

## Memo

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To: Market Participants

From: NYISO

Date: February 6, 2009

Subject: **Working Capital Rebalancing Adjustments included on the February 6, 2009 Consolidated Invoice (with January billing month transactions)**

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### WORKING CAPITAL REBALANCING ADJUSTMENTS

Attachment V of the Open Access Transmission Tariff (Section 7.0) provides guidance as to the annual adjustment of Working Capital Fund contributions.

Very basically, this is a calculation performed once a year, reallocating the required working capital deposit for each market participant based upon their activity in the market for the previous calendar year. The working capital allocation adjustments that appear on the 2/6/09 invoice are based on each customer's absolute value transactional activity for January through December 2008.

Per Tariff, each customer's annual adjusted percentage of total collection for working capital is calculated according to the following formula:

$$\frac{\text{Customer's total accounts receivable and accounts payable}}{\text{NYISO's total accounts receivable and accounts payable}}$$

*(Note that this formula is calculated using an absolute value of total transactions comprised of the components listed below.)*

The NYISO calculated the 2008 transaction dollar volume for each customer by summing the following components of the most recent versions of settlement invoices for January through December of 2008 (**details on individual customer totals for 2008 are available to market participants via the DSS online system**):

- Power Supplier totals
- Transmission Customer totals
- Transmission Owner totals
- Transmission Congestion Contract Holder totals
- Emergency Demand Response totals
- Virtual Bidding totals
- Adjustment totals (excluding Prepayments and other cash-withholding adjustments)
- Installed Capacity auction totals
- Transmission Congestion Contract auction totals
- Wholesale Transmission Service Charge totals

