

# **Northeast Seams Report**

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## **Update on Northeast Seams Issues**

***Business Issues Committee***

May 7, 2003





# Status of Seams Projects

## *Current Quarter Deliverables*

Project	Due Date	Status
1. NY Trading Hubs	▪ Complete	▪ With ISO-NE SMD startup, all three Northeast ISOs have trading hubs. MP feedback is that current NY zones provide sufficient trading hub capability. RTS will implement load-weighted LBMPs however posting of the existing generation-weighted LBMPs will be maintained.
2. Open Scheduling System (OSS)	▪ Complete	▪ OSS deployed April 13 <sup>th</sup>
3. Evaluation of 7040 transfer limits	▪ June	▪ Scope of study is under discussion at OSTF.



# Other Seams Related Activity

## *Recent Initiatives*

Issue	Activity Description
1. Elimination of Rate Pancaking	<ul style="list-style-type: none"><li>▪ <b>PJM, NYISO and ISO-NE</b> - Discussions are continuing among the ISOs, the respective TOs and regulator representatives.</li><li>▪ The goal is to take action by the end of 2003 to begin the elimination of pancaking in 2004.</li></ul>
2. Virtual Regional Dispatch	<ul style="list-style-type: none"><li>▪ <b>NYISO and ISO-NE</b> - Drafting a white paper and anticipate release for market participant review in May.</li><li>▪ Working with MSWG to schedule a joint meeting with ISO-NE for discussion of this issue in late May.</li><li>▪ Invitations will be extended to PJM Market Participants and Staff.</li></ul>
3. Scarcity Pricing	<ul style="list-style-type: none"><li>▪ <b>NYISO</b> - Implementation underway for reserve shortage cost pricing and to permit EDRP and SCR resources to set energy prices in real-time. Implementation planned for June.</li></ul>



# Other Seams Related Activity

## *Recent Initiatives (continued)*

Issue	Activity Description
4. Regional Resource Adequacy Model (RAM)	<ul style="list-style-type: none"> <li>▪ <b>ISONE, PJM and NYISO</b> - RFP issued on April 4th for development of the central resource market design.</li> <li>▪ Bids due in early May.</li> <li>▪ Vendor selection scheduled for early June.</li> </ul>
5. Open Scheduling System (OSS)	<ul style="list-style-type: none"> <li>▪ <b>NYISO and PJM</b> - Development efforts under way to integrate PJM Ramp Data.</li> <li>▪ Provided status report and discussion with stakeholders at March 10<sup>th</sup> MSWG.</li> <li>▪ <b>NYISO</b> - Working with Sapient to determine level of effort for potential OSS capabilities for in-day pre-scheduling, operator checkout tools and additional one-stop-shop functionality.</li> </ul>
6. Multiple Proxy Buses	<ul style="list-style-type: none"> <li>▪ <b>NYISO and ISO-NE</b> - Drafting a white paper and expect to release for market participant review in May.</li> <li>▪ Working with MSWG to schedule a joint meeting with ISO-NE for discussion of this issue in late May.</li> <li>▪ Invitations will be extended to PJM Market Participants and Staff.</li> </ul>



# Open Issues

Issue	Activity Description
1. CONTROLLABLE LINE SCHEDULING	<ul style="list-style-type: none"><li>▪ Concept of operations for general methodology to schedule controllable lines has been drafted by NY. Stakeholder input will be gathered through the existing NY working group process that is open to all regional participants</li></ul>
2. MULTIPLE PROXY BUSES FOR FREE-FLOWING INTERFACES	<ul style="list-style-type: none"><li>▪ There is a desire to provide east and west scheduling points for transactions on the NY-PJM interface. This issue is being referred to the individual ISO Market Committees to discuss and refine the business issue definition</li></ul>
3. DIFFERENT RAMPING RULES	<ul style="list-style-type: none"><li>▪ Operations should look at the short-term ability to make 30-minute schedule changes between NY and PJM.</li></ul>