

Recent Developments in New York's Gas Market

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The Post-ENRON World

- Evaluate and address bankruptcy issues
 - LDCs have reassessed creditworthiness issues
 - LDCs have adjusted capacity release programs
- Reexamine of liquidity issues
 - Fewer gas suppliers and reduced volumes, but point that were previously determined to be liquid points appear to remain liquid
- LDCs shift to greater reliance on major gas producers for gas supplies

Other Recent Developments

- Adequacy of gas capacity to meet the needs of the electricity generation sector
 - Scope of Work developed by NYISO, DPS Staff, NYSRC, and LIPA to examine the issues
- Adequacy of oil infrastructure
 - Study initiated to examine the adequacy of the oil infrastructure in light of the growing non-firm use of gas
