



NORTH AMERICAN ELECTRIC RELIABILITY COUNCIL

Princeton Forrestal Village, 116-390 Village Boulevard, Princeton, New Jersey 08540-5731

Resources Subcommittee Conference Call Minutes

Date: July 9, 2002

Start Time: 1:56 pm, EPT

Stop Time: 3:56 pm, EPT

Subject: ERCOT Frequency Issues and Policy 1, Section C

Conference call participants:

Resources Subcommittee

Carl Monroe, RS Chairman
Don Badley
Terry Bilke
Randy Jones
Wayne Kemper
Bob Kissner
Don McInnis
Tom Vandervort

Visitors

Mark Henry, ERCOT
Howard Illian
Robert Blohm

Chairman Carl Monroe presided over the meeting.

Policy 1, Section C, and Appendix 1C

The Resources Subcommittee has completed a final draft of Policy 1, Section C, and Appendix 1C. After a discussion on the proposed revisions, the Subcommittee by general consensus proposed the revisions be presented to the Standing Committees Executive Committee for Ballot, at the July 16, 2002, Quebec City Meeting. The Resources Subcommittee recommends the revisions be approved for implementation on a one to one-and-one-half year trial basis to allow the industry to become familiar with and implement the measurements. Assistance from the Compliance Subcommittee to implement the new standard (similar to a compliance field test) and to build a measurement template is also suggested.

ERCOT Frequency Issues

Mark Henry and Howard Illian participated in the conference call to represent ERCOT and to present recommendation to address ERCOT's CPS1 and CPS2 frequency concerns. A constructive discussion on the issues and concerns pursued. The discussions led to two Subcommittee recommendations, as follows:

Terry Bilke made a motion to recommend extending the ERCOT CPS2 waiver until the November 2002, Standing Committee Meetings in Dallas. This extension will allow ERCOT to bring alternative solutions and documentation to the July 31 – August 2, 2002, Resources Subcommittee meeting to support a permanent solution. The Resources Subcommittee approved the motion.

Terry Bilke made a motion to recommend granting a waiver to increase ERCOT's CPS1 Epsilon from 20 mHz to 30 mHz until the November, 2002, Standing Committee Meetings in Dallas. The recommended waiver will allow ERCOT to bring supporting data to the July 31 – August 2, 2002, Resources Subcommittee meeting to support a permanent solution. The Resources Subcommittee approved the motion.

ERCOT has the responsibility to write a brief CPS1 waiver request, as discussed above, for the Resources Subcommittee to endorse at the upcoming Standing Committee meetings.