

**NYISO Business Issues Committee**  
**June 14, 2006**  
**Billing & Accounting Working Group Report**

- 1) BAWG Meeting – May 25, 2006
  - a. MPAAS/KPMG/BAWG – AM Session
    - i. SAS 70 Audit Discussion
    - ii. TCC Errors (912MW, Group 1, Autumn 2003 Auction) – why not discovered/noticed in SAS 70
    - iii. Neither KPMG nor MPAAS would comment on a level for “deminimis”
    - iv. BAWG recommended areas for future audits
      1. LBMP Prices – DAM and R/T
      2. Price Correction Methodology
      3. NTAC Rates
      4. ICAP Process – bid to bill
      5. Discretionary Action Charges
      6. TCC Congestion Billing (new surplus/shortfall allocation “Attachment N” methodology)
      7. NYISO PTS system / process
  - b. Regular BAWG Meeting
    - i. AUG03 and DEC03 Final Bill Closeout Invoice
    - ii. APR05, DEC05 and APR06 Invoices
    - iii. Draft “30-day” FBC posting JAN04 – JUN04
    - iv. DEC05 reflected a “Pool-to-Pool” meter read change that resulted in a change in the entire NYISO total load
    - v. Calpine Bankruptcy – NYISO indicated they don’t foresee any losses at this time but are monitoring
    - vi. BAWG made aware of NYISO’s “Load Forecast Review Process” by Credit Department
    - vii. Discussed Draft BAWG “milestones” for shortening the final bill
    - viii. Requested BITF (DSS) to consider developing standard templates to provide MP’s with certain NYISO information required in FERC reports
    - ix. Discussed IT billing projects / schedule – focused on MP’s Web-based Reconciliation needs - input to NYISO PPT committee
    - x. Discussed draft meter data scorecard to be presented at June BIC meeting
- 2) Special BAWG Conference Call – June 12, 2006
  - a. Discussed the June 6 NYISO notice that informed the market “implementation errors in certain manual adjustments” had been made for the FBC Settlements posted for JAN04 and MAR04-JUN04 and they were reposting for a new “25-day” review period.

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- b. MP's indicated they still had a concern over the manual adjustments in the MAR04 reposting.
  - c. MP's expressed their concern over the amount of invoices to be "settled" in July 2006 - NYISO intends to settle Eleven (11) Final Bill Closeouts in July 2006 along with the normal Three (3) Invoices for a total of Fourteen (14) invoices in July 2006.
  - d. It was noted that the current eleven (11) FBC postings will be revised to reflect the update to the FERC interest rate – this will slightly change most of the manual adjustment dollars contained in these FBC postings
  - e. NYISO indicated that effective immediately they were operating under the new settlement timelines as contained in the March 24, 2006 FERC filing even though the NYISO has not received an order approving the filing.
- 3) Re-Reposting of JAN04 and MAR04-JUN04 FBC Invoices – June 13, 2006
- a. On June 13 the NYISO informed the market they determined there was an implementation error with respect to a manual adjustment on the MAR04 FBC posting. NYISO reposted for an additional "25-day" posting which changes the Final Bill Closeout invoicing date for these months to July 9, 2006.
- 4) Next BAWG Meeting will be on Monday, June 19 at ConEd offices in NYC – first two hours of meeting is currently scheduled to be a BPCTF meeting.