ESPWG: STATUS UPDATE

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BIC/OC Meetings June 29-30, 2005 Albany

ESPWG Update

Reliability Planning Process Implementation Issues

- CRRP Implementation and Scenarios

- Base case RNA proceeding
 - ISO indicated that they in initial results they have observed a number of voltage issues in out years
 - Still fine-tuning base case including the representation 0f the PJM system
- Scenario analysis
 - Coal scenario has been refined to exclude Milliken from the retirement scenario
 - ISO will provide a summary of scenario assumptions at the July meeting
- Schedule
 - ISO reported that they are still on-target for a 9/1/05 draft reliability needs assessment report

Implementation criteria for halting a regulated project

• ISO to draft procedures to reflect consensus.

Cost Allocation

- Continued discussion at the June meeting
 - Still an open issue on the issue of cost allocation when the regulated solution is nontransmission
 - On the agenda to continue discussion at the July meeting

PSC Dispute Resolution Process

• TO's agreed to circulate draft implementation procedures based upon the PSC process

ESPWG Update

- Economic Planning Implementation
 - Historical congestion 1st quarter 2005 reviewed
 - Discussion of implementation details of the approved NYISO "strawman"
 - ISO review of strawman details
 - ESPWG agreed that Powergem should perform a sample "what if" analysis for ESPWG review at the July meeting
- Next meeting July 14.