

**Management Committee – Special Meeting
May 14, 2003**

Agenda #2

Motion Re: TCC Revenue Shortfall

The Management Committee approves the NYISO Proposal, as presented today May 14, 2003, for addressing several issues related to the settlement process for TCCs, consisting of:

- 1) A method for determining charges for decreases in congestion rent collections attributable to transmission facility outages in the DAM, TCC reconfiguration auctions, or TCC capability period auctions;
- 2) A method for determining payments for increases in congestion rent collections attributable to transmission facilities placed back in-service in the DAM or the TCC reconfiguration auctions;
- 3) A flow-based method for allocating residual auction revenues to the TOs;
- 4) A modified method for allocating the residual congestion rents from the DAM settlements to the TOs; and
- 5) BIC recommends that the Management Committee approve this proposal and request that the Board approve it for a Section 205 filing in lieu of the proposal to reallocate congestion rent shortfalls and surpluses and TCC auction revenues approved by the Management Committee at its February 20th, 2003 meeting.