

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

August 11, 2021

On this date, a Regular Meeting and Strategic Planning Session of the Commissioners of the Balancing Authority of Northern California (BANC) was held telephonically.

Representatives Present:

Member Agency	Commissioner
Modesto Irrigation District (MID)	Martin Caballero, Alternate
City of Redding	Dan Beans
City of Roseville	Michelle Bertolino
Sacramento Municipal Utility District (SMUD)	Paul Lau
City of Shasta Lake	Absent
Trinity Public Utilities District (TPUD)	Paul Hauser, Vice Chair

Agency	Liaison(s)
Western Area Power Administration (WAPA)	Sonja Anderson Jeanne Haas Arun Sethi Brian Griess

1. Call to Order: Mr. Jim Shetler, BANC General Manager, welcomed the group and introductions by in person attendees followed. Ms. Kris Kirkegaard, BANC General Counsel support, read the names of remote participants aloud, and it was confirmed that a quorum was present. Vice Chair Hauser called the meeting to order at 12:35 p.m.
2. Matters Subsequent to Posting the Agenda: None.
3. Public Comment: Chair Hauser invited comments from the public and none were given.
4. Consent Agenda: Commissioner Beans moved, Alternate Commissioner Caballero seconded, and a roll call vote was taken. The participating Commissioners unanimously approved the Consent Agenda items comprised of: (A) Minutes of the Regular Commission Meeting held on July 28, 2021; (B) BANC Operator Report for July; (C) Compliance Officer Report for August; (D) PC Committee Chair Report for August; and (E) General Manager's Report and Strategic Initiatives Update.
5. Regular Agenda Items – Discussion and Possible Action:
 - A. Mr. Braun briefly reviewed the process required by the Fair Political Practices Commission to amend BANC's Conflict of Interest Code. Commissioner Beans moved, Commissioner Bertolino seconded, and a roll call vote was taken. All participating Commissioners voted unanimously in favor of Resolution 21-08-04 *Approval of*

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Amended BANC Conflict of Interest Code and Authorizing the Initiation of Procedures for Adopting the Code by Written Comment Period.

6. BANC Strategic Planning Session:

- A. Scott Martin, SMUD's Chief Strategy Officer, provided an overview and update on SMUD's Zero Carbon Plan, touching on potential impacts and market uncertainties facing 2030 plan goals. Mr. Shetler followed with an update on the SB100 Process, reviewing next steps, which include outreach to other BAAs, reliability analysis, and a review of land use and transmission issues. He also raised the potential impacts and opportunities of a move toward zero carbon, encouraging conversation amongst the members around future considerations for BANC.
- B. On the topic of 'Market Regionalization – Is an RTO in our Future?', Mr. Tony Braun, BANC General Counsel reviewed historical regional market developments and BANC's position in the regional market framework, wrapping up with a discussion of potential paths forward and possible impacts to BANC. Mr. Mark Rothleder, CAISO SVP and Chief Operating Officer, presented on potential paths forward and regional prospects brought on by the evolving regional collaboration in the West. Mr. Lanny Nickell, Southwest Power Pool EVP and COO, provided an overview of SPP and its structure, governance, history, growth, and challenges, closing with a review of options for evolving Western markets. A question and answer period followed, allowing the Commissioners to engage with presenters.
- C. Mr. Shetler closed the meeting with a brief discussion of the future direction for BANC, focusing on the guiding principles of strengthening BANC and increasing its value to the members. He suggested that focus areas will likely include: continuing market engagement related to EIM/EDAM/potential West-wide RTO discussions, engaging with SMUD and other members on zero carbon transition plans and understanding the impacts to BANC, coordinating with other POU BAAs and working through the BANC Resource Committee to engage with the Joint Agencies on SB100, and evaluating potential future resources for BANC. He committed to bringing back a revised set of strategic initiatives for the coming year for Commission review.

The Commission adjourned at 4:16 p.m.

Minutes approved on September 22, 2021.

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C. Anthony Braun, Secretary