

The Organization of MISO States Executive Committee will hold a meeting by conference call, Thursday, February, 2005 at 2:00 pm (central time). The call in number is 877- 452-6418. The conference code is 701- 328-2400 followed by the # sign. Board members who cannot attend the call should notify Ken Nickolai to designate a proxy for this meeting.

Agenda

Attendance

Recognition of Proxies

Declaration of a Quorum

Call Meeting to Order

Approval of the Minutes of the January 27 Executive Committee meeting – Ken Nickolai, Secretary

Business Items

1. Review of Upcoming Dates - Bill Smith, Executive Director
 - Readiness
 - Capacity Markets
 - Pricing / RECB

2. Discussion item. Revisions to OMS Travel Policy - Bill Smith
 - Some updating is needed on per diem amounts
 - Review year's experience
 - User reaction?
 - Executive Director guidelines and policy
 - NARUC, MISO, OMS
 - Need guidance, out of country: not related to OMS business
 - Changes should be presented to the OMS Board

3. Discussion item. Updates to Other OMS Guidance - Bill Smith
 - Lead State Responsibility
 - Public Relations Policy
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Announcements

- Next regular OMS Executive Committee meeting Thursday, March 24, 2005 at 2:00 pm (cst)

**ORGANIZATION OF MISO STATES, INC.
EXECUTIVE COMMITTEE MEETING MINUTES
January 27, 2005**

DRAFT

Commissioner Kevin Wright, President of the Organization of MISO States, Inc. (OMS), called the January 27, 2005 Meeting of the OMS Executive Committee to order via conference call at approximately 2:00 p.m. (CST). The following directors participated in the meeting:

Kevin Wright, Illinois
Nancy Campbell, proxy for Ken Nickolai, Minnesota
David Sapper, proxy for Bert Garvin, Wisconsin
Judy Jones, Ohio
Steve Gaw, Missouri

Others participating in the meeting were:

Don Neumeyer, Wisconsin
Dave Svanda
Bill Malcolm, MISO
Purvi Patel, ITC
Bill Smith, OMS

The directors listed above established the necessary quorum of three (3) Executive Committee members.

Business Items

1. Discussion - Review of Upcoming Dates - Bill Smith

Bill Smith began the discussion by reiterating MISO's announcement to delay the start of the Market until April 1. He offered to email the press release to the OMS directors as soon as he received it from MISO. This would allow a more relaxed timetable for comments on Market Readiness. Nancy Campbell hoped that the market delay would mean that OMS comments will not even need to be filed.

- Bill Smith discussed the status of the draft of the data confidentiality comments. There was a misunderstanding, and one round of comments was missed when the draft was not sent out this week. It was sent out this morning. The document should be available to be sent out Monday (1/31/05) to be discussed at the MM&MWG conference call Wednesday Feb 2. After another review of the comments is completed, the final draft should be ready to be sent out Friday, February 4 for Commissioners to review before discussion and voting is done at the February 10 OMS BOD meeting. FERC has accepted the OMS motion and has extended the filing date to February 11. (This means that the February 3 Special Board Meeting date to discuss the State Access to Data Confidentiality Comments will not be necessary.)
- Kevin Wright and Judy Jones felt the new timeline would be much better for their commissions in reviewing and voting on the final comments prior to the February 10 OMS BOD meeting.

2. Discussion - Restructure of OMS Work Groups - Bill Smith

- Bill Smith explained that he feels MISO work groups and OMS work groups might be better aligned work wise and interest wise, if OMS were to do some restructuring. Bill referred to the MISO committee organization as it exists on the MISO web site. Direct matches

between MISO and OMS exist with the Supply Adequacy and Resource Adequacy work groups, the Demand Response work groups; the Market Rules and Implementation Timelines work group overlays a couple of MISO task forces. Pricing, Seams and Market Monitoring don't really have matches, but Bill thought that might be okay.

- Looking ahead he sees several work groups that might need to change or take on a different structure. There is a MISO Subcommittee that OMS MRIT WG might want to shadow for a while to see if they might want to take a role. OMS Pricing WG might match up with MISO's RECB TF. Seams WG and Congestion Management and FTR Allocation WG have both talked about ending up their work this year- maybe in August when the next allocation process ends. Bill then requested suggestions and input from executive committee members.
- David Sapper brought up the idea of an Accounting or Financial Reporting work group. David envisions an open-ended work group, something like NARUC's, populated only by accountants. Bill sees it as something bigger than accounting, more like a Rate Case Support Function.
- Steve Gaw asked where OMS was going with this issue as OMS. Steve also wondered if there was an adequate process in place, from the states' perspective, to keep costs under control. He felt that all of the RTOs are going to experience questions about their expenditures until one develops a model that demonstrates there is a good checks and balance system in place. David Sapper says the Ad Hoc Finance Committee needs some computer consultants to help. Steve doesn't want the OMS to have to shoulder this. Judy Jones thinks communicating their finances is part of MISO's problem.
- President Wright asked where OMS should go from here. He thought there were two different issues to address; and asked David Sapper and Bert Garvin to get a straw man document going. David agreed to get both issues started.

Judy Jones offered a motion to adopt the December 23, 2004 OMS Executive Committee meeting minutes and January 13 Special Executive Committee meeting minutes as distributed. Steve Gaw seconded. By voice vote the directors unanimously approved the minutes as presented

3. Action item - Appoint Personnel Committee to review contracts for OMS staff - Bill Smith

- Bill Smith asked if a small group of executive committee members would be willing to look at the OMS staff employment contracts, specifically to address Julie's hours cap, adjust a benefits package and review compensation.

Steve Gaw moved that Judy Jones and Ken Nickolai be appointed to serve on an OMS Personnel Committee for the Executive Committee to address OMS staff issues. David Sapper offered a second. The motion carried unanimously by a voice vote of the committee members.

Meeting adjourned at 2:40 pm central time.