



PJM Interconnection
Finance Committee Meeting Minutes
Marriott Baltimore Washington International Airport
Baltimore, MD
September 24, 2009
3:05 p.m. – 4:30 p.m.

Finance Committee Members Participating:

Jim Jablonski (phone)
David Applebaum (phone)
Dave Scarpignato
Paul Napoli
Neal Fitch
Dick Lahey
Neel Foster (phone)
Suzanne Daugherty, Chair

Borough of Sea Side Heights
NextEra Energy Power Marketing, LLC.
ODEC
PSEG
RRI Energy Services, Inc.
PJM Interconnection, LLC Board of Managers
PJM Interconnection, LLC Board of Managers
PJM Interconnection, LLC

Additional Participants:

Jason Barker
David Kleppinger
Joseph Bowring
Susan Turpen (phone)
Raj Barua

Constellation
McNees Wallace & Nurick, LLC
Monitoring Analytics
NERC
OPSI

Additional PJM Employees Participating:

Jim Snow (phone)

PJM Interconnection, LLC

1. MINUTES FROM AUGUST 11TH FINANCE COMMITTEE MEETING

These minutes were approved as drafted.

2. NERC 2010 BUDGET

Ms. Turpen presented the 2010 NERC budget as approved by the NERC Board of Trustee on August 5, 2009 and submitted to FERC. She identified the PJM assessments for 2010 and the resulting 10-NERC and 10-RFC rates for 2010.



3. MONITORING ANALYTICS 2010 BUDGET

Dr. Bowring presented the 2010 budget for Monitoring Analytics. He reviewed the projected 2010 operating expenses by financial category, 2008/2009 revenues net of expenses, 2010 rates, 2010 capital expenditures and cash flow.

4. OPSI 2010 BUDGET

Mr. Barua provided an update on the 2010 OPSI budget as approved by the OPSI Board on September 3, 2009.

5. PROPOSED 2010 EXPENSE AND CAPITAL BUDGET

Ms. Daugherty reviewed the following items regarding the 2010 proposed budget:

- proposed 2010 expense and capital budgets by major category;
- projected revenue for 2010 and year-end deferred regulatory balance;
- key changes from 2009 expense forecast to the proposed 2009 expense budget;
- projected AC² rider expenses for 2010 and the resulting projected average annual rate; and
- proposed FERC Fee rate for 2010.

6. FIVE YEAR FINANCIAL PROJECTIONS

Ms. Daugherty presented the financial projections from 2009 through 2014 including:

- revenues, expenses, deferred regulatory balance and refunds; and
- the resulting Schedule 9 rates.

7. 2010 BUDGET RECOMMENDATION

Mr. Napoli agreed to take the lead in providing a draft to the Finance Committee member representatives.

8. FUTURE MEETINGS

The Finance Committee will convene via conference call on November 24, 2009. Discussion at that meeting will include the third quarter 2009 financial review.

Prepared By: J. J. Snow
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Final:
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