



Guidelines for Asset Condition Project Presentations - Update

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Robin Lafayette

On behalf of Avangrid, Eversource, National Grid, Rhode Island Energy, Vermont Electric Power Company, and Versant Power

Background

- Original draft Asset Condition Project Presentation Guidelines were [presented](#) to PAC on August 16
- Developed in response to February 8 NESCOE [letter](#) detailing requested asset condition project process enhancements
 - A July 14 [follow-up letter](#) repeated the request, with some additional details
- This presentation summarizes changes made to the guidelines in response to submitted state and stakeholder comments, and finalizes guidelines for use beginning in 2024
- Revised version 1 of the guidelines and responses to stakeholder comments have been posted to the Transmission Owner Asset Management section of the ISO-NE website, along with this presentation

Summary of Changes

- Additional project information added to Section 3:
 - Links/references to prior relevant project presentations/documents
 - Typical asset life expectancy
 - Technological obsolescence / end-of-product useful life
 - Sub-section detailing additional information for update presentations – expanded and re-located from Section 2
- Summary table with suggested presentation timing, cost estimate information and stakeholder comment periods added to Section 2 (detailed on next slide)
 - Developed in response to several stakeholder comments requesting more notice/involvement to PAC on major projects
 - Recommends two PAC presentations for larger projects
 - Recommends minimum written stakeholder comment submission period of 15 days – consistent with current ISO-NE practice

Presentation Timing/Cost Estimate Information

		Timing of Presentation	
		At least 6 Months Prior to Start of Major Construction	At Least 3 Months Prior to Start of Major Construction
Anticipated Project Cost	≥\$50M	Initial presentation with: <ul style="list-style-type: none"> • Order of magnitude (+200%/-50%) cost estimates for all solution alternatives • Request for written stakeholder comments within 15 days 	Update presentation with: <ul style="list-style-type: none"> • Summary of initial presentation • Discussion of project changes since last presentation • Responses to any stakeholder feedback received, including feedback that led to project changes • Selection of preferred alternative with Conceptual (+50%/-25%) cost estimate
	\$5M - \$50M	No presentation required	Detailed presentation with: <ul style="list-style-type: none"> • Order of magnitude (+200%/-50%) cost estimates for solution alternatives not selected • Selection of preferred alternative with Conceptual (+50%/-25%) cost estimate • Request for written stakeholder comments within 15 days

Summary

- Revised guidelines and responses to stakeholder comments have been posted to [Transmission Owner Asset Management](#) section of ISO-NE website
- NETOs will revisit and, if necessary, make updates to this document in late 2024 and periodically thereafter
 - Other in-progress asset condition project process enhancements may necessitate changes sooner
- Guidelines will become effective on January 1, 2024

Questions

