

December 14, 2009  
Revised December 15, 2009

TO: Developers of Class Year 2008 Projects

<u>Queue Pos.</u>	<u>Project</u>	<u>Developer</u>	<u>Contact(s)</u>
152	Moresville Energy Center	Moresville Energy, LLC	Carlos Rodriguez cc. Eric Miller
160	Jericho Rise Wind Farm	Jericho Rise Wind Farm, LLC	Dan Fitzgerald cc. Brian Lammers
169	Alabama Ledge Wind Farm	Alabama Ledge Wind Farm, LLC	Gary Davidson cc. Brian Lammers
178	Allegany Windfield	Noble Allegany Windpark, LLC	Dan Nugent cc. Mike Beckner
197	Tug Hill	PPM Roaring Brook, LLC	Tom Shields
198	Arkwright Summit Wind Farm	New Grange Wind Farm, LLC	Tom Stebbins cc. Brian Lammers
206	Hudson Transmission	Hudson Transmission Partners	Jim Nash
207	Cape Vincent	BP Alternative Energy NA, Inc.	James Madden
216	Nine Mile Point 2 Uprate	Nine Mile Point Nuclear, LLC	Dale Goodney cc. Katherine Picciott
231	Seneca	Seneca Energy II, LLC	Dennis Plaster cc. Greg McKinney
233	Sherman Island Uprate	Erie Boulevard Hydro Power, LP	Cornelius Collins
234	Steel Winds II	Steel Winds, LLC	Josh Berkow
239A	Modern Innovative Plant	Innovative Energy System, Inc.	Dennis Plaster cc. Greg McKinney

Re: Notice of Developers' Initial Decisions Regarding the Class 2008 Cost Allocation

Dear Developer Representatives:

December 14, 2009 was the deadline for the Class 2008 Developers to provide notice to the NYISO indicating either acceptance ("Acceptance Notice") or non-acceptance ("Non-Acceptance Notice") of their respective Project Cost Allocations for System Upgrade Facilities (SUFs) and System Deliverability Upgrades (SDUs), as outlined in my *Notice of Project Cost Allocations for System Upgrade Facilities and System Deliverability Upgrades*, dated November 13, 2009.

This is to inform you that not all Class 2008 Developers have elected to accept their respective Project Cost Allocations. Hudson Transmission Partners was the only Developer to accept their cost allocation for SDUs. All other Developers rejected their cost allocations for SDUs. Eight Developers accepted their cost allocation for SUFs. The following Developers/Projects did not accept their respective cost allocation for SUFs:

<u>Queue Pos.</u>	<u>Developer</u>	<u>Project</u>
• 152	Moresville Energy, LLC	Moresville Energy Center
• 160	Jericho Rise Wind Farm, LLC	Jericho Rise Wind Farm
• 169	Alabama Ledge Wind Farm, LLC	Alabama Ledge Wind Farm
• 178	Noble Allegany Windpark, LLC	Allegany Windfield
• 198	New Grange Wind Farm, LLC	Arkwright Summit Wind Farm

Consequently, all Class 2008 Developers are relieved of their obligation to post Security for their current respective Project Cost Allocations. The Projects of Developers that did not accept their cost allocation for SUFs will be removed from the Class 2008, and the NYISO shall issue a revised Annual Transmission Reliability Assessment (ATRA) and cost allocation to the remaining Class 2008 Developers by December 28, 2009, in accordance with Attachment S of the NYISO Open Access Transmission Tariff. Thereafter, the Developers will have seven (7) Calendar Days (until January 4, 2010) to again notify the NYISO whether or not they accept their respective revised Project Cost Allocations. By January 5, 2010, NYISO will notify the Developers whether or not all the remaining Class 2008 Developers have accepted their cost allocations. If all Developers accept their revised cost allocations, Developers will then have five (5) Business Days from January 4<sup>th</sup> (until January 11, 2010) to post Security for SUFs to the applicable Transmission Owner(s). Developers that owe Headroom reimbursements also would be required to pay such reimbursements to the applicable prior Class Year Developer(s). If, however, not all remaining Class 2008 Developers accept their cost allocation, NYISO would need to prepare and issue yet another revised ATRA.

If you have any questions, please call or send me an e-mail at the number/address below.

Sincerely,

*Steven L. Corey*

Manager, Interconnection Projects

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cc. Tom Donnelly, NYSEG  
 Doug Fuess, National Grid  
 Larry Kilburn, Village of Arcade  
 John Beck, Con Edison  
 James Lee, NYPA