

VIA EMAIL

To: NYISO Committee Members,

Date: June 10, 2002

From: Mollie Lampi, Assistant General Counsel - NYISO

Attached please find revised drafts of amendments to Attachment B reflecting the Market Participant comments we have received. Note that two Attachment B's are necessary to reflect changes being proposed to maintain the existing procedure and to describe the alternative scheduling methodology. No changes have been proposed to the definition of LBMP circulated earlier this week. Parallel changes are being made to the OATT. The Board has approved these tariff changes.

As discussed at working group and committee meetings, should FERC adopt the alternative scheduling method, the costs of going long, day-ahead, would be assigned to statewide load. The tariff support for this charge can be found in the description of the residual charge, found in RS 1 of the OATT. If further clarification is needed we would add a single line item description of these costs to that section.

These amendments were distributed last night to all Management Committee Members and the Committee Chairs and Vice Chairs pursuant to the Management Committee May 31, 2002 approval vote for a Section 205 filing in this docket.

Further substantive comments on language can be provided, prior to Monday, noon, to mlampi@nyiso.com. Questions from Committee Chairs need to be received by 2:30. We are now scheduling a Monday filing. When sent, I will forward the filing to members of the Management Committee to assist in rapid responses to FERC.

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