



# North American Energy Standards Board

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**via email and posting**

**TO:** NAESB WEQ Funds Transfer Agent Agreement (FTAA) Task Force Conference Call Participants and Posting for Interested Parties

**FROM:** Rae McQuade, Executive Director

**RE:** NAESB WEQ FTAA Task Force Conference Call Minutes – February 26, 2003

**DATE:** March 3, 2003

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**NORTH AMERICAN ENERGY STANDARDS BOARD  
WEQ Funds Transfer Agent Agreement (FTAA) Task Force  
February 26, 2003, 9:00 a.m. to 10:30 a.m. CST**

**1. Welcome**

Ms. Gasca, the point person for the FTAA Task Force, opened the call and welcomed participants. Mr. Oncken gave the antitrust advice. Participants introduced themselves. Ms. Gasca noted the work paper posted for this meeting reflects the comments from the last meeting. Mr. Sappenfield moved, seconded by Mr. Johnson, to adopt the February 21, 2003 draft minutes as written. The motion passed without objection.

**2. Review of charge of the task force**

This item was not discussed since it was covered during the February 14, 2003 meeting.

**3. Discussion and review of request, including any modifications**

Participants did not discuss the draft request.

**4. Discussion of revised redlined FTAA, plan for any changes**

Participants discussed the redlined FTAA. Mr. Johnson initiated discussion on the issue of delivery points, noting the preamble language contemplates an instantaneous transfer. Mr. Johnson wondered if this language would limit the use of the document to a distribution company repurchaser. During discussion, it was noted the realities of the geographic markets and current regulation will dictate the use of the contract.

Ms. Gasca noted she proposed the language because of concerns for the ease of the agent, since a duty of the agent is verifying the price and margin of the base transaction. Ms. Gasca said providing the possibility for different delivery points would make the transaction and balancing much more difficult due to the need to include transportation costs.

Mr. Sappenfield noted it might be possible for the repurchaser to take the power off the grid and pay for the transmission costs (self help provisions), thus no retail marketer would be involved. Ms. Gasca noted that in Texas, a retail company has to schedule the energy into ERCOT as a whole and cannot schedule for a specific user. Additionally, she said the retail marketer usually has the transmission responsibility.

Mr. Sappenfield suggested a users' guide might better address these concerns. He proposed the users guide point out that users of the power FTAA must be aware of state



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constraints before using the agreement. Further, Mr. Sappenfield noted that after the agreement is being used, modifications might be appropriate.

Mr. Sappenfield noted the insertion of the WMBE definition on page 4, as agreed to during the previous conference call. He suggested inserting that same phrase on page 1 where the term *Marketer* first occurs. He reasoned this change would assist the bank's identification of WMBE participation. Consensus was reached on this modification. Ms. Gasca proposed to implement the modification and submit a clean, final version of the power FTAA to the NAESB Office.

**5. Motion to adopt the redlined FTAA and request and forward such to the Contracts Subcommittee for consideration**

Mr. Sappenfield moved, seconded by Ms. Gasca, to adopt the redline FTAA, as modified in this meeting, and standards request and forward such to the WEQ Contracts Subcommittee for consideration at its March 5, 2003 meeting. Absent objection, the motion passed unanimously.

**6. Other Business**

No other business was discussed.

**7. Adjourn**

Ms. Gasca adjourned the call at 9:32 a.m. CST

**8. Meeting Attendees:**

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Name	Company	Notes
Joel Dison	Southern Company	
Amy Gasca	Ampro Energy	Call Leader
Jim Hebson	PSEG	
Alan Johnson	Mirant	
Rebecca Martin	Southern Company	
Sandy Murrey	We Energies	
Lou Oberski	Dominion	
Todd Oncken	NAESB	Administrative
Brad Radimer	PSEG	
Keith Sappenfield	EnCana Corporation	Call Leader
William Smith	Allegheny Power	