

**NYISO Management Committee Meeting**

**June 18, 2003**

**Motion - Agenda Item #8:**

The Management Committee (MC) approves changes to Sections 5.14.1-5.15 of the ISO Services Tariff necessary to implement a revised supplemental supply fee for the ICAP Demand Curve, as shown on attached Tariff sheets. These changes include changes adopted by the BIC on June 10<sup>th</sup> and clarify that:

- 1) The supplemental supply fee shall be equal to the applicable Market-Clearing Price of Unforced Capacity determined in the ICAP Spot Market Auction;
- 2) If there is a deficiency after the ICAP Spot Market Auction, the ISO shall use the supplemental supply fee to procure Unforced Capacity from new Suppliers and Suppliers who offered Unforced Capacity above the Market-Clearing Price at a price that is less than or equal to the applicable Market-Clearing Price; and
- 3) The ISO will rebate excess funds to the Locality or Rest of State or both, as applicable, where the excess was created.

This motion supersedes Motion #5 which passed at the April 14, 2003 Management Committee meeting.