

## **Notice of Recovery**

October 7, 2014

The NYISO has recovered \$8,708.10 as further described below, relating to the bad debt loss from the Enron bankruptcy which was declared on February 28, 2003. The recovered amount will be credited to impacted customer invoices for the service month of September 2014, to be issued in October 2014, according to customers' load ratio shares for February 2003 - the same allocation method originally used to collect the bad debt loss.

### **Enron**

On February 28, 2003, the NYISO declared bad debt losses in the amount of \$10,274,034.00 and \$907,842.00 for Enron Power Marketing, Inc. ("EPMI") and Enron Energy Services, Inc. ("EES") respectively, for a total Enron-related bad debt loss of \$11,181,876.00. These bad debt losses were collected according to customers' load ratio shares for February 2003.

As a result of distributions under the Chapter 11 bankruptcy proceeding for EPMI, the NYISO has previously received and refunded to customers a total of \$9,277,571.32. These previous refunds were included on the March 2006, May 2006, November 2006, May 2007, August 2007, November 2007, April 2008, June 2008, October 2008, December 2009, December 2010 and June 2011 consolidated invoices. All the amounts the NYISO recovers for bad debt losses are refunded to customers previously charged for the loss using the same allocation method originally used to collect the loss.

Recoveries to date on the EPMI bad debt loss total \$9,286,279.42. Additionally, the entire bad debt loss of \$907,842.00 for EES has previously been recovered and refunded to customers. Therefore, NYISO has recovered \$10,194,121.42 of the total Enron-related bad debt loss, which represents approximately 91% of the original bad debt losses.

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