

Advocating for Ratepayers & Clean Energy at ISO-NE

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What and Who is the New England Power Pool (NEPOOL)?

- NEPOOL was founded in 1971 as a voluntary association of wholesale electric market participants from the six New England States.
- NEPOOL was created to handle central dispatch of generation in New England; settlements and billing; coordinated outages of transmission and generation equipment; joint planning and other measures to improve system reliability and economics.
- In 1996, NEPOOL proposed the creation of the Independent System Operator (ISO) for New England and in 1997, ISO-NE was created. Its duties were to operate regional power system, implement wholesale markets and ensure open access to transmission lines.



NEPOOL after the Creation of ISO-NE

- NEPOOL became the primary stakeholder advisory body to ISO-NE.
- NEPOOL's relationship with ISO-NE is governed by the Participants Agreement.
- NEPOOL's multi-faceted mission includes ensuring reliability; creating and sustaining open, competitive wholesale markets; and providing for an equitable allocation of costs, benefits and responsibilities among market participants.



How is NEPOOL Organized?



Source: NEPOOL Annual Report, http://nepool.com/Annual Reports.php



Subcommittee

The Importance of NEPOOL Membership

- AGO has been a NEPOOL member since 2009.
- At NEPOOL the AGO advocates for an electric grid that is
 - (1) safe,
 - (2) reliable,
 - (3) clean
 - (4) fair (to all customers and technologies), and
 - (5) low cost to customers.
- The benefits of NEPOOL membership



AGO as a NEPOOL Member (cont.)

- Attend and actively participate in all the technical committee meetings every month, as well as the Participants' Committee meeting.
- Serve as Vice-chair of the End User sector.
- Evaluate ISO-NE proposed market designs and rule changes.
- Propose alternative market designs and amendments to ISO-NE proposals.
- Advocate at FERC.



Some 2020 Stats on NEPOOL Activities



69 Days of Committee Meetings



275 Principal Committee Votes



251 Legal Proceedings

(participated in or actively monitored)



512 Participants

Source: adapted from NEPOOL Annual Report, http://nepool.com/Annual_Reports.php



Examples of Successes through the NEPOOL/ISO Process

- Ensuring transparency and accountability in transmission rates
- Return on equity (ROE) on the amounts invested in transmission facilities
- Enacting tariff changes so that Energy Efficiency, Demand Response and Storage can participate in wholesale markets on an even footing
- Facilitating entry of Offshore Wind and Storage into the Forward Capacity Auction (ORTPs)



Barriers to Participation

- Subject matter is technical and complex
- Time and expense
- Most NEPOOL meetings are not open to the public
- Until recently, no press was allowed at the meetings
- FERC has the final say on market design issues



New England States also Advocate for Clean Energy and Ratepayer Interests at ISO-NE.

• The states are not members of NEPOOL but they are active in the NEPOOL process.

 Recently the New England States have been reexamining their relationship with ISO-NE and they are calling for changes.



What are the New England States doing to integrate clean energy into the markets?

- NE States recently issued a Governors' Letter and a Vision Statement
 - → Available at <u>www.nescoe.com</u>

• The States are participating in the ongoing Future Grid process with NEPOOL and ISO-NE.



NE States Vision Statement

NESCOE October 2020: New England States' Vision for a Clean, Affordable, and Reliable 21st Century Regional Electric Grid

documents at www.nescoe.com





Source: NESCOE CLG Presentation: https://www.iso-ne.com/static-assets/documents/2020/12/clg_nescoe_vision_dec_2_2020.pdf

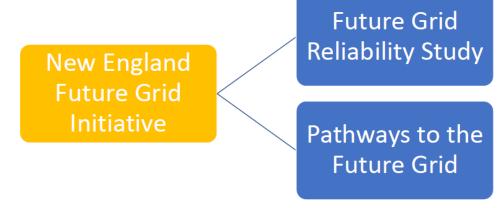


The Future Grid Process

2020 NEPOOL | ISO-NE | States

NESCOE sought the Future Market Pathways discussion and has communicated a time urgency about moving forward.

The Vision Statement is not intended to replace or disrupt or slow this imperative collaborative work.



✓ Future Grid Reliability Study

More at NEPOOL.com

- ✓ Potential Pathways to Future Grid
- √ Future Grid Reference Library



Good News: Your Government Representatives are Advocating for you

AGO

NESCOE (representing all the NE states)

MA Agencies DPU/EEA



Good News: It is Possible for Consumers to make a <u>Difference in ISO-NE's Policies</u> and Processes

Changes may be incremental but progress has been made.

The New England States' recent push is adding momentum.



Keep Learning; Be Informed; Educate Others

There are many resources:

- www.iso-ne.com
- www.nescoe.com
- www.nepool.com
- Commercial publications like Utility Dive and RTO Insider

- Work with the AGO and your government representatives and ensure that they have the information you think is necessary for informed decision-making.
- Help educate and express your views to your Legislators.



Participate in the upcoming online conferences that will be hosted by the states and will be open to the public.

Attend the quarterly ISO-NE Consumer Liaison Group meetings.

https://www.iso-ne.com/committees/industry-collaborations/consumer-liaison/

Join NEPOOL as an end user.

Join a public interest organization that is a NEPOOL end user.

Join a local group that is active in the clean energy sphere



Conclusions & Key Takeaways

 The AGO and the States are working for Massachusetts ratepayers and Massachusetts clean energy policies at NEPOOL and FERC

 Progress on integrating clean energy into wholesale markets is gradual and will require new market designs, but the process is speeding up.

 There are a number of ways you can educate yourselves and get involved.



Thanks!