

**ORGANIZATION OF MISO STATES, INC.  
ANNUAL MEETING MINUTES  
October 14, 2008**

**Approved December 1, 2008**

**Graham Edwards**, Chair of Midwest ISO Board of Directors extended a welcome to the OMS participants and observers at the OMS Annual Meeting.

A **Presentation** from Tom Wrenbeck, ITC Holdings and Greg LaVeck, ATC on the Midwest Stand Alone business model **preceded the business portion of the OMS Annual Meeting**. A question and answer session with board members followed their presentation. This presentation follows the minutes.

Chairman John Norris, President of the Organization of MISO States, Inc. (OMS), called the business portion of the 2008 Annual Meeting of the OMS to order in Carmel, IN at approximately 10:30 a.m. (EDT) The following commissioners were present for the meeting:

Bob Lieberman, Illinois  
Greg Server, Indiana  
John Norris, Iowa  
David Armstrong, Kentucky  
Monica Martinez Michigan  
Tom Pugh, Minnesota  
Jeff Davis, Missouri  
Greg Jergeson, Montana  
Susan Wefald, North Dakota  
Valerie Lemmie, Ohio  
Jim Melia, proxy for Kim Pizzingrilli, Pennsylvania  
Greg Rislov, proxy for Gary Hanson, South Dakota  
Lauren Azar, Wisconsin

Manitoba absent  
Nebraska absent

The directors and proxies listed above established the necessary quorum for the meeting of at least eight directors being present.

Other parties were also present at the Annual Meeting. (list follows minutes)

**BUSINESS**

**2a. Nominating Committee Report and Election of Officers** –Tom Pugh, Kim Pizzingrilli, Susan Wefald

Tom Pugh of the OMS nominating committee offered the following slate of officers for 2009:

President	Lauren Azar	Wisconsin
Vice-President	Valerie Lemmie	Ohio
Secretary	Greg Jergeson	Montana
Treasurer	Tom Pugh	Minnesota
At-Large	David Armstrong	Kentucky

Jeff Davis moved to cast a unanimous ballot for the slate of officers presented by the nominating committee. Monica Martinez offered a second. The motion was approved by unanimous voice vote.

President Norris invited the new officers to attend the upcoming Executive Committee meetings. He reminded members that new officers would take their positions January 1, 2009.

**2b. Adopt Banking Resolution on Approval of 2009 OMS Officers**

Bill Smith explained the purpose of the banking resolution, which authorizes the OMS President, Treasurer and Executive Director to be signatories on the Chase Checking and Wells Fargo Savings accounts.

**Valerie Lemmie moved to approve the resolution. Greg Server offered a second. The motion was approved by unanimous voice vote.**

**2c. Approval of the 2009 OMS Meeting Calendar** - Bill Smith

The preliminary 2009 OMS Meeting calendar was presented. Board meetings will normally be held the second Thursday of the month at 1:00 p.m. central. Bill Smith indicated he would take another look at the OMS Board meeting scheduled February 12.

**Lauren Azar moved to adopt the 2009 OMS calendar as distributed. Greg Server offered a second. The motion was approved by unanimous voice vote.**

**3. Reports of OMS Work Groups** – OMS WG Chairs

The following OMS work groups chairs presented annual reports. (Reports follow minutes)

- Burl Haar – Long Term Development and Governance WG
- Bill Smith reported for Bob Pauley - Market Monitoring and Market Power Mitigation WG
- Bill Bokram – Markets WG
- Hisham Choueiki – Modeling WG
- Randy Rismiller – Pricing WG
- Don Neumeyer – Resource Adequacy and Capacity Markets WG
- Jerry Lein – Transmission Planning and Siting WG

The **NERC Ballot Process** was presented at this time by Doug Hills of Duke Energy.

**4. OMS Strategic Goals** – John Norris

President Norris began discussion of the OMS Strategic Goals developed at the OMS Special Board

meeting in August in St. Paul. (Goals document follows minutes.) President Norris indicated the work on the goals would begin in a timely fashion as soon as OMS adopts them.

Strategic Issue # 1 - Discussion followed with the three proactive issue goal areas:

- Cost Allocation
  - Internal MISO allocation
  - Leadership role in review of RECB
  - Cross-border allocations between MISO and PJM
- Regional planning / infrastructure
  - Covers MTEP, RGOS, JCSP, EWIGS, DOE corridors, Governors Associations
  - Closely related to cost allocation
- Market design and value
  - Lowering cost to customers
  - Evaluation of market competitiveness

**Jeff Davis moved that Lauren Azar's name be suggested to MISO to lead the RECB process. Valerie Lemmie seconded the motion. The motion was approved by unanimous voice vote.**

**Susan Wefald moved that OMS approve the three pro-active goal issues: Cost Allocation, Regional Planning/Infrastructure, and Market Design and Value. Lauren Azar seconded. The motion was approved by unanimous voice vote.**

Strategic Issue #2 – Education – Jeff Davis, Tom Pugh (presentation follows minutes)  
 Jeff Davis provided practical information for educating staff, commissioners and the executive branch of each state with the goal of continuity. It was suggested to compile a list of best communication practices. President Norris suggested having education reports as a standing agenda item. Jeff Davis indicated he would meet with Tom Pugh to develop of list of communication goals.

Strategic Issue #3 - MISO Governance – Burl Haar, Lauren Azar, Bob Lieberman

- Recognize all stakeholders' commitment to the public interest
- OMS role among stakeholders – “first among equals” in speaking for public interest
- Accept leadership roles within MISO stakeholder process – Lauren Azar will serve as leader of the RECB process.
- Work with MISO and stakeholders to enhance data transparency
- Maintain open communication with MISO leadership

Strategic Issue - #4 - Resolve retail distinctions - Susan Wefald, Randy Rismiller

With lots of differences among the states, OMS and FERC should understand that multiple flavors of positions may exist within the documents prepared by work groups. Randy Rismiller indicated he would work with Susan Wefald to develop recommendations to do this. Susan has two months to work on this. They will have recommendations by the December meeting.

- Renew our understanding that an OMS position may represent a majority of OMS states; assure clear expression and indication of other viewpoints

- FERC's understanding of positions should be clear
- OMS must recognize interests of rate payers in all states
- Re-engage Manitoba – Susan Wefald offered to travel to Manitoba to do this; President Norris also offered to help.

**Valerie Lemmie moved and Lauren Azar seconded the motion that OMS would also adopt the second, third and fourth strategic goals as a framework for going forward. The motion was approved by unanimous voice vote.**

### **OMS Work Group Restructuring – Bill Smith (Recommendation follows minutes.)**

Bill Smith highlighted the recommendations from the Work Group Chairs meeting concerning restructuring. Bill explained the need for chairs and keynote staff to attend monthly WG Chairs meeting. The Executive Director would retain the right to appoint task forces and ad hoc or temporary groups if needed.

**Valerie Lemmie moved that OMS adopt the OMS Working Group Structure as proposed. Lauren Azar seconded the motion. The motion was approved by unanimous voice vote.**

### **Summary of OMS Accomplishments in 2008 – John Norris**

During the meeting luncheon, President Norris presented awards to out-going officers, and recognized work group chairs for their contributions. President Norris also presented an overview of the OMS accomplishments in 2009. The summary document follows the minutes.

**Report from Market Monitor** - David Patton, the MISO Market Monitor, reported on the state of the market. A question and answer session with board members followed his report. His presentation follows these minutes.

### **Administrative Report**

Bill Smith reviewed the meeting schedule for Wednesday and Thursday after the OMS Annual meeting. He also indicated the WG Chairs meeting would start Wednesday at 3:00 pm EDT rather than 4:00 pm. A schedule of the meetings follows the minutes.

### **Announcements**

- OMS Executive Committee Meeting – October 23, 2008 at 1:00 pm CDT
- Please send in expense vouchers for this meeting by October 31, 2008.

### **Adjournment**

The OMS annual meeting adjourned at 2:30 pm EDT