

PARKER DAVIS AND INTERTIE CUSTOMER VOTING PROCESS CRITERIA		
VOTING CRITERIA	DESCRIPTION	WAPA COMMENTS
Customers Eligible to Vote	PDP & INT Firm Electric Service with transmission service, other long-term firm transmission service & NITS Customers who have signed the JPA	
Customers Ineligible to Vote	Generation-only, short-term transmission (<1-year), ancillary services only Customers and/or those who have not signed the JPA, or are in default on payment obligations to WAPA.	
# of Votes per Customer	One vote per JPA Signatory	
Funding Types Customers Shall Vote On	Use of Prepayments for Construction Projects	<ul style="list-style-type: none"> <li>WAPA is not supportive of establishing a precedent regarding additional voting rights for customers</li> <li>WAPA cannot relinquish its responsibility to maintain the transmission system by allowing customers to vote on RRADs</li> </ul>
Voting Window	<ul style="list-style-type: none"> <li>Customers shall vote on use of prepayments for individual construction projects within the TYP. Generally, these projects will be for the current year +2 timeframe to align with WAPA's budget formulation process.</li> </ul>	<ul style="list-style-type: none"> <li>The intent is to vote on a project by project basis</li> <li>WAPA finds value in reserving the flexibility to vet and vote on multi-year projects or any particular project within the ten year plan</li> </ul>
Binding vs Non-Binding Vote	<p><u>Binding Vote</u> The results of voting for use of prepayments for construction projects is intended to be binding on WAPA with exceptions such as emergency response and reliability needs.</p>	<ul style="list-style-type: none"> <li>WAPA does not support an advisory only voting process</li> </ul>
Proxies	Proxy voting authorized	<ul style="list-style-type: none"> <li>This allows all eligible customers to participate</li> </ul>
Representatives	Representatives are authorized to attend meetings and vote on behalf of Customers that provide written authorization which is on file at DSW	
Casting Vote	Vote shall occur in person, email, or by proxy during the meeting	<ul style="list-style-type: none"> <li>This allows all eligible customers to participate</li> </ul>
PDP and/or INT System Votes	<ul style="list-style-type: none"> <li>PDP eligible Customers may vote on PDP/INT projects. INT eligible Customers may vote on INT/PDP projects.</li> <li>All PDP/INT voting shall be accomplished at the same meeting, with the exception of supplemental voting as needed</li> </ul>	
Required Votes to Approve Use of Prepayments	Requires an affirmative vote of greater than 50% of eligible Customers that vote	
Revised, out of cycle, TYP	<ul style="list-style-type: none"> <li>Revised or new construction projects shall be discussed and voted on prior to the use of prepayment funding for construction projects.</li> <li>Revised construction projects that materially change or are anticipated to substantially exceed their approved budget shall be discussed with Customers at the upcoming quarterly meeting.</li> <li>New construction projects that WAPA indicates should be included in the TYP construction schedule within the current or the upcoming fiscal year shall be discussed with Customers at the earliest opportunity; either the next quarterly meeting or an out-of-cycle meeting, if needed.</li> </ul>	<ul style="list-style-type: none"> <li>WAPA does not support the limitation of reporting by using a percentage threshold</li> </ul>
Emergency & Reliability Projects	PDP and INT emergency and reliability projects do not require a Customer vote.	<ul style="list-style-type: none"> <li>WAPA agrees these projects should not be subject to a vote</li> <li>WAPA is open to discussing the reporting of these projects</li> </ul>