

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

October 22, 2025

On this date, a Regular Meeting of the Commissioners of the Balancing Authority of Northern California was held at 2377 Gold Meadow Way, 1st Floor Conference Room, Gold River, CA 95670.

Representatives:

Member Agency	Commissioner
Modesto Irrigation District (MID)	Brock Costalupes, Alternate
City of Redding	Joe Bowers, Alternate (remote)
City of Roseville	Shawn Matchim, BANC Chair
Sacramento Municipal Utility District (SMUD)	Paul Lau
City of Shasta Lake	James Takehara
Trinity Public Utilities District (TPUD)	Absent

Other Participants:

Jim Shetler	General Manager
Tony Braun	BANC General Counsel
Kris Kirkegaard	BANC General Counsel Support
Michelle Williams	Western Area Power Administration (remote)
Cory Danson	TANC

1. Call to Order and Verification of Quorum: Mr. Shetler confirmed the quorum; attendance is noted above. Chair Matchim called the meeting to order at 2:01 p.m.
2. Matters Subsequent to Posting the Agenda: None.
3. Public Comment (any matter on the agenda): None.
4. Consent Agenda: Chair Matchim invited comments from the Commission and a motion on the Consent Agenda; no comments.

ACTION: M/S (Lau/Takehara) to **approve the Consent Agenda**. Motion carried by a unanimous vote of those present (Absent: Commissioner Hauser).

5. Regular Agenda Items.

A. General Manager Updates:

- i. Market Updates – EIM, EDAM, Pathways, Markets+, WPP.

Mr. Shetler noted that EIM operations are going well; support from the CAISO has been good related to CIDI tickets, and there are currently no major settlement issues. Work is ongoing to draft updates to BANC's Business Practices to address EDAM.

Mr. Shetler overviewed updates to the West-wide Governance Pathways Initiative and the recently passed California legislation. An RFP for a search firm to assist with board selection for the new Regional Organization is in process, and other staff/hiring decisions are being contemplated for 2026. The goal is to have the tariff and tariff funding in place by January 2028. Prior approved federal grant funding is on hold, and other funding options are being explored. By January of 2026, a 501(c)(3) IRS filing and a corporation filing in Delaware are expected. Mr. Braun weighed in and questions from the Commission were addressed.

Regarding SPP Markets+, a 2027 go-live is anticipated, and seams issues are being discussed between this market and CAISO. With respect WRAP, participants must decide by October about whether to commit to a binding period in 2027-28. A request to delay the binding period was rejected.

Questions from the Commission were addressed, and no action requested or taken.

B. Consider and Possibly Approve Resolution 25-10-02 Authorization to Execute BANC SMUD Master Services Agreement.

Mr. Shetler overviewed the concept of the Master Services Agreement (MSA) developed by BANC and SMUD and noted that not all services provided by SMUD would be transitioned to the MSA at this time. The first task is likely the Integrated Resource Plan Summary that BANC is requesting from SMUD. Mr. Braun also noted that the approved GM delegations would not be overridden by this agreement; task orders exceeding delegated approval amounts will continue to be brought to the Commission for approval. Questions from the Commission were addressed. No public comment.

ACTION: M/S (Costalupes/Takehara) to **approve Resolution 25-10-01 Authorization to Execute BANC SMUD Master Services Agreement.** Motion carried by a unanimous vote of those present. (Absent: Commissioner Hauser).

C. Consider and Possibly Approve Resolution 25-10-02 Approval of 2026 Annual Budget for BANC.

Mr. Shetler overviewed the 2026 budget, noting that he planned to update next year the budget estimate for long-term market operations to take into account the simultaneous operations of EIM and EDAM. He also addressed questions from the Commission, and there was no public comment.

ACTION: M/S (Lau/Matchim) to **approve Resolution 25-10-02 Approval of 2026 Annual Budget for BANC.** Motion carried by a unanimous vote of those present. (Absent: Commissioner Hauser).

D. Discussion on 2025 BANC Strategic Planning Session – Next Steps.

Mr. Shetler reviewed updates to BANC routine and focused initiatives, requesting feedback from the Commission and addressing questions.

E. Member updates.

Mr. Shetler & Mr. Braun updated the Commission on a meeting held with a Saudi Arabian delegation from the United Nations regarding the integration of renewables. It was also noted that the November meeting would likely include approval of a 2026 calendar, and a December meeting is currently expected to be adjourned if no agenda items arise.

Commissioner Lau updated the Commission regarding SMUD's Department of Energy grants and mentioned some planned system upgrades. Commissioner Takehara shared

that TPUD had recently upgraded their CIS and Billing systems. Alternate Commissioner Bowers shared that REU is updating their strategic plan to run through 2030 and anticipating a rate proceeding in the spring. He also noted a potential solar/battery project planned for 2028 that anticipated building within their territory. Alternate Commissioner Costalupes noted that MID is currently working with WECC on their triennial audit. He also mentioned an increase in REU's power cost adjustment factor, and he asked whether other entities had been in contact with the CA Jobs First initiative. Finally, he shared that they were troubleshooting an issue with tagging a battery resource in CAISO. Michelle Williams noted that she expected WAPA to fill a few key open positions in the near future. Chair Matchim shared updates on Roseville's ongoing power plant maintenance and their planned debt issuance package.

The Commission moved to closed session at 3:14 p.m. and adjourned from closed session at 3:37 p.m. where no action was taken.

Minutes approved on November 19, 2025.

Signed by:

A handwritten signature in blue ink that reads "C. Anthony Braun". The signature is written over a horizontal line.

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C. Anthony Braun, Secretary