

Proposal to Clarify Section 4.14 of the ICAP
MANUAL
Presented by



A Load Curtailment Services Provider

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BACKGROUND

Section 4.14 of the ICAP Manual states that unforced capacity, which is located in an external control area, when combined with UDRs are treated as if they are located in the NYCA locality, thereby contributing to an LSEs Locational Minimum Installed Capacity Requirement.

PROPOSAL

Clarify the text of Section 4.14 by replacing “Unforced Capacity” with “Unforced capacity, including SCRs”.

Also, modify the sentence, “To the extent, the NYCA interface is with an External Control Area the Unforced Capacity associated with UDRs must be deliverable to the interconnection”, by adding the following; “Deliverability to the interconnection point may be done by physical means or by financial transactions.”

ICAP WG Reaction

Issues identified by the attendees include:

***The need to obtain an agreement from ISO-NE, under which it will recognize the demand reduction from the SCR resources in real time and allow the same energy to flow through the transmission line during a load curtailment.**

***The energy injected into the transmission line during a load curtailment arises from load reduction at some point within the ISO-NE CA and must either be physically transported to the injection point or equivalent energy must be purchased via the use of financial transactions; it is necessary to specify which approach is acceptable.**

***There is a need for ISO-NE to assure the NYISO that scheduled energy will flow through the cable, using the SCR capacity that is backing it, including hours during which SCR resources have not been called upon to operate.**

***There is a need to identify a mechanism for ISO-NE to increase the DNI to NY during an SCR call.**

***The need to obtain a reciprocity agreement with ISO-NE.**

Next Steps

During the meeting Dave Lawrence agreed to make an inquiry of the reaction of ISO-NE to such a proposal and that would be an appropriate place to start.