

September 26, 2005

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

Re: Tenth 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 Tenth biweekly informational report; it covers the first 23 days of September, 2005.

Use of the TEP

As the attached Price Correction and Reservation Summary chart graphically indicates, the NYISO has reserved prices for 60 hours over the first 23 days and corrected prices in 36 hours over the first 19 days of September.¹

Testing of Adequacy of Price Determinations

For the first 23 days of September, the NYISO has fully complied with the ten-day price correction deadline authorized by the Commission and price corrections have not required more than five days to post.²

¹ The Price Correction and Reservation Summary charts were prepared on September 26, 2005. The charts reflect price reservation and correction activity through September 23, 2005.

² The statement in the NYISO’s ninth informational report that one day in September had required more than five days to post was in error.

Status of Software Corrections

In its ninth informational report the NYISO 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.

On September 20 the NYISO implemented the above-described enhancements to its real-time load forecaster model. The enhancements have significantly improved the performance during the early morning transition. The NYISO is continuing to monitor the performance of its load forecasting models and will implement additional enhancements if and when appropriate.

Software that is designed to solve the “islanded” generator bus modeling anomaly is in the final phase of quality assurance testing and is presently scheduled for implementation on or about October 11, 2005.

The NYISO’s authority to make price corrections within 10 days expires on September 30, 2005, at which time the NYISO will return to the five day deadline for correcting prices.

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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Price Correction and Reservation Summary Chart for September, 2005 prepared on September 26, 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																										2	0	2	
9/10/2005																										0	0	0	
9/11/2005																										0	0	0	
9/12/2005																										0	0	0	
9/13/2005																										3	0	3	
9/14/2005																										1	0	1	
9/15/2005																										3	1	2	
9/16/2005																										5	2	3	
9/17/2005																										7	4	3	
9/18/2005																										0	0	0	
9/19/2005																										15	15	0	
9/20/2005																										4	0	0	
9/21/2005																										1	0	0	
9/22/2005																										0	0	0	
9/23/2005																										2	0	0	
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																										60	36	17	Total
																										2.0	1.2	0.6	Average
																										15	15	3	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 26th day of September, 2005.

/s/ Alex M. Schnell _____
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