

Meeting Minutes
2009 Winter/Spring Operating Committee Meeting
Tuesday, April 7, 2009
The Grand Del Mar Resort – San Diego, California

Steve McAdams, President of the Operating Committee opened the meeting at 9:05 a.m.

- 100 attendees present for the meeting.
- Approximately 53 of the attendees held voting or proxy voting rights.

Mike Allman, President and CEO of Sempra Generation welcomed the members to San Diego.

Arnie Podgorsky, legal counsel for WSPP, provided the members guidance on Anti-Trust Laws.

Nominations were opened for Vice Chair and Secretary of the Operating Committee.

- Holly Krebs, J.P. Morgan Ventures Energy Corp., representing the nominating committee, presented the nominees for Vice Chair and Secretary.
- Donna Foy, Iberdrola Renewables, was nominated for Vice Chair and Tim Clemens, Southern Nevada Water Authority, was nominated for Secretary.
- **There was no opposition to either of the nominations; both nominees were elected to their respective positions for a term of two years.**

Proposed amendments to Service Schedule "C":

- Discussion led by Arnie Podgorsky
 - Two material changes
 - Reserves
 - Scheduling
 - Reserves: review of proposed changes to 3.3
 - Scheduling: review of proposed changes to 3.2
 - Energy: review of proposed changes to 3.4
 - 3.5 eliminated and 3.6 renumbered as 3.5
- Comments and discussion from the members moderated by Arnie Podgorsky; changes made to the proposed revisions.
- **It was resolved by the voting members present to adopt the reworded revisions to Service Schedule C. The resolution was carried by fifty votes in favor of, and three votes against the motion.**

Proposed Financial Institutions Annex

- Discussion led by Arnie Podgorsky
- Arnie explained the financial annex and opened the floor for discussion by members.
- No discussion from the members

- **It was resolved by the voting members present to adopt the Financial Institutions Annex. Again, the resolution was carried by fifty votes in favor of, and three votes against the motion.**

Mike Thompson, legal counsel for WSPP, led the discussion of other proposed service schedules.

- There were questions and discussions by the general group about creating transactions under separate schedule. There was a motion for a straw vote, with comments about each view for and against.
- Compensatory and punitive damages were discussed.
- Firming services. Jeff Atkinson, Chairman of the Executive Committee, urged members to participate at the Contract Sub-committee level and work to become further informative and educated in the various issues.
- Mike Thompson closed the discussion with a comment to return the whole issue back to the Contract Sib-committee for further review and work.

Leesa Nayudu, Vice Chair of the Executive Committee, provided a MRTU status update.

Brad Lech, representative of the CME Group/NYMEX, provided a presentation of EZ Gen Hub products.

Short note provided by Arnie Podgorsky on legal issues regarding MRTU.

Status of WECC's BAL- 002.

- David Lemmons, Xcel Energy Services, Inc. presented WECC's latest work on BAL-002
- During this discussion, Jeff Atkinson, commented that the authority of the WSPP officers needs to be more clearly defined with respect to taking positions before public agencies.

Arnie Podgorsky discussed legal updates and agreement issues.

- There was a comment from the group that the next meeting's agenda includes time for discussion about the Schedule C seller. Current effective agreement issue is 3/3/09. There was discussion of recent changes.
- Update on pending legislation.

Closing comments made by Steve McAdams.

- Discussion between Steve and the members regarding the next meeting location.
- Consideration to develop an Annex that can be used by members for renewable transactions.

Return voting cards.

Meeting was adjourned at 2:20 PM