Implementation of Persistent Dragging for Gas Turbines

- NYISO presentations to S&P and BIC 12/13/02 on persistent dragging implementation stated that "GT's too numerous deltas too small" to manage with manual derates
- NYISO was to resolve the problem by automatically derating units so that UOL = actual generation after a set number of SCD cycles
- NYISO implemented solution
- NO technical bulletin currently issued to further explain generator actions

Current NYISO Implementation

- NYISO derates GTs for dispatch after they reach 70% of UOL (S&P 06/27/03)
- LIPA believes that if GT is derated by NYISO then GT should not be subject to persistent undergeneration charge if it is operating at its derated level
- LIPA has recently called NYISO operations staff to report GT derates and NYISO staff has said this is not necessary with GT dragging implementation
- NYISO continues to assess persistent undergeneration charges based on UOL before derate.

NYISO Presentation to BIC on 12/13/02

PROPOSED GT SOLUTION

- SYSTEM GENERATED SOLUTION
- ISO WILL DE-RATE UNITS
- WILL APPLY TO GAS TURBINES INDIVIDUAL UNITS AND SITES
- WILL IDENTIFY GTs PERSISTENTLY UNDERGENERATING
- AFTER x NUMBER OF SCD INTERVALS, UOL = ACTUAL GEN
- DERATE REMAINS TILL DAY'S END
- OWNER CAN RE-ESTABLISH UOL THROUGH CONTACT WITH SYSTEM OPERATOR

New York Independent System Operator

Proposed LIPA Resolution

- Persistent undergeneration charges for GTs should be based on derated capacity per BIC approved GT dragging implementation
- Still allow GTs to call in manual derates as necessary
- Technical Bulletin should be issued