## BANC Decision to Join EDAM Joint ISO Board of Governors & WEM Governing Body General Session Meeting

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3/26/25



#### **BALANCING AUTHORITY OF NORTHERN CALIFORNIA**

A JOINT POWERS AUTHORITY BETWEEN Modesto Irrigation District | City of Redding | City of Roseville | Sacramento Municipal Utility District | City of Shasta Lake | Trinity Public Utility District 6001 S Street MS D109 Sacramento CA 95852-1830 WWW.THEBANC.ORG

## Foundational Considerations

- Benefits to the Member Customer-Owners
  - Independence and self-determination voluntary participation
  - Economic benefits minimize rate impacts
  - Reliability
  - Environmental impacts meeting CA/member goals
  - Ensure adequate trading parties

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## **Evaluation Approach**

- Active participation in both the EDAM and Markets+ development efforts
  - Determined that transfer capability and design favored EDAM
- Conducted gap analysis & benefit analysis for EDAM
  - Showed small but positive net benefits (\$~5.5 million/year)
- Factored in experience from WEIM

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# WEIM Experience

- Voluntary nature allows BANC & its members to maintain their self-determination
  - Not mandated to become a PTO
- Economic benefits have far exceeded original cost/benefit analysis
- Demonstrated ability to support reliable operations
- Reduced renewable curtailments => support member environmental goals
- Maintaining trading capability

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# Conclusion

- Based upon:
  - Market design as outlined in the approved tariff,
  - Voluntary nature of the market, as reinforced by the Pathways Initiative proposal,
  - Expected more efficient economic redispatch of participant resources, including more efficient use of renewable resources,
  - The size and diversity of the expected market footprint.
- BANC has concluded that EDAM best meets the goals of maximizing benefits to the member customer-owners

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### Questions





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