

## **BIC Recommendation Regarding Rate Schedule 1**

The NYISO tariff will be modified such that the non-fixed rate R.S. 1 expenses such as bid production cost guarantee, real-time congestion, and other non-fixed R.S.1. expenses as defined in the NYISO tariff (not including collection of bad debt or working capital) would be charged to the customers through a variable R.S. 1 component. The variable expenses would be calculated by the NYISO billing software on a daily or hourly basis as appropriate, be reported each day in the preliminary NYISO customer statement, and be charged appropriately to the customers subject to Schedule 1 charges in the month-end invoice. Rebills will be consistent with the motion.