

NYISO Management Committee Meeting

**June 5, 2000
Con Edison
New York City**

Minutes of Meeting

1. Introduction and Meeting Objectives

Mr. Lou Rana, Chairman of the Management Committee (MC), called the meeting to order and welcomed the members of the Management Committee (MC).

Mr. Rana noted that this special meeting of the Management Committee was convened to consider the work of the Bid Cap working group and address any recommendations that may have been developed by the working group. Mr. Rana indicated that these and other recommendations that address pricing issues during the upcoming summer period would be reviewed and discussed in the morning session and that voting on specific proposals would occur following the sector caucus.

2. Report of Bid Cap Task Force

Mr. Harvey Reed, Co-Chairman of the MC and Chairman of the ad hoc Bid Cap Working Group, reported that since the working group was given its charge at the May 24th MC meeting, the group has convened twice with one meeting held in Albany, NY and the second via tele-conference. Mr. Reed added that even though the discussions have been productive relative to clarifying issues, the working group was unable to reach a consensus position.

3. PSC Bid Cap Proposal

Mr. Tariq Niazi of the NYS Consumers Protection Board reviewed several language changes to the Bid Cap proposal. In addition, Mr. Niazi addressed several clarifying questions from MC members. Mr. Ira Freilicher of Hunton & Williams noted that the June 9th filing date may not be feasible due to the need of the NYISO Board to review and discuss several of the modifications included in the current proposal. Mr. Freilicher noted that the Board's next meeting is on June 20th, though if deemed warranted by the Board, they could schedule a special meeting to consider any consensus proposal that might be endorsed by the MC.

Following the discussion, copies of the revised proposal were distributed to the MC members for consideration during their caucus.

4. Other Proposals, as presented by members of the Management Committee

Mr. Rana inquired regarding whether any other MC members wished to offer a proposal for consideration at this time. No addition proposals were brought to the floor in response to Mr. Rana's inquiry.

5. Sector Caucuses

The MC adjourned for caucus at 10:25 AM. By special request, at 11:30 the MC extended the caucus to 1:30 PM to allow additional time for the MC members to consider the modified PSC proposal.

6. Voting

A motion to adopt the Bid Cap Proposal, as modified, was made by Mr. Niazi and seconded by Mr. Len Singer of Couch-White. Following a roll-call vote, the subject motion passed with a vote of 63.15%.

7. Adjournment

A motion was made to adjourn the meeting. The motion was seconded and approved with the meeting adjourned at 2pm.

New York Independent System Operator - Committee Membership

Management Committee - June 5, 2000 Meeting in NYC - Members Checked in Attendance

Organization	Sector	Representative	Proxy	Alternate1	Alternate2	Alternate3	Guest
NYS Energy Research & Develop. Auth.	End Use - Gov. Agency/Aggr.	Peter Smith		✓ Charles Kowalski	✓ Jeffrey Gerber		
The City of New York	End Use - Gov. Agency/Aggr.	Jay Kooper	Jonathan Wallach	✓ Richard Miller			
Amerada Hess Corporation	End Use - Large Consumers	John Schultz		Mark Wilson			
ATCO Management Co.	End Use - Large Consumers	Peter DiCapua		✓ Scott Petersen			
IBM Corporation	End Use - Large Consumers	✓ Leonard Singer		Jim King			
Occidental Chemical Corp.	End Use - Large Consumers	✓ Leonard Singer		Jim King			
Praxair Inc.	End Use - Large Consumers	✓ Leonard Singer		Jim King			
Reynolds Metals Company	End Use - Large Consumers	✓ Leonard Singer		Jim King			
Xerox Corporation	End Use - Large Consumers	✓ Leonard Singer		Jim King			
Metropolitan Transportation Authority	End Use - Large Cons. Gov.	✓ Robin Stevens		✓ Walter McCarroll	✓ Ken Lewaine		
Aaron Breidenbaugh	End Use - Small Consumers	✓ Aaron Breidenbaugh					
Association for Energy Affordability, Inc.	End Use - Small Consumers	✓ David Hepinstall		✓ Mollie Lampi			
Building and Realty Institute	End Use - Small Consumers	✓ Herb Rose		Jeff Hanley			
Citizens Advisory Panel	End Use - Small Consumers	Gordian Raacke					
CNYC Inc. (Council of NY Coop & Condo)	End Use - Small Consumers	✓ Herb Rose		MaryAnn Rothman			
New York Energy Buyers Forum	End Use - Small Consumers	Catherine Luthin	✓ Arthur Pearson	John Dowling			
NY State Consumer Protection Board	End Use - State Agency	✓ Tariq Niazi					
AES NY	Generation Owners	✓ Christopher Wentlent		Rick Santoroski			✓ John Reese
CH Resources	Generation Owners	Gary Thorn		✓ Gary Miller	✓ Diane Seitz		
Columbia Electric	Generation Owners	Jennifer Painter		Bob Svendsen			
East Coast Power	Generation Owners	Gary Keevill		Asavari Alvarez			
Edison Mission Marketing & Trading	Generation Owners	Kenneth Lackey		LouAnn Basham	Tom Green	✓ Robert Agnello	
Indeck Energy Services	Generation Owners	Mike Janczak	✓ Mark Younger	Mike Ferguson			✓ Mark Younger
KeySpan Ravenswood, Inc	Generation Owners	Howard Kosel		James Brennan	✓ Dick Ackerson		
NRG Energy	Generation Owners	Marc Dworkin	✓ Brown /Kirkpatrick	Nancy Jones			
Orion Power New York	Generation Owners	Mark Sudbey	✓ Mary Lynch	Janet Audunson			
PG&E Generating	Generation Owners	Daniel DuBois		✓ Scott Miller	✓ Steve McDonald		
Public Service Electric & Gas Company	Generation Owners	✓ James Hebson		✓ Michael LaFalce			
Sithe Energies, Inc.	Generation Owners	Scott Weiner		✓ Timothy Bush	✓ Garry Brown		
Southern Energy of NY	Generation Owners	✓ Joe Holtman		Mark Petro	✓ Doreen Saia		
TransCanada Power Marketing	Generation Owners	William Taylor		Elaine Beaudry			
NYS Department of Public Service	Non-voting	✓ Saul Rigberg		✓ Joel Brainard			✓ Tarler,Reeder,Paynter
1st Rochdale Cooperative NYC	Other Suppliers	✓ Phyllis Kessler		Gregory Wortham			
Aquila Energy Marketing Corp.	Other Suppliers	Jason Stever	Paul Savage	✓ Peter Brown			
Automated Power Exchange (APX)	Other Suppliers	Jim Verna	✓ John Brodbeck				
Cinergy Capital and Trading	Other Suppliers	Walt Yeager		Jan Bagnall			
Cinergy Services	Other Suppliers	Walt Yeager		Jan Bagnall			
Citizens Power Sales LLC	Other Suppliers	William Roberts		✓ Alan Foster			
Con Edison Energy	Other Suppliers	✓ Ken Bekman		Ivan Kimball			
Con Edison Solutions	Other Suppliers	✓ Ken Bekman		Stephen Wemple			
Constellation Power Source	Other Suppliers	✓ Harvey Reed		David Taylor			
Dynegy	Other Suppliers	Chris Moser	✓ Marjorie Philips				
Econergy	Other Suppliers	Gary Bondi					
Energetix, Inc.	Other Suppliers	Byron Farnsworth					
Enron Power Marketing Inc.	Other Suppliers	✓ Howard Fromer					
HQ Energy Services	Other Suppliers	Matthew LaRocque	✓ Paul Norris	Johane Meagher			✓ R.Shanker, J. Zipp
KeySpan Energy Services	Other Suppliers	✓ Ruben Brown		Angela Schorr	Ellen Shaw	John Smith	
Merchant Energy Group of the Americas	Other Suppliers	Joseph Limone		✓ John Carmody			✓ Peter Horvath
Morgan Stanley Capital Group	Other Suppliers	✓ Patrick Murray		Karen Kochonies			
New Energy Inc.	Other Suppliers	Gustav Beerel		Stephen Fernands			
Niagara Mohawk Energy Marketing	Other Suppliers	Jim Cifaratta		Sam Moreton			✓ M.Overdyk, P.VanHorne
NU / Select Energy	Other Suppliers	✓ Gunnar Jorgensen		✓ James Scheiderich			
Ontario Power Generation Inc.	Other Suppliers	Barry Green	✓ Greg Towstego	Tasos Karatsoreos	Ken Lacivita		
PECO Energy Company	Other Suppliers	✓ Marjorie Philips		✓ Regina Carrado	Jack Crowley		
PP&L Energy Plus	Other Suppliers	✓ John Brodbeck		Glen McCartney	Roger Dolan	Garreth Kirkner	
PP&L Inc.	Other Suppliers	Garreth Kirkner					
PSEG Energy Technologies Inc.	Other Suppliers	Patricia Esposito		Ken Lempicki			
Sempra Energy Trading	Other Suppliers	Bill Winget		✓ Dana Volpe			
Southern Company Energy Marketing	Other Suppliers	Marty Matijasich		Vicki Lynch			
Strategic Energy Ltd.	Other Suppliers	John Molinda		✓ Jace Cochrane	James McCormick	Lara Prachar	
Strategic Power Management, Inc.	Other Suppliers	✓ Dan Duthie		✓ Mario DiValentino			
TransÉnergie U.S. Ltd.	Other Suppliers	José Rotger					
Long Island Power Authority	Public Power - Authorities	Seth Hulkower		Jim Parmelee	✓ Alan Elterfield		
New York Power Authority	Public Power - Authorities	✓ Robert Hiney		✓ William Palazzo	Kim Byham		
Adirondack Council	Public Power - Environmental	✓ Mollie Lampi		Bernard Melewski			
Environmental Advocates	Public Power - Environmental	Jason Babbie					
Nat'l Resources Defense Council	Public Power - Environmental	Dale Bryk		✓ Mollie Lampi			
Pace University	Public Power - Environmental	✓ Mollie Lampi					✓ Ed Smeleff
Scenic Hudson	Public Power - Environmental	Cara Lee		✓ Mollie Lampi			
Sierra Club - Atlantic Chapter	Public Power - Environmental	Frank Morris		John Stouffer			
Bath Electric, Gas & Water Systems	Public Power - Munis & Co-ops	Neil Wrinkle	✓ Tom Rudebusch	Paul Pallas	Jim Hamilton	Cliff Engstrom	
City of Jamestown Board of Pub. Util.	Public Power - Munis & Co-ops	Michael Darroch		Wally Haase	✓ Tom Rudebusch		
Town of Massena	Public Power - Munis & Co-ops	Cliff Engstrom	✓ Tom Rudebusch	Paul Pallas	Jim Hamilton	Neil Wrinkle	
Village of Fairport	Public Power - Munis & Co-ops	Paul Pallas		✓ Tom Rudebusch	Ken Moore		
Village of Freeport	Public Power - Munis & Co-ops	Hubert Bianco		Robert Kortright			✓ Paul Gioia
Village of Rockville Centre	Public Power - Munis & Co-ops	Paul Pallas	✓ Tom Rudebusch	Jim Hamilton	Cliff Engstrom	Ken Moore	
Village of Westfield	Public Power - Munis & Co-ops	Jim Hamilton	✓ Tom Rudebusch	Paul Pallas	Neil Wrinkle	Cliff Engstrom	
Central Hudson Gas & Electric	Transmission Owners	Ronald Brand	✓ John Watzka	Carl Meyer			
Consolidated Edison	Transmission Owners	✓ Lou Rana					✓ M. Sasson, W. Jaeger
Niagara Mohawk Power Company	Transmission Owners	Clement Nadeau		✓ Jerry Ancona	✓ Martin Amati		
NY State Electric Gas (NYSEG)	Transmission Owners	✓ Denis Wickham	David Kimiecik(BIC)	Raymond Kinney	Hank Masti		✓ Stu Kaplan

New York Independent System Operator - Committee Membership

Management Committee - June 5, 2000 Meeting in NYC - Members Checked in Attendance

Organization	Sector	Representative	Proxy	Alternate1	Alternate2	Alternate3	Guest
Orange & Rockland, Inc.	Transmission Owners	Phil Nannery					
Rochester Gas & Electric Co.	Transmission Owners	✓ Clifton Olson		Laurie King-Pirchner			
Advantage Energy, Inc.	Other Suppliers	✓ Kyle Storie					
NYISO	Non-voting						✓ Ira Freilicher
NYISO	Non-voting						✓ John Buechler
NYISO	Non-voting						✓ Gina Fedele
NYISO	Non-voting						✓ Allison Benge
NYISO	Non-voting						✓ Steve Baiser
NYISO	Non-voting						✓ Chuck King
NYISO	Non-voting						✓ Jonathan Mayo
NYISO	Non-voting						✓ Bill Museler
NYISO	Non-voting						✓ Kristen Kranz
NYISO	Non-voting						✓ John Beuchler
NYISO	Non-voting						✓ Rob Fernandez
NYISO	Non-voting						✓ Jim Savitt

Key:

✓ = In attendance

✓ = In attendance by teleconferencing

New York Independent System Operator

Management Committee - June 5, 2000

Motion: Motion for implementing Bid Cap Rules

Result: Motion Passed

Sector with base percent	%	Active	Quorum	Adj. Percent	For	Against	Abstain	% For	% Against	
Generation Owners	21.5	✓	✓	21.50	1.00	6.00	3	3.07	18.43	
Other Suppliers	21.5	✓	✓	21.50	3.00	15.00	0	3.58	17.92	
Transmission Owners	20.0	✓	✓	20.00	5.00	0.00	0	20.00	0.00	
End Use Consumers			✓							
Large Consumers	9.0	✓		9.00	6.00	0.00	0	9.00	0.00	
Large Cons. Gov. Agency	2.0	✓		2.00	1.00	0.00	0	2.00	0.00	
Small Consumers	4.5	✓		4.50	4.00	0.00	0	4.50	0.00	
Gov. State-wide Cons. Advocate	2.7	✓		2.70	1.00	0.00	0	2.70	0.00	
Gov. Sm. Cons. & Retail Aggr.	1.8	✓		1.80	2.00	0.00	0	1.80	0.00	
Public Power			✓							
State Power Authorities	8	✓		8.00	2.00	0.00	0	8.00	0.00	
Munis and Coops	7	✓		7.00	6.00	0.00	0	7.00	0.00	
Environmental	2	✓		2.00	3.00	1.00	0	1.50	0.50	
				5	100.00	34.00	22.00	3	63.15	36.85
					100.00	Normalized to 100% :		63.15	36.85	

New York Independent System Operator

Management Committee - June 5, 2000

Motion

Motion for implementing Bid Cap Rules

Sector	Organization	Representative	Affiliate	Present	For	Against
End Use - Gov. Agency/Aggr.	NYS Energy Research & Develop. Auth.	Charles Kowalski		y	1.00	
End Use - Gov. Agency/Aggr.	The City of New York	Richard Miller		y	1.00	
End Use - Large Consumers	Amerada Hess Corporation					
End Use - Large Consumers	ATCO Management Co.	Scott Petersen		y	1.00	
End Use - Large Consumers	IBM Corporation	Leonard Singer		y	1.00	
End Use - Large Consumers	Occidental Chemical Corp.	Leonard Singer		y	1.00	
End Use - Large Consumers	Praxair Inc.	Leonard Singer		y	1.00	
End Use - Large Consumers	Reynolds Metals Company	Leonard Singer		y	1.00	
End Use - Large Consumers	Xerox Corporation	Leonard Singer		y	1.00	
End Use - Large Cons. Gov.	Metropolitan Transportation Authority	Robin Stevens		y	1.00	
End Use - Small Consumers	Aaron Breidenbaugh	Aaron Breidenbaugh	y	y		
End Use - Small Consumers	Association for Energy Affordability, Inc.	David Hepinstall		y	1.00	
End Use - Small Consumers	Building and Realty Institute	Herb Rose		y	1.00	
End Use - Small Consumers	Citizens Advisory Panel					
End Use - Small Consumers	CNYC Inc. (Council of NY Coop & Condo)	Herb Rose		y	1.00	
End Use - Small Consumers	New York Energy Buyers Forum	Arthur Pearson		y	1.00	
End Use - State Agency	NY State Consumer Protection Board	Tariq Niazi		y	1.00	
Generation Owners	AES NY	Christopher Wentlent		y		
Generation Owners	CH Resources	Gary Miller	y	y		
Generation Owners	Columbia Electric					
Generation Owners	East Coast Power		y			
Generation Owners	Edison Mission Marketing & Trading	Robert Agnello		y		1.00
Generation Owners	Indeck Energy Services	Mark Younger		y		
Generation Owners	KeySpan Ravenswood, Inc	Dick Ackerson		y		1.00
Generation Owners	NRG Energy	Brown /Kirkpatrick		y		1.00
Generation Owners	Orion Power New York	Mary Lynch		y		1.00
Generation Owners	PG&E Generating	Scott Miller		y		1.00
Generation Owners	Public Service Electric & Gas Company	James Hebson		y	1.00	
Generation Owners	Sithe Energies, Inc.	Timothy Bush		y		1.00
Generation Owners	Southern Energy of NY	Joe Holtman		y		
Generation Owners	TransCanada Power Marketing					
Non-voting	NYS Department of Public Service	Saul Rigberg	y	y		
Other Suppliers	1st Rochdale Cooperative NYC	Phyllis Kessler		y	1.00	
Other Suppliers	Aquila Energy Marketing Corp.	Peter Brown		y		1.00
Other Suppliers	Automated Power Exchange (APX)	John Brodbeck		y		1.00
Other Suppliers	Cinergy Capital and Trading		y			
Other Suppliers	Cinergy Services					
Other Suppliers	Citizens Power Sales LLC	Alan Foster		y		1.00
Other Suppliers	Con Edison Energy	Ken Bekman	y	y		
Other Suppliers	Con Edison Solutions	Ken Bekman	y	y		
Other Suppliers	Constellation Power Source	Harvey Reed		y		1.00
Other Suppliers	Dynergy	Marjorie Philips		y		1.00
Other Suppliers	Econnergy					
Other Suppliers	Energetix, Inc.		y			
Other Suppliers	Enron Power Marketing Inc.	Howard Fromer		y		1.00
Other Suppliers	HQ Energy Services	Paul Norris		y		1.00
Other Suppliers	KeySpan Energy Services	Ruben Brown	y	y		
Other Suppliers	Merchant Energy Group of the Americas	John Carmody		y		1.00
Other Suppliers	Morgan Stanley Capital Group	Patrick Murray		y		1.00
Other Suppliers	New Energy Inc.		y			
Other Suppliers	Niagara Mohawk Energy Marketing		y			
Other Suppliers	NU / Select Energy	Gunnar Jorgensen		y		1.00
Other Suppliers	Ontario Power Generation Inc.	Greg Towstego		y		1.00
Other Suppliers	PECO Energy Company	Marjorie Philips		y		1.00
Other Suppliers	PP&L Energy Plus	John Brodbeck		y		1.00
Other Suppliers	PP&L Inc.		y			
Other Suppliers	PSEG Energy Technologies Inc.					
Other Suppliers	Sempra Energy Trading	Dana Volpe		y		1.00
Other Suppliers	Southern Company Energy Marketing		y			
Other Suppliers	Strategic Energy Ltd.	Jace Cochrane		y		1.00
Other Suppliers	Strategic Power Management, Inc.	Dan Duthie		y	1.00	
Other Suppliers	TransEnergie U.S. Ltd.		y			
Public Power - Authorities	Long Island Power Authority	Alan Elberfield		y	1.00	
Public Power - Authorities	New York Power Authority	Robert Hiney		y	1.00	
Public Power - Environmental	Adirondack Council	Mollie Lampi		y	1.00	
Public Power - Environmental	Environmental Advocates					
Public Power - Environmental	Natl Resources Defense Council	Mollie Lampi		y		1.00
Public Power - Environmental	Pace University	Mollie Lampi		y	1.00	
Public Power - Environmental	Scenic Hudson	Mollie Lampi		y	1.00	
Public Power - Environmental	Sierra Club - Atlantic Chapter					
Public Power - Munis & Co-ops	Bath Electric, Gas & Water Systems	Tom Rudebusch		y	1.00	
Public Power - Munis & Co-ops	City of Jamestown Board of Pub. Util.	Tom Rudebusch		y	1.00	
Public Power - Munis & Co-ops	Town of Massena	Tom Rudebusch		y	1.00	
Public Power - Munis & Co-ops	Village of Fairport	Tom Rudebusch		y	1.00	
Public Power - Munis & Co-ops	Village of Freeport					
Public Power - Munis & Co-ops	Village of Rockville Centre	Tom Rudebusch		y	1.00	
Public Power - Munis & Co-ops	Village of Westfield	Tom Rudebusch		y	1.00	
Transmission Owners	Central Hudson Gas & Electric	John Watzka		y	1.00	
Transmission Owners	Consolidated Edison	Lou Rana		y	1.00	
Transmission Owners	Niagara Mohawk Power Company	Jerry Ancona		y	1.00	
Transmission Owners	NY State Electric Gas (NYSEG)	Denis Wickham		y	1.00	
Transmission Owners	Orange & Rockland, Inc.		y			
Transmission Owners	Rochester Gas & Electric Co.	Clifton Olson		y	1.00	
Other Suppliers	Advantage Energy, Inc.	Kyle Storie		y	1.00	