

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA
RESOLUTION 9227
RESOLUTION AUTHORIZING THE ADOPTION OF RESOURCE ADEQUACY
PROGRAM ELEMENTS
AS METROPOLITAN'S LOCAL REGULATORY AUTHORITY

WHEREAS, the Metropolitan Water District of Southern California (Metropolitan) owns and maintains its Colorado River Aqueduct transmission and electric system (CRA System) to serve the electrical needs of its pumps along the Colorado River Aqueduct.

WHEREAS, Metropolitan is a party to a Service and Interchange Agreement with the Southern California Edison Company (Edison) for the management of the CRA System, which will terminate September 30, 2017.

WHEREAS, Metropolitan has negotiated an Operating Agreement, effective October 1, 2017, with the California Independent System Operator Corporation (CAISO) under which Metropolitan will assume management of its own CRA System load.

WHEREAS, Metropolitan will be responsible for meeting the resource adequacy requirements of the CAISO tariff, previously met for Metropolitan by Edison, to ensure reliable electrical service.

WHEREAS, Metropolitan has authority to maintain control over what is required to meet resource adequacy requirements for its unique CRA System load by developing its own resource adequacy program, which shall include (1) a reserve margin; (2) criteria for determining qualifying resource types and their qualifying capacity; and (3) the Gene and Intake Pump Load Interruption Program.

WHEREAS, the Metropolitan Board exercises this authority as the governing body for Metropolitan and is considered a "Local Regulatory Authority" (LRA) under the CAISO tariff.

WHEREAS, the CAISO will accept the reserve margin and qualifying capacity determinations by Metropolitan's LRA, and account for the demand response achieved by the Gene and Intake Pump Load Interruption Program, in determining Metropolitan's resource adequacy obligations, thus avoiding higher default requirements that would impose greater costs on Metropolitan than needed to reliably manage the demands of its CRA System load.

NOW, THEREFORE, THE METROPOLITAN BOARD OF DIRECTORS HEREBY FINDS AS FOLLOWS:

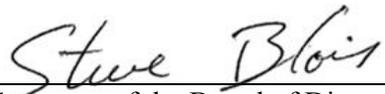
Section 1. Consistent with applicable provisions of the Operating Agreement between CAISO and Metropolitan and applicable sections of the CAISO tariff, the Board of Directors hereby asserts its role as the LRA for Metropolitan.

Section 2. As the LRA, the Board of Directors hereby adopts this Resolution approving the following elements of Metropolitan's Resource Adequacy Program: (1) a reserve margin of 105% of peak load; (2) qualifying capacity of use-limited, non must-offer resources such as Hoover and Parker based on either entitlement or forecast capacity; and (3) the Gene and Intake Pump Load Interruption Program.

Section 3. The General Manager, or the General Manager's designee, is hereby authorized and directed to implement and manage Metropolitan's Resource Adequacy Program and adopt or modify meter standards governing Metropolitan's meter-related activities in compliance with CAISO requirements.

IN WITNESS WHEREOF, the Metropolitan Board of Directors has caused this Resolution to be signed by the Chairman of the Board of Directors and the Secretary of the Board of Directors of Metropolitan, and sealed with the corporate seal.


Chairman of the Board of Directors
of The Metropolitan Water District
of Southern California


Secretary of the Board of Directors
of The Metropolitan Water District
of Southern California

COUNTERSIGNED:


General Manager
of The Metropolitan Water District
of Southern California

Governing Law. This Resolution shall be construed and governed in accordance with the laws of the State of California.

I HEREBY CERTIFY that the foregoing is a full, true and correct copy of a Resolution adopted by the affirmative votes of members representing more than 50 percent (50%) of the total number of votes of all members of the Board of Directors of The Metropolitan Water District of Southern California at its meeting held on June 13, 2017.


Secretary of the Board of Directors
of The Metropolitan Water District
of Southern California