

Business Issues Committee

February 16, 2005 Meeting

Motion - Agenda #07

The Business Issues Committee (BIC) approves changes to the DAM congestion rent and TCC auction revenue shortfall allocation methodology (Methodology), as materially described to the BIC on January 19, 2005, and February 16, 2005. The BIC recommends that the Management Committee approve Section 205 filings to the Federal Energy Regulatory Commission that would either:

(a) revise the NYISO tariffs consistent with the revised Methodology; or

(b) revise the NYISO tariffs to replace the numerous detailed formulas and procedures used to implement the Methodology with a non-technical general description of the manner in which charges and payments are allocated under the Methodology, which description shall incorporate by reference a NYISO manual that will contain the detailed formulas and procedures necessary to implement the Methodology.

The BIC recommends that the NYISO develop tariff language for presentation to the Management Committee and approve these changes retroactively to the original effective date of the Methodology (December 15, 2003, and January 1, 2004).