

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

April 25, 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:

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

Agency	Liaison
Western Area Power Administration	Kevin Howard

1. Call to Order: Chair Salyer called the meeting to order at 2:08 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. Shetler indicated that the July 25, 2018 Strategic Planning Session will take place at the Delta King in Old Sacramento.

Mr. Hauser moved, Ms. Bertolino seconded, and the participating Commissioners unanimously approved the Consent Agenda items comprised of the: (A) Minutes of the Regular Commission Meeting held on February 21, 2018; (B) BANC Operator's Reports for February and March; (C) Compliance Officer's Reports for March and April; (D) PC Committee Chair's Reports for March and April; and (E) General Manager's Report and Strategic Initiatives Update.

5. Regular Agenda Items:
 - A. Mr. Shetler indicated that there are not any issues or concerns with the BANC Audited Financials. Mr. Orchard moved, Mr. Beans seconded, and the participating Commissioners unanimously approved the BANC Audited Financials.
 - B. Mr. Shetler indicated that the percentages did not change. Mr. Hauser moved, Mr. Orchard seconded, and the participating Commissioners unanimously approved Resolution 18-04-17 *Accepting and Adopting the BANC Member Participation Percentages for 2018*.
 - C. Mr. Shetler provided an EIM Implementation Update, including the status of the EMS upgrade, which is on track for a fall 2018 go-live date. Mr. Shetler indicated the hiring

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

process for new EIM Operator positions is complete, and five new operators were hired, with one external candidate hired. Mr. Shetler indicated there are continuing weekly routine project meetings with CAISO, including the quarterly CEO update on May 10. Mr. Shetler indicated the go-live date will be moved from April 1, 2019 to April 3, 2019. Mr. Shetler also touched on the in-process EIM Phase 2 evaluation. The SMUD proposal for Phase 2 support has been discussed with the Phase 2 participants, and WAPA-SNR is evaluating their possible role within Phase 2. Mr. Shetler indicated that there is general support for the proposal and that there was going to be informal discussion with CAISO on the matter. Mr. Shetler indicated Turlock Irrigation District (TID) continues to express interest in coordinating with BANC on EIM implementation.

- D. Mr. Shetler indicated that the Enhanced Day Ahead Market (EDAM) was not previously budgeted for separately, but identified savings elsewhere in the budget. There were no questions. Mr. Orchard moved, Mr. Beans seconded, and the participating Commissioners unanimously approved Resolution 18-04-18 *Revised Annual Budget for 2018*.
 - E. Mr. Shetler provided an update on the BANC IRP Review and the issues that Navigant is currently assessing. Mr. Braun discussed the CPUC IRP proceeding and the Clean Net Short proposal being discussed within that proceeding.
 - F. Update on BANC EIM Financial Risk Policies. Mr. Smith explained that there are credit requirements associated with becoming a Scheduling Coordinator. Mr. Smith noted that BANC doesn't conduct trades and therefore, BANC will later adopt the SMUD risk management policies by Resolution in order to comply with the relevant FERC orders. There were no questions.
 - G. Mr. Smith explained the Resolution and associated memorandum. Ms. Bertolino asked whether this went through the Operations Committee and Mr. Willis confirmed that it did and that the Operations Committee recommended approval. Ms. Bertolino moved, Mr. Beans seconded and the participating Commissioners unanimously approved Resolution 18-04-19 *Approving Energy Imbalance Market Meter Procedures, Meter Standards and Specified Delegation to the BANC General Manager*.
 - H. Mr. Shetler explained that Energy GPS was selected for the contract and requested authorization for up to \$100,000 for services. Mr. Orchard moved, Mr. Beans seconded, and the Commissioners approved by a 5-1 vote Resolution 18-04-20 *Authorization of Contract for Services Related to Energy Imbalance Market and Possible Enhanced Day Ahead Market Design Matters*. Mr. Takehara of Shasta Lake was the only vote against this Resolution.
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; two cases. After returning to open session, Mr. Braun reported that during closed session, the Commission did not take any action.

The meeting was adjourned at 3:34 p.m.

Minutes approved on June 27, 2018.


C. Anthony Braun, Secretary