



February 20, 2018

By Electronic Delivery to: secretary@dps.ny.gov

Hon. Kathleen H. Burgess
Secretary to the Commission
New York State Public Service Commission
Agency Building 3
Albany, NY 12223-1350

Re: Verified Report in Case 15-E-0655 – Petition of the New York Independent System Operator, Inc. for Authority to Incur Indebtedness for a Term in Excess of Twelve Months

Dear Secretary Burgess:

In compliance with Ordering Clause 5 of the order issued by the New York State Public Service Commission (“Commission”) on March 18, 2016 in the above-captioned proceeding (“March 18 Order”),¹ the New York Independent System Operator, Inc. (“NYISO”) hereby submits its verified report regarding the funds received from the credit facilities authorized in the March 18 Order.

(a) Name of reporting entity (16 NYCRR 115.1(a)):

The New York Independent System Operator, Inc.

(b) Address of reporting entity (16 NYCRR 115.1(b)):

10 Krey Blvd.
Rensselaer, NY 12144

(c) Name of the official responsible for statements submitted and to whom should be addressed any correspondence relating thereto:

Cheryl Hussey, Chief Financial Officer & Vice President, Human Resources

(d) Date of the report (16 NYCRR 115.1(c)):

¹ Case 15-E-0655, *Petition of the New York Independent System Operator, Inc. for Authority to Incur Indebtedness for a Term in Excess of Twelve Months*, Order Granting Authorization to Incur Indebtedness (issued and effective March 18, 2016).

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(e) Period covered by the report (16 NYCRR 115.1(d)):

January 1, 2017 to December 31, 2017

(f) Information regarding securities or obligations issued (16 NYCRR 115.1(e)):

1. Date the proceeds were utilized for purposes authorized in Ordering Clauses 1 and 2 of the Order (Ordering Clause 5):

Ordering Clause 1 of the March 18 Order authorized the NYISO to extend the term of its previously-approved credit facilities (a \$50 million revolving line of credit and a \$100 million term loan facility) to December 31, 2018, and to increase the amount available under the previously-approved \$100 million term loan facility by \$25 million. The NYISO has not yet utilized the \$25 million increase approved by the Commission in the March 18 Order.

The NYISO drew on the \$30 million credit facility approved in Ordering Clause 2 on June 1, 2017, September 1, 2017, November 1, 2017 and December 18, 2017.

2. Amount of funds utilized (Ordering Clause 5):

For the reporting period, the NYISO drew \$10,100,000 on the \$30 million credit facility approved in Ordering Clause 2 of the March 18 Order.

As referenced above, the NYISO has not yet utilized the \$25 million credit facility increase authorized in Ordering Clause 1 of the March 18 Order.

3. Purpose for which funds were utilized (Ordering Clause 5):

Consistent with the purposes authorized in the March 18 Order these funds were utilized to fund the Energy Management System/Business Management System (EMS/BMS) 2017 project deliverables as follows:

Complete all design activities;

Define and complete the test and acceptance plan;

Define and complete the factory acceptance test procedures; and

Commence factory acceptance testing.

4. Designation of security (16 NYCRR 115.1(f)(1)(iii)(a)):

The Commission approved the NYISO extending the term of and increasing the principal amount available for certain existing facilities and entering into a new unsecured term loan credit facility.

5. Date of actual issue or assumption (16 NYCRR 115.1(f)(1)(iii)(b)):

The NYISO closed on the credit facilities described in the March 18 Order on March 18, 2016.

6. Number of shares of each class of stock or principal amount of each debt obligation issued (16 NYCRR 115.1(f)(1)(iii)(c)):

The amounts drawn on the credit facilities authorized by the March 18 Order are set forth in paragraph 2 above.

7. Consideration realized from each class or type of security (16 NYCRR 115.1(f)(1)(iii)(d)):

The amounts drawn on the credit facilities authorized by the March 18 Order are set forth in paragraph 2 above.

8. Case number and date of order of this Commission under which the security issue was authorized (16 NYCRR 115.1(f)(1)(iii)(e)):

The Commission authorized the NYISO to extend the term of and increase the principal amount available for certain existing facilities and to enter into a new unsecured term loan credit facility in the order issued in Case 15-E-0655 on March 18, 2016.

Respectfully submitted,

/s/ Cheryl Hussey

Cheryl Hussey

Vice President and Chief Financial
Officer

I, Cheryl Hussey, do hereby affirm that the contents of this document are true to the best of my knowledge.

Signed: /s/ Cheryl Hussey (E-signature)

Date: February 16, 2018