# **DRAFT**

# NYISO Management Committee Meeting Minutes January 26, 2011 10:00 a.m. – 11:15 a.m.

# 1. Introductions, Meeting Objectives, and Chairman's Report

Stuart Nachmias (Consolidated Edison), the Chair of the Management Committee (MC), called the meeting to order at 10 a.m. and welcomed the members of the MC. Meeting participants introduced themselves and their affiliations. There was a quorum.

### 2. Approval of November MC Minutes

## Motion:

Motion to approve the Minutes of the December, 2010 Management Committee. *Motion passed unanimously with abstentions.* 

# 3. President and CEO Report

#### **FERC Metrics Report**

Steve Whitley (NYISO) reviewed the FERC Metrics Report included in the President's Report. Market Participants expressed concern regarding the statement that 80% of investment in NY is in the right place, they feel generation has been built in the right place based on State environmental regulations and in the case of wind generation, where the wind is. Mr. Whitley replied that he would take that input back. Bart Franey (National Grid) suggested including the significant savings for consumers by the reduction of congestion on transmission.

#### **Bad Debt Loss**

Mary McGarvey (NYISO) reported that Amber Power defaulted on their December 2010 invoice in the amount of approximately \$116,000. She explained the NYISO is currently pursuing collections options. Updates will be provided to Market Participants through the Credit Policy Working Group. Ms. McGarvey also reported that a previously noted default by Quark Power will be included on the January or February invoice; attempts at collection have not been successful. The total for the default is approximately \$26,000.

#### **EIPC**

John Buehler (NYISO) provided an update of the EIPC; considerable progress was made over the holidays including the baseline infrastructure. Work remaining includes finalization of definitions of resource futures and related sensitivities of which there are 8 energy futures and up to 9 sensitivities each and models and methodology review. The next Stakeholder Steering Committee meeting will be held in early February. Stuart Nachmias (Con Ed) added the importance of Market Participants staying involved and reaching out to their Sector Representatives.

## **Consumer Advisory Council**

Tom Rumsey (NYISO) announced the Board has approved the implementation of a Consumer Advisory Council. The Consumer Advisory Council will be akin to the Environmental Advisory Council and will

consist of up to 15 people; Market Participants are requested to submit nominations. Dave Clarke (LIPA) stated this is an excellent idea that will benefit NY Consumers.

#### **COO Report**

Rick Gonzales (NYISO) reviewed the COO Report. Tom Rudebusch (NYAPP) noted the high prices on and around 1/24, and asked if they were related to the scheduled outage on the 345 kV line at Pannell and, if so, why that outage couldn't have waited until the spring. Mr. Gonzales acknowledged that the outage was a prime contributor, as well as high loads, high gas prices and generation de-rates. The outage scheduling provisions allow for only one major significant parallel transmission line to be scheduled out at a time, which was the case here. Mr. Gonzales stated that notice of the scheduled outage was posted on OASIS on November 1,2010, and that market participants had opportunity to take action.

Howard Fromer (PSEG) asked if the NYISO has noticed a trend in regulation market prices dropping. Nicole Bouchez (NYISO) replied that the NYISO has looked into this and it is a result of a large new entrant.

## **New Business**

There was no new business.

Meeting adjourned at 11:15