

**ORGANIZATION OF MISO STATES, INC.
EXECUTIVE COMMITTEE MEETING MINUTES
May 30, 2006**

Approved August 29, 2006

Commissioner Steve Gaw, President of the Organization of MISO States, Inc. (OMS), called the May 30, 2006 meeting of the OMS Executive Committee to order via conference call at approximately 2:00 p.m. (CDT). The following directors participated in the meeting:

President - Steve Gaw, Missouri
Vice President - Judy Jones, Ohio
Secretary - John Norris, Iowa
Treasurer - Kim Pizzingrilli, Pennsylvania
Commissioner at Large - Gary Hanson, South Dakota

Others present on the conference call:

Jeff Johnson, Jorge Valladares, Kentucky
Bryan Baldwin, Montana
David Sapper, Wisconsin
Kim Joyce, Pennsylvania
Patrick Clarey, FERC
Warren Day, American Transmission Co.
Bill Smith, OMS Staff

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

Business Items

1. Filling the At Large vacancy caused by the resignation of Ken Nickolai.

John Norris moved that Gary Hanson, South Dakota be appointed to take over the At Large position on the Executive Committee vacated by Ken Nickolai of Minnesota. Judy Jones seconded the motion. By voice vote of the members present, the motion passed unanimously.

2. Reviewed agenda for June 8 board meeting. - Bill Smith

President Gaw asked for review of the agenda for the next OMS Board meeting. Bill Smith indicated the agenda has already been sent out due to the holiday weekend. The main items on the proposed agenda include:

- Adoption of Petition for Rehearing of FERC's May 9 order on Broad Constrained Area Mitigation from the Market Monitoring and Mitigation Work Group
- Judy Jones referred to the MISO AC meeting. She indicated that April Paronish of MISO has requested a white paper from OMS on Cost Benefit Analysis by June 7 in order to provide to the MISO Board. David Sapper sent out a white paper draft to his work group on the comments OMS filed in the RTO Cost Inquiry of 2005. He thinks MISO will allow OMS to file this white paper on June 8, directly after the board meeting. Judy agreed with David that MISO will accept it on June 8. Bill agreed to add this to the June 8 agenda.

3. Reviewed agenda for June 21 board meeting. - Bill Smith

Bill Smith suggested the meeting would start out at 12:15 pm and adjourn at 4:00 pm. Items to be addressed at the meeting:

- The June 21 agenda is intended to wrap up the topic of Resource Adequacy, and then turn OMS' attention in July to ancillary services.
- The meeting would start out with MISO's response to OMS questions on subregional geographic reserve margins, as well as reliability vs. market metrics in MISO.
- Other items for discussion are the relationship among Operating reserves, Ancillary service markets, Reliability through Markets concept, and Demand response

4. Designation of in-person board meeting June 21 in Columbus for travel reimbursement purposes.

John Norris moved to designate the June 21 OMS Special Board meeting as an in-person board meeting for travel reimbursement purposes for anyone wishing to attend, who is not otherwise attending the MARC conference in Columbus, OH. Kim Pizzingrilli seconded the motion. By voice vote of the members present, the motion passed unanimously.

5. Discussion of the proposal for the Midwest Region Small Generator Interconnection Collaborative Informational meeting June 15, 2006 - Bill Smith

Bill Smith described the program to be offered by the DOE on June 15. It will be offered as both a webcast and an in-person meeting for those interested. Kim Pizzingrilli indicated Pennsylvania would have someone attending. President Gaw asked for additional P.R. to make the meeting publicized to the membership.

6. Review of the OMS audit report and IRS 990 filing - Kim Pizzingrilli

Bill Smith explained that hard copies of the audit report and the IRS 990 filing were sent to each of the directors for informational purposes. (Reports were also emailed.)

- There was no need for a vote from the committee on the report, however, Kim Pizzingrilli asked that officers consider reviewing the number of hours per week they typically spend doing OMS work to update the IRS 990 filing for next year.
- President Gaw asked if the auditors' letter had made specific recommendations for any changes. Bill Smith indicated the auditors did not recommend any procedural suggestions.

Administrative Report - Bill Smith

Upcoming OMS project deadlines - Bill highlighted the following deadlines:

- June 8 - BCA rehearing and the white paper to MISO on Cost Benefit Analysis.
- August - response due on the Ancillary services filing.
- September - RECB filing and a response opportunity.

Announcements

- Next OMS Executive Committee meeting Tuesday, June 27 at 2:00 pm (CDT)
- Next OMS Board of Directors meeting Thursday, June 8 at 2:00 pm (CDT) and Wednesday June 21 12:00 noon (EDT) Columbus, Ohio

Adjournment

At 2:50 pm (CDT the OMS Executive Committee meeting adjourned.