

SUMMARY AND NEXT STEPS
RRG Meeting
June 30, 2004

Overview

- There has been an intensive process over the past many months to develop the Regional Proposal governance structure
- The core governance documents are embodied in proposed Developmental and Operational Bylaws
- BPA plans to conduct a review of both sets of Bylaws over the summer
- There will be ongoing work during the summer to further develop the Regional Proposal

Bylaws Work Group Goals

- Strike an appropriate balance between regional accountability and independence embodied in the Regional Proposal
- Establish a proposed governance scheme that will be workable when implemented
- Meet the “Do No Harm” test—that is, avoid interfering inappropriately with respect to the latitude needed for the initial market design ongoing revisions

RRG Concept of “Good Enough”

- Agreeing to put out for review means that the RRG is comfortable that bylaws are:
 - Not inconsistent with the Regional Proposal?
 - Sufficiently complete for review?
 - Stable enough for review?
- RRG consensus on June 30: good enough
- During the summer BPA will evaluate whether to support Decision Point # 1

Open Issues

- **Within Bylaws:**
 - Trigger to adopt Operational Bylaws - late Sept/early Oct
 - MTU/TDU issues - negotiations and drafting when ready; decisions in - late Sept/early Oct
 - Review for “excessive” process - late Sept/early Oct
 - Special Issues List - consider potential clarifications of when MRC vote is triggered - early summer
- **Related Issues (may affect Bylaws):**
 - cost control approach - early summer
 - “lessons learned” from other organizations - early summer

Continuing Work

- **Transmission Services Liaison Group**
- **Risk/Reward**
- **ADR issue identification (those not related to Bylaws) and recommendations**
- **Bylaws Work Group completion of identified tasks**

Schedule

- August: RRG teleconferences for updates (proposed 8/3 - 10:00 a.m. - 12:00 p.m.; 8/31 - 10:00 a.m. - 12:00)
 - TSLG and Risk Reward activities
 - Reports on continuing work
- Sept. 23 & 24: RRG Mtg, BPA report, progress reports on work
- Oct. 1: RRG Mtg, Review open issues, any response to BPA feedback
- Oct. 14: RRG Mtg, RRG assessment, Decision Point #1 –
adopt bylaws
- After Decision Point #1 (if positive decision) - Board candidate search, membership process, outline of tariff, TA(s) contours, better beginning state definition, etc.
- Early 2005: Work completed
- 4-6 weeks BPA review
- Spring 2005: Anticipated Decision Point #2 –
seat Developmental Board