

NYISO Certification

Description:

NYSRC Reliability Rule Reference (No. and Name)

A.2: Establishing Load Serving Entity Installed Capacity Requirements and Deliverable External Area Installed Capacity

NYSRC Requirement(s) for which compliance is being self-certified

R4. Each *LSE* shall certify and maintain its *ICAP* obligation for the next *Capability Period*, including any *locational* and *external ICAP*, in accordance with *LSE ICAP* requirements established by the *NYISO* Tariff and the *NYISO* Installed Capacity Manual.

Compliance Monitoring Process

Compliance Monitoring Responsibility:

- M1: RCMS
- M2: NYISO/RCMS
- M3: RCMS

Compliance Documentation Reporting Frequency:

- M1: Annually
- M2: Annually
- M3: When required

Compliance Reporting Requirements:

- M1: In accordance with Annual Compliance Monitoring Program requirements
- M2: *NYISO* Certification of *LSE* Compliance
- M3: As required

Measure No.

<input checked="" type="checkbox"/> Full Compliance	M2. Each <i>LSE</i> demonstrated that it procured sufficient <i>capacity</i> from Installed Capacity Suppliers to meet its <i>ICAP</i> requirement, in accordance with R4.
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Levels of Non-Compliance

___ Level 1	M2. Not applicable.
___ Level 2	M2. Not applicable.

___ Level 3	M2. Not applicable.
___ Level 4	M2. The <i>LSE</i> fails to comply with <i>NYISO</i> requirements to demonstrate that it procured sufficient <i>capacity</i> to meet its ICAP obligation.

Notes: Sections 5.10 and 5.11.2 of the Market Services Tariff and section 3.4 of the NYISO Installed Capacity (ICAP) Manual require that each LSE procure sufficient Unforced Capacity (UCAP) to meet its Minimum Unforced Capacity Requirement each month. In that same section of the ICAP manual, there is a requirement that LSEs certify to the NYISO the amount of UCAP they have obtained for the upcoming Obligation Procurement Period. This certification takes place in the ICAP Automated Market application. LSEs that fail to successfully certify sufficient UCAP to meet their minimum UCAP requirement are automatically entered into the Spot Market Auction for the associated Obligation Procurement Period, and UCAP is purchased on their behalf. Section 5.14.1 of the Market Services Tariff specifies that UCAP purchased in the Spot Market Auction shall be used by an LSE toward all components of its UCAP obligation. Evidence of compliance resides within the ICAP Automated Market software.

Certified by: J. Boles

Title: Manager, Installed Capacity Market Operations

Date: November 22, 2016