

PROPOSED CONTENT OF ACCOUNTING AND SETTLEMENT PROCESS MANUAL

1. Description Of Market Settlements

This section will describe each NYISO Market and how settlements are derived. The descriptions will highlight each settlement's nuances with regard to time periods at which settlement computations are performed and any requirement for subsequent re-settlement for metering corrections.

- a) DAM Products
- b) Balancing Market Products
- c) Transmission Congestion Contracts [including auction settlements]
- d) UCAP

2. Settlement Cycle

This section will describe the settlement cycle, inclusive of a description of the metering true-up process.

- a) RTD Interval
- b) Hourly
- c) Daily
- d) Monthly
- e) Settlement Adjustment
- f) Bill Challenge Close-out Process

3. Inquiries On Settlement Accuracy & Disputes

This section will describe the processes through which settlement inquiries are managed and challenges to settlement accuracy are disputed and resolved.

- a) Customer Inquiries
- b) Bill Challenge
 - i) Submission Of Challenge
 - ii) Analysis & Determination Of Validity
 - iii) Corrective Measures
 - iv) 30-Day Posting
 - v) Close-out Settlement

4. Settlement Reporting

This section will describe the manner and mechanisms through which settlement data are disseminated across the Market.

- a) Decision Support System
- b) Web-Based Megawatthour Reconciliation
- c) Invoicing

5. Adjustments

This section will describe the conditions warranting the adjustment of settlement determinant data and the application of invoice-level adjustments.

- a) Invoice-level
- b) Performance Tracking Data
- c) Metering

6. Clearing Account Management

This section will describe the accounting practices undertaken to administer the Market Clearing Account, Schedule 1 Revenue, Voltage Support Service, and the Working Capital Fund.

- a) Residual Interest Balances
- b) Uncleared Market Residuals
- c) External Control Area Settlements
- d) Discretionary Settlements
- e) Voltage Support Service Account Management
- f) Working Capital Fund Management