

Functional Model Working Group

August 27, 2007

Conference Call Meeting Notes

1. Administration — Secretary

a. Introductions — Mr. Cyrulewski led introductions of attendees:

Jim Cyrulewski	Mike Raezer	Al DiCaprio	Tony Jankowski
Roman Carter	Ben Li	Ellis Rankin	Steve Crutchfield
Dennis Chastain	Kevin Conway		

b. NERC Antitrust Compliance Guidelines — Mr. Crutchfield reviewed the NERC Antitrust Compliance Guidelines with the group.

2. **Respond to Maureen Long's E-mail** — The FWMG generally agrees with the response except as edited below:

Planning Authority

The ERO should explain its plans to make FAC-010-1 consistent with the most recent iteration of the Functional Model, and how this may affect the applicability of the Reliability Standard to individual entities.

Response: The NERC Compliance Registration process does not yet include the Planning Coordinator. At this time, entities have registered to perform the requirements assigned to the, 'Planning ~~Coordinator~~ Authority', not the 'Planning Coordinator ~~Authority~~'. As FAC-010, FAC-011 and FAC-014 assign requirements to the 'Planning Authority' there is no mismatch between the Compliance Registry and the requirements in these standards.

While Version 3 of the Functional Model uses more words to define the 'Planning Coordinator' function than Version 2 of the Functional Model used to define the 'Planning Authority', the intent of the two 'functions' is ~~essentially~~ the same.

The definition of the Planning Authority, from Version 2 of the Functional Model is:

Ensures a long-term (generally one year and beyond) plan is available for adequate resources and transmission within a Planning Authority Area. It integrates and assesses the plans from the Transmission Planners and Resource Planners within the Planning Authority Area to ensure those plans meet the reliability standards, and develops and recommends solutions to plans that do not meet those standards.

The definition of the Planning Coordinator, from Version 3 of the Functional Model is:

The Planning Coordinator is responsible for assessing the longer-term reliability of its Planning Coordinator Area. While the area under the purview of a Planning Coordinator may include as few as one Transmission Planner and Resource Planner, the Planning Coordinator's scope of activities is more "global" than individual system plans. By its very

nature, Bulk Electric System planning involves multiple entities. Since all electric systems within an integrated network are electrically connected, whatever one system does can affect the other systems. Planning Coordinators work through a variety of mechanisms to conduct facilitated, coordinated, joint, centralized, or regional planning activities.

While NERC recognizes there is a need to modify the compliance registration process to include the Planning Coordinator, on an interim basis any requirement assigned to the 'Planning Authority' is assumed to also apply to the 'Planning Coordinator'.

The following is for informational purposes:

Background Information regarding change from Planning Authority to Planning Coordinator:

The wording change between Versions 2 and 3 of the Functional Model was a result of feedback from industry participants concerning the interpretation of the word "Authority". Industry participants and the FMWG agreed to change the entity from Planning authority to Planning Coordinator. The FMWG also changed some of the action words in the definition of Planning Coordinator.

Action Item: Mr. Crutchfield to send revisions to FMWG for comment; FMWG to respond by August 31, 2007.

3. Adjourn

The conference call was adjourned at 3:25 p.m.