ESPWG: STATUS UPDATE

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BIC Meeting Agenda 5C May 18, 2005 Albany

ESPWG Update

Reliability Planning Process Implementation Issues

- CRRP Implementation and Scenarios

- Base case RNA proceeding
 - Should see initial results at the July meeting
- Scenario analysis definition a little behind schedule
 - Market participants expressed views regarding the need to address in some fashion gas availability and infrastructure issues for scenario analyses
 - ISO requested to review coal retirement scenario
 - Scenarios will hopefully be finalized at the June meetings of ESPWG and TPAS
- Presentation on Load Forecast methodology

- Implementation criteria for halting a regulated project

• It appears that we have agreement on the criteria.

Cost Allocation

- TO revised proposal discussed at the May meeting
 - Appears to be general agreement on cost allocation for regulated transmission additions
 - Still an open issue on the issue of cost allocation when the regulated solution is nontransmission

PSC Dispute Resolution Process

- PSC dispute resolution process considered final now that FERC has ruled on the CRPP re-hearing requests
 - Can be revised as necessary as experience is gained in application

ESPWG Update

- FERC Action on CRPP
 - On April 6, 2005 FERC approved the NYISO CRPP Compliance Filing
 - All rehearing requests rejected by FERC
- Economic Planning Status
 - "Strawman Proposal" approved by the Operating Committee in February and submitted to FERC on 3/29/05
 - At April ESPWG meeting Market participants were requested to submit comments on implementation issues
 - » No comments were submitted
 - ESPWG deferred discussion of implementation issues to the June meeting
 - » Renewed the request for Market Participant input

ESPWG Update

• Next meeting June 8.