



**ORGANIZATION OF MISO STATES, INC.
Board of Directors Meeting
Conference Call Minutes
August 18, 2016**

Approved September 22, 2016

Sally Talberg, President of the Organization of MISO States, Inc. (OMS), called the August 18, 2016 meeting of the OMS Board of Directors to order via conference call at approximately 1:00 p.m. (CST). The following board members or their proxies participated in the meeting:

Ted Thomas, Arkansas
Sherina Maye Edwards, Illinois
Angela Weber, Indiana
Libby Jacobs, Iowa
Talina Mathews, proxy for Michael Schmitt, Kentucky
Noel Darce, proxy for Eric Skrmetta, Louisiana
Regis Gosselin, Manitoba
Sally Talberg, Michigan
Matt Schuerger, Minnesota
David Carr, proxy for Brandon Presley, Mississippi
Adam McKinnie, proxy for Daniel Hall, Missouri
Kirk Bushman, Montana
David Shaffer, proxy for Jason R. Williams, City of New Orleans
Ken Anderson, Texas
Mike Huebsch, Wisconsin

Absent

North Dakota
South Dakota

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

Others on the call

Chris Miller – FERC
OMS staff and various staff participants from individual state commissions

Approval of Minutes from the July 14, 2016 Board Minutes

The minutes were accepted as amended.

Treasurer's Report

The July 2016 treasurer's report was accepted as submitted.

Review of the August 4, 2016 Executive Committee Meeting

Chair Talberg highlighted the following:

- Seams Policy work plan
- CRS tariff language issues were discussed and MISO's Richard Doying and the IMM, David Patton, presented their different perspectives on the CRS solution; both took questions from OMS members

Executive Director's Report

Tanya Paslawski provided a written report.

BUSINESS

1. FERC Update

Patrick Clarey provided the FERC update for August. He highlighted the following:

- At the July open meeting in a section 206 proceeding FERC found that the MISO and SPP tariffs may be unjustifiable.
- FERC directed NERC to provide new supply change risk management standard; NOI into how cyber-systems are used and operated in an effort to reduce risk of a cyber-attack.
- Commissioner Tony Clark is resigning; the September meeting will be his last meeting.

2. EISPC Update

Jan Brinch provided a written report.

3. MISO Advisory Committee

The July 27, 2016 meeting was canceled however Commissioner Angela Weber provided a short update on the CRS proposal reporting that the sectors were all currently constructing questions to present to MISO at the next meeting and that the proposal has been pushed back until November and will not take effect until 2017-2018.

4. MISO Planning Advisory Committee

There have been 2 PAC meetings since the last OMS board meeting.

Ted Thomas gave the report on the July 20, 2016 PAC and included the following:

- MISO reported the final future weightings results
- MISO proposed to include a generation retirement based on age as a sensitivity study starting in MTEP17. The OMS Transmission Planning work group will develop a series of questions and comments and the next report is due out at the August 17 PAC.
- MISO presented MTEP17 Study Scope Development Process
- MISO reported a Market Efficiency Project in the MISO north/Central region that they anticipate to recommend for MTEP16
- MISO is on track for BPM 020 and BPM 027 r revisions for the competitive developer selection process for the Duff/Coleman 345kV project

Ted Thomas gave the report on the August 17, 2016 PAC and included the following:

- There were several in depth discussions and requests for feedback on the following topics: regional transmission overlay study, interregional update, retirement sensitivity analysis, competitive transmission monthly update, MISO queue reform.

5. Action Item: Approval of the OMS 2017 Budget

Tanya Paslawski introduced the final OMS budget for 2017 and projections for 2018 & 2019.

Approval is only being requested for the 2017 budget. There were no questions or comments.

Angela Weber moved to approve the 2017 budget with contingencies. Ken Anderson seconded. The motion passed by a unanimous voice vote

6. Action Item: OMS Comments on MISO Board members pre & post service restrictions

Venkata Bujimalla explained what is stated in MISO's current by-laws. The governance and budget work group wanted to request more information before providing a recommendation but went on to say that if a response was necessary they recommended option 1, the one year pre and post service restriction option. There was further discussion on the proposed options.

Libby Jacobs moved to support option 1 out of the 3 proposed options but request that MISO provide further details and evidence as to why it believes any change is necessary. Ken Anderson seconded. The motion passed by unanimous voice vote (see attached).

7. Action Item: OMS Response to MISO AC September Hot Topic on Resource Adequacy

Marcus Hawkins gave a high-level walk through of the proposed OMS response document that touched on the highlights of each of MISO's five questions.

Libby Jacobs moved to accept the Hot Topic comments with minor clean-up changes suggested by David Shaffer, council for the City of New Orleans. The motion was seconded. The motion passed by unanimous voice vote with Indiana, Manitoba and Illinois abstaining (see attached).

8. Update: Competitive Retail Solution

Bonnie Janssen provided highlights and next steps. She reported that MISO has delayed changing the tariff language until November and the CRS would not be effective until 2018-2019. The Resource Adequacy work group has drafted questions to present to MISO at the next AC meeting and there will be a full discussion on this topic at the next RASC meeting.

9. Update: Letter to Board Chair on Integrated Resource Planning

Sally Talberg noted that she submitted a letter to MISO Board member, Judy Walsh, in response to Judy's June letter on Integrated Resource Planning (see attached).

10. Update: Seams Policy Draft

Adam Mckinnie informed the board that the Seams work group has had two meetings and has scheduled a third on this matter. He admitted that there were a few topics where agreement has been difficult and alternatives are being presented. Sally Talberg requested that the draft be completed by the next board meeting for discussion in hopes that a policy could be adopted by the end of the year.

11. Possible Action Item: AD16-18 Post Technical Conference Comments

Tanya Paslawski offered an update on the process. She explained that there was an extension to the request and that three OMS work groups were working to identify questions and developing a response for the September Board meeting.

12. Open Mic:

There were no open mic comments.

11. Closed Session

Following the open meeting which ended around 2:00 p.m. (CT), the OMS Board moved to closed session at approximately 3:02 p.m. (CT) to discuss the next item. The following board members or their proxies participated in the meeting:

Ted Thomas, Arkansas
Sherina Maye Edwards, Illinois
Angela Weber, Indiana

Libby Jacobs, Iowa
Talina Mathews, proxy for Michael Schmitt, Kentucky
Noel Darce, proxy for Eric Skrmetta, Louisiana
Regis Gosselin, Manitoba
Sally Talberg, Michigan
Matt Schuerger, Minnesota
David Carr, proxy for Brandon Presley, Mississippi
Adam McKinnie, Missouri
Kirk Bushman, Montana
David Shaffer, proxy for Jason R. Williams, City of New Orleans
Greg Rislov, proxy for Gary Hanson, South Dakota
Ken Anderson, Texas
Mike Huebsch, Wisconsin

Absent
North Dakota

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

Action Item: ER14-1736 SPP cost allocation settlement

Tanya Paslawski presented a preliminary position document and explained that she had two goals: one, to make sure OMS members were comfortable with the documents and two to determine an OMS position. After much discussion it was decided that Tanya would rework the document to show OMS as a non-opposing party, capture abstentions and note other parties participating individually.

Libby Jacobs motioned to move forward with this approach and Angela Weber seconded that motion.

The voting results were as follows:

11 yes votes, 5 abstentions (IL, MO, WI, TX and Manitoba) , 1 state absent the vote

Tanya Paslawski agreed to compose the document and circulate it to the board before filing at FERC.

ADJOURNMENT

The meeting of the OMS Board of Directors meeting adjourned at approximately 2:20 p.m. (CST).

Revised 8/16/2016

The Organization of MISO States Board of Directors will hold its monthly meeting via conference call Thursday, August 18, 2016 at 1:00 pm (Central).

- The call in numbers are US Toll Free [1-800-882-3610](tel:1-800-882-3610); Canada Toll Free [1-866-605-3851](tel:1-866-605-3851) and the conference code is [7121015](tel:7121015) for both lines. All callers will be automatically muted and must push **60# to unmute/61# to mute again**.
- Board members who cannot attend the call should notify Kirk Bushman at kbushman@mt.gov with a copy to Colleen at colleen@misostates.org to designate a proxy for this meeting.
- At the conclusion of the open session of this meeting, there **will be a closed session** for OMS members only. The call-in number and conference code will be sent in an email message on the morning of the meeting.

Agenda

- Call Meeting to Order – Chairman Sally Talberg 1:00
- Attendance, Recognition of Proxies, Declaration of a Quorum – Commissioner Kirk Bushman
- Approval of Minutes from the July 14, 2016 Board meetings – Chairman Sally Talberg
- Treasurer's Report/OMS Budget to Actuals for July 2016 – Commissioner Ken Anderson
- Review of Executive Committee meeting on August 4, 2016 – Chairman Sally Talberg

Administrative Update

1. Report from the Executive Director – Tanya Paslawski 1:05

Business

1. FERC Update – Patrick Clarey or Chris Miller 1:10
2. EISPC Update – written update in board packet by Jan Brinch 1:20
3. MISO Advisory Committee – **July 27, 2016 meeting was cancelled** 1:20
4. Planning Advisory Committee – Ted Thomas 1:30
5. Action Item: Approval of OMS 2017 Budget – Tanya Paslawski 1:30
6. Action Item: OMS Comments on MISO Board members pre & post service restrictions – Venkata Bujimalla 1:35
7. Action Item: OMS Response to MISO AC September Hot Topic – Bonnie Janssen 1:40
8. Update: CRS – **Bonnie Janssen** 1:45
9. **Update:** letter to MISO Board Chair on IRP – Sally Talberg 1:55
10. Update: OMS Seams Policy draft – Adam McKinnie/Lori Sakk 2:00
11. Possible Action Item: AD16-18 Post Technical Conference Comments – Tanya Paslawski 2:05
12. Open Mic – membership comment opportunity 2:10

Closed Session

Action Item: ER14-1736 SPP cost allocation settlement

Announcements

- Next OMS Executive Committee meeting: Thursday, September 1, 2016 at 1:00 pm CT
- Next regular OMS Board of Directors meeting: Thursday, September 22, 2016 at 1:00 pm CT

Adjourn

2:30