

Comprehensive Reliability Plan 2005 Update

Management Committee

July 18, 2006

Carl Patka

Status

- ♦ December 21, 2005 RNA approved by the BOD and issued by the NYISO.
- ♦ December 22, 2005 Regulatory Backstop Solutions requested by the NYISO, together with Market Solutions.
- ♦ February 15, 2006 Deadline for Responsible TOs to provide a complete Regulatory Backstop Solution to the NYISO, and for Market Participants to provide Market Solutions to the NYISO.
- ♦ February 15, 2006 Responsible TOs submit an incomplete set of plans and Regulatory Backstop Solutions. Three market solutions received (three generation). Even combined, TOs' plans, backstop solutions and Market Solutions meet Reliability Needs for the first five years but not the second five years 2015.

Status – Continued

- ♦ March 1, 2006 Alternative Regulatory Solutions requested by the NYISO.

- ♦ April 17, 2006 Deadline for Alternative Regulatory Solutions to be submitted to the NYISO.

- ♦ April 17, 2006 Four Alternative Regulatory Solutions received, including one generation project (maintaining Lovett in operation), and three transmission projects

- ♦ April & May 2006 Evaluation of Solutions

- ♦ May & June 2006 Review of draft CRP with ESPWG and TPAS

Preliminary Findings

- ◆ Updated TO plans satisfy needs through 2010.
- ◆ There are Market Solutions willing to meet needs through 2014.
- ◆ Given this situation, the NYISO has determined that there is not a need to trigger any Transmission Owner regulate backstop solutions or any of the alternative regulated solutions for the needs identified in the 2005 RNA.
- ◆ NYISO will craft a program to monitor the progress of solutions.

Next Steps

- ◆ Concluding review by ESPWG and TPAS
- ◆ Special Operating Committee Meeting tentatively schedule to review and act on the CRP on July 24.
- ◆ Special Management Committee Meeting to be scheduled on or about August 7.
- ◆ Possible Board consideration and approval of CRP 2005 at August meeting.
- ◆ NYISO Staff already working on RNA 2006.