

Derivation of Individual Customer and LSE ICAP Requirements

PRLWG Meeting August 8, 2005 Draft – For Discussion Only

Summary – Establishing an LSE's ICAP/UCAP Requirement

- ✓ ICAP Manual Section 2.4 defines the NYCA Minimum ICAP Requirement.
- ✓ ICAP Manual Section 2.5 defines the NYCA Minimum UCAP Requirement.
- ✓ ICAP Manual Section 3.4 describes how an LSE's Minimum UCAP Requirement is established.
 - The LSE minimum ICAP requirement is the sum of the requirements of each of its customers, and
 - The requirement is based on the LSE's contribution to each Transmission District's forecast peak Load based on actual contributions to the Transmission District's peak Load for the prior calendar year.



Tariff Requirement

- ✓ Section 5.12.11(a)
 - "Special Case Resources may qualify as Installed Capacity Suppliers, without having to comply with the daily bidding, scheduling, and notification requirements set forth in Section 5.12.7 of this Tariff, if ... (ii) they were not operated as a Load modifier coincident with the peak upon which the LSE Unforced Capacity Obligation of the LSE that serves that customer is based, unless that LSE's LSE Unforced Capacity Obligation is adjusted upwards to prevent doublecounting."