
NYISO Management Committee Meeting Minutes

February 25, 2009

Teleconference

10:00 a.m. to 11:45 a.m.

1. Introductions, Meeting Objectives, and Chairman's Report

Bill Palazzo, NYPA, stated he received a letter from NYISO Board Member, Dick Schuler thanking the Management Committee and the Board Selection Subcommittee for their effort in selecting a dynamic list of candidates for the Board slate.

2. Approval of Minutes

Motion #1:

Motion to approve the Minutes for the following Management Committee meeting dates: November 10, 2008; December 8, 2008 and January 27, 2009.

Motion passed unanimously.

3. President's Report (see presentation)

Steve Whitely, NYISO, stated that the increase in LBMP's for the month of January as compared to December 2008 was the result of increased demand. Rick Gonzales, NYISO, reviewed the uplift portion of the report highlighting the report titled: January 2009 Investigation of Balancing Market Congestion Residual Uplift Cost Categorized. On January 2nd and 20th the ISO needed to derate Dysinger transfer capability due to 115 kV limitations. On January 28th and 29th there were forced outages in the New York City and Long Island area. Mr. Whitely then updated the committee members on the Joint Coordination System Plan, (JCSP) stating since the announcement of ISO-NE and NYISO withdrawing from the JCSP study, the DOE has agreed to develop a future study using a larger planning organization for the eastern interconnection to conduct multi regional studies. Then Rich Dewey, NYISO reported on the February Deployment. The projects that were deployed included:

- TCC Auction Automation - Phase 3; multi-year automation project
- Credit Management System - Phase 1.1; TCC market integration
- LRR in SCUC; high profile DAM market enhancement
- Oracle Forms Replacement - Phase 3; retirement of outdated Finance application
- Upgrades to several internal platforms
- Multiple minor enhancements and upgrades

Mr. Whitely reiterated that NYISO is committed to delivering the 2009 projects and that this is an important development as NYISO is operating under a Plan B budget. He then reported on the Waldwick PAR Modeling waiver request and stated that the NYISO will provide the data requested to the Commission. He added that information and the preliminary methodology for determining it will be provided to the Market Participants on March 11. The NYISO will develop an improved communication process, including a timeline, for informing the market place and commission about tariff related issues.

NYISO Management Committee Meeting

February 25, 2009

NYISO

MOTIONS FROM THE MEETING

Motion #1

Motion to approve the Minutes of the November 10, 2008, December 3, 2008 and January 27, 2009 MC meeting.

Motion passed unanimously.

Motion #2

The Management Committee recommends that the NYISO's Board of Directors authorize the NYISO Staff to file revisions to the NYISO's Tariffs that are consistent with the proposed Tariff revisions presented to the Management Committee on February 25, 2009, in order to permit the timely implementation of the Linden VFT Scheduled Line; provided that the NYISO shall not permit power to be transmitted over the Linden VFT Line until a joint NYISO, PJM and Con Edison emergency operational protocol is effective.

Motion passed unanimously.

Motion #3

The Management Committee hereby recommends that the Board of Directors authorize the NYISO to file with the Federal Energy Regulatory Commission, pursuant to Section 205 of the Federal Power Act, amendments to eliminate the transmission capacity assignment provisions in Section 23 and Attachment A-1 of NYISO OATT as presented to the Management Committee on February 25, 2009.

Motion passed unanimously.

New York Independent System Operator - Committee Membership

Management Committee - Attendance February 25, 2009 - Albany, NY - Parties Checked in Attendance

Organization	Sector	Representative	Alternate1	Alternate2	Alternate3	Alternate4	Alternate5	Proxy	Guest
NYS Energy Research & Develop. Auth.	End Use - Gov. Agency/Aggr.	John Williams	Karl Michael	David Coup	Erin Hogan	Christopher Hall			
The City of New York	End Use - Gov. Agency/Aggr.	Michael Delaney	Janel Guerrero	Thomas Simpson					
Alcoa/Reynolds Metals Company	End Use - Large Consumer	Robert Loughney	✓ Michael Mager	Garrett Bissell	Kevin Lang				
Atco Properties & Management Inc.	End Use - Large Consumer	David Bomke	George Diamantopoulos						
IBM Corporation	End Use - Large Consumer	Robert Loughney	✓ Michael Mager	Garrett Bissell	Kevin Lang				
Occidental Chemical Corp.	End Use - Large Consumer	Robert Loughney	✓ Michael Mager	Garrett Bissell	Kevin Lang				
Wegmans Food Markets	End Use - Large Consumer	Robert Loughney	✓ Michael Mager	Garrett Bissell	Kevin Lang				
Metropolitan Transportation Authority	End Use - Large Cons. Gov.	Jesse Samberg	Gary Caplan	Walter McCarroll					
American Sugar Refining, Inc.	End Use - Small Consumer	Quinton George	✓ John Dowling	Catherine Luthin					
Association for Energy Affordability, Inc.	End Use - Small Consumer	David Hepinstall	Jamie Van Nostrand						
Beth Israel Health Care System	End Use - Small Consumer	Catherine Luthin	✓ John Dowling						
Fordham University	End Use - Small Consumer	✓ John Dowling	Catherine Luthin						
Memorial Sloan Kettering Cancer Center	End Use - Small Consumer	✓ John Dowling	Catherine Luthin						
Mount Sinai Medical Center	End Use - Small Consumer	Catherine Luthin	✓ John Dowling						
New York Presbyterian Hospital	End Use - Small Consumer	David Bomke	Jennifer Kearney	Tariq Niazi	Doug Elfner				
New York University	End Use - Small Consumer	Catherine Luthin	✓ John Dowling						
NY State Consumer Protection Board	End Use - State Agency	Tariq Niazi	Doug Elfner						
AES NY	Generation Owners	Christopher Wentlent	Rick Santoroski	Charles Sjoberg	Dave Evanoski	✓ Chris LaRoe			
Astoria Energy LLC	Generation Owners	Joseph Swift	Leonard Singer	Chuck McCall	Lathrop Craig				
Calpine	Generation Owners	Brett Kruse	Seth Berend	Seth Berend	John Flumerfelt	Max Garcia			
East Coast Power Linden Holding LLC	Generation Owners	Daniel Walsh	Thomas Milillo	Andrew Kelemen					
Edison Mission Marketing & Trading	Generation Owners	✓ Ray Stalter	Jeff Ellis						
Entergy Nuclear Northeast	Generation Owners	Marc Potkin	Angelo Vai	✓ Ron Mackowiak					
Horizon Wind Energy	Generation Owners	Patrick Doyle	Gary Davidson						
Indeck Energy Services	Generation Owners	Mike Ferguson	John Schrage	✓ Mark Younger					
Innovative Energy Systems Inc.	Generation Owners	Carol Muessigbrodt	Peter Zeliff						
Mirant New York, Inc.	Generation Owners	Philip Smith	✓ Doreen Saia						
New Athens Generating Co.	Generation Owners	Jack Breen	Chris Bursaw	Dan DeVinney	Rich Felak	Kenneth Dell Orto			
Noble Environmental Power LLC	Generation Owners	Thomas Swank	Liz Grisaru	Sidney Chang					
Selkirk Cogen Partners, L.P.	Generation Owners	Tim Biittig	Steve Kampilla						
TC Ravenswood	Generation Owners	William Taylor	Jim D'Andrea	✓ Dan Congel	Susannah Pierce				
UPC Wind	Generation Owners	Steve Vavrik	Mike Jacobs						
BJ Energy	Other Suppliers	Bing Ni	George Lee						
Brookfield Energy Marketing Inc.	Other Suppliers	Robert Ricketts	Daniel Whyte	Frank Francis					
Bruce Power	Other Suppliers	Chris Loughrens							
Citi Group Energy	Other Suppliers	Lisa Yoho							
Con Edison Solutions	Other Suppliers	Ken Bekman	Stephen Wemple						
Conectiv	Other Suppliers	Robert Steele	Tony Gabrieli	Gloria Ogenyi					
Constellation Energy Commodities, Inc.	Other Suppliers	✓ Glen McCartney	Dan Allegretti	Tim Daniels					✓ John Citrolo
Constellation New Energy Inc.	Other Suppliers	Michael Constantine							
Coral Power, LLC	Other Suppliers	Matt Picardi	Marc Overdyk	Dave French					
CPower	Other Suppliers	Marie Pieniasek	Janette Dudley	Nick Planson	Ray Stirbys				
Cross Sound Cable Co.	Other Suppliers	John Miller	Brian Reinhart	Bradley Railing	Jose Rotger				
DC Energy	Other Suppliers	Bruce Bleiweis	Chris Carpenter	Andrew Stevens	Matthew Tate	Sadao Milberg	Dean Wilde		
DTE Energy	Other Suppliers	Gregory Pakela	Raymond Wieszczyk	Paul Norris					
Dynegy	Other Suppliers	✓ Glenn Haake	Barry Huddleston	Dean Ellis					
Energy Curtailment Specialists, Inc	Other Suppliers	Glen Smith	Stephen Lynch		✓ Mike Jaeger				
Energy Spectrum	Other Suppliers	Gary David	Henry Hartstein	Aron Iskowitz	Ruben Brown	Arthur Pearson			
EnerNoc	Other Suppliers	David Brewster	Aaron Breidenbaugh						
Epic Merchant Energy NY, LP	Other Suppliers	Michael Kinsey	Robert Erbrick	Pierre Tournois	✓ Erik Abend	Gordon Scott	Arshad Khan		
Exelon Generating Co. LLC	Other Suppliers	Denise Foster	Jack Crowley						
Fortistar/Lockport Energy Associates, L.P.	Other Suppliers	Tom Gesicki	✓ Mark Younger						
FPL Energy	Other Suppliers	✓ David Applebaum	Fernando DaSilva	Ron Scheirer					
Galt Power	Other Suppliers	✓ Rick Mancini	Stephen Fernands	Bill Schofield	✓ Alan Ackerman				
Hess Corporation	Other Suppliers	Hemant Jain	Kevin Laguardia						
HQ Energy Services	Other Suppliers	Michel Prevost		Erik Bellavance					
Integrus Energy Services	Other Suppliers	Michael Haugh							
KeySpan Energy Services	Other Suppliers	Terrence Kain	Jim D'Andrea	Edwin Kichline	James Cross	John Vaughn			
Liberty Power Corp.	Other Suppliers	David Hernandez							

New York Independent System Operator - Committee Membership

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Organization	Sector	Representative	Alternate1	Alternate2	Alternate3	Alternate4	Alternate5	Proxy	Guest
Morgan Stanley Capital Group	Other Suppliers	Patrick Murray	Karen Kochonies	Levon Kazarian	Doron Ezickson	Nikolai Markarian			
NRG Power Marketing LLC	Other Suppliers	✓ Brad Kranz	Lee Davis	Jon Sepich					
Ontario Power Generation Inc.	Other Suppliers	Colin Anderson	Dave Barr	Ken Lacivita	Richard Gell				
PPM Energy	Other Suppliers	Thresa Allen	T.H. Rawls	Tom Shields					
PP&L Energy Plus	Other Suppliers	Tom Hyzinski	Joseph Langan	Sharon Weber	✓ Brad Weghorst				
PSEG Energy Resources & Trade	Other Suppliers	Howard Fromer	Michael LaFalce						
Reliant Energy Solutions Northeast	Other Suppliers	Neal Fitch	John Rohrback	Derek Bandera					
Sempra Energy Trading	Other Suppliers	Dan Staines	Maria Agovino	Scott Englander	Barry Trayers	Harry Singh			
SESCO Enterprises, LLC	Other Suppliers	Mike Schubiger	Jim Thoresen						
Strategic Energy LLC	Other Suppliers	Jason Barker	Jeff Knox	Pamela Melton					
TransCanada Power Marketing	Other Suppliers	William Taylor	✓ Dan Congel	Elaine Beaudry					
U.S. Power Generating Co.	Other Suppliers	Liam Baker	Mark Sudbey						
Long Island Power Authority	Public Power - Authorities	✓ Kevin Jones	Jim Wittine	Dave Clarke					
New York Power Authority	Public Power - Authorities	✓ William Palazzo	✓ Scott Brown	Maryam Sharif					
American Lung Association	Public Power - Environmental	Jamie Van Nostrand	Michael Seilback						
American Wind Energy Association	Public Power - Environmental	✓ Valerie Strauss	Carol Murphy	Rob Gramlich					
Environmental Advocates	Public Power - Environmental	Jamie Van Nostrand	Robert Moore	David Gahl	Jackson Morris				
Nat'l Resources Defense Council	Public Power - Environmental	Jamie Van Nostrand	Donna Decostanzo	Dale Bryk					
Pace University	Public Power - Environmental	Jamie Van Nostrand	Dan Rosenblum	Tom Bourgeois					
Scenic Hudson	Public Power - Environmental	Jamie Van Nostrand	Warren Reiss						
Bath Electric, Gas & Water Systems	Public Power - Munis & Co-ops	Matthew Benesh	✓ Richard Bolbrock	Mark Cordeiro					
City of Jamestown Board of Pub. Util.	Public Power - Munis & Co-ops	David Gustafson	David Leathers	Steven Kulig	Tom Rudebusch				
Lake Placid Village	Public Power - Munis & Co-ops	Peter Kroha	✓ Richard Bolbrock	Mark Cordeiro					
Municipal Commission of Boonville	Public Power - Munis & Co-ops	Kenneth Stabb	✓ Richard Bolbrock	Mark Cordeiro					
Plattsburgh Municipal Lighting Dept.	Public Power - Munis & Co-ops	William Treacy	✓ Richard Bolbrock	Mark Cordeiro					
Village of Arcade	Public Power - Munis & Co-ops	Larry Kilburn	✓ Richard Bolbrock	Mark Cordeiro					
Village of Fairport	Public Power - Munis & Co-ops	Ken Moore	✓ Richard Bolbrock	Mark Cordeiro					
Village of Freeport	Public Power - Munis & Co-ops	Anthony Fiore	Roger Ehrler	Tom Rudebusch					
Village of Rockville Centre	Public Power - Munis & Co-ops	Paul Pallas	Thomas Cardile	Tom Rudebusch					
Village of Solway	Public Power - Munis & Co-ops	Anthony Modafferi	✓ Richard Bolbrock	Mark Cordeiro					
Village of Westfield	Public Power - Munis & Co-ops	Jim Hamilton	Matthew Benesh	Ken Moore					
Central Hudson Gas & Electric	Transmission Owners	Charles Freni	✓ John Watzka	✓ David Dittmann					
Consolidated Edison	Transmission Owners	Stuart Nachmias	✓ Richard Miller	✓ Neil Butterklee	Deirdre Altobell				
National Grid	Transmission Owners	✓ Terron Hill	Madison Milhous	Bart Franey	Joseph Rossignoli				
NY State Electric Gas (NYSEG)	Transmission Owners	Ray Kinney	Patti Caletka	Hank Masti	Cliff Olson	Denis Wickham	✓ Steve Jeremko		
Orange & Rockland, Inc.	Transmission Owners	None Assigned							
Rochester Gas & Electric	Transmission Owners	Ray Kinney	Patti Caletka	Hank Masti	Cliff Olson	Denis Wickham			
Acciona Wind Energy USA, LLC	Non-voting	Stephen Lynch							
Ace Energy Company, Inc	Non-voting	Dan DuBois							
ACENY	Non-voting	Carol Murphy	✓ Valerie Strauss						
Beacon Power Corporation	Non-voting	Judith Judson	Bill Capp						
Boundless Energy, L.L.C	Non-voting	John Tompkins	Chuck Gilbert						
Caithness Energy, L.L.C	Non-voting	Ross Ain	Gary Keevill	Mitchell Garber					
Customized Energy Solutions	Non-voting	Tom Hagner							
Ecogen, L.L.C	Non-voting	Tom Hagner							
Energetix, Inc.	Non-voting	Barney Farnsworth							
Fluent Energy	Non-voting	Michael Mastroianni	David Koplas	Margie Miller					
Hudson River Energy Group	Non-voting	Frank Radigan	Richard Canfield						
Hydro-Quebec TransEnergie	Non-voting	Glenn Sylvain							
MAG Energy Solutions INC	Non-voting	Martin Gauthier	Martin Roberge						
New York Regional Interconnect	Non-voting	Chris Thompson	Leonard Singer						
NYS Department of Public Service	Non-voting	Bill Heinrich	Tammy Mitchell	Dave Drexler					
The Structure Group	Non-voting	Ishita Roy	Phung Nguyen						
Tom Halleran	Non-voting	Tom Halleran							
US Direct Energy Inc.	Non-voting	Stephen Lynch		Glen Smith					
William P. Short	Non-voting	William Short	Marc Schaefer	Joe DeVito	John Brodbeck	Ron Matlock	Paul Savage	Roberto Denis	
Gateway Energy Services Corp.	Non-voting	Angela Schorr	Usher Fogel						
GenPower Trading LLC	Non-voting	Chris Bursaw	Steven Remillard						
zzzz new member	Non-voting								

New York Independent System Operator - Committee Membership

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Organization	Sector	Representative	Alternate1	Alternate2	Alternate3	Alternate4	Alternate5	Proxy	Guest
zzzz new member	Non-voting								
zzzz new member	Non-voting			Rich Felak					
zzzz new member	Non-voting								✓ Bill Heinrich ✓ Tim Bush ✓ Ekin Sentel

NYISO and Hunton & Williams Members in Attendance:

✓ Ira Freilicher	Hunton & Williams
✓ Wayne Bailey	
✓ John Hickey	NYISO
✓ Rob Fernandez	NYISO
✓ Ric Gonzales	NYISO
✓ Steve Whitley	NYISO
✓ Mollie Lampi	NYISO
✓ John Buehler	NYISO
✓ Mary McGarvey	NYISO
✓ Elaine Robinson	NYISO
✓ Alex Schnell	NYISO
✓ Pete Lemme	NYISO
✓ Rich Dewey	NYISO
✓ Debbie Eckels	NYISO
✓ Diane Peluso	NYISO
✓ Mary Helen Donnelly	NYISO
✓ Kate Hockford	NYISO
	NYISO
	NYISO
Andy Antinori	NYISO
John Charlton	NYISO
Kathy Whitaker	NYISO

Key:

✓ = In attendance

4. Order 719 Compliance Filing - (see presentation)

Elaine Robinson, NYISO, stated this Order is designed to improve the competitive wholesale markets administered by ISO/RTOs. The order addresses four areas: Demand Response, Long-term Contracting, Market Monitoring, and Stakeholder Responsiveness. Ms. Robinson outlined each of the four areas, beginning with Demand Response stating that a plan is in place to make a filing to FERC that will bring the NYISO into full compliance on integrating storage technologies. Discussion continues on identifying where barriers exist for entrance into the Demand Response program. Comments and suggestions with respect to this item should be sent to Robb Pike, Director of Market Design, or Dave Lawrence, Manager of Auxiliary Products. Under the second topic, Long Term Contracting, NYISO plans to build a bulletin board on its website with a detailed schedule for implementation by April 28 . NYISO staff intends to work with Stakeholders to work out the details. The third item, Market Monitoring Unit, is under discussion with the intent for the NYISO to present a plan at the next Business Issues Committee. The final topic, Responsiveness to Stakeholders, NYISO intends to continue to support the shared governance structure and anticipates FERC's agreement. The Order requires that all ISOs/RTOs be in full compliance or have a plan to be in compliance by April 28.

5. Linden VFT – Discussion and MC Action

John Hickey, NYISO, explained that the Linden VFT is a 300 MW Controllable Line consisting of three 100 MW channels connecting the PJM Control Area and the NYCA at Linden, New Jersey. Operational control of the variable frequency transformer transmission facilities will be maintained by PJM. John Hickey stated that today's presentation had not changed from the presentation reviewed at the last Business Issues Committee meeting.

Motion #2:

The Management Committee recommends that the NYISO's Board of Directors authorize the NYISO Staff to file revisions to the NYISO's Tariffs that are consistent with the proposed Tariff revisions presented to the Management Committee on February 25, 2009, in order to permit the timely implementation of the Linden VFT Scheduled Line; provided that the NYISO shall not permit power to be transmitted over the Linden VFT Line until a joint NYISO, PJM and Con Edison emergency operational protocol is effective.

Motion passed unanimously.

6. Elimination of Transmission Capacity Assignment Provisions of NYISO OATT – Discussion and MC Action

Mollie Lampi, NYISO , stated that Section 23 of the OATT is designed to offer a secondary market for physical point to point rights. Since the NYISO guarantees firm transmission rights upon the purchase of TCCs; Section 23 is not needed in the OATT. Section 23 and Section A1 would be stricken from the OATT. Ms. Lampi confirmed that eliminating Section 23 and Section A1 in their entirety would not harm

existing Transmission Congestion Contracts or those that are grandfathered and would not change scheduling rights on the Cross Sound Cable or Neptune lines.

Motion #3:

The Management Committee hereby recommends that the Board of Directors authorize the NYISO to file with the Federal Energy Regulatory Commission, pursuant to Section 205 of the Federal Power Act, amendments to eliminate the transmission capacity assignment provisions in Section 23 and Attachment A-1 of NYISO OATT as presented to the Management Committee on February 25, 2009.

Motion passed unanimously.

7. New Business

8. Adjournment