



memo

To: NEPOOL Markets Committee
From: Mark Karl
Date: July 29, 2019
Subject: Deferral of Multiple Day-Ahead Markets from the ISO's October 15th FERC Filing

The purpose of this memorandum is to share the ISO's current plan for the multiple day-ahead market (M-DAM) with regard to the ISO's upcoming October 15, 2019 compliance filing addressing energy security.

After further review and consideration, the ISO will not include the M-DAM as part of the October 15th filing.

The ISO has received feedback from stakeholders about the timing and complexity involved with developing an M-DAM. The ISO has been placing significant effort and emphasis on the development and discussions related to the new proposed day-ahead ancillary services to improve energy security in the region. Less time has been available to spend developing the details necessary for a complementary M-DAM proposal. The ISO believes that the M-DAM design warrants further assessment and additional review with stakeholders before being proposed to the Commission.

While multiple day-ahead markets may have benefits to the region as the power system continues to evolve, we believe it would be prudent to spend the remaining time ahead of the October 15th filing discussing the design and impacts of the new proposed day-ahead ancillary services. This will afford more time to review and assess the M-DAM in 2020 and beyond before determining how to proceed, while also allowing for further consideration of how best to sequence the implementation of any proposed changes with the new day-ahead market ancillary services.

The ISO plans to further assess the potential impacts of an M-DAM design and to discuss recommended next steps with stakeholders in 2020.