

Periodic Review Team Meeting Notes Project 2010-14.2 Resource and Demand Balancing (BARC 2) Periodic Review Team

Charlotte, North Carolina

February 4, 2014 | 1:00 p.m. to 5:00 p.m. Eastern

February 5, 2014 | 9:00 a.m. to 5:00 p.m. Eastern

February 6, 2014 | 8:00 a.m. to 12:00 p.m. Eastern

Administrative

1. Introductions

NERC staff initiated the meeting and reviewed the NERC Antitrust Compliance Guidelines, Public Announcement, Participant Conduct Policy, and Email List Policy. NERC staff thanked all members and observers for participating and led group introductions. The following members and observers participated:

Name	Company	Member/ Observer	In-Person/ Conference Call
Doug Hils, Chair	Duke Energy	M	In-Person
Tom Siegrist, Vice Chair	BBR and S, PC	M	In-Person
Ron Carlsen	Southern Company	M	Conference Call
Howard Illian	Energy Mark	M	Conference Call
Mike Potishnak	Representing NPCC	M	In-Person
Jerry Rust	Northwest Power Pool	M	In-Person
Glenn Stephens	Santee Cooper	M	In-Person
Mark Trumble	Omaha Public Power District	M	Conference Call
Robert Blohm	Keen Resources Asia Ltd.	O	Conference Call
Wayne Harcourt	Duke Energy	O	Conference Call
Kenneth Goldsmith	Alliant Energy	O	Conference Call
Adam Guinn	Duke Energy	O	In-Person

Name	Company	Member/Observer	In-Person/Conference Call
Marcelo Pesantez	Duke Energy	O	Conference Call
Tom Pruitt	Duke Energy	O	In-Person
Laura Anderson	NERC	M	In-Person
Sean Cavote	NERC	M	In-Person
Mallory Huggins	NERC	M	In-Person
Darrell Richardson	NERC	O	In-Person
Michael Gildea	NERC	O	Conference Call
Syed Ahmad	FERC	O	Conference Call

2. Review Meeting Agenda and Objectives

Chair Doug Hils reviewed the meeting agenda and discussed the objectives of the meeting.

Agenda Items

1. Overview of Previous Meeting

Chair Hils briefed participants on the previous Periodic Review Team (“PRT”) meeting held in Atlanta, Georgia on January 15-17, 2014. At that meeting the PRT discussed a PRT industry webinar to solicit feedback from industry on options for BAL-004, i.e., whether to retire, revise, or affirm the standard. About two thirds of webinar participants indicated a preference for retiring the standard.

2. BARC Phase 1 Update

NERC staff provided an overview of the work of the 2010-14.1 Phase 1 of Balancing Authority Reliability-based Controls: Reserves project. BAL-002 documents are finalized and NERC expects to post in February. BAL-001 may be filed within the next couple of months, and BAL-003 is in a 60-day waiting period.

3. Review Action Plan

NERC staff reviewed the PRT’s Action Plan, which proposes posting the PRT recommendations for a 45-day comment period later in February 2014. After the comment period the PRT intends to respond to comments, develop final recommendations, and submit those recommendations to the Standards Committee in May or April 2014.

4. BAL-004 – Finalize Recommendations

The PRT reviewed the draft recommendation and white paper for BAL-004-0 and updated both, incorporating a recommendation that the NAESB standard related to Time Error Correction also be retired if BAL-004-0 is. NERC's legal staff advised the PRT to incorporate additional technical justification into the white paper before posting the white paper or the recommendation. To account for the time needed to expand the white paper to incorporate this additional justification, BAL-004-0 may not be posted at the same time as BAL-005 and BAL-006. If a solid technical justification, recommendation to retire, and SAR proposing retirement are posted at the same time, the PRT may be able to conduct a formal 45-day comment and ballot period the first time it posts.

5. **BAL-005**

The PRT conducted a conference call with the CISDT Chair to discuss the definitions of Reporting Ace, Dynamic Interchange Schedule, Dynamic Schedule, and Pseudo-Ties, and how issues implicated by those terms should be accounted for in the BAL and INT standards. Both teams discussed the language of and possible changes to INT-009 R1 and R2. The PRT also discussed whether the FAC standards may address some of the PRT's concerns about BAL-005.

The PRT further developed proposed language changes to BAL-005, including Requirements R1, R2, and R3 and made sub team assignments to further develop PRT recommendations.

6. **BAL-006**

The PRT further developed recommendations on BAL-006, including:

- Develop a better definition of "Inadvertent Interchange";
- Language revisions to Requirements R2 and R4; and
- Develop a background document for BAL-006.

7. **Next Steps**

Finalize recommendations for posting in February 2014.

8. **Discuss Future Meeting and Action Dates (All dates are tentative and members/observers should not make travel plans until dates are confirmed)**

- a. February 2014: Post documents for comment
- b. February 27, 2014: Industry Webinar
- c. April: PRT meeting to respond to comments

9. **Adjourn**

Chair Hills adjourned the meeting 12:00 p.m. Eastern on February 6, 2014.