

**ARIZONA INDEPENDENT SCHEDULING
ADMINISTRATOR ASSOCIATION**

Minutes from the May 10, 2000, Teleconference Meeting

Noticed as Regular Meeting of Board of Directors

APPROVED REVISED MINUTES

Note: Although noticed as a Regular Board meeting, there not being a quorum of Board members present, no Board business was conducted at the May 10, 2000, Regular Board meeting of the Arizona Independent Scheduling Administrator Association.

At 9:30 a.m., the teleconference call was activated. Seven Board members joined the conference call. It was determined that a quorum was not present. It was agreed that a brief informational meeting would be held.

Directors present: Cary Deise, Dennis Delaney, Kevin Higgins, Larry Huff, Rob Kondziolka, Vann Prater, and Patrick Sanderson (chair). *Directors not present:* Prem Bahl, Tom Delaney, Patricia (Trish) Gambino, and Leroy Michael. *Others present:* Ed Beck, Steve Henry, Jessica Youle, Don Allen, Jerry Smith (ACC), Teena Wolfe, and Peggy Drumm.

Pat Sanderson advised the Board that the Az ISA 1999 tax year filing, including the minor (less than \$25,000) activity from 1998, is complete and will be mailed by the deadline date of May 15.

Pat Sanderson provided an update on the May 9 workgroup meeting regarding the Implementation Plan. The workgroup consisted of Pat Sanderson, Cary Deise, Ed Beck, and Alan Wilkerson. Pat advised the Board that the workgroup outlined a plan that was designed to meet the requirements of the ACC, Az ISA By-Laws and the Board's action on the protocols. The Implementation Plan includes five Az ISA primary functions that need to be accomplished, as well as the resources it would take to accomplish them. The plan takes into consideration beginning with a minimal staff of one or two and growing to a fully staffed ISA of 24, as well as contingency plans. The details would include staffing and resource requirements. Pat Sanderson will assemble the details and provide a more detailed narrative.

Kevin Higgins interjected that he wanted it perfectly clear that the Board is clearly deferring certain functions pending analysis of future events, for example OASIS. However, the Board is committing to do some things immediately and needs to know what resources will be required to do them. Additionally, the Board wants to know what resources it will take to do the other items, like OASIS, even though they are clearly not being implemented yet.

Cary Deise explained that the workgroup divided the plan into three categories and came up with what it will take to meet the ACC requirements as well as what it will take to do the additional items, auctions and trading.

Kevin Higgins wants to make it clear what is being committed to and suggests verbiage such as “functions approved for implementation.” On May 25, it must be clear which functions are committed to be done in October, and there must be Board agreement.

Larry Huff added that if functions need to be done, but that Az ISA is not going to be doing them, it should say what the transmission providers will do.

Rob Kondziolka, following up on what Cary said, added that the plan needs to reference when the transition occurs. Assuming the RTO has functionality one year from December, it needs to be made clear what resources will be needed.

Cary Deise added that they need to know whether it will be Az ISA or DSTAR – some things can move over, but other things cannot.

Pat Sanderson advised the Board that he would try to get something out to the members next week and, hopefully, get good comments and bring the plan back to the group May 25 to just fine tune it. Then it would come to the Board June 2 ready for approval. The summary information will be written; he will get with the workgroup to clarify.

Cary Deise said the goal is to get something out early next week to review and get the fine-tuning by May 25, so it can be ready for approval by June 2.

Jerry Smith (ACC) said that he had talked to Ray Williamson and had seen the notes from the last Board meeting. He thinks there seems to be a good understanding of what ACC wants to see in the filing to ACC.

Cary Deise added that he still wants to know Jerry Smith's/ACC's input as much as they are allowed to provide it. Jerry Smith said they would be glad to take that step.

The conference call ended at approximately 10:00 a.m.

Note: A conference call is scheduled for May 25, to continue discussions and review the Implementation Plan.

Respectfully submitted,

Peggy A. Drumm, Acting Corporate Secretary