

Prioritization of DAM Transactions

Project Update

Business Issues Committee Meeting

June 21, 2001

Robert Pike, NYISO Market & System Design

Background

- Intended to remove \$20k adder 5/28

- Concern raised by some MPs and other control areas.

- Developed alternative means of maintaining DAM transaction priority, within bid caps, while offering bid flexibility and satisfying outstanding concerns.

Proposal

- Automatically set HAM bid price to \pm \$1000 during DAM checkout process.
- Pre-existence of HAM bid will preempt automatic process.
- After DAM checkout process bid may be modified by the MP.
- Develop with MPs and PJM a protocol for scheduling between NY & PJM to not aggravate ramp issues.

Benefits

- Automate intention of the majority of MPs who desire their DAM transactions to continue to RT.
- Allow flexibility for those that wish to alter their HAM bid price.
- IS+ will utilize appropriate prices should the need for an in-hour curtailment arise.
- Enhance control area interaction.