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Arizona Independent Scheduling Administrator Association

Minutes from the Ninth Annual Members Meeting
Tuesday, September 11, 2007 at 1:30 PM

I. Call to Order

Ed Beck, Members Chair, called the Ninth Annual Members Meeting of the Arizona Independent Scheduling Administrator Association (“AZ ISA”) to order at approximately 1:30 PM.

II. Welcome and Introductions

All present were welcomed and introduced.

III. Appoint Corporate Secretary

Lenin Arthanari of Low & Childers, P.C. was appointed as Corporate Secretary for the meeting.

IV. Determine Class Quorums

The quorum requirement for each class is a majority of Members of the class.

A. Transmission Facilities Providers Class

A quorum for this class was present.

B. Local Load Serving Entities Class

A quorum for this class was not present.

C. Aggregators Class

A quorum for this class was present.

D. Independent Generators & Wholesale Power Marketers Class

A quorum for this class was present.

E. End-Use Customer Class

A quorum for this class was present.

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V. Determine Members Quorum

The quorum requirement is that a majority of the classes must have a class quorum present. A quorum was present.

VI. Elect Class Chairs & Members Chair

Having met the minimum quorum requirement, the Members proceeded to elect a Members Chair and Class Chairs as follows:

Members' Chair:	Ed Beck
Transmission Facilities Providers Class Chair:	Ed Beck
Aggregators Class Chair:	Alvin Pak
Independent Generators & Wholesale Power Marketers Class:	Greg Patterson
End-Use Customers Class:	Kevin Higgins

The Local Load Serving Entities Class did not have a quorum present and therefore, did not elect a Class Chair or Board members.

VII. Elect Board Members

Having a quorum present, with the exception of the Local Load Serving Entities Class, the other Classes elected Board Members as follows with terms of office as noted:

Transmission Facilities Providers Class:

Jerry Smith	(9/07-9/08)
Ed Beck	(9/07-9/09)

Aggregators Class:

Mike McElrath	(9/07-9/09)
Jennifer Chamberlin	(9/07-9/08)

Independent Generators & Wholesale Power Marketers Class:

Bill Chen	(9/07-9/08)
Dave Getts	(9/07-9/09)

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End-Use Customer Class*

Kevin Higgins (9/07-9/09)

* Eric Treese is an existing board member whose term runs from 9/06-9/08.

VIII. Articles of Incorporation

Patrick Sanderson led a discussion regarding the section of the Articles of Incorporation which sets the date of termination of the corporation in 2008. Mr. Sanderson recommended to the Members that the corporation be renewed for another five (5) years.

IX. Financial Condition

Mr. Sanderson discussed the AISA financial condition with the Members. A review of the "Year In Review" section showed that the corporation's actual financial results were better than its budget by \$7,000. This is not entirely accurate because of the Bank's mishandling of the D&O insurance premium payments. Mr. Sanderson used this opportunity to let the Members know that AISA does have D&O and E&O coverage.

Ms. Chamberlin raised the possibility of increasing the \$5,000,000 limits on D&O and E&O insurance if the level of retail transactions increases in Arizona in the upcoming years.

Mr. Chen asked for an explanation of D&O and E&O insurance. Ms. Sanderson explained that Directors & Officers coverage limits are \$5,000,000 each and that Errors & Omissions coverage limits are also \$5,000,000 each.

X. 2008 Budget

Mr. Sanderson then reviewed and discussed a draft of the 2008 Budget with the Members.

Ms. Chamberlin questioned the office budget. Mr. Sanderson said that a new printer would be required.

Mr. Chen raised the issue of why the 2007 travel budget item was less than the actual amount. Mr. Sanderson advised that he had not been required to incur as many travel activities. Also, he tried to use internet tools to minimize his travel.

Mr. Beck suggested that specifics of the budget be deferred to and discussed at the Board Meeting.

XI. Notice of Next Annual Members Meeting

The next Members meeting will be held on September 9, 2008.

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XII. Adjourn

Ed Beck, Members Chair, adjourned the Members meeting at approximately 2:20 PM.

Respectfully submitted,

Lenin Arthanari
Meeting Secretary

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