

September 12, 2005

Magalie R. Salas, Secretary
Federal Energy Regulatory Commission
888 First Street, NE
Washington, DC 20426

Re: Ninth Biweekly Informational Report of the New York Independent System Operator, Inc. Addressing Price Corrections and Software Corrections; Docket No. ER04-230-009

Dear Secretary Salas:

On May 9, 2005 the Commission issued an Order in the above docket granting two temporary revisions to the Temporary Extraordinary Procedures (“TEP”) contained in Attachment E to the New York Independent System Operator Inc.’s (“NYISO’s”) Market Services Tariff and Attachment Q to the NYISO’s Open Access Transmission Tariff (“OATT”). In its Order, the Commission required the NYISO to “file biweekly reports with the Commission, for informational purposes only, on the use of the TEP and on both the status of the software corrections and the status of testing the adequacy of price determinations.” This is the NYISO’s ninth biweekly informational report; it covers the month of August and the first eight days of September, 2005.

Use of the TEP

As the attached Price Correction and Reservation Summary chart graphically indicates, the NYISO reserved prices for 187 hours and corrected prices in 127 hours in August. The NYISO reserved prices for 17 hours and corrected prices in 14 hours over the first eight days of September.¹

Testing of Adequacy of Price Determinations

For the month of August and the first eight days of September 2005, the NYISO has fully complied with the ten-day price correction deadline authorized by the Commission. Price corrections for ten days in August required more than five days to post, due primarily to corrections associated with the Out-of-Merit software issue for which a fix was deployed on August 16. Over the first eight days of September 2005 price corrections for one day required more than five days to post.

¹ The Price Correction and Reservation Summary charts were prepared on September 9, 2005. The charts reflect price reservation and correction activity through September 8, 2005.

Status of Software Corrections

The NYISO has identified a new software issue affecting the day-to-day transition of the load forecasting model:

- Occasionally, the system exhibits a large step change in the forecasted load when the load forecasting model transitions from one day to the next. During daylight savings time, this occurs just before 1 a.m.; during standard time it occurs just before midnight. The issue is being addressed by implementing new load forecasting software and model enhancements that will enable the load forecasting model to blend backward-looking actual load data with forward-looking forecasts to smooth the inter-day transition.

Software and model updates to address the load forecaster issue are being tested and expect to be implemented in September.

In addition, the NYISO continues to work to solve the “islanded” generator bus modeling anomaly it identified in its third informational report.

Please contact either of the undersigned if you have questions regarding this letter or the attached charts.

Respectfully submitted,

/s/ Alex M. Schnell
Mollie Lampi, Assistant General Counsel
Alex M. Schnell
New York Independent System Operator, Inc.

cc: Daniel L. Larcamp
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Michael A. Bardee

Price Correction and Reservation Summary Chart for August 2005 prepared on September 9, 2005.

Key

	reserved
	reserved and corrected
	reserved and released

August	0	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	Hours Reserved	Hours With Corrections	Hours Released		
8/1/2005																									6	6	0		
8/2/2005																										11	11	0	
8/3/2005																										6	6	0	
8/4/2005																										7	7	0	
8/5/2005																										9	6	3	
8/6/2005																										7	2	5	
8/7/2005																										3	0	3	
8/8/2005																										8	8	0	
8/9/2005																										2	2	0	
8/10/2005																										13	10	3	
8/11/2005																										13	10	3	
8/12/2005																										15	14	1	
8/13/2005																										13	9	4	
8/14/2005																										9	6	3	
8/15/2005																										6	3	3	
8/16/2005																										2	0	2	
8/17/2005																										3	0	3	
8/18/2005																										5	0	5	
8/19/2005																										0	0	0	
8/20/2005																										3	2	1	
8/21/2005																										6	3	3	
8/22/2005																										5	5	0	
8/23/2005																										2	2	0	
8/24/2005																										6	5	1	
8/25/2005																										1	1	0	
8/26/2005																										1	0	1	
8/27/2005																										7	1	6	
8/28/2005																										1	1	0	
8/29/2005																										10	1	9	
8/30/2005																										5	5	0	
8/31/2005																										2	1	1	
Monthly Totals																										187	127	60	Total
																										6.0	4.1	1.9	Average
																										15	14	9	Max
																										0	0	0	Min

Price Correction and Reservation Summary Chart for September 1 - 8, 2005 prepared on September 9, 2005.

Key

	reserved
	reserved and corrected
	reserved and released

September	0	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	Hours Reserved	Hours With Corrections	Hours Released		
9/1/2005																									3	3	0		
9/2/2005																										2	2	0	
9/3/2005																										2	2	0	
9/4/2005																										5	3	2	
9/5/2005																										3	2	1	
9/6/2005																										0	0	0	
9/7/2005																										1	1	0	
9/8/2005																										1	1	0	
9/9/2005																										0	0	0	
9/10/2005																										0	0	0	
9/11/2005																										0	0	0	
9/12/2005																										0	0	0	
9/13/2005																										0	0	0	
9/14/2005																										0	0	0	
9/15/2005																										0	0	0	
9/16/2005																										0	0	0	
9/17/2005																										0	0	0	
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9/24/2005																										0	0	0	
9/25/2005																										0	0	0	
9/26/2005																										0	0	0	
9/27/2005																										0	0	0	
9/28/2005																										0	0	0	
9/29/2005																										0	0	0	
9/30/2005																										0	0	0	
Monthly Totals																										17	14	3	Total
																										0.6	0.5	0.1	Average
																										5	3	2	Max
																										0	0	0	Min

Certificate of Service

I hereby certify that I have this day electronically served the foregoing document upon each person designated on the official service lists compiled by the Secretary in this proceeding in accordance with the requirements of Rule 2010 of the Commission's Rules of Practice and Procedure, 18 C.F.R. § 385.2010.

Dated at Albany, New York this 12th day of September, 2005.

/s/ Alex M. Schnell _____
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