Request from OC for the BIC to consider the market issues associated with the findings in this report.

----Original Message----

From: Donald R Wilkes [mailto:dwilkes@keyspanenergy.com]

Sent: Friday, July 20, 2001 12:59 PM

To: Garry Brown

Cc: Ernie Cardone; Greg Campoli

Subject: Analysis of Central East Voltage wrt HQ Transfers

At the Operating Committee meeting held on 7/18/01, the O.C. accepted the findings of the report on Analysis of Central East Voltage for Hydro-Quebec Transfers above 1200 MW for the Summer of 2001.

The full report can be found on the NYISO internet sight in the meeting materials for the 7/18/01 meeting. In summary, the report found that if transfers were increased from 1500 MW to 1800 MW, the transfer limit on Central East must be reduced. This, in turn, may have material impact on power flow to SENY.

The Operating Committee asked that the BIC consider the market issues associated with the findings in this report. Should BIC recommend any changes in present operational practices and limits, new interface limitations would need to receive final approval from SOAS and the O.C.