



IMPORTANT NOTICE – NO RESPONSE REQUIRED

May 17, 2018

TO: Members of the Interconnection Projects Facilities Study Working Group

Re: Class Year 2017 Notice of System Deliverability Upgrade (SDU) Requiring Additional Study

This notice is served as the “Notice of SDU Requiring Additional Study.”

The Class Year 2017 (CY 2017) Interconnection Facilities Study formally commenced on March 1, 2017 in accordance with Attachment S to NYISO OATT and is the first Class Year to be subject to the bifurcation procedures set forth in Sections 25.5.9 and 25.5.10 of Attachment S.

On May 17, 2018, the NYISO Operating Committee approved (1) the SUF Project Cost Allocations identified in the report entitled, “Class Year 2017 Facilities Studies System Upgrade Facilities (SUF)” (SUF Report), Operating Committee Meeting, May 17, 2018 and (2) the SDU Project Cost Allocations and Deliverability Study results documented in the report entitled, “Class Year 2017 Facilities Studies System Deliverability Study” (DIS Report), Operating Committee Meeting, May 17, 2018. Both reports are available on the NYISO web site at www.nyiso.com, under Operating Committee – May 18, 2018 meeting materials.

As reported at the May 17, 2018 Operating Committee meeting, the CY 2017 Deliverability Study determined that the requested CRIS for two New York City projects – Q516 Linden Cogen Uprate and Linden Cogen CRIS Only Request – are not fully deliverable, and that SDUs would be required for those projects to be fully deliverable. The CY 2017 Deliverability Study has determined the Deliverable MWs for both Q516 Linden Uprate project and Linden Cogen CRIS Only Request project to be 0 MW (*i.e.*, none of the requested CRIS for either project is deliverable). Additionally, the study determined the non-binding preliminary total SDU estimated cost for both projects to be fully deliverable to be an approximate range of \$254.4 million to \$355 million with the non-binding preliminary SDU cost allocations as follows: Q516 Linden Cogen Uprate (approximately \$224 million to \$312.6 million) and Linden Cogen CRIS Only Request (approximately \$30.4 million to \$42.4 million). At this point, the identification of SDUs and cost estimates are non-binding and preliminary – additional studies would be required to develop a more detailed identification of the SDUs, cost estimates and cost allocation of the SDUs.

Since NYISO has determined that the additional SDU study will be required, Section 25.5.10.1 of Attachment S to NYISO OATT requires NYISO to notify all CY 2017 members of SDUs requiring additional study. In addition, Section 25.5.10.2 of Attachment S requires NYISO to issue a separate notice to only those CY 2017 projects for which the NYISO has identified SDUs requiring additional study. This notice will trigger the “Preliminary SDU Decision Period.” The Developer to which such notice is issued shall respond to the NYISO within 10 Business Days to indicate if it elects to proceed or not proceed with additional SDU studies. If the NYISO does not receive the Developer’s election by the deadline, the Developer will be deemed to have notified NYISO that it elects to not proceed with the additional SDU studies.

If the CY 2017 Developer to which the notice of Preliminary SDU Decision Period is issued elects not to proceed with the additional SDU study for both of the projects requiring such additional SDU studies, the CY

2017 Interconnection Facilities Study will proceed to the decision and settlement phase set forth in Section 25.8.2 of the Attachment S to NYISO OATT.

If the CY 2017 Developer to which the notice of Preliminary SDU Decision Period is issued elects to proceed with the additional SDU study for either of the projects requiring such additional SDU studies, the CY 2017 Interconnection Facilities Study will be bifurcated pursuant to Section 25.5.10.3 of the Attachment S to NYISO OATT.

If you have any questions, please call me at (518) 356-6025 or send me an e-mail to InterconnectionSupport@nyiso.com.

Sincerely,

Thinh Nguyen

Sr. Manager, Interconnection Projects

cc. Kathryn Cox-Arslan, National Grid
Julie Mahoney, NYSEG/RG&E
Stephen Cantore, PSEG-LI
Vitaly Spitsa, Con Edison
Xia Jiang, NYPA