

Management Committee
September 29, 2006 Meeting
Motion - Agenda # 08

Proposed Motion from Con Edison:

The Management Committee (“MC”) hereby approves the capacity market monitoring and mitigation measures presented at its September 29, 2006 meeting. The MC hereby recommends that, at its next meeting, the NYISO Board adopt the capacity market monitoring and mitigation measures approved today and file them with FERC pursuant to Section 205 of the Federal Power Act.

The capacity market monitoring and mitigation measures establish a conduct and impact test that compares the capacity bid of certain In-City generators, in the demand curve spot auction, with that of its reference bid to determine if the bid of such generator is inconsistent with competitive market design. The proposal provides criteria to be used to develop reference bids for the DGO generators as specified in Section 4.5 of Attachment H of the Market Services Tariff.