

The Business Issues Committee approves the comparable payment for Voltage Support Services provided by the Cross-Sound Cable as a Qualifying Non-Generator Sources (“NGS”) as outlined below and recommends that the MC approve corresponding tariff language modifying Rate Schedule 2 of the OATT and Market Services Tariff as appropriate. These provisions would include:

1. Payment to CSC: Prorated VSS payment for energized hours for VAR capability measured at full real power flow
2. Lost Opportunity Costs: No lost opportunity cost payments provided that CSC is not required to change real power schedules for purposes of voltage support. Nothing in this motion shall be construed to change existing protocols between the New England ISO and the New York ISO to maintain the reliability of the system
3. Metering/Testing: CSC to be subject to comparable metering and testing procedures including, interim testing procedures that allow existing facilities to test out of period as necessary to qualify for payment.
4. Losses: Payment for facility losses if the NYISO were to request that the CSC be energized to provide reactive capability.