



New and Existing Treatment Election for the first Forward Capacity Auction (FCA-1)

June 15, 2007 is the deadline when ISO must receive New Capacity Qualification Packages from Resources seeking to qualify for the FCA-1

A Generating Capacity Resource with an active Show of Interest application for FCA-1 may request a classification change from “Existing Treatment” to “New Treatment”, or vice versa, prior to but no later than the New Capacity Qualification Deadline June 15, 2007. All Generating Capacity Resources that are under construction at the time of FCA-1, that have active Show of Interest applications, and have a Commercial Operation Date prior to February 1, 2009 are required to be treated as Existing in FCA-1.

New Capacity Resources and Existing Capacity Resources participate differently in the FCA

All New Capacity Resources with a positive qualification determination that submitted the required Financial Assurance deposit on time to the ISO will be entered in FCA-1 at the starting price.

During the auction, at prices below the starting price, a Project Sponsor for a New Capacity Resource may submit an offer indicating the quantity of capacity that the Project Sponsor would commit to provide from the resource, during the Capacity Commitment Period at that auction round’s price.

New Capacity Resources that may choose to submit offers in FCA-1 at prices below 0.75 times the Cost of New Entry (CONE), must have included such offers and supporting information in the New Capacity Qualification Package which is due by June 15, 2007.

In the absence of an accepted De-List bid, each Existing Capacity Resource, including each Generating Capacity Resource for which Existing Treatment is elected in the Show of Interest form, shall be automatically entered into each round of FCA-1 at the Resource’s summer Qualified Capacity.

Each Generating Resource for which Existing Treatment is elected in the Show of Interest form, in the absence of an accepted De-List bid, shall clear (i.e. incur an obligation) in FCA-1 provided it is expected to be commercial, and subject to ISO review, by the Capacity Commitment Period.

All change requests associated with submitted FCA-1 qualification information are subject to the review and consent of ISO-NE.

If you have any questions on any of this information, please refer to of the [FERC filed FCM Market Rule 1](#), Section 13.1.1.2.1 (d) or contact ISO Customer Services at 413-540-4220.