

Joint Meeting
NERC Transmission Loading Relief IRO-006 Standard Drafting Team
NAESB Business Practices Subcommittee

Lakeside Conference Center
Directly across the street from:
Midwest ISO
701 City Center Drive
Carmel, Indiana 46032
317-249-5400

April 18, 2007 8:00 – 5:00 pm (Eastern Time)
Conference phone number 1 (866) 289-4175 Conference code is 4094528060#
Meeting number: 719 853 247 Meeting password: 123456
<https://nerc.webex.com> or <https://nerc.webex.com/nerc>

April 19, 2007 8:00 am – noon (Eastern Time)
Conference phone number 1 (866) 289-4175 Conference code is 4094528060#
Meeting number: 719 877 956 Meeting password: 123456
<https://nerc.webex.com> or <https://nerc.webex.com/nerc>

Agenda

- 1. Welcome and Introductions – D. Zwergel / Ben Li**
 - a. NERC TLR Drafting Team Roster
Chairman Zwergel will lead the welcome of the TLR drafting team members, NAESB Business Practices Subcommittee, and guests.
 - b. Antitrust Compliance Guidelines — Bill Lohrman
Bill Lohrman will review the NERC Antitrust Compliance Guidelines provided in **Attachment 1b**. It is NERC's policy and practice to obey the antitrust laws and to avoid all conduct that unreasonably restrains competition. This policy requires the avoidance of any conduct that violates, or that might appear to violate, the antitrust laws. Among other things, the antitrust laws forbid any agreement between or among competitors regarding prices, availability of service, product design, terms of sale, division of markets, allocation of customers or any other activity that unreasonably restrains competition. It is the responsibility of every NERC participant and employee who may in any way affect NERC's compliance with the antitrust laws to carry out this commitment.
 - c. Review of Agenda — Ben Li
Ben Li will review the objectives of the meeting.

**TLR IRO-006 Standard Drafting Team
Joint Meeting Agenda April 18–19, 2007**

2. Reference Documents

- a. TLR Drafting Team Roster
- b. NERC Antitrust Guidelines
- c. Draft IRO-006 standard
- d. Draft IRO-006 standard Attachment 1
- e. Draft IRO-006 standard Attachment 2
- f. Draft industry white paper
- g. Draft comment form
- h. WECC congestion management
- i. ERCOT congestion management
- j. Guideline document for review of standards
- k. NERC / NAESB cross reference (to be sent via separate email)
- l. Updated NAESB business practice (to be sent via separate email)
- m. Joint NERC / NAESB TLR operator's manual (to be sent via separate email)

3. Review draft IRO-006 standard with requirements and compliance elements

- a. Draft compliance elements Ben Li & Jim Busbin
- b. Violations of severity levels Ben Li & Jim Busbin
- c. Violations of risk factors Ben Li & Jim Busbin
- d. Mitigation time horizon Ben Li & Jim Busbin
- e. Requirements Bill Lohrman

4. IRO-006-3 Attachment 1 with NERC split

- a. Review by Dave Zwergel & Sue Mangum-Goins

5. Attachment 2 the former IDC document

- a. Larry Kezele

6. Comment form for posting

- a. Bill Lohrman & Daryn Barker

7. Short white paper to explain to industry what changes were made and why

- a. Kathy York

8. NERC/NAESB cross-index matrix

- a. Finalize index and matrix Kathy York & Sue Mangum-Goins

9. Related NAESB business practice

- a. BPS review Kathy York & Jim Busbin

10. Joint NERC/NAESB operators TLR manual

- a. Joel Dison, Narinder Saini, Jim Busbin, Frank Koza, Bob De Mello, Jim Eckelkamp, Sue Mangum-Goins (outline and first draft)

11. MISO/SPP/PJM Curtailment Threshold Field Test

- a. Report progress – David Zwergel

12. Next Meetings / Next Steps

- a. Assign deliverables for next meeting
- b. Confirm dates and locations for future meetings

13. Adjourn



NERC Antitrust Compliance Guidelines

I. General

It is NERC's policy and practice to obey the antitrust laws and to avoid all conduct that unreasonably restrains competition. This policy requires the avoidance of any conduct that violates, or that might appear to violate, the antitrust laws. Among other things, the antitrust laws forbid any agreement between or among competitors regarding prices, availability of service, product design, terms of sale, division of markets, allocation of customers or any other activity that unreasonably restrains competition.

It is the responsibility of every NERC participant and employee who may in any way affect NERC's compliance with the antitrust laws to carry out this commitment.

Antitrust laws are complex and subject to court interpretation that can vary over time and from one court to another. The purpose of these guidelines is to alert NERC participants and employees to potential antitrust problems and to set forth policies to be followed with respect to activities that may involve antitrust considerations. In some instances, the NERC policy contained in these guidelines is stricter than the applicable antitrust laws. Any NERC participant or employee who is uncertain about the legal ramifications of a particular course of conduct or who has doubts or concerns about whether NERC's antitrust compliance policy is implicated in any situation should consult NERC's General Counsel immediately.

II. Prohibited Activities

Participants in NERC activities (including those of its committees and subgroups) should refrain from the following when acting in their capacity as participants in NERC activities (e.g., at NERC meetings, conference calls and in informal discussions):

- Discussions involving pricing information, especially margin (profit) and internal cost information and participants' expectations as to their future prices or internal costs.
- Discussions of a participant's marketing strategies.
- Discussions regarding how customers and geographical areas are to be divided among competitors.
- Discussions concerning the exclusion of competitors from markets.
- Discussions concerning boycotting or group refusals to deal with competitors, vendors or suppliers.

III. Activities That Are Permitted

From time to time decisions or actions of NERC (including those of its committees and subgroups) may have a negative impact on particular entities and thus in that sense adversely impact competition. Decisions and actions by NERC (including its committees and subgroups) should only be undertaken for the purpose of promoting and maintaining the reliability and

adequacy of the bulk power system. If you do not have a legitimate purpose consistent with this objective for discussing a matter, please refrain from discussing the matter during NERC meetings and in other NERC-related communications.

You should also ensure that NERC procedures, including those set forth in NERC's Certificate of Incorporation and Bylaws are followed in conducting NERC business. Other NERC procedures that may be applicable to a particular NERC activity include the following:

- Reliability Standards Process Manual
- Organization and Procedures Manual for the NERC Standing Committees
- System Operator Certification Program

In addition, all discussions in NERC meetings and other NERC-related communications should be within the scope of the mandate for or assignment to the particular NERC committee or subgroup, as well as within the scope of the published agenda for the meeting.

No decisions should be made nor any actions taken in NERC activities for the purpose of giving an industry participant or group of participants a competitive advantage over other participants. In particular, decisions with respect to setting, revising, or assessing compliance with NERC reliability standards should not be influenced by anti-competitive motivations.

Subject to the foregoing restrictions, participants in NERC activities may discuss:

- Reliability matters relating to the bulk power system, including operation and planning matters such as establishing or revising reliability standards, special operating procedures, operating transfer capabilities, and plans for new facilities.
- Matters relating to the impact of reliability standards for the bulk power system on electricity markets, and the impact of electricity market operations on the reliability of the bulk power system.
- Proposed filings or other communications with state or federal regulatory authorities or other governmental entities.
- Matters relating to the internal governance, management and operation of NERC, such as nominations for vacant committee positions, budgeting and assessments, and employment matters; and procedural matters such as planning and scheduling meetings.

Any other matters that do not clearly fall within these guidelines should be reviewed with NERC's General Counsel before being discussed.