



PJM Interconnection
Finance Committee Meeting Minutes
Conference Call
November 24, 2009
2:00 p.m. – 2:50 p.m.

Finance Committee Members Participating:

Jim Jablonski
Neel Foster
Dick Lahey
Suzanne Daugherty, Chair
Paul Napoli

Borough of Seaside Heights
PJM Interconnection, LLC Board of Managers
PJM Interconnection, LLC Board of Managers
PJM Interconnection, LLC
Public Service Electric & Gas

Additional Participants:

Ralph Bourquin
John Brodbeck
Lisa Drauschak
Jim Snow

Baltimore Gas & Electric
Shell Energy North America
PJM Interconnection, LLC
PJM Interconnection, LLC

1. MINUTES FROM SEPTEMBER 24TH FINANCE COMMITTEE MEETING

These minutes were approved as drafted.

2. THIRD QUARTER 2009 UNAUDITED FINANCIAL STATEMENTS

Ms. Drauschak reviewed PJM's unaudited financial information for the three and nine months ended September 30, 2009. Ms. Drauschak reviewed the balance sheet, income statement, statement of cash flow, and disclosure highlights from PJM's unaudited financial statements.

3. THIRD QUARTER FINANCIAL REVIEW

Mr. Snow reviewed PJM's financial results for the three and nine months ended September 30, 2009 including:

- Revenues and expenses by Tariff Schedule 9 service category;
- Intercompany charges and credits;
- Actual vs. budget expense variances by major cost component;
- Actual vs. budget capital expenditure variances by major component;
- Trends in expenses by major cost component and staffing from the second quarter 2007 through third quarter 2008; and
- Year-to-date Deferred Regulatory Liability activity.



4. **ADVANCED CONTROL CENTER (AC²) – BCP PROJECT THIRD QUARTER 2009 STATUS**

Ms. Daugherty reported on the AC² program key accomplishments in technology, site and facility, and business integration. She reported that the AC² capital spending projection is \$143.1 million; and on the status of the program schedule and key issues. Ms. Daugherty presented summary charts with major milestones for the AC²-BCP project, spending by major program component and total forecast by major program component, and target in-service dates.

5. **FUTURE MEETINGS**

The Finance Committee will hold a conference call on March 30, 2010. Discussion at that meeting will include a review of the financial results from 2009 and review the draft 2010 Finance Committee work plan.

Prepared By: J. J. Snow
Draft: March 19, 2010
Final:
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