

Business Issues Committee

August 24, 2005 Meeting

Revised Motion - Agenda #08

Motion:

The Business Issues Committee (BIC) hereby approves revisions to the NYISO Voltage Support Service Program, as recommended by the MSWG at the August 15th meeting, as noted below:

- 1) To move to Net Lagging at the point of interconnection compensation measurement;
- 2) To provide clarification of testing requirements, as presented to the BIC at the August 24th meeting;
- 3) To the extent that a supplier does not have access to data from a net MVar meter, the NYISO will calculate a value based upon a gross MVar reading and an established power flow calculation;
- 4) The 2006 revenue requirement will be based upon the 2001 revenue requirement, updated for new additions and retirements **as of October 31, 2005.**

In addition, the BIC recommends that the Management Committee act to delete, as presented to the BIC on August 24th, the section from Rate Schedule 2 that requires Voltage Service payments to Non-Utility Generators (“NUGs”) operating under existing power purchase agreements to be provided to the entity purchasing the NUG’s Energy or Capacity, unless otherwise stipulated by that entity.