

January 12, 2021

TO: Class Year 2019 Projects

Notice of Class Year 2019 Second Round Security Posting Default – Initiation of Third Round

Dear Class Year 2019 Project Developers:

On January 5, 2021, a notice was sent informing you of the results of the Class Year 2019 Second Round and requesting payment or the posting of Security by January 11, 2021 for your respective Project Cost Allocations and Headroom obligations, as applicable.

This is to inform you that a Security Posting Default has occurred, and therefore, the NYISO must update the Class Year 2019 Study results for the remaining Class Year Projects, initiating another decision round. Upon request by a Class Year Developer, pursuant to Section 25.8.2.2 of Attachment S to the NYISO OATT, the occurrence of this Security Posting Default requires that the beneficiaries of the payments and Security posted by the Developers that did pay or post Security **“shall surrender the cash and posted Security to the respective Developers immediately.”** Importantly, the beneficiaries of the payments and Security posted by the Developers that did pay or post Security shall not make any draws or encumbrances on any cash or posted Security unless and until cash has been paid and Security has been posted by all Developers that issued Acceptance Notices in the Final Decision Round.”

Security posting results from the Class Year 2019 Second Round are summarized in the table below:

Table – Class Year 2019 – Summary of Developers’ Security Posting			
#	QUEUE POS.	PROJECT	Project Posted Security
1	276	Homer Solar Energy Center	Yes
2	495	Mohawk Solar	Yes
3	519	Canisteo Wind	Yes
4	531	Number 3 Wind Energy	Yes
5	535	Riverhead Expansion	Yes
6	546	Roaring Brook Wind	Yes
7	579	Bluestone Wind	Yes
8	591	Highview Solar	Yes
9	596	Alle Catt II Wind	Yes
10	612	South Fork Wind Farm	Yes
11	617	Watkins Glen Solar	Yes
12	618	High River Solar	Yes

Table – Class Year 2019 – Summary of Developers’ Security Posting			
#	QUEUE POS.	PROJECT	Project Posted Security
13	619	East Point Solar	Yes
14	620	North Side Solar	Yes
15	629	Silver Lake Solar	No
16	637	Flint Mine Solar	Yes
17	644	Columbia County 1	Yes
18	678	Calverton Solar Energy Center	Yes
19	683	KCE NY 2	Yes
20	695	South Fork Wind Farm (2)	Yes
21	704	Bear Ridge Solar	Yes
22	706	High Bridge Wind	Yes
23	720	North Light Energy Center	Yes
24	721	Excelsior Energy Center	Yes
25	791	Danskammer Energy Center	Yes

The NYISO will issue a revised Class Year 2019 Study report, including Revised Project Cost Allocations for SUFs, SDUs and Deliverable MWs, as applicable, by January 25, 2021, in accordance with Attachment S of the NYISO Open Access Transmission Tariff.

Once NYISO issues the revised Class Year 2019 Study report, the remaining Class Year 2019 Project Developers will have seven (7) calendar days from the issuance of the updated reports to notify the NYISO whether or not they accept their respective Revised Project Cost Allocations for SUFs and SDUs and their Deliverable MWs, provided however:

- A Developer that accepted an SUF and/or SDU Project Cost Allocation in the Initial Decision Period will not be provided with the option to accept or reject a Revised Project Cost Allocation following a Subsequent Decision Period unless the Revised Project Cost Allocation provides for:
 - an increase in the SUF or the SDU Project Cost Allocation; or
 - a decrease in the Class Year Project’s Deliverable MWs.
- If the Developer is not provided with the option to accept or reject a Revised Project Cost Allocation, its Acceptance Notice from the Initial Decision Period will act as an Acceptance Notice in the second round Decision Period.

If there is no Non-Acceptance Event in the Subsequent Decision Period, Developers will then have five (5) Business Days from the end of the Decision Period to (1) pay cash or post Security

to the applicable Transmission Owner(s) for SUFs and (2) to pay cash or post Security for Headroom to the applicable prior Class Year Developer(s). If, however, any remaining Class Year 2019 Project Developers reject a Revised Cost Allocation for SUFs, SDUs, or Deliverable MW, the NYISO will need to prepare and issue another revised Class Year Facilities Study with Revised Project Cost Allocations and Deliverable MWs, as applicable.

Please refer to Sections 25.8.2 through 25.8.4 of Attachment S for additional details regarding the Class Year 2019 decision and settlement process.

If you have any questions, please call me at (518) 356-6025, or send me an e-mail at InterconnectionSupport@nyiso.com.

Sincerely,

Thinh Nguyen

Sr. Manager, Interconnection Projects

cc:

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