

NYISO Business Issues Committee Meeting Minutes**March 10, 2010****10:00 a.m. – 12:00 p.m.**

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

Mr. Glenn Haake (Dynergy), the Chair of the Business Issues Committee (BIC) called the meeting to order 10:05 a.m. and welcomed the members of the BIC. Meeting participants introduced themselves and their affiliations. There was a quorum.

2. Approval of January 6, 2010 Minutes

Motion #1

The Business Issues Committee (BIC) approves the January Business Issues Committee meeting minutes.
Motion passed unanimously.

3. Market Operations Report

Dr. Nicole Bouchez (NYISO) reviewed the Market Performance Highlights for February; she explained LBMP was down from January, primarily driven by lower load. Uplift is up while fuel prices were lower. A question was regarding Loop Flows, Dr. Bouchez explained the NYISO is actively managing the impact of Loop Flow in Real Time and calling TLRs as necessary.

4. Seams Report

Mr. Robb Pike (NYISO) presented the Seams Report. He stated the Broader Regional Markets FERC Filing made on January 12 had received largely favorable comments. He reported the NYISO submitted an answer to the FERC that opposed ITC's request (a) for a declaration from the Commission that a regional cost sharing agreement for ITC's Bunce Creek PARs would be consistent with Commission precedent, and (b) that the Commission mandate participation by the NYISO and New York stakeholders in regional cost sharing discussions related to the multi-regional allocation of the cost of ITC's Bunce Creek PARs. The NYISO's answer raised both legal and equitable concerns with ITC's proposal.

5. Planning Update

Mr. Bill Lamanna (NYISO) provided the Planning update; an IPSAC Webex teleconference meeting was held on February 2, 2010 to discuss the status of NCSP09, IREMM study update, a survey of transmission cost allocation methods, and next steps.

The first meeting of the (NYISO) Interregional Planning Task Force was held as a Webex meeting on January 29, 2010, followed by an in person meeting on February 10th. NYISO staff provided updates on IPSAC work plans for 2010 and the EIPC initiative and initiated discussions regarding the development of a process and schedule for addressing cross border planning and cost allocation issues.

6. ICAP Manual Revisions

Mr. Dave Lawrence (NYISO) presented the proposed revisions. Mr. Rich Miller (Con Ed) asked Mr. Lawrence to review the changes and confirm the elimination of the reference to Attachment B. Mr. Lawrence replied that he would do so.

Motion #2

The Business Issues Committee (BIC) hereby approves the proposed changes to the Installed Capacity Manual, as described in the presentation made to the BIC on March 10, 2010.

Motion passed with abstentions.

7. CARIS Procedures - Specific Projects

Ms. Branka Brlosic-Nirenberg (NYISO) reviewed the proposal. Mr. Rich Miller (Con Ed) stated Con Edison believes agreement should be approved by the BIC. Mr. Carl Patka (NYISO) disagreed that NYISO's commercial agreements with individual parties to provide services should be subject to governance committee approval. He agreed to look into the matter and discuss it further.

Motion #3

Motion to adopt the draft procedure entitled "REGULATED ECONOMIC PROJECTS- SPECIFIC PROJECT SUBMITTALS" under Attachment Y, Section 15.3a, b, c, d, e, f & g, for inclusion in the Initial Congestion Assessment and Resource Integration Study Manual, as presented to the Business Issues Committee at its March 10, 2010 meeting.

The motion passed unanimously.

8. Working Group Updates

A. Billing & Accounting Working Group – Ms. Patti Caletka (NYSEG) reported that at the last BAWG the following items were discussed: Grid Accounting Report, Billing Issues Report, Dispute Resolution Tariff Language Discussion, B and A Manual Installment #10, Non Physical RS 1 Charges Follow Up, Finance Product Management Update, and BAWG Charter Follow up.

B. Electric System Planning Working Group (Joint BIC/OC Working Group) – Ms. Deidre Facendola reported that ESPWG worked on CARIS Procedures - Specific Project Submittals, NYS DPS Discussion of EEPS , 2010 Gold Book Load Forecast Discussion, 2010 RNA Assumption Matrix, CARIS Specific Project Request, CARIS Lessons Learned, CARIS Project Voting Status, CARIS FERC Filing Due 4/13 Introduction Bilaterals ICAP Impact , CARIS Additional Studies and Study Replications Requests, FERC April 13 Filing, RNA Assumptions Matrix, and CARIS Project Voting.

C. Installed Capacity Working Group – Mr. Bob Boyle (NYPA) reported that ICAP members discussed Import Rights Limits for 2010 – 2011 Capability Year, Update on Conversion of Transitional Grandfathered Rights at Chateauguay, Priority of Demand Response Issues, Initial Case Definitions for Demand Curve Reset, Discussion of Default Reference Price Reports/Buyer-Side Mitigation Processes, Import Rights Limits for 2010-2011 Capability Year, Schedule for Updating Import Rights Limits in ICAP Manual.

E. Market Issues Working Group – Mr. Ray Stalter (Edison Mission) reported that MIWG members discussed Strategic Tariff Review - Energy MST Article 4 Walkthrough, Enhanced Interregional Transaction Coordination, EITC Scheduling and Pricing, Increasing Bids in Real Time, Energy & Bilateral Transactions Tariff Revisions, Mitigation of ROS Reliability Committed Units, Demand Response Attachment R Tariff Revisions, Market Efficiency Goal: Review of Calculation Methodology, Proposed Tariff Changes for Late Day Starts, Fuel Switching Rules and Compensation

F. Price Responsive Load Working Group – Mr. Alan Ackerman (ECS) reported that PRLWG members reviewed SCR sub metering registration, Order 719 DR Compliance Filing, DSASP Technical Conference with TOs , Update on Default Reference Level Price.

9. New Business

Mr. Kevin Jones (LIPA) raised a request that he wanted the NYISO to discuss at the next ICAPWG meeting its new requirement for ICAP suppliers using external generation to sign a new 3 party agreement. Mr. David Lawrence (NYISO) agreed that a discussion of the background leading to this item could be added to the March 15 ICAPWG.

Mr. Mark Younger (Slater Consulting) requested that BIC request either ESPWG or LFTF to develop a process where the NYISO SMEs provide updates on a quarterly or bi-annual basis.

Ms. Deidre Altobell (Con Edison)asked how the NYISO plans to address modeling the baseline and economic study, determine where it fits in the planning process and define the mechanisms we intend to use to extend the CARIS Database.