting held on October 3, 2019; (B) BANC Operator Report for September; (C) Compliance Officer Report for October (update); (D) PC Committee Chair Report for October (update); and (E) General Manager's Report and Strategic Initiatives Update.
5. Regular Agenda Items – Discussion and Possible Action:
 - A. Mr. Shetler provided an update on EIM Phase 2, EDAM and Resource Adequacy. Regarding EIM P2, the Implementation Agreement has been executed with CAISO and will be filed at FERC in the near term. A routine kick-off meeting with CAISO will be scheduled in November, and all Phase 2 participants will be included. The EIM Committee held a meeting on October 15th where the main focus was reviewing software options (OATI, Power Settlements) and Work Group updates (Deviation Band, WAPA Transmission, BANC Settlements.)

With respect to EDAM, CAISO initiated the public stakeholder process by issuing draft white paper on October 10th. An initial stakeholder webinar is scheduled for October 17th,

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

with comments due November 22nd. CAISO is looking to launch the formal process in the February timeframe.

EIM Entity outreach included a Feasibility Assessment (FA) webinar on October 3rd, where the results of the FA were presented to 100+ stakeholders, and participation in panels at joint CREPC/WIRAB mtg October 8th. BANC/BBSW is supporting this effort by hosting meetings over the next year and providing some degree of meeting coordination and administrative support. In addition, BANC is active in formulating policies through the EIM Entity coalition.

Resource Adequacy – CAISO recently made a presentation to their board (included ramping issue, weather impacts), but the biggest issue was near-term capacity. Capacity shortages are a concern as early as next year. They are looking at a possible 3-year extension related to the shut-down of once-through cooling plants, but how that may play out is uncertain. Another 2200MW of capacity loss occurs in 2024-25 due to Diablo Canyon retirements. In addition, the Northwest Power Pool (NWPP) is forecasting capacity shortages, largely due to retirements of coal plants, according to a recently completed study. BANC intends stay apprised of developments in this area. Near-term capacity shortages in both CAISO and the Pacific NW will impact RA procurement for BANC members. As a result, BANC is engaging in both CAISO and NWPP processes. Discussions have been initiated at BANC Resource Committee to better determine the impacts on BANC.

SB100 Approach – Dan Beans and Jim Shetler have been invited to participate on a panel at an SB100 Workshop in Redding on October 25th, where the focus will be on reliability. Mr. Takehara asked who was driving the conversation on the NWPP RA issue, and Mr. Shetler responded that it was being driven by the NWPP itself.

- B. Mr. Shetler reviewed updates to the budget, as requested previously by the Commission, and stated that RC contributions had been adjusted as well. No changes were made to the base budget.
 - i. Mr. Salyer moved, Mr. White seconded, and a roll call vote was taken. All Commissioners voted in favor of Resolution 19-10-11 *Approval of Revised 2020 Annual Budget for BANC*.
- C. Mr. Shetler reviewed the Strategic Plan Initiatives for 2020. Routine initiatives have not changed significantly; however, under Assets, the evaluation of a joint option for resource needs for the BA will focus on CAISO/NWPP forecasted shortages. Under Focused Initiatives, the primary change was the implementation of EIM Phase 2 (April 1, 2021 Go-live), engagement of EDAM, and management of EIM Phase I. Under Regionalization, the CAISO Governance Review Committee effort will be included; BANC counsel serves on the Governance Review Committee.
- D. Mr. Shetler introduced Ms. Janice Zewe, the PC Committee Chair, who presented the BANC PC Area 2019 Transmission Planning Assessment. As BANC PC participants, MID, Redding, Roseville, SMUD are included in the assessment. WECC approved Base Cases were used this year, which was a change from the prior year; this was approved by PC participants. No issues were identified in the study results, so no corrective action plans are necessary.

Resolution 19-10-12 was updated to change the date the PC Committee members approved the Assessment from the 18th to the 21st.

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

Mr. Lau moved, Mr. White seconded, and a roll call vote was taken. All Commissioners voted in favor of Resolution 19-10-12 *Acknowledgement and Acceptance of BANC PC Area 2019 Transmission Planning Assessment*.

- E. Mr. Braun reviewed the proposed meeting dates for 2020 with the Commission. Note that meetings in Folsom have been scheduled as a result of MSR meetings occurring at noon on those days. Please also note that meetings held in Sacramento have been moved to 555 Capitol Mall, 3rd floor board room.

Mr. Salyer moved, Mr. Hauser seconded, and a roll call vote was taken. All Commissioners voted in favor of Resolution 19-10-15 *Resolution Setting the Regular Meeting Dates for 2020*.

- F. Mr. White moved, Mr. Hauser seconded, and a roll call vote was taken. All Commissioners voted in favor of Resolution 19-10-16 *Authorization of Amendment to Contract for Services Related to EDAM*.

- G. Mr. Shetler informed the Commission that it was likely that the November meeting would be adjourned. The planned December meeting may be required for contract-related approvals. Additional information will be forthcoming regarding the remaining meetings scheduled for 2019.

The meeting was adjourned at 2:59 p.m.

Minutes approved on January 22, 2020.



C. Anthony Braun, Secretary