

**Mitchell (ML) Plant Operating Committee Meeting  
Items for Formal Approval  
April 7, 2014**

*Note: All items below were formally approved by the Mitchell Plant Operating Committee on April 7, 2014.*

**Item I.**

The designated Alternate for GenCo will be Chuck Zebula.

**Item II.**

Communication Plan:

- 1) ML Plant operational information: Toby Thomas and/or his delegate can contact Jeff LaFleur and/or the plant manager or plant manager's delegate and obtain operational information.

*Note: Day-to-day coordination with respect to unit capacity availability, fuel-firing options, scheduling or outages and return to availability will be handled through the competitive production optimization group*

- 2) Coal pricing: Standardized template for sharing coal pricing: One-page slide format as provided by Chuck West at the initial meeting (includes inventory, current commitments and average pricing).

**Item III.**

Contracts for fuel, consumables and transportation will be subject to approval by the Committee if they meet one of the following criteria:

- o Term = 12 months or greater
- o Any contract entered into more than nine (9) months in advance of commencement
- o Any contract solicited by a written RFP if the RFP was not specifically designated for KYPCo
- o Any new agreement (new contract or reopener on existing contract) with a total value greater than

Coal: \$30 Million

Transportation: \$7.5 Million

**Item IV.**

Variances (actual v. budget) of \$250,000 from the approved capital or O&M budgets will be subject to approval by the Committee. Such variances will likely represent emergent work, a significant equipment failure, or an offset log request precipitated by, for example, forced outage costs greater than the plant can absorb internally. Each such occurrence will be handled on a case-by-case basis with regard to methodology of resolution (formal meeting, email, phone). Regardless of methodology, it is understood that there must be unanimous agreement between KPSCo and GenCo in order to take specific action.

**Item V.**

AEPSC (represented by Dan Lee) will continue to provide support to the committee; reasonable efforts will be made to limit time and expenses.