Market Rules Assessment Real-time Generation Scheduling and Performance

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RT Scheduling & Performance

- Order of remaining work
- Initial Activity RT Penalties, Compensation, and Dispatch performance
- Process
- Schedule

Order of remaining work

• **Recommended order of remaining work** [from 12/14/06 discussion]

• Generation Scheduling and performance

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- <u>Real-time</u>
- Dragging
- » Price setting approach
- » Penalties (cost allocation to responsible units)
- » Penalties/Incentives (general)
- » Dispatch performance/ramp capacity/load following needs
- <u>Day-ahead</u>
 - » Pre-commitment of LRR units in DAM SCUC

RT interchange efficiency

- » NYISO unilateral improvements
- » RT market close lead time
- » Impact of priced RT transactions
- BPCG Issues
 - Daily, hourly or 5 min. settlement period
 - Ramp constrained down unit treatment
- In any order
- » RT fuel cost representation
- » Over midnight scheduling issues
- » RT market close lead time

• ITS

Order of remaining work

- <u>Recommended order of remaining work [Revised]</u>
- Generation Scheduling and performance
- Real-time
 - Penalties
 - Compensation (general)
 - Dispatch performance
 - Load following needs and ramp capacity
- Day-ahead
 - Pre-commitment of LRR units in DAM SCUC
- RT interchange efficiency
 - NYISO unilateral improvements
 - RT market close lead time
- In any order
 - Over midnight scheduling issues
 - RT market close lead time
- ITS

Initial Activity – RT Penalties, Compensation, and Dispatch performance

- Generation Scheduling and performance
- <u>Real-time</u>
 - Penalties
 - Purpose
 - Efficacy
 - Exemptions
 - Compensation (general)
 - Energy
 - BPCG Issues
 - Daily, hourly or 5 min. settlement period
 - Ramp constrained down unit treatment
 - DAMAP
 - LOC
 - RT fuel cost representation
 - Other
 - Dispatch performance
 - Dragging
 - » Price setting approach
 - » Penalties (cost allocation to responsible units)
 - Load following needs and ramp capacity
 - Incentives

Process Recommendation

- Initial topics Penalties, compensation, and performance
- Begin with Market Participant input.
 - Specific sessions to solicit MP feedback on specific issues and understand supporting reasoning.
- NYISO will subsequently document the key issues identified and attempt to collect data for further analysis of the impact and magnitude of each issue.
- NYISO will summarize key analysis findings for Market Participant review and comment.
- Where appropriate, NYISO will subsequently formulate conceptual straw proposals for qualified issues.
- NYISO and MPs will iterate through straw proposals to ensure that the integrated recommendations are consistent and suitable to purpose.

Draft Schedule

• Initial MP input sessions

March-April

- Data collection and analysis
- Straw proposal review
- Status reports to MIWG

July-August

May-June

- Ongoing
- Goal to provide specific project recommendations to BPWG in support of 2007 budget and prioritization process