

## **NYISO Business Issues Committee**

February 8, 2006

*New York State Nurses Association*

### **MOTIONS FROM THE MEETING**

#### **Motion #1:**

Motion to approve the Minutes of the December 14, 2005 and January 4, 2006 BIC meetings.

***Motion passed unanimously by show of hands.***

#### **Motion #2:**

The Business Issues Committee (BIC) hereby approves revisions to the NYISO Transmission Congestion Contracts (TCC) Manual, as presented to the BIC on February 8, 2006, with these additional changes to be incorporated into Section 3.9.3 on page 3-26, of the final manual.

#### ***Disaggregation of ETCNL***

Each TO that holds ETCNL which specifies a zone as its POW may request that the ISO represent that ETCNL in a disaggregated manner for the purpose of this final step of the ETCNL reduction process. For each ETCNL for which such a request is made, the ISO will represent that ETCNL as a set of POI-POW pairs, which may be individually reduced. The POI for each such pair will be the original POI for that ETCNL, and the POWs will be each of the load buses in the zone that was the POW for that ETCNL. The quantity of energy injected and withdrawn at each such pair of a POI and a POW will be the number of MWs of that ETCNL assigned to that TO in Table 3, less the number of MWs of that ETCNL that was deemed to have been sold in previous Capability Period Auctions, if those TCCs will still be effective during the upcoming auction, less the number of MWs of that ETCNL that was converted into ETCNL TCCs, multiplied by the bus load ratio share of the total load represented in the zone based on the load distribution in the NYCA transmission model obtained from the SCUC program. Under this approach, the MW reductions of the ETCNL with a POW in that zone are less because the disaggregated representation of ETCNL provides the OPF with more injection – withdrawal pair selections to target specific facility flows that require reduction and ETCNL auction revenues are less severely impacted due to the reduction process.

The BIC further directs the MSWG to continue to review issues raised at the February 8, 2006 BIC meeting regarding, among other issues, the final auction round results and issues raised at this meeting with respect to TCC purchase and sale agreements and

auction rules and deliver to BIC recommendations for changes to such rules, agreements, manuals including attachments, or NYISO tariffs, for consideration and approval by BIC. The goal is that the process should be completed in time for any changes to be implemented for the Fall 2006 TCC auction.

***Motion passed unanimously by show of hands with abstentions.***

**Motion #3:**

The Business Issues Committee (BIC) hereby recommends that the Management Committee (MC) approve tariff modifications to address installed capacity rules for intermittent and non-schedulable run-of-river hydro resources as presented to the BIC on February 8, 2006.

The BIC further directs the ICAP working group to discuss the intent and expected impact on existing facilities of the proposed tariff language related to non-schedulable run-of-river hydro facilities, as presented at the February 8, 2006 BIC meeting, at its February 17, 2006 meeting and work with Market Participants to develop necessary or appropriate modifications thereto, if any in time to present revised tariff language for approval at the February 28, 2006 Management Committee meeting.

***Motion passed by majority show of hands with abstentions.***

**Motion #3a:**

Motion to amend motion #3, as noted below:

The Business Issues Committee (BIC) hereby recommends that the Management Committee (MC) approve tariff modifications to address installed capacity rules for intermittent resources as presented to the BIC on February 8, 2006.

The BIC further directs the ICAP working group to discuss the intent and expected impact on existing facilities of the proposed tariff language related to non-schedulable run-of-river hydro facilities, as presented at the February 8, 2006 BIC meeting, at its February 17, 2006 meeting and work with Market Participants to develop necessary or appropriate modifications thereto, if any in time to present revised tariff language for approval at the February 28, 2006 Management Committee meeting.

***Motion passed by majority show of hands with abstentions.***

**Motion #4:**

The Business Issues Committee (BIC) hereby approves revisions to Section 5.7 of the NYISO Installed Capacity (ICAP) Manual, as presented to the BIC on February 8, 2006. Furthermore, the BIC requests that the NYISO recommend further changes to the Manual to define the term peaking unit consistent with the FERC's December 15, 2005 Order at its next meeting.

***Motion passed unanimously by show of hands with abstentions.***

**New York Independent System Operator - Committee Membership**

**Business Issues Committee - Attendance February 08, 2006 - Albany, NY - Parties Checked in Attendance**

Organization	Sector	Representative	Alternate1	Alternate2	Alternate3	Alternate4	Alternate5	Proxy	Guest
NYS Energy Research & Develop. Auth.	End Use - Gov. Agency/Aggr.	David Coup	Paul DeCotis	Chris Hall	Erin Hogan	John Spath			
The City of New York	End Use - Gov. Agency/Aggr.	Michael Delaney	Gil Quiniones	Thomas Simpson	Jonathan Wallach	Tim Daniels			
Alcoa/Reynolds Metals Company	End Use - Large Consumer	Robert Loughney	✓ Michael Mager	Morgan Parke					
Helmstley-Spear Inc.	End Use - Large Consumer	David Bomke	George Diamantopoulos	Edward Strauss	Herb Rose				
IBM Corporation	End Use - Large Consumer	Robert Loughney	✓ Michael Mager	Morgan Parke					
Occidental Chemical Corp.	End Use - Large Consumer	Robert Loughney	✓ Michael Mager	Morgan Parke					
Praxair Inc.	End Use - Large Consumer	Robert Loughney	✓ Michael Mager	Morgan Parke					
Metropolitan Transportation Authority	End Use - Large Cons. Gov.	Jesse Samberg	Gary Caplan	Walter McCarroll					
American Sugar Refining, Inc.	End Use - Small Consumer	John Gebhard	Quintin George	Catherine Luthin	✓ John Dowling	Jennifer Kearney			
Association for Energy Affordability, Inc.	End Use - Small Consumer	David Hepinstall	✓ Larry DeWitt						
Beth Israel Health Care System	End Use - Small Consumer	Catherine Luthin	✓ John Dowling	Jennifer Kearney	Tariq Niazi	Doug Elfner			
Building and Realty Institute	End Use - Small Consumer	Herb Rose	Judith Mondre	Ted Lee	Tariq Niazi				
Columbia University	End Use - Small Consumer	Catherine Luthin	✓ John Dowling	Jennifer Kearney	Tariq Niazi	Doug Elfner			
Mount Sinai Medical Center	End Use - Small Consumer	Catherine Luthin	✓ John Dowling	Jennifer Kearney	Tariq Niazi	Doug Elfner			
New York Presbyterian Hospital	End Use - Small Consumer	Catherine Luthin	✓ John Dowling	Jennifer Kearney	Tariq Niazi	Doug Elfner			
New York University	End Use - Small Consumer	Catherine Luthin	✓ John Dowling	Jennifer Kearney	Tariq Niazi	Doug Elfner			
NY State Consumer Protection Board	End Use - State Agency	Tariq Niazi	Doug Elfner						
AES NY	Generation Owners	Doug Roll	Charles Sjoberg	Christopher Wentlent					
Astoria Energy LLC	Generation Owners	Joseph Swift	Leonard Singer						
Calpine	Generation Owners	None Assigned	Thomas Kaslow	Richard Felak					
East Coast Power Linden Holding LLC	Generation Owners	Roy Shanker	Thomas Hoatson	Robert Licato	Kathy Benini				
Edison Mission Marketing & Trading	Generation Owners	✓ William Roberts	Jeffrey Ellis	Peter Brown	✓ Rich Mooney				
Entergy Nuclear Northeast	Generation Owners	Marc Potkin	Angelo Vai	✓ Ron Mackowiak					
Indeck Energy Services	Generation Owners	Mike Ferguson	John Schrage	✓ Mark Younger					
KeySpan Ravenswood, LLC	Generation Owners	Rich Hohlman	Joe Vignola	Jim Brennan	✓ Jim D'Andrea	Madison Milhous	Edwin Kichline		
Mirant New York, Inc.	Generation Owners	Philip Smith	Vicki Lynch	✓ Doreen Saia					
Selkirk Cogen Partners, L.P.	Generation Owners	Tim Biittig	Steve Kampfila						
TransCanada Power Marketing	Generation Owners	William Taylor	Elaine Beaudry						
Advantage Energy, Inc.	Other Suppliers	Kyle Storie							
Amerada Hess Corporation	Other Suppliers	Kevin LaGuardia	Blas Hernandez	George Braulke					
Brascan Energy Marketing Inc.	Other Suppliers	✓ Robert Ricketts	Daniel Whyte						
Cinergy Capital and Trading	Other Suppliers	John Deeds	Walt Yeager						
Con Edison Energy	Other Suppliers	✓ Stephen Wemple	Ivan Kimball						
Con Edison Solutions	Other Suppliers	✓ Stephen Wemple	Rich Staines						
Conectiv	Other Suppliers	Bill Fehr	John Foreman						
Constellation Energy Commodities, Inc.	Other Suppliers	✓ Glen McCartney	Dan Allegritti	Sara O'Neil					
Constellation New Energy Inc.	Other Suppliers	Michael Constantine	Sara O'Neill						
Consumer Powerline	Other Suppliers	Vinay Gupta	Mike Gordon	Ray Stirbys	Chau Shen				
Coral Power, LLC	Other Suppliers	✓ Matt Picardi	Dave French						
DC Energy	Other Suppliers	✓ Bruce Bleiweis	Andrew Stevens	Matthew Tate					
Dynergy	Other Suppliers	Barry Huddleston	Jason Cox	Kevin White					✓ Glenn Haake
ECONergy	Other Suppliers	Saul Horowitz	Tom Halleran						
Energy Spectrum	Other Suppliers	Gary David	Henry Hartstein	Aron Iskowitz					
Epic Merchant Energy	Other Suppliers	Robert Erbrick	✓ Erik Abend	Wade Sullivan					
Exelon Generation - Power Team	Other Suppliers	Scott Silverstein	Joe Klimaszewski	Jim Verna					
Fortistar/Lockport Energy Associates, L.P.	Other Suppliers	Roger Kelley	Tom Gesicki	✓ Mark Younger	✓ Glenn Haake				
FPL Energy	Other Suppliers	✓ David Applebaum	Fernando DaSilva	Ron Scheirer					
Galt Power	Other Suppliers	✓ Rick Mancini	Stephen Fernands						
HQ Energy Services	Other Suppliers	Michel Prevost	✓ Paul Norris	Erik Bellavance					
KeySpan Energy Services	Other Suppliers	Terrence Kain	✓ Jim D'Andrea	Edwin Kichline	James Cross	John Vaughn			
Morgan Stanley Capital Group	Other Suppliers	Patrick Murray	Karen Kochonies	Levon Kazarian	Doron Ezickson				
NRG Power Marketing	Other Suppliers	✓ Tim Foxen	Katie Sullivan	Peter Chamberlain					
NU / Select Energy	Other Suppliers	✓ Jim Scheiderich	Gunnar Jorgensen						
Ontario Power Generation Inc.	Other Suppliers	✓ Scott McArthur	Dave Barr	Ken Lacivita	Erica Cheung	Scott McArthur	✓ Glenn Haake		
Orion Power New York	Other Suppliers	Liam Baker	John Meyer					✓ Doreen Saia	
PPM Energy	Other Suppliers	✓ Thresa Allen	T.H. Rawls						
PP&L Energy Plus	Other Suppliers	✓ Joseph Langan	Tom Hyzinski	Roland Moor	David Yannarell	Sharon Weber			
PSEG Energy Resources & Trade	Other Suppliers	✓ Howard Fromer	Michael LaFalce	Bob Logan	Dennis Sobieski				
Sempra Energy Trading	Other Suppliers	Dan Staines	Maria Agovino	Scott Englander	Barry Trayers				

**New York Independent System Operator - Committee Membership**

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Organization	Sector	Representative	Alternate1	Alternate2	Alternate3	Alternate4	Alternate5	Proxy	Guest
SESCO Enterprises, LLC	Other Suppliers	Mike Schubiger	Jim Thoresen						
Strategic Energy LLC	Other Suppliers	Jason Barker	Jeff Knox	Pamela Melton					
TransEnergie U.S. Ltd.	Other Suppliers	Michael Jacobs	Raymond Cox						
Williams Power Company	Other Suppliers	David Singer	Mark Lassman	Robert O'Connell					
Long Island Power Authority	Public Power - Authorities	✓ Kevin Jones	✓ Dave Clarke						
New York Power Authority	Public Power - Authorities	Bob Deasy	✓ Bob Gow	Paul Rougeaux	Kevin Kipers	✓ Bill Palazzo			
American Wind Energy Association	Public Power - Environmental	✓ Valerie Strauss	✓ Larry DeWitt	Douglas Ward	✓ Mike Jacobs				
Environmental Advocates	Public Power - Environmental	Anne Reynolds	✓ Larry DeWitt						
Nat'l Resources Defense Council	Public Power - Environmental	Dale Bryk	✓ Larry DeWitt						
Pace University	Public Power - Environmental	Edward Smeloff	✓ Larry DeWitt						
Scenic Hudson	Public Power - Environmental	✓ Larry DeWitt							
Bath Electric, Gas & Water Systems	Public Power - Munis & Co-ops	Ken Moore	Tim Bush	Matthew Benesh	Jim Hamilton	Jack Brown			
City of Jamestown Board of Pub. Util.	Public Power - Munis & Co-ops	✓ David Gustafson	Wally Haase	John Oelbracht	Steven Kulig	✓ Tom Rudebusch			
Lake Placid Village	Public Power - Munis & Co-ops	Peter Kroha	Tim Bush						
Municipal Commission of Boonville	Public Power - Munis & Co-ops	Kenneth Stabb	Tim Bush						
Plattsburgh Municipal Lighting Dept.	Public Power - Munis & Co-ops	Jack Brown	Tim Bush	Ken Moore					
Village of Arcade	Public Power - Munis & Co-ops	Larry Kilburn	Tim Bush						
Village of Fairport	Public Power - Munis & Co-ops	Ken Moore	Tim Bush	Paul Pallas					
Village of Freepport	Public Power - Munis & Co-ops	Anthony Fiore	Ted Kimlingen	✓ Tom Rudebusch					
Village of Rockville Centre	Public Power - Munis & Co-ops	Paul Pallas	Thomas Cardile					✓ Tom Rudebusch	
Village of Solway	Public Power - Munis & Co-ops	Anthony Modafferi	Tim Bush						
Village of Westfield	Public Power - Munis & Co-ops	Jim Hamilton	Tim Bush	Ken Moore	Matthew Benesh	Jack Brown			
Central Hudson Gas & Electric	Transmission Owners	James Valleau	✓ Thomas Canino	Jeff May	Rick Greener				
Consolidated Edison	Transmission Owners	✓ Stuart Nachmias	Gerry Dunbar	Neil Butterklee					
National Grid	Transmission Owners	✓ Bart Franey	✓ Wesley Yeomans	Jerry Ancona	Janet Gail Besser	Terron Hill			
NY State Electric Gas (NYSEG)	Transmission Owners	✓ Ray Kinney	✓ Patti Caletka	✓ Steve Jeremko	Hank Masti				✓ Dave Hall
Orange & Rockland, Inc.	Transmission Owners	None Assigned							
Rochester Gas & Electric	Transmission Owners	✓ Ray Kinney	✓ Patti Caletka	✓ Steve Jeremko	Hank Masti				
Boundless Energy, L.L.C	Non-voting	Brian Chernack	Chuck Gilbert	Mark Mainetti					
Caitness Energy, L.L.C	Non-voting	Ross Ain	Gary Keevill	Mitchell Garber					
Customized Energy Solutions	Non-voting	✓ Rick Mancini	Stephen Fernands	Bill Schofield					
Ecogen, L.L.C	Non-voting	Tom Hagner							
Energetix, Inc.	Non-voting	Barney Farnsworth	Gerald Strassner						
Fluent Energy	Non-voting	Michael Mastroianni	David Koplas	Margie Miller					
Hudson River Energy Group	Non-voting	Frank Radigan	Richard Canfield						
Hydro-Quebec TransEnergie	Non-voting	Glenn Sylvain	Mario Boucher						
NYS Department of Public Service	Non-voting	✓ Bill Heinrich	David Drexler						
Stealth Energy	Non-voting	Gad Cohen							
The Structure Group	Non-voting	Bob Furry							
Tom Halleran	Non-voting	Tom Halleran							
William P. Short	Non-voting	William Short	Marc Schaefer	Joe DeVito	John Brodbeck	Ron Matlock	Paul Savage	Roberto Denis	
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**NYISO and Hunton & Williams Members in Attendance:**  
 Ira Freilicher Hunton & Williams

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Kevin Jones	Hunton & Williams								
James Schmidt	Hunton & Williams								
Rob Fernandez	NYISO								
Mark Lynch	NYISO								
✓ John Buechler	NYISO								
Mike Calimano	NYISO								
✓ Debra Murley	NYISO								
✓ Elaine Robinson	NYISO								
✓ Nicole Bouchez	NYISO								
✓ Leigh Bullock	NYISO								
✓ Ray Stalter	NYISO								
✓ Debbie Eckels	NYISO								
✓ Dave Lawrence	NYISO								
✓ Brad Kranz	NYISO								
✓ Alex Schnell	NYISO								
Tim Schmehl	NYISO								
	NYISO								
John Cutting	NYISO								
Jane Lathrop	NYISO								
Ernie Cardone	NYISO								
✓ John Charlton	NYISO								
Kathy Whitaker	NYISO								
Andy Hartshorn	NYISO/LECG								

**Key:**

✓ = In attendance