

**North Carolina Transmission Planning Collaborative  
Oversight / Steering Committee (OSC)  
Meeting Highlights  
October 14, 2011  
Teleconference  
9:00 am EPT**

**Sam Waters, Chair**  
**Mark Byrd**  
**Diane Huis**  
**Bob Beadle**  
**Ed Ernst**  
**Bob Pierce**  
**Greg Locke**  
**Andy Fusco**  
**Rich Wodyka**

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

**Administrative**

- The September 16, 2011 OSC Meeting Minutes and Highlights were approved.

**OSC Items**

**Regulatory Update**

**FERC Technical Conference on Cross State Air Pollution Rule (CSAPR)**

- FERC has established a series of technical conferences to discuss the reliability impacts of the proposed rule to improve air quality. Sam Waters reported that Progress has evaluated the potential impact of this rule and determined that it would have a minimal impact once the planned shut down of their coal units and the re-powering of other coal units is completed. Ed Ernst reported that the Duke evaluation also determined a minimal impact once their coal units are retired or scrubbed. SERC is conducting a sub-region assessment of the impacts of this rule by the end of the year.

## **Joint Planning Activities**

### **EIPC**

- Ed Ernst reported that the Eastern Interconnection Planning Collaborative (EIPC) Stakeholder Steering Committee (SSC) met on September 26 - 27, 2011 in Cleveland, OH. The EIPC SSC agreed on three stakeholder-selected energy futures for further analysis in 2012. The energy futures selected were: 1.) Nationally Implemented Federal Carbon Constraint with Increased EE/DR Scenario; 2.) Regionally Implemented National RPS Scenario; and 3.) Business As Usual Scenario. The details of these selected scenarios can be found on the EIPC website ([www.eipconline.com](http://www.eipconline.com)).

### **AEP**

- Bob Pierce reported that the Progress / Duke / AEP study group has completed their analysis and the associated final report - PJM/NCTPC Interface Report. The final report will be distributed to the TAG and posted on the NCTPC website.

### **NC/SC Planning Study**

- Sam Waters reported that the NC/SC planning study group has completed their final report and was discussing the scope of work for the next study period. The final report will be distributed to the TAG and posted on the NCTPC website.

### **SIRPP**

- Ed Ernst reported that the SIRPP has selected the five selected study scenarios for next years studies based on the input from the SIRPP stakeholders.

### **PJM**

- Rich Wodyka reported on the NC group conference call meeting with the PJM group on September 30th. The NC - PJM group reviewed the preliminary 2011 study results, discussed an action plan for 2012 study activities, and discussed the potential impacts of the FERC Order 1000 requirements on the existing NCTPC - PJM planning agreement. The NC - PJM group will continue these discussions on another conference call scheduled for October 26th.

## **PWG Update**

- Bob Pierce reported that the 2011 study analysis has been completed. The PWG is working on finalizing the associated cost estimates and beginning to develop the 2011 study final report.
- Bob Pierce introduced a discussion of the 2012 study scope. The OSC discussed some possible 2012 study scenarios. The OSC will consider the possible study scenarios that were discussed and continue this discussion at the next OSC meeting.

## **Other Business**

- Ed Ernst reported that Duke and Progress have received FERC's conditional approval for the planned merger. The companies are evaluating the conditions that FERC has proposed. Ed and Sam Waters indicated that their initial assessment indicated that they did not believe there were any major issues raised by the FERC conditional approval. The merger is expected to be completed during the 1st quarter to 2012.
- The OSC discussed the Brain O'Hara letter regarding his suggestions and comments about the offshore wind section of this year's study. After the discussion, Sam Waters volunteered to draft a response and circulate the draft back to the OSC before forwarding the OSC response to Brian on his suggestions and comments.
- Sam Waters led a discussion on the FERC Order 1000. Sam noted that Progress and Duke are working together to evaluate the Order requirements and develop the necessary compliance responses. Sam agreed to continue updating the OSC as the companies develop their responses and solicit the OSC members input.

## **Future OSC Meeting Schedule**

The OSC discussed the future meeting schedule.

<b>Date</b>	<b>Time</b>	<b>Location</b>
November 15, 2011	9-11 am	Conference Call

<b>Date</b>	<b>Time</b>	<b>Location</b>
December 15, 2011	9 am-3 pm (TAG)	NCEMC