

NYISO Business Issues Committee Meeting

August 21, 2002
NYS Nurses Association, Albany, NY

SUMMARY OF MOTIONS

Motion #1:

Motion to amend the NYISO Installed Capacity Manual as Proposed by the Installed Capacity Working Group, Amendments to the External Installed Capacity Section 4.9.2 reflected in the document titled "Proposed Modification of HQUS Proposal".

WHEREAS, the Installed Capacity working group has reviewed changes to the NYISO Installed Capacity Manual;

WHEREAS, the Installed Capacity working group presents these changes without formal recommendation;

NOW, THEREFORE, IT IS MOVED that the Business Issues Committee approve the attached proposed revisions to the NYISO Installed Capacity Manual for immediate implementation. The motion is further modified to reflect the following sentence change on page 3 of the proposal in the paragraph titled "Obligations...": "Recipients of these Import Rights will have until ~~5:00 PM on the~~ 12:00 PM two business days following the issuance by the ISO of this announcement or until 5:00 p.m. on the last business day that precedes the beginning of the Capability Period (strip) auction by at least 15 days, if that is later, either to decide to keep these Import Rights, or to return these Import Rights to the ISO."

(Motion passed with 100.00 % affirmative votes).

Motion #2:

Motion to amend Motion #1 that when applicable the obligation to bid will be into the monthly auction.

(Motion failed with 50.32 % affirmative votes).

Motion #3:

Whereas, the TCC Auctions are controlled via the TCC Rules, Procedures and Guidelines developed by the NYISO and as posted from time to time;

Whereas, the NYISO currently may change these Rules, Procedures and Guidelines without Participant input;

Whereas, there are numerous instances of differences over interpretation of sections in these Rules, Procedures and Guidelines;

Whereas, Market Participants may be materially affected by such changes as the ISO makes;

Whereas, all other processes, rules and procedures are included in a variety of NYISO Manuals requiring either Business Issues and/or Operating Committee approval;

It is hereby moved that the Business Issues Committee (BIC) direct NYISO Staff along with the appropriate Working Group, to form the current TCC Auction Rules, Procedures and Guidelines into an appropriate Manual subject to the same review and approval conditions as all other NYISO manuals are. It is further directed that recommendations be made to the BIC for appropriate Attachments to this new manual that would not be subject to BIC approval e.g. the auction timeline.

It is further moved that the TCC Auction procedures Manual be subject to BIC's review and approval.

Finally, that BIC direct NYISO Staff to review any need to make a Tariff filing to support these changes and, if it is deemed necessary, to prepare a draft filing for review.

(Motion passed by a majority show of hands)

Motion #4:

Whereas, the NYISO has to date invalidated TCC auctions on three occasions with the most recent occurrence (Spring 2002) at COB the day before the next auction round was to commence;

Whereas, Market Participants may be materially affected by auction invalidations and other aspects of the TCC Auction Rules, Procedures and Guidelines by the NYISO;

Whereas, there are inconsistent rules for Participants and the NYISO in terms of accepting auction results;

It is hereby moved that the Business Issues Committee (BIC) direct the appropriate Working Group to review the conditions for and timing of any auction invalidations by the NYISO to insure that the NYISO is held to the same requirements as the Participants in the auctions. Such review should consider (1) whether the NYISO should approach current auction Participants to see if a resolution to the circumstance can be made without auction invalidation and (2) if it is appropriate to let the auction results stand even if it would result in revenue inadequacy.

It is further moved that the assigned Working Group make recommendations to the BIC regarding appropriate financial protections to Participants, who through unilateral NYISO action(s) in the TCC auction process i.e. the Participants doing nothing in error, are materially harmed either directly or for lost opportunity.

It is also moved that the assigned Working Group develop and make recommendations to the BIC regarding other aspects of the TCC Auction process as they feel necessary.

Finally, that BIC direct NYISO Staff to review any need to make a Tariff filing to support these changes and if it is deemed necessary to prepare a draft filing for review.

(Motion failed with 53.50 % affirmative votes).

Motion #5:

Whereas the NYISO posts a wide variety of information for use by the Market Participants,

Whereas data posted by the NYISO is of or should be of material aid to conducting business in NY it is important to get correct, timely and required information out to Market Participants,

Whereas Market Participants have needs for data that cannot await larger, more elegant data solutions such as may be provided by various data warehousing projects.

It is hereby moved that the Business Issues Committee (BIC) direct NYISO to provide the following changes and additions to its OASIS data postings as follows as soon as possible:

- Modification to the DAM Limiting Constraints (DA report) posting to include the following:
 - in addition to the interface based constraints, include all load pocket constraints (presumably for DA these are individually monitored facilities opposed to interfaces),
 - include calculated flows and limits or ratings, as appropriate, in the posting,
 - include the constraint cost when the interface or individual facility was limiting (similar to the RT posting)

- note that this request is as promised in the AMP/ICM TF presentation 1-4-02
- Completion of the Internal and External Transmission Interface Limits and Flows (RT report) to include the current limits AND
 - add the load pocket limits (appears to be single value in RT) and flows to the report AND
 - also provide a separate report with integrated hourly values
- Change the Limiting Constraints Report (RT report) to include all interfaces including the Zone J sub load pockets and constraints for all intervals instead of the exception reporting that is currently used.
 - This report should be published in its current form as well as with hourly integrated values
 - Note that some constraints currently are listed even though the constraint costs are zero in all intervals...
- The PAR Schedule flow report (DA) be modified to include integrated RT actual hourly flows
 - Report should use English PAR descriptions as well as PTIDs
- The OOM Information required by FERC be posted.

(Motion failed with 57.43 % affirmative votes).

Motion #6:

Whereas the NYISO will from time to time need to make revisions to the underlying models of the system such as but not limited to the transmission representation(s) used for SCUC, BME and SCD or the TCC auction models,

Whereas the NYISO also calculates and publishes a variety of factors, weights and parameters such as, but not limited to, the Nodal LBMP contributions to Zonal LBMPs,

Whereas Market Participants may be materially affected by such changes as the ISO makes,

Whereas it is entirely appropriate for the ISO, before such changes are emplaced, to model, test and document such changes to the best of their ability and to report the effects and impacts back to the Market Participants (not un-different from testing and reporting that is done for software modifications). Reporting should include LBMPs, Marginal Costs of Losses and Congestion, other such parameters e.g. output of certain reports with result related information, and any changes to methodology for development of factors and parameters, such as NYISO staff would agree to provide in consultation with Market Participants,

It is hereby moved that the Business Issues Committee (BIC) direct the NYISO staff to include the required (not limited to the items outlined above) review, testing, and reporting and to include other miscellaneous areas that may impacted such as required adjustments to credit requirements, in their activities while making such revisions and updates to their models, factors and other parameters into their planning for making such changes. For changes to models, factors or other parameters that may be of a routine nature, staff is directed to prepare and maintain written procedures for testing and reporting.

It is also moved that changes to the methodology for development of factors, weights, and other parameters such as the ISO may use, be fully documented and provided to the BIC for its review (or by designated Working Group) well in advance implementing such new parameters in the NYISO systems to provide for time for review by Participants.

It is further moved that NYISO conduct such testing and reporting in a timely enough fashion such that the BIC could review the testing results well in advance of changes actually being made to the models, factors or parameters, etc.

Finally it is moved that the BIC assign the appropriate Working Group to conduct a comprehensive review, in concert with NYISO staff, to insure that all such models, factors and other such parameters as may be deemed appropriate are covered by the intent of this Motion.

(Motion failed with 44.79 % affirmative votes).

Motion #7:

Whereas the NYISO publishes all TCC contracts including the identity of the Participant holding each contract,

Whereas this is the only instance where Participant positions are fully disclosed by the NYISO,

Whereas it is believed the Participants will be better served by masking the identities of those holding the TCC contracts,

It is hereby moved that the Business Issues Committee direct the NYISO staff to no longer post or otherwise mask the identity of TCC contract holders. It is acceptable to identify holders by a means such as "Company A", "Company B" etc.

It is also moved that NYISO Staff review the need for and prepare any Tariff change that may be necessary to support this change.

(Motion failed by a majority show of hands)

Motion #8:

Motion to amend the NYISO Services Tariff and ICAP Manual as Proposed by the ICAP WG, Unforced Capacity Deliverability Rights

WHEREAS, the Installed Capacity working group has reviewed and proposed changes to the NYISO Services Tariff and Installed Capacity Manual to reflect a new Capacity product known as Unforced Capacity Deliverability Rights;

WHEREAS, this proposal comprises the first stage of a multi stage proposal that the Installed Capacity working group will continue to develop;

WHEREAS, the proposed Installed Capacity Manual changes presented in this proposal will not set any precedent in connection with any other issues associated with Unforced Capacity Deliverability Rights not therein addressed;

WHEREAS, the proposed revisions to the Installed Capacity Manual will be implemented following FERC approval of the proposed Service Tariff revisions;

NOW, THEREFORE, IT IS MOVED that the Business Issues Committee approve the attached proposed revisions, presented at the August 21, 2002 BIC Meeting, to the NYISO Services Tariff and Installed Capacity Manual, including that the following language be added to the end of Section 2.194a1 of the Services Tariff and at the end of the introductory paragraph of Section 4.14 of the ICAP Manual: "To the extent the NYCA interface is with an External Control Area the Unforced Capacity associated with UDRs must be deliverable to the Interconnection Point", and recommend the Services Tariff revisions to the Management Committee for approval and subsequent submittal by NYISO staff to FERC.

(Motion passed with 83.48 % affirmative votes).