Coordinated Transaction Scheduling with NYISO

Problem / Opportunity Statement

One of the four initiatives developed within the Broader Regional Markets scope to develop solutions to address Lake Erie Loop Flows was the area of improved efficiency of interregional energy scheduling between the markets. NYISO has approached PJM with an additional proposal to improve seams management in this area, specifically called Coordinated Transaction Scheduling (CTS). The Boards of both PJM Interconnection and the New York Independent System Operator (NYISO) agreed to develop CTS as part of its joint Broader Regional Markets initiatives. The development of a joint CTS option between PJM and NYISO has at its core the objective to better optimize real time interchange transactions across our common border.

Issue Source

The source of this issue is the FERC’s Order to the NYISO of July 16, 2009 to develop and file a report on the long-term comprehensive solutions to the loop flow problem around Lake Erie in FERC Docket ER08-1281-000. In response to this report request, NYISO worked with PJM, IESO, and MISO to develop a comprehensive set of solutions to address the Lake Erie Loop Flows. One of the solutions identified in this report was the development of enhanced interregional transaction coordination.

Stakeholder Group Assignment

This issue will be worked through a series of joint stakeholder meetings with NYISO, the output of which will be brought through the Market Implementation Committee (MIC) for consideration in the PJM stakeholder process.

Key Work Activities

The following key work activities are expected:

1. Education, investigation of best practices and interest identification
2. Development of design components
3. Development of options for resolving each design component
4. Development of a consolidated package solution

Expected Deliverables

The following are expected deliverables (as applicable):
• Draft Operating Agreement revisions
• Draft Tariff revisions
• Draft Manual revisions
• A final report on the issue

**Expected Overall Duration of Work**

This effort is expected to conclude by September 1, 2013.

**Decision-making Method**

It is expected that gaining consensus among all stakeholders on a recommendation for Coordinated Transaction Scheduling is likely. Therefore it is expected that Stakeholders will seek Tier 1, or consensus on a single proposal.