

Clarifications Regarding  
BIC Motion # 05  
September 13, 2006

Presented for Discussion at the BAWG  
on September 19, 2006

# Issues for Clarification

1. “In the event the NYISO has to correct charges outside of this billing schedule, the NYISO will assess such charges in a manner consistent with a true-up rather than socializing through a manual adjustment.”
  - NYISO corrections to a customer invoice prior to the issuance of a Close-Out Settlement will be made using a “true-up” methodology to correctly apply the relevant settlement provision(s) of the NYISO tariffs.
  - Any corrections to a customer invoice made subsequent to the issuance of a Close-Out Settlement will only be made pursuant to an order of FERC or a court of competent jurisdiction, and such corrections will be made in the manner specified in such order.
  - The NYISO will continue to have authority to enter into settlements to resolve disputes and to recover those costs pursuant to Section 3A of Rate Schedule 1 of the OATT. These unbudgeted costs are allocated 100% to all withdrawal billing units, as specified in the tariff.

# Issues for Clarification

2. “The Business Issues Committee recommends that the Management Committee develop tariff language to implement such provisions effective with the settlement of the charges for January 2007.”
  - The “charges for January 2007” language should be clarified to specify that the new settlement cycle is intended to begin with the posting of the initial invoice for January 2007 which will occur on or about the 5<sup>th</sup> business day after the end of the month (i.e., in February 2007).
  - As written, the motion provides that implementation of the shortened settlement cycle is contingent upon satisfying two preconditions. The criteria for satisfying those preconditions needs further clarification.

# NYISO Recommendations

1. Clarify the issues noted here with members of the BAWG.
2. Prepare a motion for the Management Committee that approves tariff language to be developed in accordance with the Settlement Cycle and Implementation Requirements of the motion from the September 13 meeting of the BIC and including reference to the supporting materials presented at that meeting.
3. Distribute the Management Committee materials to members of the BAWG for review and comment.