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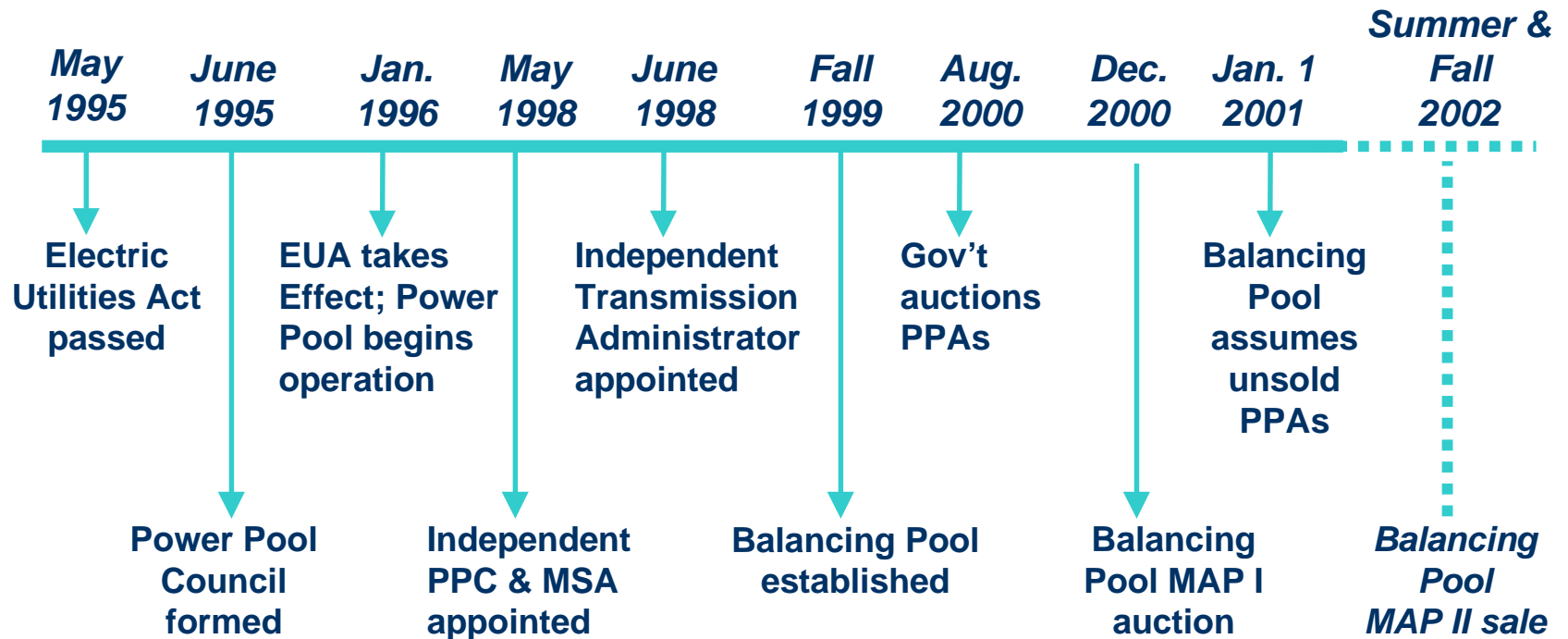
# OVERVIEW OF BALANCING POOL OPERATIONS 2001

Presented at the Balancing Pool's  
Annual Meeting April 25, 2002



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# Timeline





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## Key Activities 2001

- Managing unsold PPAs
- Market Achievement Plan I (MAP I)
- 2001 Electricity Rebate Program
- H.R. Milner sale process
- Assessing extraordinary events
- Market Achievement Plan II (MAP II)



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## Market Achievement Plan II (MAP II)

- Contract design
  - ✓ derivative contracts, 3-year terms
  - ✓ transfer offer rights/physical risk to buyers
  - ✓ bidder qualification process underway
  
- Staged sale process
  - ✓ Clover Bar - July 1, 2002
  - ✓ Sheerness - Oct. 1, 2002
  - ✓ Genesee - Jan 1, 2003
  
- Finalize aggregator role, supporting software



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## Desired “End State”



- Fully functioning, highly liquid market; majority of power traded on forward markets
  - ✓ All Balancing Pool-held PPAs in market
- Balancing Pool manages:
  - ✓ financial accounts on behalf of consumers
  - ✓ obligations related to sold PPAs