

# Mitigation Procedures: Where We Are, and Where We Are Going

Presented To the AMP / In-City Task Force by Jim Savitt, Market Monitor
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## Current Status of Mitigation: Key Elements

- Manual Mitigation
  - Direct substitution of bids.
  - Watch-list.
- > AMP: Automated Mitigation Procedure
  - Statewide DAM.
  - In-City Real-time, including OOM.
- Special Circumstances in NYC
  - Original FERC-ordered mitigation (1998).
    - In-City DAM.
  - FERC order in response to the Comprehensive Filing.
    - **SRE**

#### **Manual Mitigation**

- Direct Substitution of Bids
  - With Watch-list and AMP in place, rarely used.
  - Used for startup and minimum generation.
  - Needs to be done continually.
- Watch-list
  - Used for energy and ancillary services.
  - Can apply to DAM and BME.
  - Conduct in an hour (DAM or BME), given previous conduct, impact, and system conditions, implies impact if system conditions and conduct persist.
    - Automatic bid substitution in MIS.
    - Remains in place until behavior or system condition changes.

#### **Automated Mitigation Procedure**

- Statewide DAM
  - Basis is conduct and impact.
  - Applies to incremental energy.
  - Telescoping superzones
  - Temporally and zonally selective.
  - LBMP threshold before AMP arms.
  - Certain exceptions.
    - Hydro units
    - **Imports**
    - ▶ Up to 50 MW of a portfolio.

### In-City DAM Mitigation

- Applies to all in-City units.
- Arms in the presence of congestion between Indian Point 2 and a generator's bus.
- In the presence of congestion, conduct only; no impact.
- Applies to startup, minimum generation, and incremental energy.
  - Cost-based reference levels determined by MMP pursuant to the Comprehensive Filing Order.
- > Applies to units committed via the SRE process.
- Mitigation for in-City 10-spin.
  - Spin must be offered.
  - Bid is capped at \$0.

#### The Future

- DAM AMP will address additional bid parameters.
  - Startup and minimum generation will become subject to AMP.
    - Startup mitigation will be sensitive to minimum run-time requirements up to midnight.
- In-City DAM mitigation will move into the AMP environment.
  - An intra-zonal congestion test will be analogous to the AMP's LBMP arming threshold.
  - Conduct and impact will form the basis for mitigation.
  - Energy mitigation will be temporally selective.
- Real-time AMP capability will exist outside NYC.

### **Issues Needing Committee Exploration**

- > In-City DAM
  - Approach to determining load pocket thresholds.
    - MMP staff is gathering data on extent of DAM intra-zonal congestion.
    - Application of thresholds to startup and minimum generation offers.
  - Efficacy of in-City 10-spin bid cap.
- RT-AMP outside NYC
  - Level of the arming threshold.
  - Consultation process in the operating day.
  - Resources against which to test impact.