

# Update on Lake Erie Loop Flow Progress

BUSINESS ISSUES COMMITTEE

Presented by:

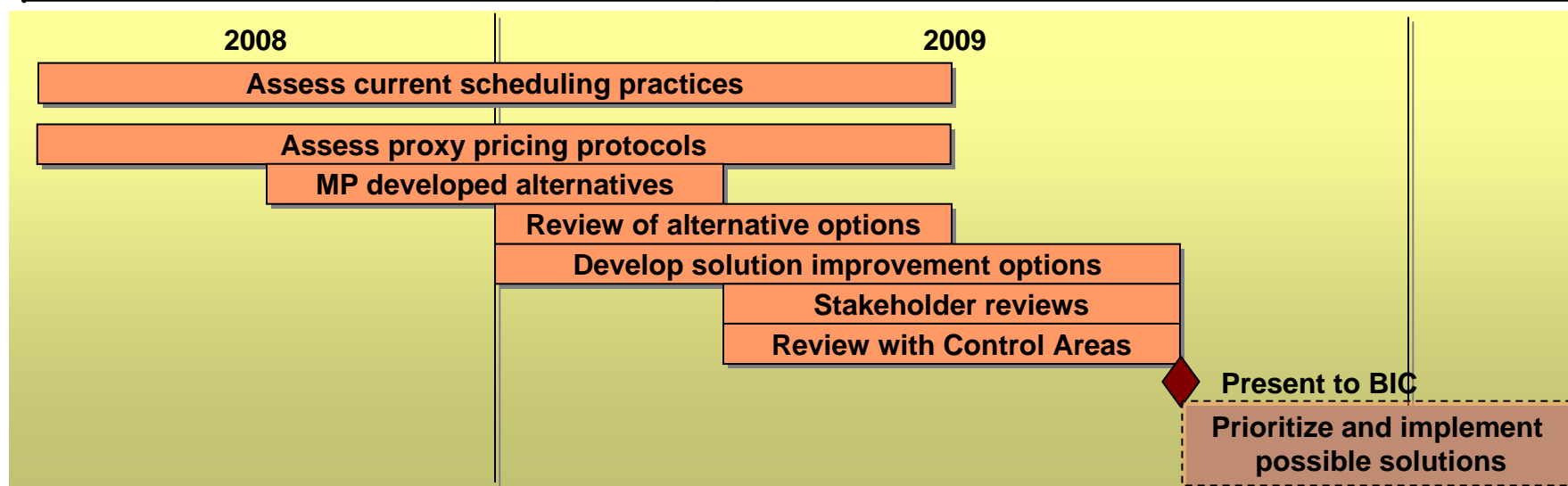
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*Draft – for discussion purposes only*

# Loop-Flow Solution Development

Description	Schedule	Status
Assess proxy pricing protocols	Q2-2009	MIWG presentation on 12-16-2008 and 02-06-2009
Market Participant developed alternative proposals	Q1-2009	Pending
<i>Review alternative proposals</i>	Q2-2009	
Develop solution improvement options	Q3-2009	
<i>Stakeholder reviews</i>	Q3-2009	Congestion Management Technical Conference Scheduled for 02-12-2009
<i>Review options with control areas</i>	Q3-2009	
Present recommendations to BIC	Q3-2009	



# Planned and Completed Activities

- ◆ The NYISO's recent efforts to engage its stakeholders and neighboring ISOs and RTOs to develop a long-term solution to address unscheduled circulating power flows around Lake Erie include the following activities:
  - *November 11, 2008 MIWG Presentation on Additional Tariff Rules/Additional Remedial Authority*
    - A follow-up presentation proposing revisions to Section 4.1.6 of the Services Tariff is planned for the February 6, 2009 MIWG
  - *December 16, 2008 MIWG Presentation to review existing proxy pricing protocols and the incentives they created for indirect transaction scheduling*
    - A follow-up presentation is planned for the February 6, 2009 MIWG to examine further proxy pricing mechanisms
  - *January 27, 2009 MC Meeting President's Report includes NYISO's first Balancing Market Congestion Residual report*
  - *February 12, 2009 Technical Conference scheduled with representatives from PJM and MISO participating to discuss Congestion Management Protocols*