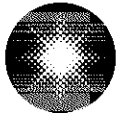


111 Market Place
Suite 500
Baltimore, Maryland 21202
410 468-3500
410 468-3540 Fax



**Constellation
Power Source**

*A Member of the
Constellation Energy Group*

Via Electronic Mail and First Class Mail

January 3, 2003

Mr. Charles King
Secretary of the Management Committee
New York Independent System Operator, Inc.
3890 Carman Road
Schenectady, NY 12303

Re: Notice of Appeal of Independent Power Producers of New York, Inc.

Dear Mr. King:

On December 27, 2002, the Independent Power Producers of New York, Inc. ("IPPNY") filed a Notice of Appeal of the Business Issues Committee's ("BIC") denial of Motion #2 on December 13, 2002 to approve a demand curve proposal. Constellation Power Source, Inc. fully supports IPPNY's appeal and urges the Management Committee to reverse the decision of the BIC and approve the demand curve proposal.

Sincerely,

A handwritten signature in cursive script that reads "Dan Allegretti".

Dan Allegretti