

**Summary of Discussion Regarding North Energy Power, LLC Termination
Billing, Accounting and Credit Working Group
October 19, 2018**

- On September 14, 2018 North Energy Power, LLC (“North Energy”) defaulted on a weekly invoice to the NYISO.
- North Energy filed Chapter 11 bankruptcy on September 17, 2018.
- The bankruptcy filing implicated the Bankruptcy Code’s automatic stay, which halts certain actions by creditors to collect on debts of the filing party. The NYISO determined that, given the stay, it could not terminate North Energy without court approval.
- NYISO worked aggressively with its bankruptcy counsel to seek relief from the stay.
- On October 10, 2018 the bankruptcy court granted the NYISO relief from the automatic stay effective immediately.
- All load and capacity was transferred to the providers of last resort effective HB00 on October 11, 2018.
- The NYISO possesses collateral from North Energy (\$654k) and is in the process of evaluating the application of that collateral to North Energy’s obligations, including future true-ups.
- The existence and amount of any bad debt loss resulting from North Energy’s default will be evaluated over the coming months as North Energy’s invoices are trued up. If the NYISO determines that it must declare a bad debt loss, it will provide notice to the market of the amount.