

NAESB WEQ FORMATION
GOVERNANCE AND PROCEDURAL ELEMENTS
EEI MEMBERS' PROPOSAL
JULY 3, 2002

I. GOVERNANCE

A. Generation segment

i. Muni/coop	1
ii. Federal/state/provincial	1
iii. IOU	2
iv. Merchant	2

B. Transmission segment

i. Muni/coop	1
ii. Federal/state/provincial	1
iii. IOU	2
iv. ITC	2

C. Distribution / LSE segment

i. Muni/coop	2
ii. IOU	2
iii. Competitive retailer	1
iv. At-large	1

(at-large unavailable to muni/coop or IOU)

D. Marketers / brokers (all must have market-based rate authority)

i. Muni/coop	1
ii. Federal/state/provincial	1
iii. Non-IOU affiliated	2
iv. IOU-affiliated	2

- E. End-use segment
 - i. Large end-use customers 2
 - ii. Small end-use customers 2
 - iii. Federal/state/provincial 2 (regulatory entities)

II. PROCEDURAL ELEMENTS

- A. The “Atlanta schematic” diagram is the basis for the WEQ standards setting process.
- B. \$5,000 / participant is a reasonable fee for formal participation in the WEQ governance structure.
- C. There will be no prohibitions on entities participating in multiple segments within WEQ.
- D. A date-specific sunset provision will be included in final WEQ procedures to review both process and governance comprehensively.
- E. Minimum numbers and deadlines will be established for populating WEQ subsegments.
- F. The NAESB model for administration and management of standards setting will apply to WEQ; no professional staff.
- G. There will be no comprehensive final confirmation vote on segments, segment definitions, subsegments, and procedures.