Congestion Impact Example

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Jim Mitsche



SCUC – PROBE Results Comparison Top View

July 15, 2003 SCUC Vs PROBE Comparison

| | | SCUC | | Difference % | Difference % SCUC to PROBE | | |
|-----|--------------------|--------------|--------|--------------|----------------------------|-------|-------------|
| | | | | Bid | | | |
| | | | | Production | | | |
| | Market Segment | Cost | MWHr | Cost | Cost | MWHr | Bid/Revenue |
| Gen | Generation | \$24,420,920 | 428641 | -\$1,121,051 | 0.9% | 0.0% | -2.4% |
| PCL | Price Capped Load | \$3,175,186 | 44460 | \$0 | 1.6% | 0.0% | |
| Imp | Imports | \$4,001,710 | 94579 | \$1,100,911 | 0.2% | 0.3% | 1.5% |
| Exp | Exports | \$389,676 | 9002 | \$0 | 1.4% | 1.8% | |
| Whl | Wheels | -\$5,483 | 3833 | \$0 | -5.0% | 0.6% | |
| VLd | Virtual Load | \$3,039,816 | 56903 | \$0 | -0.4% | -0.4% | |
| VGn | Virtual Generation | \$1,758,292 | 33689 | \$0 | -2.1% | -0.9% | |



SCUC – PROBE Results Comparison Allocation to Constraints

July 15, 2003 SCUC vs PROBE Comparison

Contingency **Base Case Base Case**

SPRNBRK_345_EGRDNCTY345CY49___ MTN:SCB1 R391OR R94301 O/S LE

| | | | % Difference if \$ > 1% of Total Congestion |
|--------------|---|--|--|
| Viewer | Simulator | Difference | Allocation |
| \$25,493,598 | \$25,757,558 | -\$263,960 | 1.04% |
| \$927,909 | \$763,307 | \$164,602 | 17.7% |
| \$216,671 | \$110,841 | \$105,830 | 48.8% |
| \$836,590 | \$748,011 | \$88,579 | 10.6% |
| \$3,588,590 | \$3,476,611 | \$111,979 | 3.1% |
| • | • | | |
| \$25,493,598 | \$25,757,558 | -\$263,960 | -1.0% |
| \$5,569,760 | \$5,098,770 | \$470,990 | 8.5% |
| \$31,063,358 | \$30,856,328 | \$207,030 | 0.7% |
| | \$927,909 \$216,671 \$836,590 \$3,588,590 \$25,493,598 \$5,569,760 | \$25,493,598 \$25,757,558 \$927,909 \$763,307 \$216,671 \$110,841 \$836,590 \$748,011 \$3,588,590 \$3,476,611 \$25,493,598 \$25,757,558 | \$25,493,598 \$25,757,558 -\$263,960 \$927,909 \$763,307 \$164,602 \$216,671 \$110,841 \$105,830 \$836,590 \$748,011 \$88,579 \$3,588,590 \$3,476,611 \$111,979 \$25,493,598 \$25,757,558 -\$263,960 \$5,569,760 \$5,098,770 \$470,990 |



Example Impact Calculation Notes

- Network Model
 - Branch Status of July 15, 2003
 - Normal Contingency List
- Generation
 - Generation Availability and Bids from Actual SCUC Hourly Day Ahead Market (DAM) Data
 - Given, Fixed Unit Commitment Compared to SCUC
 - Pre-Mitigated Bids Used for Bid Production Cost Calculation
- PARs
 - Fixed Schedule



July 15, 2003 Congestion Impacts Metrics (All Optimized)

| Impact On | Description | Metrics | Sample Calculation |
|----------------------------|--|--|---|
| Bid Production Costs | Difference Between Transmission Constrained and Unconstrained Bid Production Cost | Production Cost Decrease | \$45,322 |
| Load Payments | Difference Between Transmission Constrained and Unconstrained Total Load Payments (Energy + Losses + Congestion) | Total ImpactTCC CreditNet Impact | (\$ 289,487) \$ 879,738 \$ 590,251 |
| Congestion Payments | Congestion Rent Paid (According to NYISO Congestion Accounting Definition) Congestion LMP * Zonal Load | Total Paid Hedged Unhedged Net Unhedged (includes TCC & TSC Cost) | \$ 2,105,079 \$ 879,738 \$ 1,225,342 N/A |
| Physical Flows | Flow Duration vs. Limit for Key Flowgates | Flow Duration Charts | From Operations |



July 15, 2003 Congestion Zonal

Load Payments

| | Zone | Total Impact | TCC Credit | Net Impact |
|---|--------|--------------|------------|------------|
| Α | WEST | -\$266,238 | \$48,643 | -\$217,596 |
| В | GENESE | -\$180,616 | \$6,789 | -\$173,827 |
| С | CENTRL | -\$174,144 | \$76,513 | -\$97,631 |
| D | NORTH | -\$10,995 | -\$582 | -\$11,577 |
| Ε | MHKVL | -\$64,014 | \$18,724 | -\$45,291 |
| F | CAPITL | -\$175,516 | \$22,093 | -\$153,424 |
| G | HUDVL | -\$54,626 | \$105,913 | \$51,287 |
| Н | MILLWD | -\$40,240 | \$206,629 | \$166,389 |
| I | DUNWOD | -\$83,650 | \$153,324 | \$69,674 |
| J | N.Y.C. | \$191,454 | \$17,018 | \$208,472 |
| K | LONGIL | \$569,124 | \$169,063 | \$738,187 |

Total -\$289,461 \$824,124 \$534,663

Congestion Payments

| Total | Hedge | Unhedged |
|-------------|-----------|-------------|
| -\$38,172 | \$48,643 | -\$86,815 |
| -\$6,642 | \$6,789 | -\$13,431 |
| -\$3,681 | \$76,513 | -\$80,194 |
| \$0 | -\$582 | \$582 |
| \$124 | \$18,724 | -\$18,600 |
| \$231 | \$22,093 | -\$21,862 |
| \$36 | \$105,913 | -\$105,877 |
| \$120 | \$206,629 | -\$206,509 |
| \$174 | \$153,324 | -\$153,150 |
| \$1,064,876 | \$17,018 | \$1,047,858 |
| \$1,088,038 | \$169,063 | \$918,976 |
| | | |

\$2,105,104 \$824,124 \$1,280,981



July 15, 2003 Congestion by Constraint

Load Payment Congestion Impact

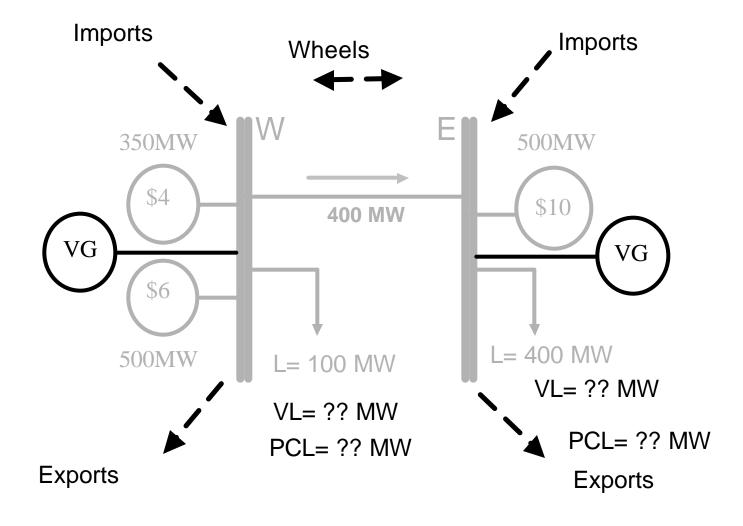
| Monitored Facility | Impact |
|-----------------------------|--------------|
| RAINEY 138 VERNON 138 1 | \$1,040,945 |
| DUNWODIE 345 SHORE_RD 345 1 | \$1,032,961 |
| E179THST 138 HELLGT_E 138 1 | \$828,082 |
| RAINEY 345 DUNWODIE 345 2 | \$128,996 |
| HUDS_AVE 138 JAMAICA_ 138 2 | \$128,680 |
| RAINEY 138 VERNON 138 1 | \$128,580 |
| DUNWODIE 345 SHORE_RD 345 1 | \$39,349 |
| VALLYSTR 138 EGRDNCTY 138 1 | \$20,103 |
| VERNON 138 KENTAVE_ 138 1 | \$3,917 |
| ELWOOD_W 138 GREENLWN 138 1 | -\$1,308 |
| OAKDALE_ 230 WATRCURE 230 1 | -\$14,512 |
| NIAGARA_ 345 ROCHESTR 345 1 | -\$31,455 |
| FRESHKLS 138 WILLWBRK 138 1 | -\$1,199,259 |

Load Payment Congestion Impact

| Contingency | Impact |
|------------------------------|-------------|
| TWR: 22 21 A2253 | \$1,040,945 |
| SPRNBRK_345_EGRDNCTY345CY49 | \$1,032,961 |
| Base Case | -\$55,037 |
| DUNWODIE345_RAINEY345_72 | \$128,996 |
| BUS: E F BARRET 292 459 BA | \$4,489 |
| NRTHPORT138WELWOOD_E138_681 | -\$1,308 |
| WATRCURE345_OAKDALE_345_31 | -\$14,512 |
| KINTIGH_345_ROCHESTR345_SR-1 | -\$31,455 |



"Real" 2 Bus Example



Calculation Details to Decide

- Market Segments
 - Which to Include in the Calculation?
- Mitigated or Unmitigated Bid Production Cost?
- TCC Ownership
 - All, Fixed Load, or ?
 - NY Only?
- TSC Handling?



Metrics Sensitivities July 15, 2003

July 15, 2003 Effect of Market Segment Assumptions on Congestion Metrics

| Market Segment | Changeable in Calculation | | | | | |
|---------------------------|---------------------------|--------------|--------------|--------------|--|--|
| Generators | Χ | Χ | Χ | Χ | | |
| Imports, Exports, Wheels | | Χ | Χ | Χ | | |
| Virtual Load,& Generation | | | | Х | | |
| Price Capped Load | | | Х | Х | | |
| | | | | | | |
| Constrained BPC | -\$171,418 | -\$294,213 | -\$244,978 | -\$212,508 | | |
| Unconstrained BPC | -\$208,268 | -\$403,437 | -\$384,889 | -\$257,829 | | |
| Impact | \$36,851 | \$109,224 | \$139,911 | \$45,322 | | |
| | | | | | | |
| Constrained | | | | | | |
| Energy | \$30,881,832 | \$29,118,596 | \$29,255,904 | \$29,148,496 | | |
| Congestion | \$909,480 | \$1,499,584 | \$1,553,394 | \$2,105,079 | | |
| Total | \$31,791,312 | \$30,618,180 | \$30,809,298 | \$31,253,575 | | |
| | | | | | | |
| Unconstrained | | | | | | |
| Total | \$32,684,658 | \$31,096,498 | \$31,154,326 | \$31,543,062 | | |
| Impact | -\$893,346 | -\$478,318 | -\$345,028 | -\$289,487 | | |
| TCC | \$21,800 | \$464,035 | \$508,757 | \$879,738 | | |
| Net Impact | -\$871,546 | -\$14,284 | \$163,729 | \$590,251 | | |
| | | | | | | |
| Constrained | | | | | | |
| Congestion | \$909,480 | \$1,499,584 | \$1,553,394 | \$2,105,079 | | |
| | | | | | | |
| Unconstrained | | | | | | |
| Congestion | \$0 | \$0 | \$0 | \$0 | | |
| Impact | \$909,480 | \$1,499,584 | \$1,553,394 | | | |
| TCC Hedged | \$21,800 | \$464,035 | \$508,757 | \$879,738 | | |
| Unhedged | \$887,680 | \$1,035,550 | \$1,044,637 | \$1,225,342 | | |
| Net Unhedged | | | | | | |



Next

PROBE Software

- Refine PROBE Modeling to Tighten SCUC/PROBE Alignment (Allocation of Costs to Constraints)
- Develop & Benchmark PROBE Incremental Unit Commitment
- Develop PROBE Automation of Metrics Calculation
- Add Hedging by Constraint
- Develop TCC Cost Data and PROBE Handling

Calculation

- Produce 2003 Metrics by Month and Annual Total
- Report Metrics Monthly Going Forward

Reporting Suggestions

- Annual Total or Year-to-Date
- Monthly Totals

| | Report By | | | | |
|---------------------------------------|-------------|----------|----------------------|-------------|--|
| | NY Total | Zones | Monitored Element | Contingency | |
| Bid Production Cost Decrease | √ | | | | |
| Total Load Payment Impact | ✓ | ✓ | ✓ | ✓ | |
| Load Payment TCC Credit | ✓ | √ | ✓ | ✓ | |
| Net Load Payment Impact | ✓ | ✓ | ✓ | ✓ | |
| Total Load Congestion Payments | ✓ | √ | ✓ | ✓ | |
| Hedged Load Congestion Payments | ✓ | √ | ✓ | ✓ | |
| Unhedged Load Congestion Payments | ✓ | ✓ | ✓ | √ | |
| Net Unhedged Load Congestion Payments | ✓ | ? | ? | ? | |

