

Market Services 2003 Budget Proposal

Budget, Standards & Performance Subcommittee

Charles A. King

October 24, 2002

Market Services 2003 Proposed Staff Additions

- Total Market Services proposed staff increase of 17* (9/30 proposal called for 21 additions)
- Changes from 9/30 BSP presentation result in 4 staff positions deferred to 2004 (3: Market Monitoring, 1: Committee Support)

*Includes 3 contractors

Major Benefits

- Full Tariff and Market Monitoring Plan Compliance
 - Performance Tracking Requirement Met
 - Comprehensive Mitigation Order Requirements Met
 - Internal Audit Recommendations Achieved

Major Benefits

- Customer/Stakeholder Support
 - FERC Office of Market Oversight & Investigation
 - NY PSC and other regulatory entities (GA, DOE, NY AG)
 - Maintain existing level of MP customer support while customer base increases
 - Improved Market Analysis
 - Monitoring of NYISO Operations Impact on Market Prices
 - TCC Auction Process/Outcome
 - ICAP Auction Process/Outcome

Major Benefits

- Project Support
 - SMD development
 - Market Design Task Force
 - Seams Issue Resolution
 - Expanded NYISO Support of other MP Working Groups and Task Forces

Proposed Resource Additions:

	SMD 2.0/SEAMS	Customer Support	Project/Market Design Support	Tariff & MMP Compliance	Total
Committee Support	1 (Deferred)		1		1 (Deferred)
Customer Relations		2			2
Customer Tech Services	1				1
Market Monitoring & Performance	1	3.5 (2.5 Deferred)	1	5.5 (.5 Deferred)	11 (3 Deferred)
CME Product Development	1		1		2
Total Market Services Staff Additions = 17* (Original Proposal was 21)	3	5.5	3	5.5	17 (4 Deferred)

* Includes 3 onsite contractors

Going Forward

- Customer “Fast Response” needs will be re-evaluated for 2004
- SMD Support will be top priority for 2003-2004
 - Resource realignment may be required to fully support SMD work during 2003
 - Ongoing project support needs to be re-evaluated for 2004
- Continued use of outside contractors for price review and correction will be evaluated for 2004