

WHEREAS: There is a split in approvals for improving the exchange of energy across the ISO-NE / NYISO Interface between CTS (approved in NY) and Tie Optimization (approved in NE);

WHEREAS: The NYISO and its stakeholders have reviewed a proposal to include in the CTS filing under Section 205 of the Federal Power Act to bridge this split in approvals;

WHEREAS: The Market Participants in ISO/NE would also need to review and approve this proposal. If New York fails to act, or if the Business Issues Committee approves the concept but New England does not, the additional actions proposed in this motion become moot;

BE IT RESOLVED THAT: The Business Issues Committee approves the concept of including in the CTS filing the following five phase process:

1. *A required two-year review by the MMU, Dr. Patton, of interface scheduling under CTS;*
2. *A threshold and trigger to test the efficiency of CTS as an interface scheduling tool as described by the MMU, Dr. Patton, in a separate presentation made to the Business Issues Committee this day, August 31, 2011;*
3. *The adoption of appropriate CTS improvements, including the filing of tariff amendments, as necessary, using a compliance filing approach, if the threshold triggers in year two;*
4. *A one-year cure period to improve CTS; and*
5. *The filing of tariff amendments to implement Tie Optimization, after appropriate thresholds have triggered, as a compliance filing in the CTS docket. The CTS filing would include a request that the Commission direct amendments to improve CTS and / or implement Tie Optimization be made as compliance filings. Such compliance filing process to include traditional stakeholder review and comment on the proposed tariff amendments with their comments and issues shared with the Board for use in its deliberations.*