NYISO System & Resource Planning Status Report June 30, 2025

Comprehensive System Planning Process (CSPP):

• On May 13, 2024, FERC issued a final rule (Order No. 1920), titled *Building for the Future Through Electric Regional Transmission Planning and Cost Allocation*, that adopts the most significant reforms to transmission planning processes in over a decade. The primary focus of Order No. 1920 is the adoption of a new Long-Term Regional Transmission Planning process that uses scenarios to evaluate at least a 20-year time horizon. On November 21, 2024, FERC issued an amendment (Order No. 1920-A) to the final rule based on requests for rehearing and clarification that "refines and improves" the Long-Term Regional Transmission Planning adopted in Order No. 1920. On March 24, 2025, FERC granted the NYISO's request for extensions of the compliance deadlines with the NYISO's initial compliance filing due April 30, 2026 and its submission to address the interregional coordination requirements due June 14, 2027. (Current)

Reliability Planning Process:

- The final 2024 Reliability Needs Assessment ("RNA") report and accompanying fact sheet were posted to the NYISO website on November 20, 2024, following approval by the NYISO Board of Directors. The RNA identified a reliability need associated with a deficiency in New York City (transmission security overload beginning 2033). In April 2025, the NYISO determined that relevant system updates mitigated the reliability need and, therefore, the NYISO will not solicit for solutions. The NYISO will continuously evaluate the reliability of the system as changes occur and consider risks through scenarios in the ongoing Comprehensive Reliability Plan. (Current)
- The 2023 Quarter 2 Short-Term Assessment of Reliability ("STAR") issued on July 14, 2023
 and identified a Short-Term Reliability Need in summer 2025 in New York City. The NYISO
 solicited market-based solutions to the reliability need from interested parties, along with a
 regulated solution from Con Edison. On November 20, 2023, the NYISO published the
 Short-Term Reliability Process Report addressing the 2025 reliability need. (Current)
 - The permanent solution to address this need is the Champlain Hudson Power Express ("CHPE") project planned to enter service in spring 2026.
 - To ensure the continued reliability of electric service in New York City, the NYISO has designated the generators on the Gowanus 2 & 3 and Narrows 1 & 2 barges to temporarily remain in operation after the DEC Peaker Rule compliance date until permanent solutions to the Need are in place, for an initial period of up to two years (May 1, 2027). There is a potential for an additional two-year extension (to May 1, 2029) if reliability needs still exist, as provided by the DEC Peaker Rule. Through the quarterly STAR studies, the NYISO will continuously evaluate the reliability of the system as changes occur and will carefully monitor the progress of the CHPE project toward completion.

 The NYISO issued the 2025 Quarter 1 STAR on April 14, 2025, which did not identify any new Short-Term Reliability Process Needs. The 2025 Quarter 2 STAR commenced on April 15, 2025 and will be issued by July 14, 2025. (Current)

Economic Planning Process:

- The NYISO published the 2023-2042 System & Resource Outlook study ("the Outlook") in July 2024 and is available on the NYISO's <u>website</u>. (Current)
 - The key findings from the Outlook highlight several areas of the system that should be monitored or pursued, including Central East dynamic voltage support services, Western NY/Southern Tier, and Northern NY. This information informs stakeholders and policymakers regarding new potential transmission needs driven by public policy requirements, currently under consideration by the PSC.
- The NYISO kicked-off the 2025-2044 System & Resource Outlook study with stakeholders in May, 2025. The 2025-2044 System & Resource Outlook is anticipated to be complete in 2026. (Current)

Public Policy Transmission Planning Process:

- On March 18, 2021, the PSC issued an order (referred to as the "Long Island Offshore Wind Export PPTN") finding that the state Climate Leadership and Community Protection Act (CLCPA) constitutes a Public Policy Requirement driving the need for transmission to ensure delivery of at least 3,000 MW of offshore wind connected to Long Island. On June 13, 2023, following extensive evaluation of 16 viable and sufficient transmission projects, the NYISO Board of Directors selected Propel NY's (a partnership of NY Transco and NYPA) T051 Alternate Solution 5 project as the more efficient or cost-effective transmission solution to meet the Long Island Offshore Wind Export PPTN. All development agreements have been executed and development of the projects are in progress. (Current)
- On June 22, 2023, the PSC declared a Public Policy Transmission Need to integrate at least 4,770 MW of offshore wind into New York City ("NYC PPTN"). On June 17, 2024, the NYISO received 28 proposed solutions. On October 30, 2024, the NYISO filed with the PSC the final Viability & Sufficiency Assessment ("VSA"), finding that all 28 proposed solutions were both viable and sufficient to meet the declared need. The NYISO is now performing a comparative review of those projects using a variety of established metrics and presented preliminary results at the June 25, 2025 ESPWG meeting along with independent cost estimates for each project.. Using the results from those metrics, NYISO staff will make a recommendation as to the more efficient or cost-effective solution to the NYC PPTN for consideration by the NYISO Board of Directors, which is estimated to occur in Q4, 2025. (Current)
- On August 22, 2024, the NYISO posted a notice requesting proposed transmission needs in New York State driven by public policy requirements. This notice initiated the 2024-2025 cycle of the public policy transmission and started a 60-day response window for interested parties to submit potential needs. The NYISO received <u>seventeen responses</u> identifying transmission needs driven by public policy requirements, and the NYISO filed the responses with the PSC on November 14, 2024. In response to a request from the PSC for comments on the proposed transmission needs for the 2024-25 cycle, the NYISO submitted, on February 24, 2025, comments encouraging the consideration of public policy transmission needs for (i) central east dynamic voltage support, (ii) western NY transmission upgrades,

and (iii) northern NY transmission upgrades. Other entities filed comments on transmission needs driven by public policy requirements for the PSC's consideration. (Current)

Interregional Planning:

JIPC/IPSAC:

- The Joint ISO/RTO Planning Committee (JIPC) is continuing to exchange data and information, review transmission needs in neighboring regions, review interconnection projects with interregional impacts, and maintain an interregional production cost database. The final 2023 Northeast Coordinated System Plan (NCSP) was published on May 28, 2024. An Interregional Planning Stakeholder Advisory Committee (IPSAC) meeting was held on December 6, 2024, at which the JIPC provided updates on processes and studies among the three regions. The next IPSAC meeting will be held May 2 2025. (Current)
- ISO-NE sent a letter to JIPC requesting a study to determine whether the current limitation
 (as memorialized in a three-party joint operating agreement among ISO-NE, NYISO, and
 PJM) on ISO-NE's largest single loss of source contingency can be increased from 1,200 MW
 to 2,000 MW. The three members of the JIPC agreed to perform a coordinated study led by
 ISO-NE, which is underway. JIPC provided an update to stakeholders at the May 2 IPSAC.
 (Current)

EIPC:

• The Eastern Interconnection Planning Collaborative (EIPC) is involved in a number of interregional planning initiatives, including discussions with FERC and NERC regarding evaluation of interregional transfer capability. This includes support of the NERC Interregional Transfer Capability Study (ITCS) ordered by the U.S. Congress to study the reliable transfer of electric power between neighboring transmission planning regions. Since October 2023, the NYISO and other EIPC members have participated in the ITCS through the Advisory Group whose role was to consult with NERC on the study design, execution, and recommendations. On November 19, 2024, NERC filed the full ITCS report with FERC in advance of the December 2 deadline. On December 27, 2024, the ITCS was published in the Federal Register; comments were due on February 25, 2025. On March 25, 2025, NERC submitted reply comments in response to the comments filed on the ITCS. NERC's reply comments address three main points raised by commenters: (1) the factors considered to develop prudent addition recommendations to enhance transfer capability; (2) the scope of the ITCS and data assumptions used; and (3) stakeholder engagement. (Current)