

### HQTE-NYISO Interconnection Import Limitations

Scheduling & Pricing WG January 20, 2006

**Energy Market Operations** 

Draft – for discussion purposes only

# HQTE-NYISO Interconnection Scheduling Issue

- Interconnection Limits
  - 1500 MWs to NYISO, 1000 MWs to HQTE
  - 1200 MWs Maximum Delivery to NYISO
    - **▶ Limited due to NYCA Reserve Requirement**
- ➤ In order to allow NY imports above 1200MW, only counterflow export transactions can be allowed to net with import transactions
  - Counterflow wheel through transactions cannot be allowed to net with import transactions
- Current NYISO software capabilities cannot simultaneously address both the interconnection limitations and the NYCA reserve criteria

## **Analysis Completed to Date**

- Scheduling criteria can be satisfied by adding a second scheduling point (proxy bus)
  - One proxy bus will be used for accepting bids and offers for NYISO import/export transactions
    - ▶ "net" of import and exports subject to 1200MW limit
  - The second proxy bus will be used for accepting bids and offers for wheel through transactions
  - HQ Proxy Bus #1 and Bus #2 schedules collectively
    - ▶ subject to 1500MW Interconnection limit
    - subject to NYCA and HQTE ramp limits

## High Level S/W Requirements

- Additional MIS bid validation rules to be applied
  - Must validate bids on each proxy to ensure NYISO reserve and wheel through criteria are satisfied
- Scheduling applications must be updated to simultaneously apply a ramp restriction and transfer criteria to multiple proxies
- Project scheduling budgetary
  - preliminary estimate \$250k

## **Next Steps**

- Project has been added to the NYISO Work Management project list
  - This only identifies and tracks the issue for further consideration and prioritization
- NYISO Product Management will bring the issue to NYISO management identifying market impacts, costs and risks
  - NYISO Senior Management will evaluate this project, scheduling and cost conflicts with all other identified initiatives and determine what further action will be taken
- MP's can recommend that this initiative be brought to PPT for discussion and further consideration