

**Southwest Power Pool  
MARKET SETTLEMENT TASK FORCE  
Minutes  
Conference Call  
January 14, 2010**

**Call to Order**

Bill Olson called the meeting to order of the Market Settlement Task Force (MSTF) at 02:00pm on January 14, 2010, and welcomed everyone to the meeting. Attending the meeting were Bill Olson(Xcel), Philip Bruich(SPP), Ken Donald(Utilicast), Barbara Holloway(AECC), Jill Coffey(KCPL), Susan Quinn(Westar), Stephen Espey(TEA), Sandra Hallauer(KCPL), Deepa(PCI), Melie Vincent(AcesPowerMkt), Kathy Shuerger(Xcel), Will Amos(OGE), Kristy Tackett(EDE), Rick Schaal(Areva), Jim Medford(Westar), Mary Jo Montoya(Xcel), Sean Liechty(AcesPowerMkt), Kari Hollandsworth(GSEC), Curt Dedonder(Westar), Susan DeMoen(AEP), Bob Marquard(OATI), Brandon Kendall, Bryn Wilson(OGE), CR Waswo, Calli(PCI), Chris Werner(AEP), Doug Clark(AEP), Dick Kahle, Ganesh Thantry(Tenaska), Janell Gilliland(WFEC), Jill Coffey(KCPL), Justin Pikulski, Maria Weible, Michael Baird, Mike Jeffus, Ron Chartier(SECI), Susan Braun(KCPL) and Steve Shull(EDE).

**Minutes Approval**

Minutes were reviewed for the December 10, 2009 meeting. Mary Jo Montoya motioned for approval of minutes and was seconded by Kathy Shuerger. Motion passed unanimously.

**Settlement User Group**

Philip provided an update from discussion at the December 14 MWG. A suggestion was made to have the MSTF become a settlement user group since it has also historically served as an educational forum for stakeholders. There was consensus among the settlement stakeholders to move forward with a transition to the Settlement User Group. Philip will inform the MWG of the decision at the January 18 meeting. Several stakeholders also shared their individual practices of getting debriefs from their MWG representatives following each meeting. They strongly urged others to adopt this practice as well. There was also a recommendation to voice to the MWG that the user group format should in no way diminish the importance of settlement stakeholder concerns on future MWG agenda items.

**Future Market Settlement Protocols**

Ken Donald provided background information for discussion of the following items.

- **Non-Asset Energy Charge Types** – Examples were provided for two options for settlement of non-asset charge types. Option 1 would include net imports and exports with the resource and load settlement locations in a single charge type. Option 2 would add a separate charge type to distinguish resource and load settlement locations from net imports and exports. Option 2 was voted as the consensus of the group.
- **Load Obligation Phasing of Cost Allocation- Two votes were taken for load vs obligation treatment of cost allocation.**

### **VOTE 1:**

Option 1: obligation method: load MW are converted to obligation basis, bilateral contracts expressed in obligation MW and rate is closely based on MCP.

Option 2: load method: no conversion of MW, bilateral contracts expressed in load MW (the same as for energy) and the allocation rate is zonal \$ / zonal load.

*Option 1 was voted as the consensus of the group.*

### **VOTE 2:**

Option 1: bilateral contracts should be located by RZN and the lowest level of granularity in the settlement formula should be RZN.

Option 2: bilateral contracts should be located by SL and the lowest level of granularity in the settlement formula should be SL.

*Option 2 was voted as the consensus of the group.*

- **Gross vs Net, MW vs MWh** - Examples were presented and discussed but voting action was deferred until the next meeting to allow more time to consider.
- **Meter Upload, Residual/Calibration Process** - Examples were presented and discussed but voting action was deferred until the next meeting to allow more time to consider.
- **Ramped vs Block Accounting for Interchange** – Discussion was deferred until the next meeting.
- **Virtual Offers Structure** – Discussion was deferred until the next meeting.

### **Future Meetings**

The next conference call is scheduled as follows:

January 28 1-3p m Central

Face-to-Face Meeting (no teleconference) in Dallas is scheduled for Thursday, February 18 from 11am to 5pm Central. Bill asked that those interested in attending respond to Philip. He also requested confirmation to Philip's email for those interested in serving as members of the new Settlement User Group.

### **Adjourn Meeting**

With no further business, Bill thanked everyone for participating and adjourned the call at 4:15pm on January 14, 2010.

Respectfully submitted,

Philip Bruich  
Secretary