

**North Carolina Transmission Planning Collaborative
Oversight / Steering Committee (OSC)
Meeting Highlights
October 21, 2010
Teleconference
10:00 am EPT**

**David Beam, Chair
Ed Ernst
Bob Pierce
Greg Locke
Jim Deaton
Sam Waters
Rich Wodyka**

**NCEMC
Duke Energy
Duke Energy
ElectriCities
ElectriCities
Progress Energy
ITP**

Administrative

- The September 21, 2010 OSC Meeting Minutes and Highlights were approved.

OSC Items

Regulatory Update

Notice of Public Rulemaking on Transmission Planning and Cost Allocation

- The OSC members discussed the Notice of Proposed Rulemaking (NOPR) where the Federal Energy Regulatory Commission (FERC) is proposing to reform its electric transmission planning and cost allocation requirements for public utility transmission providers. Initial comments have been filed with FERC and the OSC members are reviewing the comments submitted by all parties. The reply comment period is now open and any reply comments due into FERC by November 12, 2010.
- The OSC members continue to support the NCTPC as a successful planning process that supports the fundamental principles of the NOPR. The members will continue to evaluate the new NOPR requirements and obligations and continue to discuss the potential impacts on the NCTPC at future OSC meetings as required.

FERC Enforcement Guidelines

- The OSC members discussed the recent announcement that FERC has enhanced its enforcement program by modifying its Penalty Guidelines after carefully considering a broad range of comments and recommendations submitted by industry. The modified Penalty Guidelines will ensure fairness, consistency and transparency in all FERC civil penalty decisions.
- The modified Penalty Guidelines will apply to penalties FERC assesses for violations of its requirements, though FERC retains discretion to depart from them when it deems appropriate, and Enforcement staff continues to have discretion to close investigations and self-reports for violations that do not warrant sanctions. The modified Penalty Guidelines will apply to violations of the Reliability Standards, but not to the Commission's review of notices of penalty submitted by the North American Electric Reliability Corp.

Other Joint Planning Activities

- Ed Ernst reported that the Eastern Interconnection Planning Collaborative (EIPC) Stakeholder Steering Committee (SSC) met recently and focused on the following planning activities:
 - Integration of existing regional plans by combining the various regions existing 2020 transmission plans into a single 2020 reference case model.
 - Discussion of scenarios on possible industry futures for evaluation in long term planning studies. More detailed discussions on potential future scenarios are planned for the next SSC meeting.Updated information on the EIPC activities can be found on the website (www.eipconline.com).
- Sam Waters reported that Progress had been contacted by AEP about a working together on a planning study. The OSC supports getting PJM involved. The NCTPC and PJM would coordinate this study with the specific analysis being performed by Progress and AEP. Progress will be meeting AEP to develop a mutual scope of work for a study.
- Sam Waters reported that the NC Transmission Owners and SC Transmission Owners Power Flow Working Group has completed their technical analysis. The Transmission Owners will be meeting in early November to review the

study results and determine when to distribute the study results to interested stakeholders.

- Ed Ernst reported that the SIRPP stakeholder meeting will be on October 25th to discuss and determine the 5 study scenarios for the next series of studies and the 2010 -2011 scope of work based on proposals submitted by stakeholders.
- Rich Wodyka reported that the NCTPC group plans to meet with PJM on October 26th in Philadelphia, PA to review preliminary 2010 study results and continue to exchange planning information and data. This meeting will also provide the parties an opportunity to discuss updating the current NCTPC – PJM agreement to reflect the additional requirements for inter-regional planning proposed in the FERC NOPR on transmission planning.

TAG / ITP Update

ITP Website Transfer

- Sam Waters reported the technical transfer of the NCTPC website has been completed. Sam is still working with the Accenture staff to transfer the domain name. Sam will keep the OSC informed as the domain transfer is completed and the original NCTPC website links are re-established.

PWG Update

2010 Study Update

Bob Pierce reported that the 2010 study activities are continuing on-schedule. The PWG has completed all the technical analysis and is now working on drafting the 2010 study report. The PWG will send the initial draft report to the OSC in time for the members review at the November 16th OSC meeting.

Future Meeting Schedule

The OSC reviewed the following updated meeting schedule.

Date	Day	Time	Location
November 16, 2010	Tuesday	2 pm – 4 pm	Conference call
December 16, 2010	Thursday	10 am – 3 pm	Raleigh – Electricities (TAG)
January 20, 2011	Thursday	2 pm – 4 pm	Conference call
February 15, 2011	Tuesday	2 pm – 4 pm	Conference call

March 17, 2011	Thursday	2 pm – 4 pm	Conference call
April 21, 2011	Thursday	2 pm – 4 pm	Conference call
May 24, 2011	Tuesday	10 am – 3 pm	Raleigh – NCEMC (TAG)
June 16, 2011	Thursday	2 pm – 4 pm	Conference call