

Attachment B:

Locational Minimum Installed Capacity Requirements (for the ~~2003-2004~~ 2004-2005 Capability Year)

- The Locational Minimum Installed Capacity Requirement for New York City (LBMP Zone J) is 80%.
- The Locational Minimum Installed Capacity Requirement for Long Island (LBMP Zone K) is ~~95%~~ 99%.

Maximum Allowances for Installed Capacity Provided by Resources Outside the NYCA

- The maximum Installed Capacity Equivalent of Unforced Capacity that may be located outside the NYCA is 2755 MW. This number will be updated annually based on ISO reliability studies. Existing Grandfathered contracts currently account for ~~622-222~~ MW of the 2755 MW. See Attachment E. This leaves a total of ~~2133-2533~~ MW permitted to be imported to the NYCA, on a first-come, first-serve basis.*

Amount of External ICAP Permitted to be Sold in the NYCA	Total (MW)	Grandfathered (MW)	Remaining (MW)
	2755	622 <u>222</u>	2133 <u>2533</u>

- The maximum amount of Installed Capacity that may be located in each of the following Control Areas, due to transmission constraints, is as follows:**

Neighboring Control Area	Total (MW)	Grandfathered (MW)	Remaining (MW)
PJM	1300***	117***	1183***
ISO-NE	950	50	900
Ontario-IMO	55	55	0
Hydro Quebec	1200	400 <u>0</u>	800 <u>1200</u>

* Please refer to Section 4.9 of this Manual for further information in connection with ICAP sales in the NYCA from Resources located in External Control Areas.

** Note that the “Total” and “Remaining” NYCA ICAP that may be located in each of the four listed External Control Areas, when tallied, exceeds the amount of external ICAP permitted to be sold in the NYCA.

*** 1080 MW of these 1300 MW are subject to reservation under Section 5.12.2 of the ISO Services Tariff in amounts up to those listed in OATT Attachment L Table 3 (Existing Transmission Capacity for Native Load ETCNL) which includes 117 MWs of Grandfathered MWs in the PJM Control Area (see Attachment E of this Manual).