

October 18, 2012

Jaclyn A. Brillling
 Secretary
 Public Service Commission of the State of New York
 Three Empire State Plaza – 6th Floor
 Albany, New York 12223

**Re: Verified Report of Construction Loan Costs and Expenses
 CASE 12-E-0168 – Petition of the New York Independent System Operator, Inc. for
 Authorization to Incur Indebtedness for a Term in Excess of Twelve Months.**

Dear Ms. Brillling,

The Public Service Commission of the State of New York issued an order on July 12, 2012, in the above-referenced proceeding authorizing the NYISO’s request to enter into a 19-year unsecured loan with KeyBank and Citizens Bank for up to \$45,000,000 for the purpose of renovations and construction at the NYISO’s Krey Boulevard and Carman Road facilities.

Paragraph 1a. of the Commission Orders section of the July 12th Order requires the NYISO to submit a verified report of all costs and expenses associated with the credit facility within 120 days of closing. Accordingly, the undersigned, being duly sworn, verifies that:

1. The credit facility authorized by the July 12th Order was closed on July 18th, 2012 according to the terms generally described in the NYISO’s April 11, 2012 petition seeking authority for this facility; and,
2. NYISO incurred \$264,372 in total costs and expenses related to this credit facility, as follows

<u>Type of Fees</u>	<u>\$ Amount</u>	<u>Payee</u>
Commitment and administration fee	\$225,500	KeyBank N.A.
Agent counsel fees	\$36,490	Phillips Lytle LLP
Construction monitoring services	\$1,100	Northeast Construction Monitoring Services
Draw fees	\$1,000	KeyBank N.A.
Title insurance charges and fees	\$282	Chicago Title Insurance Company
TOTAL COSTS	\$264,372	

3. As of the date of this letter, there has been \$14,595,734 of principal borrowings on this credit facility.

New York Independent System Operator, Inc.

By: Mary K. McGarvey
Name: Mary K. McGarvey
Title: Vice President & CFO

Sworn to before me this
18th Day of October 2012

[Signature]
Notary Public

LINDA SLOAN
Notary Public - State of New York
No. 01SL6198599
Qualified in Schenectady County
My Commission Expires December 29, 2012

STATE OF NEW YORK
PUBLIC SERVICE COMMISSION

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Months.

CERTIFICATE OF SERVICE

I hereby certify that I am over the age of eighteen years and that, pursuant to the rules for
service in the above captioned proceeding established by the Secretary to the Commission,
I served on October 19, 2012, by electronic mail, a copy of the Comments of the New York
Independent System Operator, Inc. upon the parties on the Active Party List established for the
above-captioned proceeding.

/s/ Joy A. Zimmerlin

Joy A. Zimmerlin

New York Independent System Operator, Inc.

10 Krey Blvd.

Rensselaer, NY 12144

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