

Management Committee Meeting

October 29, 2008
Comfort Inn
Castleton, NY

SUMMARY OF MOTIONS

Motion #1:

Motion to approve the minutes of the August 27, 2008 meeting.

(Motion passed unanimously by show of hands)

Motion #2:

2009 NYISO Budget

The Management Committee hereby recommends that the Board of Directors approve the proposed Rate Schedule #1 Revenue Requirement for the 2009 budget year as described in the presentation materials for the October 29, 2008 Management Committee meeting. This budget represents the funding level required to meet NYISO's key objectives and projects scheduled for 2009, subject to the following provisions:

Revenue Requirement -The Revenue Requirement is \$144.2 million

Rate Schedule #1 – The budgeted Rate Schedule #1 is \$.813/MWh.

Spending Under-runs – If a spending under-run occurs, the related funds should be utilized to pay down the principal amount of outstanding debt or reduce anticipated 2009 debt borrowings. This policy was adopted in 2003.

Volume Variances- Rate Schedule #1 over-collections as of December 31, 2008 resulting from volume variances should be utilized to pay down the principal amount of outstanding debt or reduce anticipated debt borrowings. The NYISO will manage undercollections related to transactional volumes, if any, in conjunction with anticipated borrowings and spending variances so that market participants are not assessed an increase to Rate Schedule #1 during the 2009 budget year.

Obligation for Repayment – In approving the 2009 budget, the Management Committee acknowledges and agrees that the cost of financing long-term projects must be repaid in future NYISO budgets that cover the relevant amortization periods.

(Motion passed by majority with abstentions)

Motion #2:

The Management Committee (MC) hereby recommends that the NYISO Board of Directors authorize the NYISO to file with the Federal Energy Regulatory commission, pursuant to Section 205 of the Federal Power Act, to approve revisions to the NYISO's tariffs to enhance the credit requirements for TCCs and Virtual Transactions in conjunction with the implementation of the automated Credit Management System, pursuant to the presentation made to the Management Committee this date.

(Motion passed unanimously)

Motion #3:

The Management Committee hereby approves revisions to the NYISO's Tariffs regarding a modification to the Day-Ahead scheduling process for resources other than Fixed Block Units pursuant to the presentation made to the Management Committee this date, and recommends to the Board that it authorize a Section 205 filing.

(Motion passed unanimously)

* The Management Committee elected Glen McCartney of Constellation Energy Commodities Inc, to fill the Vice Chair position for December 2008 through November 2009. *(Mr. McCartney was elected MC Vice Chairperson by ballot with 100 % affirmative votes)*