

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

January 24, 2018

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:

<b>Member Agency</b>	<b>Commissioner</b>
Modesto Irrigation District	Greg Salyer, Chair
City of Redding	Dan Beans
City of Roseville	Michelle Bertolino
Sacramento Municipal Utility District	Steve Lins
City of Shasta Lake	Absent
Trinity Public Utilities District	Paul Hauser

<b>Agency</b>	<b>Liaison</b>
Western Area Power Administration	Subash Paluru

1. Call to Order: Chair Salyer called the meeting to order at 2:02 p.m.
2. Matters Subsequent to Posting the Agenda: Mr. Shetler indicated that he had no additional matters but would include some additional content under the General Manager's Report (Item 4F; no action requested).
3. Public Comment: Chair Salyer invited comments from the public and none were given.
4. Consent Agenda: Mr. Shetler stated that planning was beginning for the 2018 Strategic Planning Session in either May or June, on the stated Commission meeting date. Mr. Shetler requested input regarding the date, and Commissioners responded that May generally appeared to work better with their calendars.

Mr. Shetler also informed the group that he would be making in-person site visits to all members in the near future and would be in touch regarding scheduling.

Mr. Hauser moved, Mr. Beans seconded, and the participating Commissioners unanimously approved the Consent Agenda items comprised of the: (A) Minutes of the Regular Commission Meeting held on December 20, 2017; (B) BANC Operator's Report; (C) Compliance Officer's Report; (D) PC Committee Report; and (E) General Manager's Report and Strategic Initiatives Update.

5. Regular Agenda Items:

- A. Mr. Shetler provided an EIM Implementation Update, including the status of the EMS upgrade, which is moving forward with a fall 2018 go-live date; the hiring process for new EIM Operator positions; routine project meetings with CAISO, which have started for all project tracks; the BANC/SMUD EIM Services Agreement (Item B on Commission

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agenda), and EIM EDAM enhancements. Mr. Salyer asked a question regarding the planned hiring level of the operators being hired for the EIM desk. Mr. Mark Willis responded that operators were being hired at the same level as the generation desk operators to facilitate cross-training and so that ten operators would be trained and available rather than five.

Mr. Shetler also touched on an in-process EIM Phase 2 evaluation, in which Turlock Irrigation District has expressed potential interest. A January 24, 2018 meeting has been scheduled between BANC, SMUD, and WAPA-SNR to discuss potential interfaces. Mr. Shetler informed the group that a bilateral trading issue does not appear to be a major issue based on discussions to-date, and SMUD has taken the lead to develop an initial draft of bilateral trading guidelines by the 4<sup>th</sup> quarter of 2018. Finally, Mr. Shetler covered joint BANC/TANC IBAA discussions with CAISO, including the evaluation of a 'transmission MEEA' for TANC and the possibility of elimination of IBAA for BANC if RC services were taken from CAISO.

- B. Mr. Lins moved, Mr. Hauser seconded, and the participating Commissioners unanimously approved Resolution 1-01-15 *Authorization to Execute EIM Services Agreement Between BANC and SMUD*.
- C. Mr. Smith provided background on and an overview of the Balancing Authority Participation Agreement between BANC and CCFC Sutter Energy, LLC. Following questions from the group regarding a potential Phase 2, the contract effective date (February 22, 2018) and the commercial operation date (April 2018), Mr. Shetler reiterated the three actions that were requested of the Commission in the resolution. Mr. Lins moved, Ms. Bertolino seconded, and the participating Commissioners unanimously approved Resolution 18-01-16 *Authorization to Execute Balancing Authority Participation Agreement between BANC and CCFC Sutter Energy, LLC*.

6. Closed Session:

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

After returning to open session, Mr. Braun reported that during closed session, the Commission took no action.

The meeting was adjourned at 3:24 p.m.

Minutes approved on February 21, 2018.

  
C. Anthony Braun, Secretary