

## **BILLING ADJUSTMENTS AND CLOSE-OUT SETTLEMENTS UNDER THE NYISO TARIFFS**

In accordance with the Article 7.2A of the OATT and Article 7.4 of the Services Tariff, the NYISO will adjust bills during the specified review period to correct errors in arithmetic, computation and estimation and, after the close of the specified challenge period, will also adjust bills within a reasonable period of time to respond to valid challenges.

After the NYISO determines its response to all challenges for a given invoice month, the NYISO will post a proposed Close-Out Settlement for that month with the details of all adjustments made as a result of earlier NYISO review and its response to Customer challenges. Customers will have 30 days to comment on the correctness of the adjustments contained in the proposed Close-Out Settlement. The NYISO will review all such comments and make any changes necessary to implement correctly the adjustments contained in the proposed Close-Out Settlement. Necessary changes would include, for example, the addition of interest inadvertently omitted from a refund that was included in the Close-Out Settlement pursuant to a valid bill challenge. After making all appropriate changes, the NYISO will then invoice the Close-Out Settlement for that month.

But for the changes necessary to correctly implement the adjustments described above, the NYISO will not make any changes to the proposed Close-Out Settlement because of new errors discovered by the NYISO after the posting or new claims made by Customers after the posting, such as a new claim for BPCG, regardless of the nature or source or magnitude of the newly discovered error. Provided, however, the NYISO will always make adjustments for the time period covered by the Close-Out Settlement that are necessary to comply with the results of litigation or administrative proceedings.

## **Procedural Steps for Close-Out Settlements**

### Step One

- NYISO Posts Close-Out Settlement for the Month
  - Posting reflects all adjustments needed to correct all errors in the posted month, including those errors identified by valid challenges.
  - Close-out settlements are posted using an invoice format.
  - Close-out settlements are also supported by traditional CSV data.

### Step Two

- Special BAWG Meeting/Teleconference Call Held to Discuss Posted Close-Out Settlements

### Step Three

- Customers Have Thirty (30) Days to Comment on Correctness of Adjustments Included in Posted Close-Out Settlements.
  - NYISO will correct errors of adjustment implementation
  - No adjustments for new issues

### Step Four

- NYISO Invoices Close-Out Settlements for the Month