

Congestion Management WG

WG Meeting #7 and #8 – July 24–25 and July 31-August 1 with 30+ participants actively attending the meetings

RRG Assignments to the CM WG:

- **Congestion Pricing – in process**
- **Transmission Congestion Reservations and the Honoring of Existing Transmission Contracts – in process**
- **Control area functions to be performed by the RTO – Joint team with Ancillary Services**
 - **Joint team - Scheduling Coordinator and Control Areas**
- **Transmission Planning – Pricing Mechanism**
 - **Joint subgroup working with Planning and Transmission Pricing WGs**

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CM Teams active – Issues being addressed

Rights (how, when, what), stability of FDF and derating, etc – multiple reviews held on position paper.

Existing rights at startup of RTO, translation to flow based and allocation – multiple reviews held, still expanding the details.

Scheduling and Managing Congestion – Working with physical rights model addressing concerns of participants, driving to consensus.

Pricing signals for long term expansion – jointly working with Planning

Define flow gates and criteria to update, define FDF – Being worked with Planning- lower priority, need to define principles and high level process.

Mitigation of market power (draft paper generated – shared with market monitoring team members) – on hold

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Next Week

Presentation by CM WG to RRG

RRG Presentation Overview

Issues Assigned by RRG

Physical Rights Model

Contracts, Obligations and Assignment of Rights

Firm Transmission Rights / Other Rights

Scheduling and Managing Congestion

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Physical Rights Model

- **Objectives**
- **Characteristics**
- **Flow Paths (Cut planes)**
 - **Commercially Significant**
 - **Adding and Removing Flow Paths**
 - **Definition for Congestion Zones**
- **Flow Distribution Factors**
 - **Establishing**
 - **Stability and Upgrading**
 - **Thresholds for Use**

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Contracts, Obligations and Assignment of Rights

- Definition
- Translation Process
 - Quantities and Allocation of FTRs - Principles
 - Method to Allocate Rights and/or Auction Revenues

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Firm Transmission Rights

- Objectives
- Characteristics
- Type of Rights
- Derating of Rights
- Auction
 - Process
 - Revenue Allocation and Distribution
- Release Schedule
- Firmness of Rights – Term Sheet

Recallable Transmission Rights

Non-Firm Transmission Rights

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Scheduling and Managing Congestion

- Long Term – Year to Day Ahead
- Day Ahead Pre- Schedule
- Post Day Ahead Activity
- 1 hour Ahead
- Real Time
- Settlement Activities

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Work Group Report (continued)

- Deadlocks – None

Still discussing contentious issues

Slowly converging on specific list of issues

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Calendar:

May 24, 2000	Kick Off Meeting - Complete	RTO West Facility
June 6-7, 2000	CM Workshop - Complete	RTO West Facility
June 12	CM WG Meeting #2 - Complete	RTO West Facility
June 19	CM WG Meeting #3 - Complete	RTO West Facility
June 26-27	CM WG Meeting #4 - Complete	RTO West Facility
July 10-11	CM WG Meeting #5 - Complete	RTO West Facility
July 18	CM WG Meeting #6 - Complete	RTO West Facility
July 24-25	CM WG Meeting #7 - Complete	RTO West Facility
July 31-August 1	CM WG Meeting #8 - Complete	RTO West Facility
August 7-8	CM WG Meeting #9 -	RTO West Facility

Continue as needed in August

More Face to Face Meetings