

**Business Issues Committee Meeting**  
**September 22, 2000**

**Agenda # 5C.3**

The Curtailment Working Group, a subgroup of the S&P Working Group, has been working with the NYISO to better understand the workings of the IS+ system that guides the NYISO operators on deciding how to implement transaction curtailments in real-time. While there are many issues associated with the system that remain to be addressed, there are also two quick fixes that the group agrees should be implemented as soon as possible by the NYISO. The group therefore submits the following motions to the BIC for consideration at the September 22, 2000 meeting.

**Discussion:**

Currently, the IS+ system ranks "standard" proxy bus exports (loads bid into the NY spot market) and exports tied to a generator (a bilateral) differently. The ranking system uses Dec Bids to differentiate transactions. Both transactions are required to submit a sink price cap bid (SPCB). The Dec Bid for the "standard" export is indeed the SPCB. However for the bilateral, the Dec Bid is the generator bid rather than the SPCB. This is inconsistent and unsubstantiated. ISO staff has indicated that this is inconsistent and should be changed.

**Motion #1:**

The BIC directs the NYISO to change the IS+ system such that the Dec Bid used to evaluate bilateral transactions is the sink price cap bid rather than the generator bid.

**Discussion:**

In order to assure that committed Day-Ahead transactions scheduled in SCUC survive evaluation by BME and are scheduled hourly, the NYISO adds \$20,000 to those transactions. However, the \$20,000 adder has not carried forward to the IS+ system, resulting in a situation where an day-ahead transaction may be cut ahead of an hourly transaction that has a higher allowed SPCB (no price cap in BME). This motion fixes the band-aid.

**Motion #2:**

The BIC directs the NYISO to change the IS+ system such that the \$20,000 adder imposed on SCUC scheduled transactions carries forward as an adder to those transactions in the IS+ system.