

Economic Planning Considerations

NYISO ESPWG

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Overall Framework

- Evaluate present and expected future benefit from eliminating targeted transmission constraints
 - Based on effect on BPC impact
- Historical analysis
 - Consider most persistent / largest impact constraints
 - Select sample days
 - Uncover ‘just below the surface’ limitations
 - Evaluate constraint interaction
 - Extrapolate from sample days to annual impact
- Future Analysis
 - Extrapolate from historical data and calculate a present value over a future period
 - Perform analysis of future year impact / account for planned system modifications



Successive Constraint Relaxation - Process

- Start with fully constrained (actual) system model and calculate BPC and unhedged congestion metrics
- Relax (exclude or eliminate) constraint bearing largest impact on unhedged congestion payments
- Solve modified system model
- Calculate constraint relaxation impact on BPC metric
- Successively relax largest impact constraint and repeat process

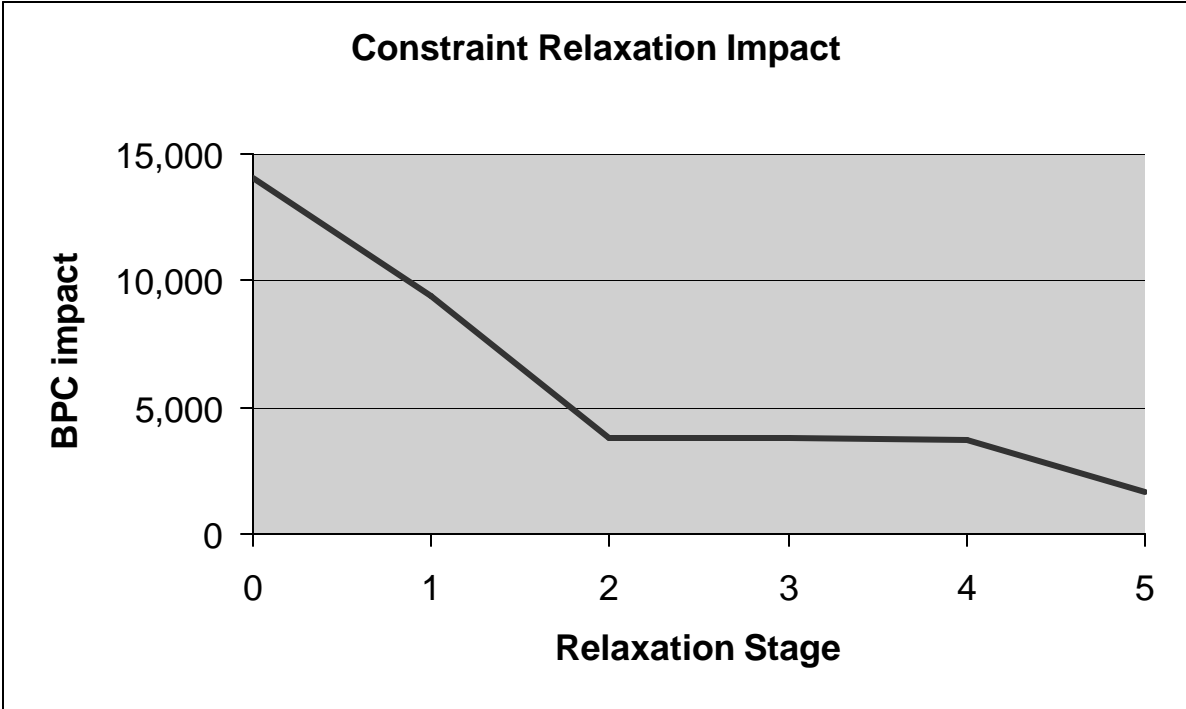


Successive Constraint Relaxation – Historical Examples

- Focus on relaxing ‘Dunwoodie-Shore Road’ constraint
 - Most persistent constraint
 - Largest impact on past unhedged congestion payments
- Examples for 6 days in December 2004
 - 3 days in which constraint had largest impact
 - 3 days in which constraint did not have largest impact
- Constraint relaxation involves eliminating monitoring element (assumes appropriately increased ratings)
 - Eliminate flowgate
 - Eliminate monitoring under contingency
- Successive relaxation proceeded 5 stages for illustration
- Interfaces were not considered for relaxation



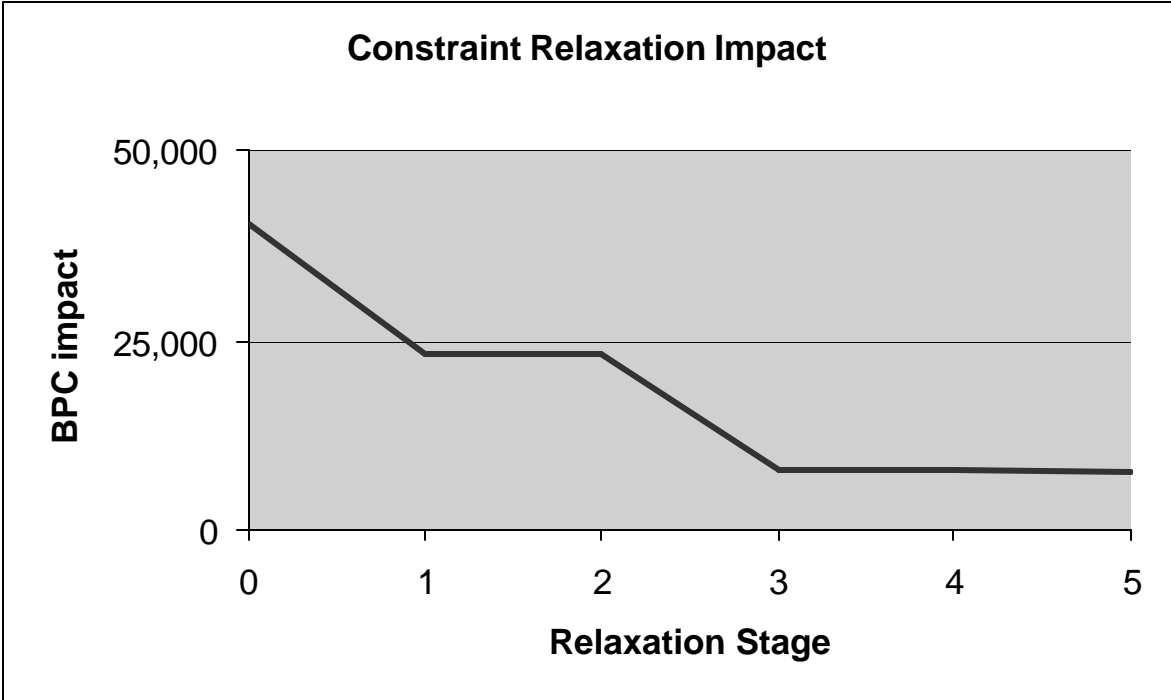
Constraint Relaxation – Dec. 12, 2005



- scenario
Base - fully constrained
1 - relax Dunwoodie-Shore Rd
2 - relax E13th-W49th str
3 - relax Rainey-Dunwoodie72
4 - relax Rainey-Dunwoodie71
5 - Valley Str-E. Garden City



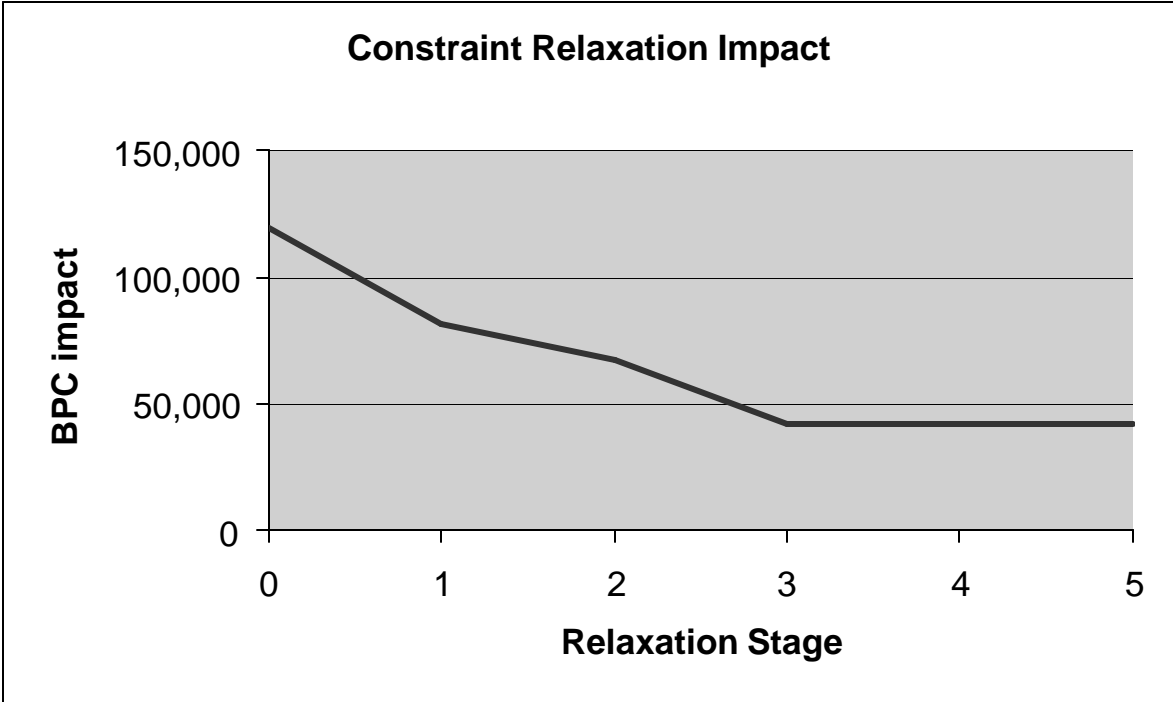
Constraint Relaxation – Dec. 18, 2005



- scenario
- Base - fully constrained
 - 1 - relax Dunwoodie-Shore Rd**
 - 2 - relax E179th-Hellgate E.
 - 3 - relax Sprainbrook-E. Garden City
 - 4 - relax Shore Rd 345/138 #1
 - 5 - relax Shore Rd 345/138 #2



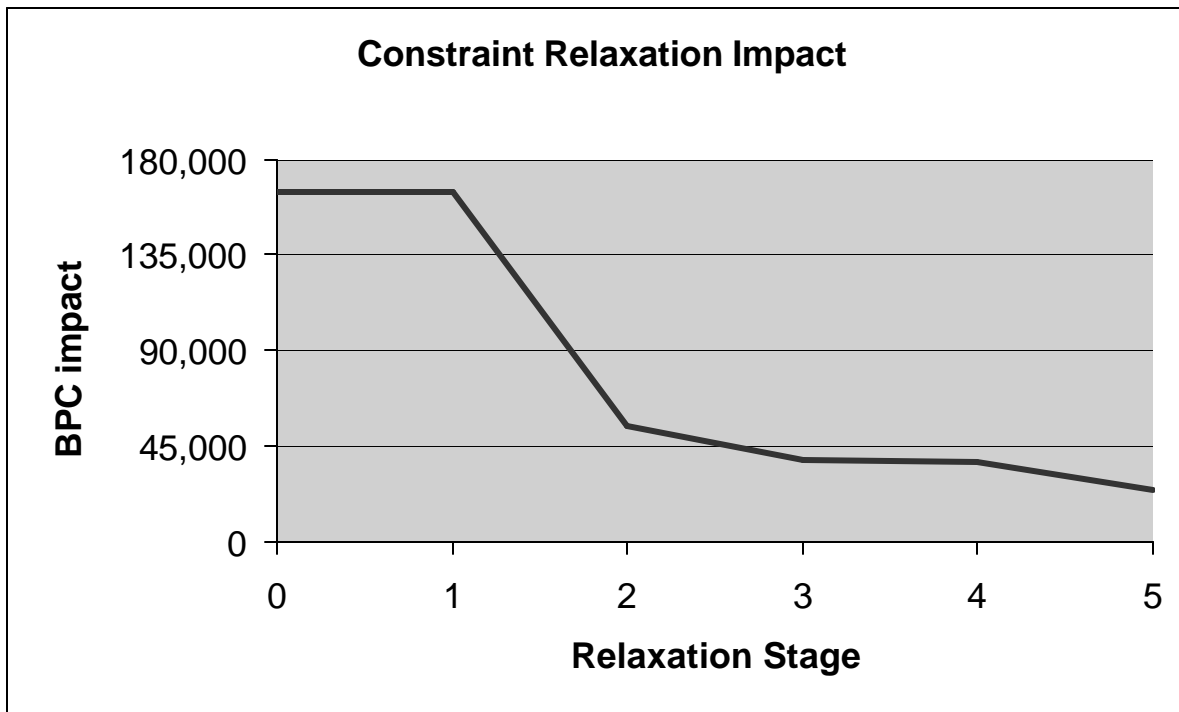
Constraint Relaxation – Dec. 27, 2005



- scenario
- Base - fully constrained
 - 1 - relax Dunwoodie-Shore Rd**
 - 2 - relax Sprainbrook-E. Garden City
 - 2 - relax E13th-W49th str
 - 4 - relax Vernon-Kent Ave
 - 5 - Valley Str-E. Garden City



Constraint Relaxation – Dec. 4, 2005



scenario

Base - fully constrained

1 - relax E179th-Hell tap W.

2 - relax W49th-Sprainbrook

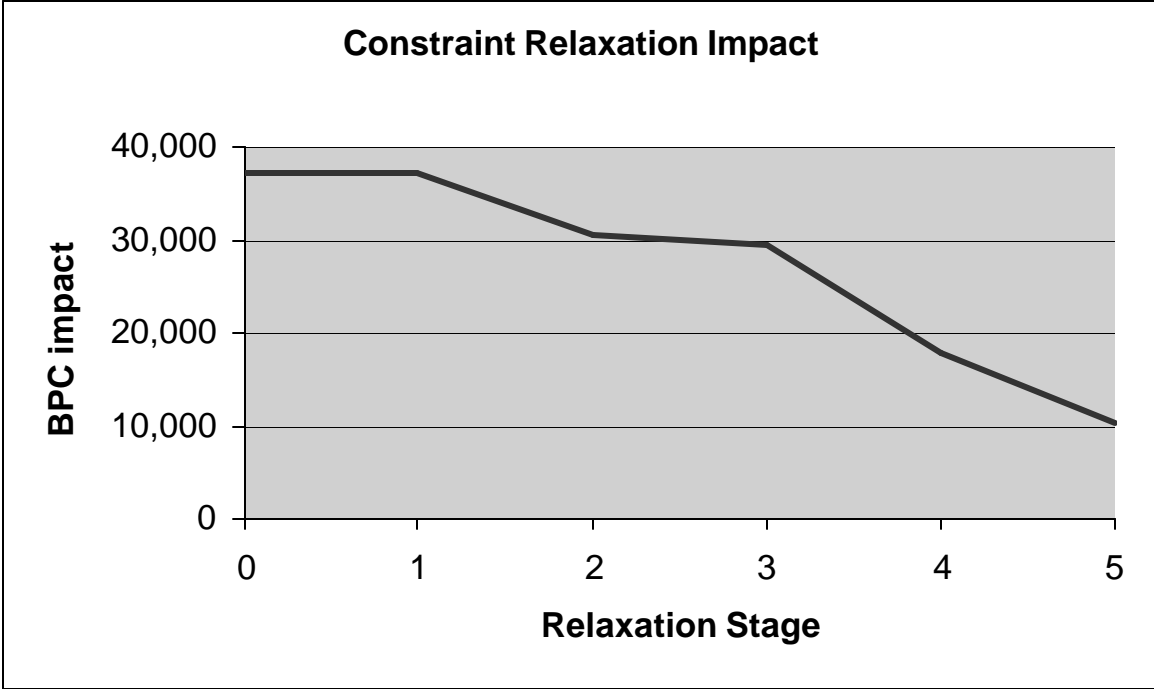
3 - relax Dunwoodie-Shore Rd

4 - relax CarlPlace-E. Garden City

5 - relax CarlPlace-Glenwood



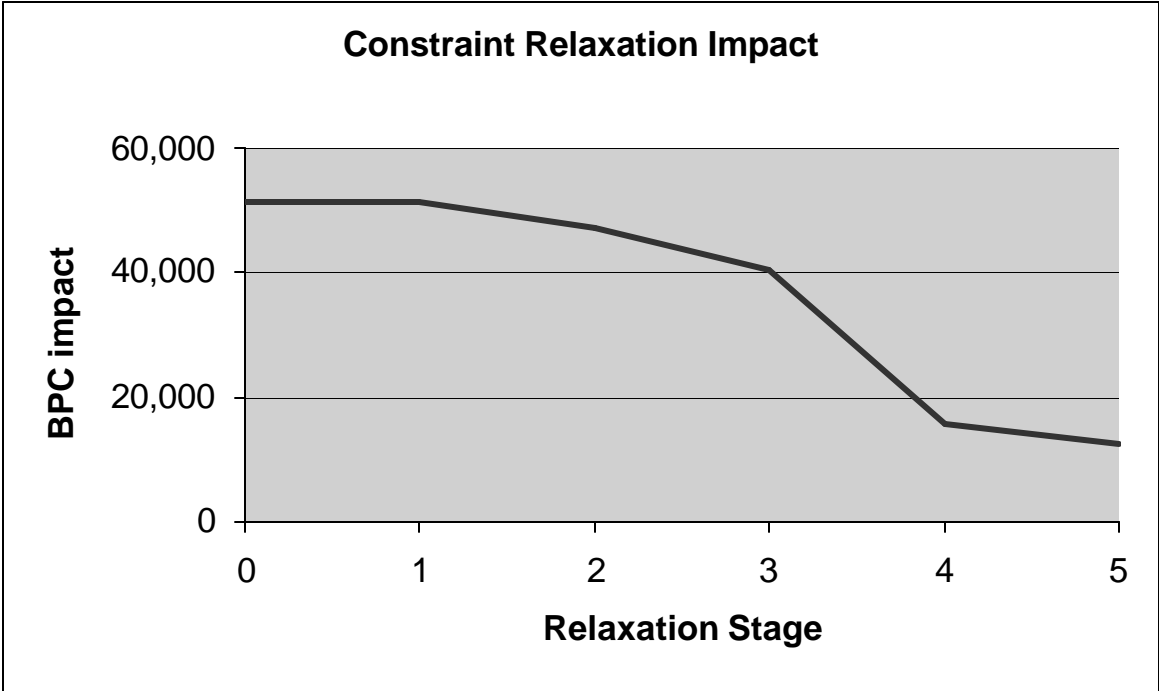
Constraint Relaxation – Dec. 10, 2005



- scenario
- Base - fully constrained
 - 1 - relax Rainey-Dunwoodie71
 - 2 - relax Rainey-Dunwoodie72
 - 3 - relax CarlPlace-E. Garden City
 - 4 - relax Queensbridge-Vernon (1&2)
 - 5 - relax Dunwoodie-Shore Rd**



Constraint Relaxation – Dec. 25, 2005



- scenario
- Base - fully constrained
 - 1 - relax E179th-Hellgate E.
 - 2 - relax E13th-W49th str
 - 3 - relax Dunwoodie-Shore Rd**
 - 4 - Valley Str-E. Garden City
 - 5 - relax Sprainbrook-E. Garden City



Successive Relaxation – Historical Examples

	BPC impact		
	order relaxed	total daily	Dun-Shore relaxation effect
4-Dec	3	164,106	9.25%
10-Dec	5	37,235	20.44%
12-Dec	1	14,029	33.37%
18-Dec	1	40,174	42.67%
25-Dec	3	51,295	12.71%
27-Dec	1	119,229	31.40%



Successive Relaxation – Historical Examples

	BPC impact		
	order relaxed	total daily	Dun-Shore relaxation effect
4-Dec	3	164,106	15,180
10-Dec	5	37,235	7,611
12-Dec	1	14,029	4,681
18-Dec	1	40,174	17,142
25-Dec	3	51,295	6,520
27-Dec	1	119,229	37,438

3 days (#1)	173,432	59,262	34.17%
3 days (not #1)	252,636	29,310	11.60%
6 days	426,068	88,572	20.79%



Observations

- Relative constraint significance (relaxation stage) seemingly a significant factor
- Constraint relaxation effect on BPC not correlated to effect on congestion payments
- Larger sample required for improved confidence



Next Steps

- Continue concentrating on single constraint
- Expand sample to two weeks (summer, winter)
 - sufficient size?
 - week per quarter?
- Develop multipliers to yearly BPC values
 - automate process?
 - consider yearly run?
- Investigate relaxation order
- Develop framework for overall process
- Report back to group with more comprehensive results

