

PPL EnergyPlus Proposal for Allocating NYISO Import Rights

Under this proposal, NYISO validation requirements for Import Rights would remain relatively unchanged. The requesting party would provide the NYISO all required information in accordance with Section 4.9.3 of the NY ISO ICAP Manual. The required information would be faxed to the NYISO during a period beginning ten business days prior to the Initial Request Date and extending until 1700 two business days prior to the Initial Request Date. This will give NYISO and the participants time to ensure that all data necessary for a valid request is in order. The requirements of section 4.9.3 include: identification of requesting entity, supplier of the installed capacity, identification of the Installed Capacity Resource, copy of an agreement (pricing redacted) for capacity transfer between requestor and supplier, duration of the request and adequate contact information. NYISO would receive and check this information for correctness and notify the requesting party via e-mail that the information would validate a request.

On the Initial Request Date, NYISO would open a request period of 0800 to 1200 for requests to be made via e-mail to a designated e-mail address for import rights (like the bids/offers to BuyICAP@NYISO.com and SellCAP@NYISO.com for the auction process). The e-mail request would then receive an autogenerated reply indicating receipt by NYISO (like Kilovolt@NYISO.com reply for the auction process). All requests received by NYISO during the four-hour request period would be treated equally for the initial allocation. At the close of the request period, NYISO would not accept additional requests until after the initial allocation analysis and award is completed.

After the close of the initial request period, NYISO would check all requests to insure that adequate validation information had been received previously. Any request that is not backed by support information that had been previously received and confirmed by NYISO would be rejected.

NYISO would then total all valid requests over all the interfaces. If the total requested Mws exceed the Pool import right capability, the import right capability of each interface would be reduced on a sharing basis. NYISO would calculate the sharing percentage by totaling the lower of an interface's available limit or the sum of the valid requested Mws over the interface, then dividing this total by the pool import right capability. The lower of each interface's limit or sum of valid requested Mws for each interface would be reduced by this percentage. (This percentage may be lower than 100% based upon the summation of available interface import limits that may exceed the pool-wide limit for import rights.). This would establish the total import right capability at each interface to be filled by valid requests.

If the total requested Mws at an interface is below the adjusted interface capability, all valid requests would be honored and awarded. If import rights still remain after the requests are awarded, the NYISO would make the import rights available on a 'first come, first served basis' via posting on the web-site and taking the requests via fax.

If the total requested Mws at an interface exceeds the adjusted (if applicable) interface capability, all valid requests would be awarded on a pro-rata share of the Mws requested.

NYISO would respond to requestors within 3 business days after the close of the initial request period on the amount of Import Rights awarded to them and would make known any available rights by posting to the NYISO web-site.

The process of accepting / returning import rights would remain the same. Any import rights returned would be made available by posting to the web-site and awarded via the 'first come, first served' process via fax.

All requirements of the owners of Import Rights would remain the same.