

January 9, 2006

Dear NYISO Customer:

Today, January 9, 2006, the NYISO issued an invoice comprised December 2005 Installed Capacity payments; December 2005 settlements; the four month settlement adjustment of August 2005 settlements; the twelve month/final settlement adjustment of December 2004 settlements.

**It should be duly noted that Market Participants have four months from the date of this invoice to dispute December 2004 settlements.**

This invoice is the first of 2 invoices to be issued in the month of January 2006, with the second scheduled for issuance tomorrow, January 10th. Both invoices will then be netted by the NYISO Controller's Office to provide for a single bank transfer. Market Participants are instructed to perform such netting after issuance of the second invoice to determine the net balance either owed to the NYISO or due from the NYISO.

If the net balance of the 2 invoices results in a payment due to the NYISO, Market Participants should provide for the transfer of such funds to the NYISO bank account on the 1st business day after the 15th of the month, Tuesday, January 17, 2006. Payments should be made by electronic funds transfer.

New York Independent System Operator  
Key Bank, N.A.  
Albany, NY

Conversely, if the net balance of the 2 invoices indicates a net payment is due to the Market Participant from the NYISO, funds will be transferred to the Market Participant's account on the 1st business after the 19th of the month, Friday, January 20, 2006.

On Wednesday, January 11, 2006, Market Participants' Customer Relations representatives will be able to provide assistance to those needing clarification of net balances due to or due from the NYISO, as well as confirmation of expected banking dates.

This accounting was completed under the New York ISO Open Access Transmission Tariff, the New York ISO Services Tariff and the New York ISO Agreement.

Please forward this information to other personnel in your organization, as necessary. If you have any questions concerning electronic funds transfer or payment procedures, please contact Ms. Mary McGarvey at (518) 356-6125. If you have any other billing inquiries, please contact NYISO Customer Relations at (518) 356-6060.

Please submit any changes in your banking information or billing contacts directly to Chris Riffelbach at the NYISO. Changes should be faxed to her attention at 518-356-7505 or e-mailed to [criffelbach@nyiso.com](mailto:criffelbach@nyiso.com).

Sincerely,



Randy A. Bowers  
Manager –Settlements