

February 11, 2019

By Electronic Delivery

Honorable Kimberly D. Bose, Secretary Federal Energy Regulatory Commission 888 First Street, NE Washington, DC 20426

Re: New York Independent System Operator, Inc., Docket No. ER17-1561-003;

Notification to the Commission that Offer Cap Implementation Concern

Described in NYISO's December 17, 2018 Filing was Addressed on January 27,

2019—Errata to Correct Requested Effective Date for Tariff Revisions

Dear Secretary Bose:

In the Amended Compliance Filing to Establish a Modified Effective Date for its FERC Order No. 831 Tariff Revisions, and Request for Limited Waiver ("Amended Compliance Filing") that the New York Independent System Operator, Inc. ("NYISO") submitted in the above-captioned Docket on December 17, 2018, the NYISO requested a temporary, limited waiver of Sections 23.3.1.4.1, 23.3.1.4.1.1, 23.3.1.4.1.2 and 23.3.1.4.1.3 of its Market Administration and Control Area Services Tariff ("Services Tariff"). The purpose of the requested waiver was to permit the NYISO to temporarily replace both Incremental Energy and Minimum Generation reference levels with cost-based reference levels when a Minimum Generation Bid or a component of an Incremental Energy Bid that exceeded \$1000/MWh was submitted. The concern arose because the NYISO was temporarily unable to precisely comply with the provisions of Section 23.7.2.1 of the Services Tariff that the Commission accepted for filing in this Docket.

In its Amended Compliance Filing the NYISO committed to deploy software revisions to address the Tariff implementation concern by January 31, 2019, and to submit a notification to the Commission once the described concern had been addressed.

The NYISO submits this notification to inform the Commission and NYISO stakeholders that, on January 27, 2019, the NYISO successfully deployed a fix to the software that it

Honorable Kimberly D. Bose February 11, 2019 Page 2

developed to implement Order No. 831.¹ The NYISO did not receive any Bids that exceeded \$1,000/MWh between its requested December 19, 2018 offer cap Tariff effective date² and January 27, 2019, the date on which the software fix to the problem described above was deployed. Hence, the condition that could have resulted in a Tariff violation did not ever, in fact, occur.

The NYISO will send an electronic link to this filing to the official representative of each party to this proceeding, to the official representative of each of its customers, to each participant on its stakeholder committees, to the New York Public Service Commission, and to the New Jersey Board of Public Utilities. In addition, the complete filing will be posted on the NYISO's website at www.nyiso.com.

The NYISO respectfully requests that the Commission accept its Amended Compliance Filing and permit its offer cap tariff revisions to take effect on December 19, 2018.

Respectfully submitted,

/s/ Alex M. Schnell
Alex M. Schnell
Assistant General Counsel/
Registered Corporate Counsel
New York Independent System Operator, Inc.
10 Krey Blvd.
Rensselaer, New York 12144
(518) 356-6000
aschnell@nviso.com

cc: Nicole Buell Anna Cochrane
James Danly Jignasa Gadani
Jette Gebhart Kurt Longo
David Morenoff Daniel Nowak
Larry Parkinson Douglas Roe
Kathleen Schnorf Gary Will

¹ Offer Caps in Markets Operated by Regional Transmission Organizations and Independent System Operators, Order No. 831, 81 Fed. Reg. 87,770 (Dec. 5, 2016).

² This letter has been corrected to accurately specify the NYISO's requested December 19, 2018 effective date for its offer cap tariff revisions.

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon each person designated on the official service list compiled by the Secretary in this proceeding in accordance with the requirements of Rule 2010 of the Rules of Practice and Procedure, 18 C.F.R. § 385.2010.

Dated at Rensselaer, NY this 11th day of February 2019.

By: /s/ John C. Cutting

John C. Cutting New York Independent System Operator, Inc. 10 Krey Blvd. Rensselaer, NY 12144 (518) 356-7521