



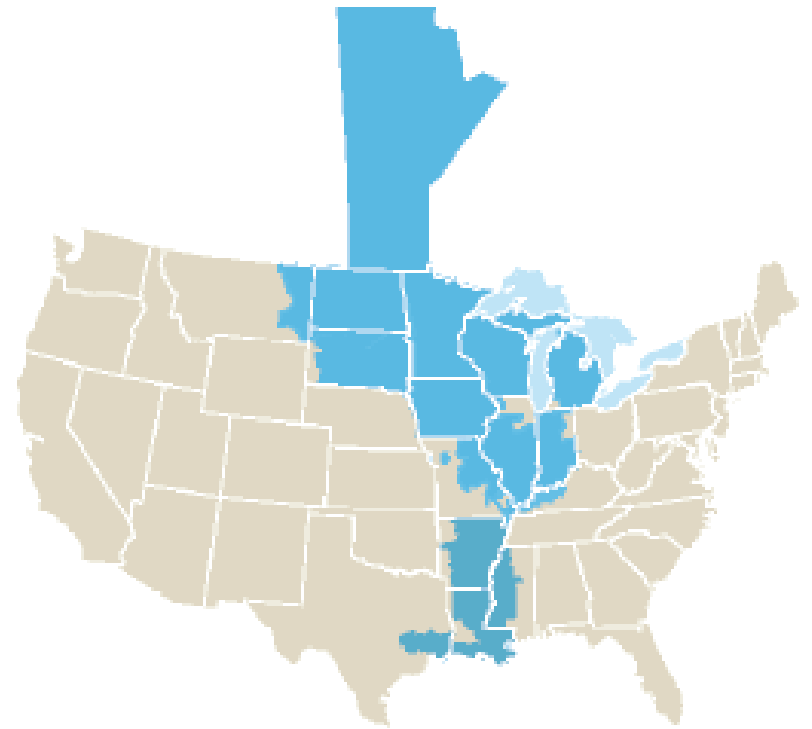
Organization of MISO States

Regulatory Cooperation to Promote Regional Markets

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World Forum on Energy Regulation VI
May 2015

MISO

The Midcontinent
Independent System
Operator (MISO)
became a Regional
Transmission
Organization in 2002





Organization of MISO States (OMS)

- Regulators in this region formed OMS in 2003 to better understand regional markets and planning
- OMS makes recommendations to MISO and to the Federal Energy Regulatory Commission

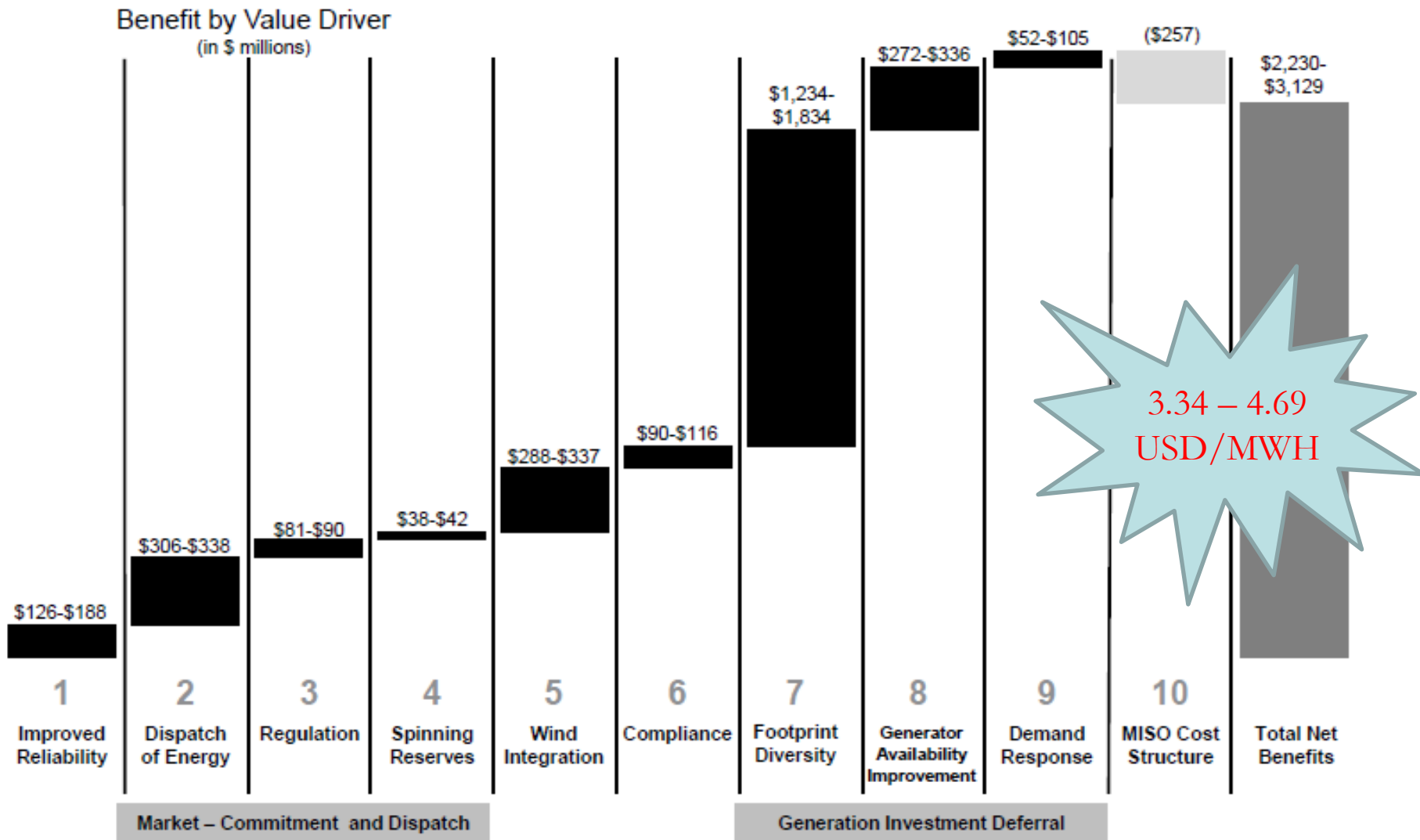


Savings from Regional Markets


Regional markets produce many types of savings:

- Improved reliability
- Commitment of generating units and dispatch of energy
- Integration of renewable generation
- Deferred investment in new generation

The MISO 2014 Value Proposition



<https://www.misoenergy.org/WhatWeDo/ValueProposition/Pages/ValueProposition.aspx>



Regulatory Characteristics to Support Regional Markets

- Agreement with colleagues on market structure
- Capacity to monitor regional markets
- Deference to market-determined prices
- Ability to consider benefits outside borders of individual state or nation
- Guidance for planning new long-term transmission investment
- Acceptance of new generation anywhere in the region
- Compromise on cost allocation