

IMPORTANT NOTICE – RESPONSE REQUIRED ON OR BEFORE MAY 21, 2021

April 21, 2021

TO: Class Year 2019 NYC Additional SDU Study Projects

Queue #	Project/Facility	Developer/Owner
458	CH Interconnection	TDI-USA Holdings, Inc.
668	Liberty Generating Alternative	North Bergen Liberty Generating, LLC
697	Ravenswood Energy Storage 1	Helix Ravenswood, LLC
698	Ravenswood Energy Storage 2	Helix Ravenswood, LLC
737	EI Sunset Park	Empire Offshore Wind LLC

Notice of Initial Decision Period to Class Year 2019 NYC Additional SDU Study Projects

Dear Developers:

This notice is served as the “Notice of Initial Decision Period for Class Year 2019 NYC Additional SDU Study Projects.”

**Operating Committee Approval of Class Year 2019
NYC Additional SDU Study Project Cost Allocations**

On April 15, 2021, the NYISO Operating Committee approved the report entitled “Class Year 2019 Facilities Study NYC Additional System Deliverability Upgrade (SDU) Report” (“CY19 NYC Study Report”).¹ The study report contains the proposed cost allocations of SUF and SDU for the Class Year 2019 NYC Additional SDU Study Projects (“CY19 NYC Projects”).

The Initial Round Project Cost Allocations for SUFs, Headroom payments for SUFs, Project Cost Allocation for SDUs, and Deliverable MW approved by the Operating Committee for the CY19 NYC Projects are provided in the CY19 NYC Study Report and summarized in the tables in Attachment A of this notice. These cost allocations and Deliverable MW were developed in accordance with the NYISO Open Access Transmission Tariff Attachment S, *Rules to Allocate Responsibility for the Cost of New Interconnection Facilities* (the “Rules”).

¹ CY19 NYC Study Report is available on the NYISO website at www.nyiso.com, under 2021 Operating Committee meeting materials.

Decisions Required from CY19 NYC Projects

Each CY19 NYC Project Developer is required to provide notice to the NYISO on or before **May 21, 2021** via electronic mail to InterconnectionSupport@nyiso.com, indicating the following:

- For its required SUFs, whether it accepts its SUF Project Cost Allocation (“Acceptance Notice”), or rejects its SUF Project Cost Allocation (“Non-Acceptance Notice”). **Note that such notice is required for each project, even if the Project Cost Allocation is zero.** The Acceptance Notice for projects not yet In-Service must also include a confirmed In-Service Date and Commercial Operation Date, subject to the limitations set forth in Section 30.4.4.5 of Attachment X.
- For deliverable MW and SDUs, whether it accepts or rejects its SDU Project Cost Allocation and Deliverable MW, as applicable.
- **Failure to notify the NYISO by the prescribed deadline as to whether a CY19 NYC Project Developer accepts or rejects its Project Cost Allocations and Deliverable MWs, as applicable, will be deemed a Non-Acceptance Notice.**

Consequences of Project Cost Allocation decisions

- Non-acceptance of the Project Cost Allocation for SUFs will result in removal of that project from the CY19 NYC Additional SDU Study.
- Non-acceptance of the Project Cost Allocation for SDUs or Deliverable MW, as applicable, would not result in removal of the project from the CY19 NYC Additional SDU Study, but would cause the project to be ineligible to receive the requested level of CRIS.
- A Developer that accepts an SUF and/or SDU Project Cost Allocation will not be provided with the option to accept or reject a Revised Project Cost Allocation in a Subsequent Decision Period unless the Revised Project Cost Allocation provides for (1) an increase in the SUF or the SDU Project Cost Allocation; or (2) a decrease in the CY19 NYC Project’s Deliverable MWs.

Security Posting Requirements

Within two (2) business days following receipt of the CY19 NYC Project Developers’ notices, the NYISO will inform all CY19 NYC Project Developers, as to whether or not all CY19 NYC Project Developers have elected to accept their respective Project Cost Allocations. If such notice indicates that all CY19 NYC Project Developers accepted their cost allocations, all CY19 NYC Project Developers will then have until no later than **May 28, 2021** (five Business Days from the end of the Initial Decision Period) to pay cash or post Security for SUFs, SDUs and/or

Headroom to the applicable Transmission Owner(s) and/or the applicable prior Class Year Developer(s).

Subsequent Decision Round

If any CY19 NYC Project Developer rejects a Project Cost Allocation or fails to accept its deliverable MW, if any (a “Non-Acceptance Event”), then the NYISO will prepare and issue an updated report and updated cost allocations, as applicable, for the remaining Developers by no later than **June 4, 2021** (within 14 calendar days from the end of the Initial Decision Period).

Please refer to Sections 25.8.2 through 25.8.4 of Attachment S for additional details regarding the decision and settlement process.

If you have any questions, please call me at (518) 356-6025, or send me an e-mail at the above address.

Sincerely,

Thinh Nguyen

Sr. Manager, Interconnection Projects

cc:

Xia Jiang, NYPA

Vitaly Spitsa, ConEd

Charles McCall, Astoria Energy

**Attachment A - Summary Tables of CY19 NYC Projects' Initial Decision Period
Cost Allocations, Headroom, and Deliverable MW**

Table 1: CY19 NYC Projects' Part 1 & Part 2 SUF Cost Allocations

CTO		Part 1 SUF Cost (\$)		Part 2 SUF Cost (\$)		Headroom Payment	Total SUF Cost (\$)
Queue	Project Name	ConEd	NYP&A	ConEd	NYP&A		
Q458	CH Interconnection	-	\$ 42,450,000	\$ 9,089,000	\$ 141,300,000	\$ 354,760	\$ 193,193,760
Q668	Liberty Generating Alternative	\$ 338,100,000	-	-	-		\$ 338,100,000
Q697	Ravenswood Energy Storage I (1)	\$ 151,183,294	-	-	-		\$ 151,183,294
Q698	Ravenswood Energy Storage II (1)	\$ 151,183,294	-	-	-		\$ 151,183,294
Q737	El Sunset	\$ 42,554,135	-	-	-		\$ 42,554,135
Total		\$ 683,020,723	\$ 42,450,000	\$ 9,089,000	\$ 141,300,000	\$ 354,760	\$ 876,214,483
Notes							
(1) Q697 and Q698 have the same POI; SUF cost of each project assumes both projects are moving forward.							

Table 2: CY19 NYC Projects' SUF and SDU Total Cost Allocations

Queue	CTO Project Name	Total SUF Cost (\$)	ConEd	Total SUF/SDU
			NYC SDU (\$)	Cost (\$)
Q458	CH Interconnection	\$ 193,193,760	\$ 48,958,743	\$ 242,152,503
Q668	Liberty Generating Alternative	\$ 338,100,000	\$ 51,875,678	\$ 389,975,678
Q697	Ravenswood Energy Storage I (1)	\$ 151,183,294	\$ 5,700,414	\$ 156,883,708
Q698	Ravenswood Energy Storage II (1)	\$ 151,183,294	\$ 5,700,414	\$ 156,883,708
Q737	El Sunset	\$ 42,554,135	\$ 15,194,750	\$ 57,748,885
Total		\$ 876,214,483	\$ 127,430,000	\$ 1,003,644,483
Notes				
(1) Q697 and Q698 have the same POI; SUF cost of each project assumes both projects are moving forward.				

Table 3: Headroom Reimbursement Amount to Previous Class Year Project

	To Q308 CY10 Astoria Energy II
From CY19 Q458	\$ 354,760
Total to AEII	\$ 354,760

Table 4: CY19 NYC Projects' Deliverable MW

#	QUEUE POS.	PROJECT	Requested Summer CRIS (MW)	Deliverable Summer CRIS (MW) (1)	Calculate Winter CRIS (MW)
1	458	CH Interconnection	1000	1000	1000
2	668	Liberty Generating Alternative	1172	1172	1173
3	697	Ravenswood Energy Storage I	129	129	129
4	698	Ravenswood Energy Storage II	129	129	129
5	737	El Sunset	816	816	816

Note:

- (1) This denotes the MW deemed deliverable if the respective CY19 NYC Projects accept their Project Cost Allocation for SDUs.