

Uniform Regulation Movement Multiplier Update

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MIWG

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Agenda

- ◆ **Background**
- ◆ **Uniform RMM**
- ◆ **Uniform RMM Update**
- ◆ **Next Steps**
- ◆ **Timeline**

Background

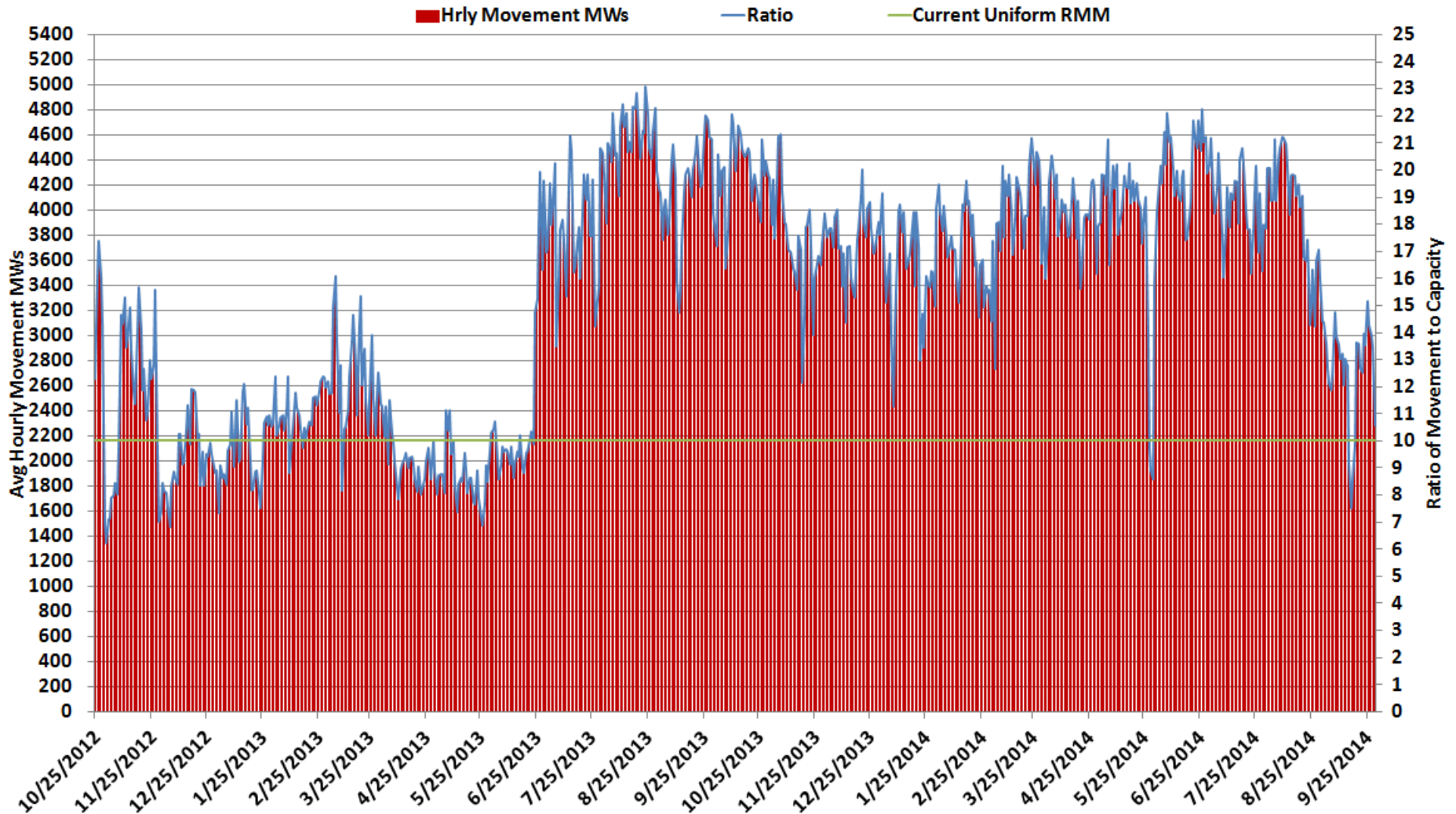
- ◆ Informational Report filed with the FERC on August 26, 2014
 - *The NYISO committed to begin its review with stakeholders of a revised uniform Regulation Movement Multiplier (RMM) at the first MIWG in October, 2014*
 - The NYISO is here today to fulfill that commitment
- ◆ As explained in the Informational Report, the NYISO will present further data on the issue to stakeholders
 - *The ultimate goal is to determine whether it is necessary to update the uniform RMM and, if so, to pursue this update*

Uniform RMM

- ◆ **The uniform RMM is based on the average ratio of movement to capacity**
 - *This ratio has been volatile since the introduction of Regulation Service market changes on June 26, 2013*
 - Further data observations are necessary to establish a trend
 - *The uniform RMM is currently set to 10*

Uniform RMM Update

Average Hourly NYCA Movement MWs



Uniform RMM Update

- ◆ The previous slide shows the average hourly ratio of movement to capacity
 - *The uniform RMM should be updated to better reflect this ratio*
- ◆ More data observations are needed to update the uniform RMM
 - *The average ratio since Regulation Movement was introduced is around 17*
 - *The average ratio for the last month is around 13*

Next Steps

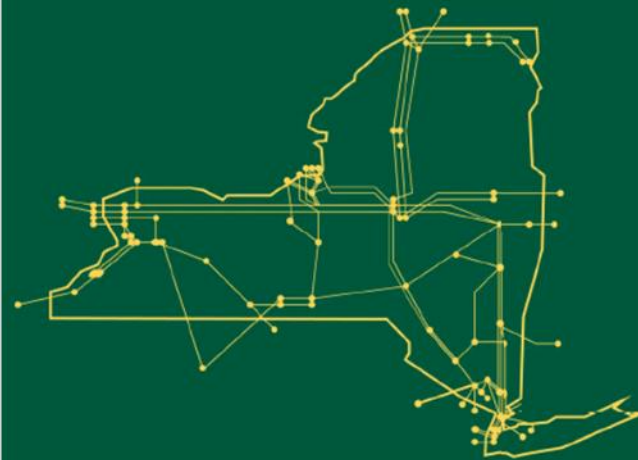
- ◆ **Propose an updated uniform RMM**
- ◆ **File tariff language with the FERC to update the uniform RMM**
- ◆ **Implement revised uniform RMM by early Q2 2015**

Timeline

- ◆ **October 7, 2014 MIWG**
 - *Begin stakeholder process to update the uniform RMM*
- ◆ **November 2014 MIWG**
 - *Propose updated uniform RMM value*
 - *Continue to address questions/concerns raised by stakeholders*
- ◆ **December 2014 MIWG**
 - *Work through tariff changes*
- ◆ **January 2015 BIC/MC – Request Endorsement**
- ◆ **Early Q2 2015 – Implement the updated uniform RMM**

Comments and feedback are requested throughout the stakeholder process

The New York Independent System Operator (NYISO) is a not-for-profit corporation responsible for operating the state's bulk electricity grid, administering New York's competitive wholesale electricity markets, conducting comprehensive long-term planning for the state's electric power system, and advancing the technological infrastructure of the electric system serving the Empire State.



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