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JFC Meeting 10-28-09*

2:00 p.m. Convene Meeting with the Chairs of Senate and House Natural Resources Committees. [*Senator Virginia Lyons and Representative Tony Klein*] to receive an Update on Entergy [*enclosure*]

- a. Quarterly Status Report on Entergy Nuclear Vermont Yankee (ENVY)
Arnold Gunderson, MSNE, RO, Chief Engineer
- b. Memorandum of Understanding – Transfer of Ownership of Vermont Yankee from Entergy to Enexus
Richard Saudek, Esq., Cheney, Brock and Saudek

Page 34 of the Public Oversight Panel Report, March 17, 2009

4.1 The Proposed Reorganization under ENEXUS

Entergy has proposed spinning off its merchant plant fleet - the Northern and Midwest plants - into a new corporate entity, ENEXUS. This entity would only have access to the assets of the merchant plants, and not the full resources of Entergy Corporation. Currently, this proposal is on hold, a result of the national economic crisis. The Panel takes no position regarding this proposal. However, the corporate commitments reviewed by the NSA team would likely be modified in this transaction, and organizational relationships would be changed. The reorganization would most certainly modify budget structures, and could result in resource impacts for programs reviewed by NSA. The Panel identifies that reorganization into ENEXUS has the possibility of negatively affecting reliability.