

IMPORTANT NOTICE – PAYMENTS OR SECURITY POSTINGS REQUIRED ON OR BEFORE JANUARY 11, 2023

January 4, 2023

TO: Class Year 2021 Projects

Notice of Class Year 2021 Third Round Decision Results – Request to Post Security

Dear Class Year 2021 Project Developers:

On December 22, 2022, a notice was sent informing you that there were two Security Posting Defaults in the second decision round for Class Year 2021. This triggered a Third Round Class Year 2021 decision process. In accordance with Attachment S of the NYISO OATT, NYISO staff have prepared and issue herewith a Third Round Addendum to the Initial Round Class Year 2021 System Upgrade Facilities (SUF) and System Deliverability Upgrade (SDU) Study Report for the remaining Class Year 2021 Projects (Third Round Addendum Report).

The Third Round Project Cost Allocation for SUFs, Headroom payments for SUFs, Project Cost Allocations for SDUs, and Deliverable MWs are unchanged, as documented in the Third Round Addendum Report accompanying this notice. Because the Project Cost Allocations for SUFs, SDUs and Deliverable MW remain unchanged in this Third Round decision process, the Project Cost Allocation decisions of remaining Class Year 2021 Developers from the Second Round stand, and such projects will not be provided with the option to accept or reject a Project Cost Allocation in this Third Round. This will therefore be deemed the Final Decision Round. As such this notice triggers the five (5) Business Day obligation to pay cash or post Security obligations for the respective Project Cost Allocations that have been accepted (summarized in Attachment A of this notice).

Therefore, in accordance with Section 25.8.2.1 of Attachment S of the NYISO OATT, all Class Year 2021 Project Developers that accepted the Project Cost Allocations identified in Table 1 of the Attachment A to this notice must satisfy the following requirements on or before January 11, 2023 (within five (5) Business Days from the end of the Third Round decision period):

- Satisfy Headroom obligations identified in Table 1 of Attachment A, if any, in accordance with Section 25.8.7.6 of Attachment S; and
- Pay cash or post Security in the full amount of their respective Project Cost Allocations for SUFs and SDUs, as applicable, to the respective Transmission Owner(s) identified in Attachment A.

"Security" is defined by the NYISO OATT as "a bond, irrevocable letter of credit, parent company guarantee or other form of security from an entity with an investment grade rating, executed for the benefit of the Connecting Transmission Owner and Affected Transmission Owner(s), meeting the requirements of Attachment S, and meeting the commercially reasonable requirements of the Connecting Transmission Owner and Affected Transmission Owner(s)."

Each of the Developers that accepted the Project Cost Allocations must notify me on or before January 11, 2023 to confirm it has made payment or posted Security for its respective Project Cost Allocations for SUFs and SDUs, as applicable, and for its Headroom obligations, as applicable, even if such confirmation was provided in the Initial or Second Decision Round. By copy of this notice, Transmission Owners must also confirm to me that such payments/postings have been made and meet their respective commercially reasonable requirements.

In the event that any Security Posting Default occurs, NYISO will prepare and issue another revised report and Project Cost Allocation in accordance with the requirements of Attachment S.

If you have any questions, please submit such questions by e-mail to InterconnectionSupport@nyiso.com.

Sincerely,

Thinh Nguyen

Sr. Manager, Interconnection Projects

cc:

John Borchert, Central Hudson Patti Caletka, NYSEG/RG&E Corinne Didomenico, NextEra Iram Iqbal, PSEG-LIPA Sarah Johnson, Invenergy Kevin Reardon, National Grid Vitaly Spitsa, Con Edison Khin Swe, NYPA

Attachment A - Summary Tables of Class Year 2021 3rd Round Decision Period Cost Allocations, Headroom, and Deliverable MW

Table 1: Class Year 2021 Total SUF Part 1 & 2 Cost Allocations Including Headroom

| Queue | D N | Part 1 Cost | | Part 2 SUF Cost Allocation | | | | | | | | | Total Cost |
|-------|-------------------------------------|----------------|-------|----------------------------|---------|-------|------------|------|------|---------------|------|--------------|----------------|
| Numbe | Project Name | Allocation | CHG&E | ConEd | NextEra | Ngrid | NYSEG | NYPA | O&R | PSEG-LI | RG&E | Payment | Allocation |
| Q521 | Bull Run II Wind | \$ 32,113,966 | - | - | - | - | - | \$ - | - | - | - | \$ - | \$ 32,113,966 |
| Q571 | Heritage Wind | \$ 17,203,100 | - | - | - | \$ - | - | - | - | - | \$ - | \$ - | \$ 17,203,100 |
| Q629 | Silver Lake Solar | \$ 638,000 | - | - | - | - | \$ - | - | - | - | - | \$ - | \$ 638,000 |
| Q631 | NS Power Express | \$ 186,086,000 | - | \$ 16,976,000 | - | - | - | \$ - | - | \$ 77,963 | - | \$ - | \$ 203,139,963 |
| Q710 | Horseshoe Solar | \$ 3,527,400 | - | - | - | \$ - | - | - | - | - | \$ - | \$ - | \$ 3,527,400 |
| Q717 | Morris Ridge Solar Energy Center | \$ 13,964,000 | - | - | - | - | \$ - | - | - | - | - | \$ - | \$ 13,964,000 |
| Q758 | Sithe Independence | \$ - | - | - | - | \$ - | - | - | - | - | - | \$ - | \$ - |
| | NY Wind Holbrook | \$ 21,959,694 | - | - | - | - | - | - | - | \$ 15,600,356 | - | - | \$ 37,560,050 |
| Q783 | South Ripley Solar and BESS | \$ 15,551,500 | - | - | - | \$ - | - | - | - | - | - | \$ 4,026,087 | \$ 19,577,587 |
| Q787 | Levy Grid, LLC | \$ 1,975,400 | - | - | - | \$ - | \$ 640,000 | - | - | - | - | \$ - | \$ 2,615,400 |
| Q801 | Prattsburgh Wind Farm | \$ 13,205,100 | - | - | - | - | \$ - | - | - | - | - | \$ - | \$ 13,205,100 |
| Q805 | Oxbow Hill Solar | \$ - | - | - | - | \$ - | - | - | - | - | - | \$ - | \$ - |
| Q811 | Cider Solar | \$ 26,078,160 | - | - | - | - | - | \$ - | - | - | - | \$ - | \$ 26,078,160 |
| Q815 | Bayonne Energy Center III | \$ 135,000 | - | \$ - | - | - | - | - | - | - | - | \$ - | \$ 135,000 |
| Q835 | Luyster Creek Energy Storage 1 | \$ 12,130,000 | - | \$ - | - | - | - | - | - | - | - | \$ - | \$ 12,130,000 |
| Q840 | Swiftsure Energy Storage | \$ 14,937,000 | - | \$ - | - | - | - | - | - | - | - | \$ - | \$ 14,937,000 |
| Q864 | NY38 Solar | \$ 3,738,100 | - | - | - | \$ - | - | - | - | - | - | \$ - | \$ 3,738,100 |
| Q883 | Garnet Energy Center | \$ 23,209,132 | - | | - | ı | - | \$ - | - | - | - | \$ - | \$ 23,209,132 |
| Q887 | CH Uprate | \$ - | - | \$ 4,244,000 | - | - | - | \$ - | - | \$ 19,491 | - | \$ - | \$ 4,263,491 |
| Q907 | Harlem River Yard | \$ 10,070,493 | - | - | - | - | - | \$ - | - | - | - | \$ - | \$ 10,070,493 |
| Q929 | Morris Ridge Battery Storage | \$ - | - | - | - | - | \$ - | - | - | - | - | \$ - | \$ - |
| Q931 | Astoria Energy Storage | \$ 13,130,000 | - | \$ - | - | - | - | - | - | - | - | \$ - | \$ 13,130,000 |
| Q956 | Holtsville 138 kV Energy Storage | \$ 590,475 | - | - | - | - | - | - | - | \$ - | - | \$ - | \$ 590,475 |
| Q958 | El Oceanside | \$ - | - | - | - | - | - | - | - | \$ 324,435 | - | \$ - | \$ 324,435 |
| Q959 | El Oceanside 2 | \$ 108,612,906 | - | - | - | - | - | - | - | \$ 40,830,568 | - | \$ - | \$ 149,503,474 |
| Q987 | NY Wind Holbrook 2 | \$ - | - | - | - | - | - | - | - | \$ - | - | - | \$ - |
| | Total | \$ 518,855,426 | \$ - | \$ 21,220,000 | \$ - | \$ - | \$ 640,000 | \$ - | \$ - | \$ 56,912,812 | \$ - | \$ 4,026,087 | \$ 601,654,325 |
| Notes | | | | | | | | | | | | | |
| (1) | Q521 assumes Developer responsibili | ty for OPGW | | | | | | | | | | | |

Table 2: Headroom Reimbursement Amount to Previous Class Year Projects

| | To CY19 Q596 Alle Catt II |
|--|---------------------------|
| From CY21 Q783 South Ripley Solar and BESS | \$4,026,087 |
| Total to Q596 Alle Catt II | \$4,026,087 |

Table 3: Class Year 2021 Part 1 Cost Allocations to Applicable New York Transmission Owner

| | СТО | CHG&E | ConEd | NextEra | NGrid | NYSEG | NYPA | O&R | PSEG-LI | RG&E | T | otal Part 1 |
|-------|----------------------------------|--------|---------------|------------|------------------|------------------|----------------|------|----------------|--------------|----|--------------|
| Queue | Project Name | LIIGAE | Conca | Mextcra | NGria | NYSEG | NYPA | UGH | PSEG-LI | RUGE | SI | JF Cost (\$) |
| Q521 | Bull Run II Wind | - | - | - | - | - | \$ 32,113,966 | - | - | - | \$ | 32,113,966 |
| Q571 | Heritage Wind | - | - | - | \$ 17,203,100 | - | - | - | - | - | \$ | 17,203,100 |
| Q629 | Silver Lake Solar | - | - | - | - | \$ 638,000 | - | - | - | - | \$ | 638,000 |
| Q631 | NS Power Express | - | \$ 11,176,000 | - | - | - | \$ 174,910,000 | - | - | - | \$ | 186,086,000 |
| Q710 | Horseshoe Solar | - | - | - | \$ 3,527,400 | - | - | - | - | - | \$ | 3,527,400 |
| Q717 | Morris Ridge Solar Energy Center | - | - | - | - | \$ 13,964,000 | - | - | - | - | \$ | 13,964,000 |
| Q758 | Sithe Independence | - | - | - | \$ - | - | - | - | - | - | \$ | - |
| Q766 | NY Wind Holbrook | - | - | - | - | - | - | - | \$ 21,959,694 | - | \$ | 21,959,694 |
| Q783 | South Ripley Solar and BESS | - | - | - | \$ 15,551,500 | - | - | - | - | - | \$ | 15,551,500 |
| Q787 | Levy Grid, LLC | - | - | - | \$ 1,975,400 | - | - | - | - | - | \$ | 1,975,400 |
| Q801 | Prattsburgh Wind Farm | - | - | - | - | \$ 13,205,100 | - | - | - | - | \$ | 13,205,100 |
| Q805 | Oxbow Hill Solar | - | - | - | \$ - | - | - | - | - | - | \$ | - |
| Q811 | Cider Solar | - | - | \$ 328,918 | - | - | \$ 25,420,324 | - | - | \$ 328,918 | \$ | 26,078,160 |
| Q815 | Bayonne Energy Center III | - | \$ 135,000 | - | - | - | - | - | - | - | \$ | 135,000 |
| Q835 | Luyster Creek Energy Storage 1 | - | \$ 12,130,000 | - | - | - | - | - | - | - | \$ | 12,130,000 |
| Q840 | Swiftsure Energy Storage | - | \$ 14,937,000 | - | - | - | - | - | - | - | \$ | 14,937,000 |
| Q864 | NY38 Solar | - | - | - | \$ 3,738,100 | - | - | - | - | - | \$ | 3,738,100 |
| Q883 | Garnet Energy Center | - | - | - | \$ 304,100 | - | \$ 22,115,685 | - | - | \$ 789,347 | \$ | 23,209,132 |
| Q887 | CH Uprate | - | \$ - | - | - | - | \$ - | - | - | - | \$ | _ |
| Q907 | Harlem River Yard | - | \$ 1,321,000 | - | - | - | \$ 8,749,493 | - | - | - | \$ | 10,070,493 |
| Q929 | Morris Ridge Battery Storage | - | - | - | - | \$ - | - | - | - | - | \$ | - |
| Q931 | Astoria Energy Storage | - | \$ 13,130,000 | - | - | - | - | - | - | - | \$ | 13,130,000 |
| Q956 | Holtsville 138 kV Energy Storage | - | - | - | - | - | - | - | \$ 590,475 | - | \$ | 590,475 |
| Q958 | El Oceanside | - | - | - | - | - | - | - | \$ - | - | \$ | - |
| Q959 | El Oceanside 2 | - | - | - | - | - | - | - | \$ 108,612,906 | - | \$ | 108,612,906 |
| Q987 | NY Wind Holbrook 2 | - | - | - | - | - | - | - | \$ - | - | \$ | - |
| | Total | \$ - | \$ 52,829,000 | \$ 328,918 | \$ 42,299,600 | \$ 27,807,100 | \$263,309,468 | \$ - | \$ 131,163,075 | \$ 1,118,265 | \$ | 518,855,426 |

Notes
(1) Q521 assumes Developer responsibility for OPGW

Table 4: Class Year 2021 Deliverable MW

| # | QUEUE POS. | PROJECT | Requested Summer CRIS MW | Deliverable Summer CRIS MW without SDUs | Deliverable Winter CRIS MW without SDUs | | |
|----|---------------|-------------------------------------|--------------------------------|--|---|--|--|
| 1 | 521 | Bull Run II Wind | 449 | 449 | 449 | | |
| 2 | 571 | Heritage Wind | 200.1 | 200.1 | 200.1 | | |
| 3 | 629 | Silver Lake Solar | 24.9 | 24.9 | 24.9 | | |
| 4 | 631 | NS Power Express | 1000 | 1000 | 1000 | | |
| 5 | 710 | Horseshoe Solar | 180 | 180 | 180 | | |
| 6 | 717 | Morris Ridge Solar Energy Center | 177 | 177 | 177 | | |
| 7 | 758 | Sithe Independence | N/A | N/A | N/A | | |
| 8 | 766 | NY Wind Holbrook | 880 | 0 | 0 | | |
| 9 | 783* | South Ripley Solar and BESS | 270 | 270 | 270 | | |
| 10 | 787 | Levy Grid, LLC | 150 | 150 | 150 | | |
| 11 | 801 | Prattsburgh Wind Farm | 147 | 147 | 147 | | |
| 12 | 805 | Oxbow Hill Solar | 140 | 140 | 140 | | |
| 13 | 811 | Cider Solar | 500 | 500 | 500 | | |
| 14 | 815 | Bayonne Energy Center III | 49.8 | 49.8 | 49.8 | | |
| 15 | 835 | Luyster Creek Energy Storage 1 | 56 | 56 | 56 | | |
| 16 | 840 | Swiftsure Energy Storage | 650 | 121 | 121 | | |
| 17 | 864 | NY38 Solar | 120 | 120 | 120 | | |
| 18 | 883 | Garnet Energy Center | 200 | 200 | 200 | | |
| 19 | 887 | CH Uprate | 250 | 250 | 250 | | |
| 20 | 907 | Harlem River Yard | 100 | 100 | 100 | | |
| 21 | 929 | Morris Ridge Battery Storage | 83 | 83 | 83 | | |
| 22 | 931 | Astoria Energy Storage | 100 | 100 | 100 | | |
| 23 | 956 | Holtsville 138 kV Energy Storage | 110 | 0 | 0 | | |
| 24 | 958 | EI Oceanside | 96 | 0 | 0 | | |
| 25 | 959 | EI Oceanside 2 | 1260 | 0 | 0 | | |
| 26 | 987 | NY Wind Holbrook 2 | 44 | 0 | 0 | | |
| 27 | 683 | KCE NY 2 | 200 | 200 | 200 | | |
| 28 | 827 | Arthur Kill Energy Storage 1 | 15.1 | 15.1 | 15.1 | | |

*Q783 South Ripley Solar Project is a co-located project that is requesting 270 MW ERIS of solar and 20 MW ERIS of BESS (a total of 270 MW ERIS request); 250 MW CRIS of solar and 20 MW CRIS of BESS (a total of 270 MW CRIS request).