Training Disclaimer: ISO New England (ISO) provides training to enhance participant and stakeholder understanding. Not all issues and requirements are addressed by the training. Consult the effective Transmission, Markets and Services Tariff and the relevant Market Manuals, Operating Procedures and Planning Procedures for detailed information. In case of a discrepancy between training provided by ISO and the Tariff or Procedures, the meaning of the Tariff and Procedures shall govern.

Settlements Forum

2021 Q4

Jin Thian
Market Analysis & Settlements
Topics

Upcoming Markets/Settlement Changes
- Forward Capacity Market bill acceleration proposal
- Forward Capacity Market cost allocation changes
- Mystic Cost of Service Agreement
- Multiprotocol Label Switching (MPLS) MIS report

Informational Items
- 2022 New Year’s Day holiday
- Open Access Transmission Tariff regional rates update reminder
- 2021 Meeting Dates
- 2022 Meeting Dates
Upcoming Markets/Settlement Changes

- Forward Capacity Market bill acceleration proposal
- Forward Capacity Market cost allocation changes
- Mystic Cost of Service Agreement
- Multiprotocol Label Switching (MPLS) MIS report
Forward Capacity Market Bill Acceleration Proposal

Effective date June 1, 2022 if approved

Proposed Changes

• Convert the monthly settlement of credits and charges related to a Capacity Supply Obligation (CSO) in the Forward Capacity Market (FCM) to a daily settlement
  – Majority of FCM settlement will be billed on same schedule as Ancillary Services
  – A small number of FCM settlement will continue to be billed monthly
• Submit Capacity Load Obligation (CLO) bilateral contracts by noon of the first business day of the month
  – Current deadline for CLO bilateral contracts is two business days after the month

Benefits

• Reduces Financial Assurance requirement for LSEs
• Accelerates Resource payments
• Improves the overall financial position of the control area

For further reference:

Markets Committee
Accelerate FCM Billing and Settlement - WMPP ID: 160

Accelerate FCM Billing and Settlements
Presentation by ISO-NE
Forward Capacity Market Cost Allocation Changes
Effective June 1, 2022

FCM Cost Allocation is a methodology to distribute charges in the capacity market (replaces the current Net Regional Clearing Price methodology)

Coming up:
• Cost allocation training is coming in 2022
• Market Information Server (MIS) reports changes
  – Modified existing reports
  – New credits and charges MIS reports

ISO-NE FERC Filing

ER18-2125-000
Link to FERC filing active in .pdf version.
Mystic Cost of Service Agreement

Effective June 1, 2022

The Mystic Cost of Service Agreement provides monthly supplemental capacity payments to the Mystic resources in the 2022/23 and 2023/24 capacity commitment periods:

- Credits: Active Lead Market Participant of Generators subject to the agreement
- Charges: Participants with Real Time Load Obligation

New MIS Report

Including:

- SR_COSCHARGE
- SR_COSTUCHARGE

For further reference:

Mystic Cost of Service Agreement worksheet

Settlements Forum Q3 2020 materials
Multiprotocol Label Switching (MPLS) MIS report
Q1 2022

No changes to existing non-hourly invoices
• Windstream Installation
• Windstream Monthly
• Windstream Managed Services
• Sprint Monthly
• Sprint Wireless

New MIS Report (SD_MPLS)
• Provide more transparency and clarity in breakdown of charges
Informational Items

• 2022 New Year’s Day holiday
• Open Access Transmission Tariff regional rates update reminder
• Settlements Forum Dates
• Questions
New Year’s Day holiday observance:

• Friday, December 31, 2021
  – Settlement Holiday
• Monday, January 3, 2022
  – Regular settlement business day*
  – Data submission requirements according to M-28, Section 5.3

* ISO-NE is closed on Monday. Bill goes out on Tuesday 1/4/2022
Open Access Transmission Tariff Regional Rates Change

Coming up January 1, 2022

Rates Update

- June 1, 2021 – December 31, 2021
  - Schedule 9 (Regional Network Service “RNS”)
  - Schedule 8 (Through or Out Service “TQUT”)

For further reference:

New England Transmission Owners (NETO) FERC Filing ER20-2054-001

RNS Rates Effective June 1, 2021 and January 1, 2022
Presentation by the PTO AC Rates Working Group

From Q3 2021 Settlements Forum
Settlements Forum Dates 2021

- Q1: Thursday, March 4 at 10:00 AM
- Q2: Thursday, June 3 at 10:00 AM
- Q3: Thursday, September 2 at 10:00 AM
- Q4: Thursday, December 2 at 10:00 AM
Settlements Forum Dates 2022

- Q1: Thursday, March 3 at 10:00 AM
- Q2: Thursday, June 2 at 10:00 AM
- Q3: Thursday, September 8 at 10:00 AM
- Q4: Thursday, December 1 at 10:00 AM
Submit a request via Ask ISO (preferred)
https://askiso.force.com/

Email AskISO@iso-ne.com

Phone
(413) 540-4220 (call center)
(833) 248-4220

Pager (for emergency inquiries outside of business hours)
(877) 226-4814

Business hours and additional contact details are available from the Participant Support page

Visit the Participant Support page
Q&A Questions

Please note: Some of the questions have been edited and modified for clarity.

Q1: **Which FCM credits/charges are converted to daily and which ones are monthly?**

The major FCM credits such as FCA (forward capacity auction), ARA (annual reconfiguration auction), MRA (monthly reconfiguration action) will be settled daily. Please refer to slide 24 of this presentation which provides a detail list to this question: [https://www.iso-ne.com/static-assets/documents/2021/10/a04_mc_2021_10_13_14_iso_ne_accelerate_fcm_billing_and_settlement_presentation.pptx](https://www.iso-ne.com/static-assets/documents/2021/10/a04_mc_2021_10_13_14_iso_ne_accelerate_fcm_billing_and_settlement_presentation.pptx)

Q2: **Often people categorize charges/credits to load as energy, ancillary services, or capacity. Does the Mystic Cost of Service covered in Slide 6 fall into one of these categories?**

The Mystic Cost of Service provides reliability and would be more fitting to categorize under capacity.

Q3: **Is there a targeted timeframe for when we can expect the updated/new MIS reports to be published, and the updated calculation documentation to be published?**

The updated/new MIS reports are anticipated to be published by late March. The updated calculation documentation should be published by early May.