ICAP & UCAP Calculation Method for NYCA & Localities J, K & G-J

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Overview of ICAP & UCAP Process

- ICAP Requirements for Transmission Districts (TD) are considered jointly by NYISO and stakeholders in the Load Forecasting Task Force (LFTF).
- TOs & LSEs identify the allocation within a TD, based upon share of LSE load at time of NYCA peak.
- NYISO determines UCAP Requirements for TDs, and distributes to TOs and LSEs based on shares determined by TO (which is the metering authority in the TD.)
- Data and analysis in this presentation are for illustrative purposes only. Consult the ICAP Manual in the event an example appears at variance with any ICAP Manual procedure.

Steps in Calculating ICAP and UCAP Requirements

1. **Actual load of LSE and TO at time of NYCA peak and time of Locality Peaks**
2. **Weather adjustments of the actual peaks**
3. **RLGF – Regional Load Growth Factor in the TD**
4. **IRM - Installed Reserve Margin**
5. **LCR – Locational Minimum Installed Capacity Requirement**
6. **UCAP Translation Factor – Converts Installed Capacity to Unforced Capacity**

Relationship of NYCA UCAP and Locality UCAP Values

- There is a NYCA-wide UCAP value for each LSE, such that total UCAP in a TD is satisfied. UCAP Requirements other than for a Locality can be satisfied by qualified capacity from anywhere in the NYCA or External qualified capacity.
- Locational Minimum Installed Capacity Requirements (LCRs) require that a certain amount of UCAP must be obtained within the Locality.
- NCZ (G-J) LCR UCAP Requirement:
  - *LSEs within load Zone J will satisfy the LCR UCAP requirement for Locality J and the LCR UCAP requirement for Locality G-J.*
  - *LSEs within load Zones G-I will satisfy the LCR UCAP requirement for Locality G-J.*
  - *The Appendix includes a numerical example. Values used are not intended to be representative.*

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Appendix

Example: How much ICAP and UCAP an LSE needs to procure**

		NYCA	J	K	G-J
(a)	**LSE Actual Peak Load**	**10.0**	**10.0**	**10.0**	**10.0**
(b)	Weather-Adjusted Factor	1.03	1.03	1.03	1.03
(c)	Regional Load Growth Factor	1.02	1.02	1.02	1.02
(d)=(a)*(b)*(c)	**Load Forecast**	**10.5**	**10.5**	**10.5**	**10.5**
(e)	Install Reserve Margin (IRM)	117%	117%	117%	117%
(f)=(d)*(e)	**NYCA ICAP Requirement**	**12.3**	**12.3**	**12.3**	**12.3**
(g)	Locational Capacity Requirement (LCR)		86%	105%	88%
(h)=(d)*(g)	**Locational ICAP Requirement**		**9.04**	**11.03**	**9.25**
(i)	NYCA UCAP Translation Factor	93%	93%	93%	93%
(j)=(f)*(i)	**NYCA UCAP Requirement (MW)**	**11.4**	**11.4**	**11.4**	**11.4**
(k)	Locational UCAP Translation Factor		90%	90%	90%
(l)=(h)*(k)	**Locational UCAP Requirement (MW)**		**8.1**	**9.9**	**8.3**

LSE in Zone J	MW
Procure in Zone J	8.1
Procure in G-J	0.2
Procure NYCA wide	3.1
NYCA Requirement	**11.4**

LSE in Zone K	MW
Procure in Zone K	9.9
Procure NYCA wide	1.5
NYCA Requirement	**11.4**

LSE in Zone GHI	MW
Procure in GHI	8.3
Procure NYCA wide	3.1
NYCA Requirement	**11.4**

*** All values are for purposes of the calculation example and are not intended to be representative.*