

Carbon Pricing

Overview of Impacted Tariff Sections

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January 22, 2019 Rensselaer NY

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Agenda

- Purpose
- Impacted Tariff Sections
- Tariff Revisions Timeline

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Purpose

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- Tariff revisions will be necessary to effectuate carbon pricing in the NYISO markets.*
- This presentation will provide an outline of the impacted tariff sections that will be reviewed over the coming months.

*For further information, please see the IPPTF Carbon Pricing Proposal: <https://www.nyiso.com/documents/20142/2244202/IPPTF-Carbon-Pricing-Proposal.pdf/60889852-2eaf-6157-796f-0b73333847e8>



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Impacted Tariff Sections

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Impacted Tariff Sections

- The following tariff sections are anticipated to be impacted by the carbon pricing proposal.
 - The NYISO is continuing to review the tariff for impacted sections.

Market Administration and Control Area Services Tariff (MST) Section	Revisions Related to:
New Section(s)	<ul style="list-style-type: none">• Application of Carbon Charge• Social Cost of Carbon (“SCC”)
7.2, 7.4	<ul style="list-style-type: none">• Emissions data reporting
17	<ul style="list-style-type: none">• LBMPc
23.3	<ul style="list-style-type: none">• Carbon Charge/emission rates in reference levels
26	<ul style="list-style-type: none">• Credit*

*Please see the following slide

Credit Rules

- **To the extent the NYISO determines there are credit rule changes, we will begin stakeholder discussions regarding any necessary revisions in Fall 2019.**
 - Any tariff changes for credit rules will be separate of the Q2 2019 vote.
 - This will not delay any implementation plans for carbon pricing.

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Tariff Revisions Timeline

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Tariff Revisions Timeline

- The NYISO is targeting the following MIWG meetings to present the carbon pricing proposal tariff revisions:
 - Thursday, January 31, 2019
 - Friday, February 15, 2019
 - Monday, March 18, 2019

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The Mission of the New York Independent System Operator, in collaboration with its stakeholders, is to serve the public interest and provide benefits to consumers by:

- Maintaining and enhancing regional reliability
- Operating open, fair and competitive wholesale electricity markets
- Planning the power system for the future
- Providing factual information to policy makers, stakeholders and investors in the power system



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