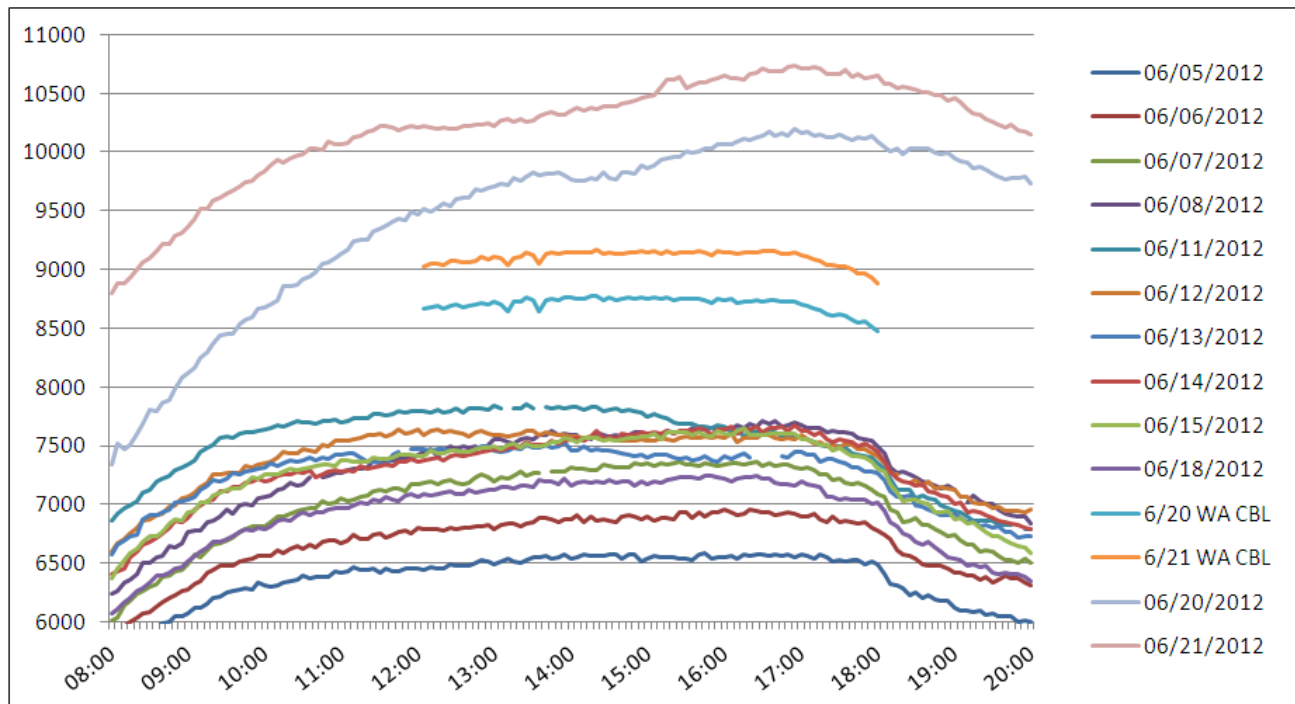


## Comverge/Enerwise Comments on the Preliminary Scope of Donna Pratt’s “SCR Baseline Study” Presentation, 8/20/2012 Joint PRL/ICAPWG

These comments pertain to the “Preliminary Scope” slide of the SCR Baseline Study presentation. We ask the NYISO and ICAP/PRLWG members to take the following into consideration when developing the scope of the study:

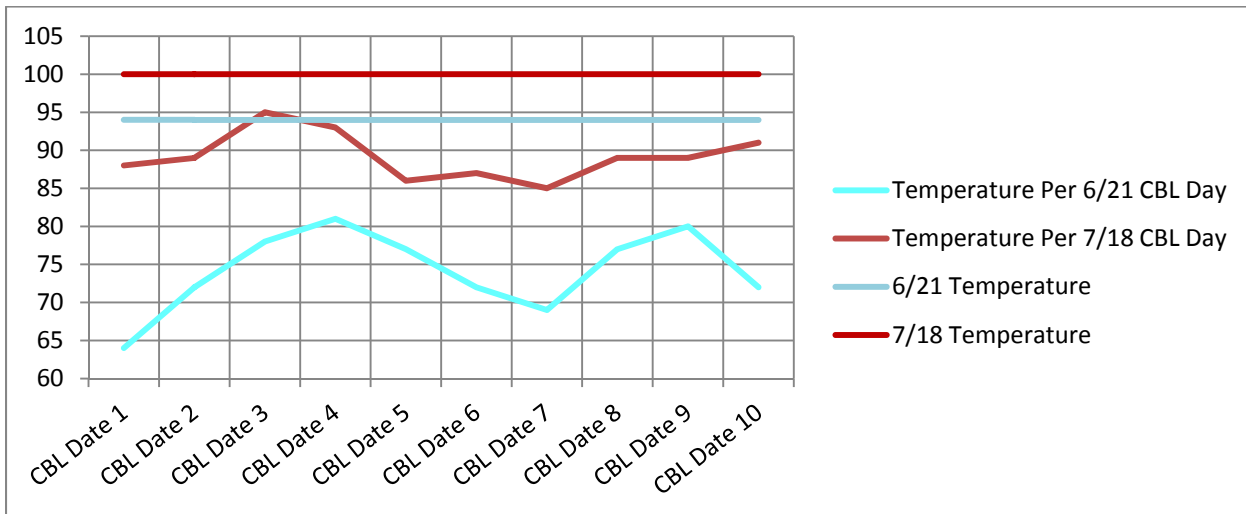
- The CBL’s strong link to volatile weather trends, which produces a baseline that oftentimes does not reflect usage on the event day; load on a very hot day is being compared to usage on cooler days (as during the June 20<sup>th</sup> – 22<sup>nd</sup> events, see below)
- Whether the weatherization cap of 120% needs to be altered to suit NY’s climate
- If non-CBL baselines – such as an ERCOT-esque Matching-Day baseline can be added to the study scope, as well as a 4-out-of-10 or 3-out-of-10 CBL to suit load driven by air-conditioning. There may not be 5 similarly hot days in the 10 CBL days, but the 10-day window cannot be expanded for a resource because usage during those 10 days is within its “average event period usage level.”

### **NYC Load during 6/5-6/18 CBL Window vs. 6/20 and 6/21 Event-Day Loads, with Weather-Adjusted CBLs for NYC Load**



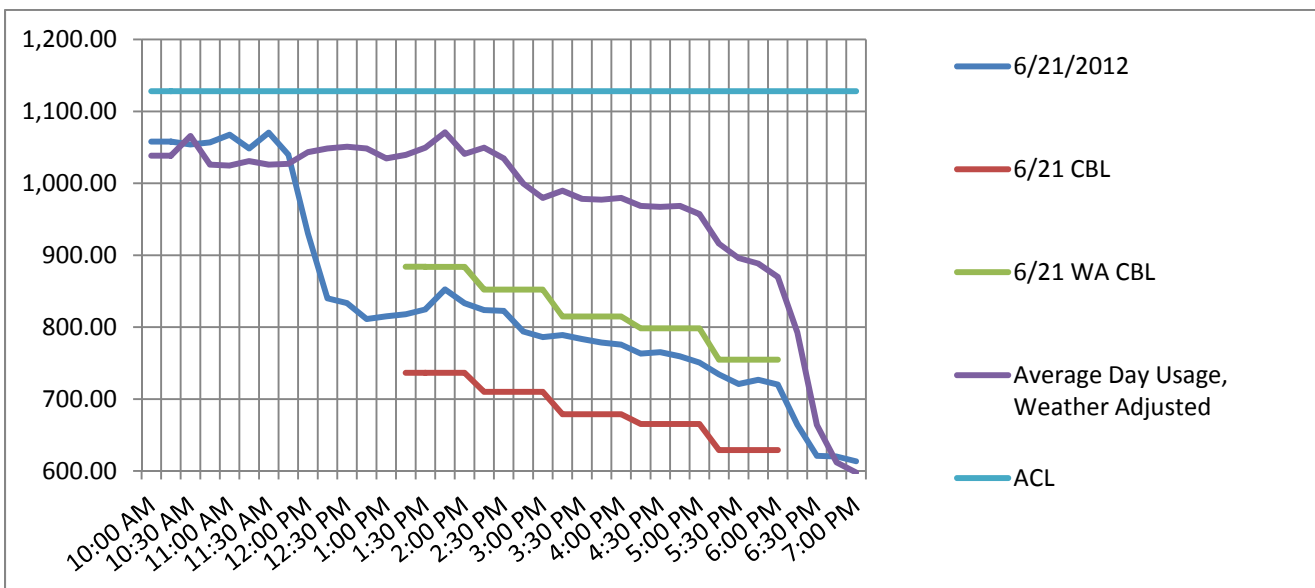
Below please find the temperature highs in NYC during the CBL windows for the June SCR events and the July 18<sup>th</sup> event. On average, highs during the 6/21 CBL window were 78% of the 6/21 high; for the 7/18 event they were 89%. Such fluctuations do not create a consistent baseline.

### Temperatures during CBL Days vs. 6/21 and 7/18 Event Days

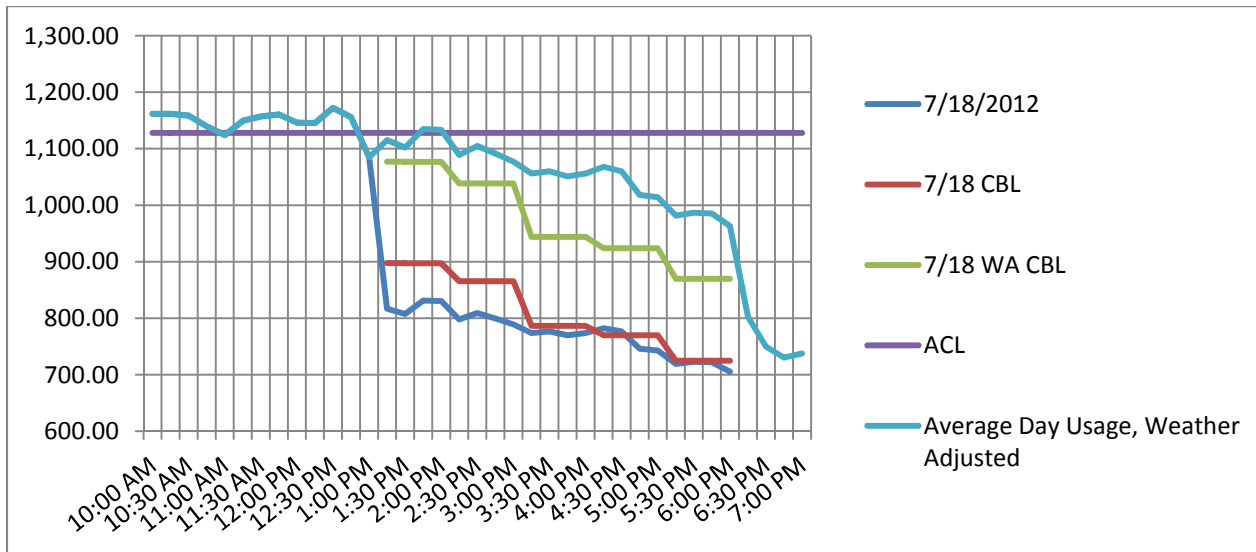


### The impact on a representative SCR below:

#### June 21<sup>st</sup>



## July 18th



*With a weather adjusted CBL, this SCR drops 250 kW at the onset of the event and receives credit for 40 kW on 6/21. For almost identical performance on 7/18, the resource receives an average credit of 196 kW across the event.*

ERCOT’s Matching Day Pair Model’s strength lies in the fact that it does not assume that immediately preceding days are predictive of usage for the resource. 10 matching-days’ usage forms the baseline. These days are found by calculating the sum of squared differences for each time interval during the event day/prior day against every similar interval for the past year. This works well for an emergency program activated on short notice, as in-day load represents business-as-usual load. In NY, however, many customers pre-cool, catch up on production, or conversely, run limited production, or even close for the day – based on the day-ahead advisory. These factors erode the accuracy of inclusion of in-day data in a baseline. The Matching-Day is also complicated to calculate, which will complicate program administration. An ACL approach seems to be a strong yet much simpler variation on a matching-day approach. It is also the most in-synch with the NYISO’s intent to tie the baseline to system load.

Thank you for your consideration,

Stephen Geoghan