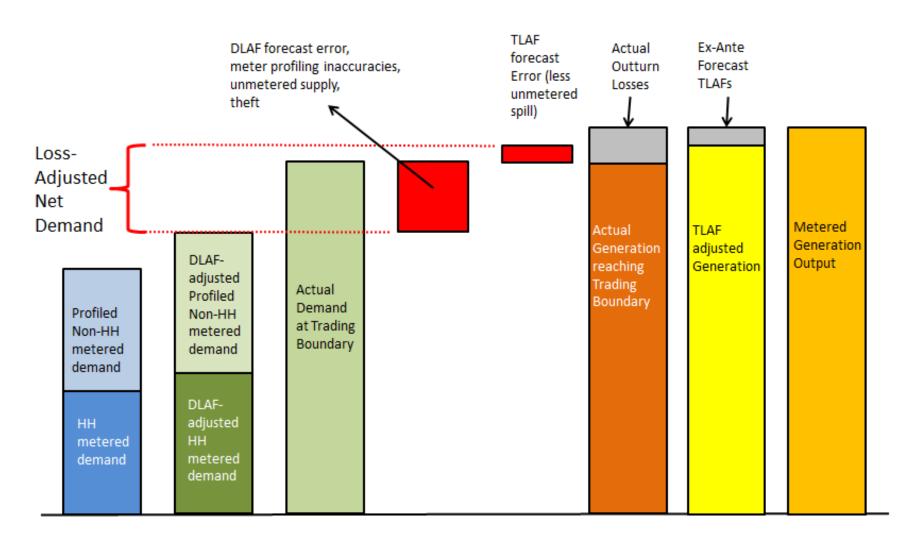
ETA Workshop 2.3

Global Aggregation

Loss-Adjusted Net Demand What is it?

- The Loss-Adjusted Net Demand is the difference between
 - loss-adjusted metered generation (i.e. adjusted for TLAFs) and
 - loss-adjusted metered demand (i.e. adjusted for DLAFs)
- This difference is composed of
 - TLAF ex-ante forecast inaccuracies
 - Unmetered generation (spill)
 - Demand Meter Profiling inaccuracies
 - Unmetered supply
 - Theft
 - DLAF ex-ante forecast inaccuracies

Loss-Adjusted Net Demand What is it?



Loss-Adjusted Net Demand (by jurisdiction) How is it calculated? (1)

- Loss-Adjusted Net Demand per jurisdiction is equal to the Metered Generation (jurisdiction)
 less the Metered Demand (jurisdiction)
 plus the Net Import (jurisdiction),
 adjusted for the jurisdiction's share of the losses
- Article 4.91 of the Trading and Settlement Code

$$NDLFeh = \sum_{u \text{ in } e} (MGuh) - \sum_{v \text{ in } e} (MDvh) + NIJIeh$$

$$-\left(\sum_{u} (MGuh) - \sum_{u} (MGLFuh) + \sum_{v} (MDLFvh) - \sum_{v} (MDvh)\right) \times \left(\frac{\sum_{u \text{ in } e} (MGuh) + NIJIeh}{\sum_{e} \sum_{u \text{ in } e} MGuh}\right)$$

Loss-Adjusted Net Demand (by jurisdiction) How is it calculated? (2)

$$NDLFeh = \sum_{u \text{ in } e} (MGuh) - \sum_{v \text{ in } e} (MDvh) + NIJIeh$$

$$-\left(\sum_{u} (MGuh) - \sum_{u} (MGLFuh) + \sum_{v} (MDLFvh) - \sum_{v} (MDvh)\right) \times \left(\frac{\sum_{u \text{ in } e} (MGuh) + NIJIeh}{\sum_{e} \sum_{u \text{ in } e} MGuh}\right)$$

$$\sum_{u \text{ in } \epsilon} (MGuh)$$

Sum of Metered Generation in jurisdiction

$$-\sum_{v,m} (MDvh)$$

Sum of Metered Demand in jurisdiction



Net Inter-Jurisdictional Import to jurisdiction

Loss-Adjusted Net Demand (by jurisdiction) How is it calculated? (3)

$$NDLFeh = \sum_{u \text{ in } e} (MGuh) - \sum_{v \text{ in } e} (MDvh) + NIJIeh$$

$$- \left(\sum_{u} (MGuh) - \sum_{u} (MGLFuh) + \sum_{v} (MDLFvh) - \sum_{v} (MDvh) \right) \times \left(\frac{\sum_{u \text{ in } e} (MGuh) + NIJIeh}{\sum_{e} \sum_{u \text{ in } e} MGuh} \right)$$

$$\sum$$
 (MGuh) Sum of Metered Generation

$$-\sum$$
 (MGLFuh) Sum of Loss-Adjusted Metered Generation

$$+\sum (MDLFvh)$$
 Sum of Loss-Adjusted Metered Demand

$$\sum (MDvh)$$
 Sum of Metered Demand

$$\left(\sum_{u} (MGuh) - \sum_{u} (MGLFuh) + \sum_{v} (MDLFvh) - \sum_{v} (MDvh)\right)$$

Estimated All-Island Losses (based on ex-ante TLAFs and DLAFs)

Loss-Adjusted Net Demand (by jurisdiction) How is it calculated? (4)

$$NDLFeh = \sum_{u \text{ in } e} (MGuh) - \sum_{v \text{ in } e} (MDvh) + NIJIeh$$

$$- \left(\sum_{u} (MGuh) - \sum_{u} (MGLFuh) + \sum_{v} (MDLFvh) - \sum_{v} (MDvh) \right) \times \left(\frac{\sum_{u \text{ in } e} (MGuh) + NIJIeh}{\sum_{e} \sum_{u \text{ in } e} MGuh} \right)$$

$$\left(\frac{\sum_{u \text{ in } e} (MGuh) + NIJIeh}{\sum_{e} \sum_{u \text{ in } e} MGuh}\right)$$

(Metered Generation in jurisdiction

+ Net Inter Jurisdictional Import to jurisdiction)

divided by All-Island Metered Generation

i.e. ratio of estimated All-Island losses assigned to jurisdiction

Who pays in SEM?

- The cost of the NDLF (Loss-Adjusted Net Demand) is smeared across all suppliers based on their market share and meter data type (Interval or Non-Interval)
- Currently smeared across Non-Interval metered demand (profiled demand) only
- This is a policy decision in both jurisdictions T&SC allows for the RMVIP (Residual Meter Volume Interval Proportion) to be parameterised
- RMVIP currently set to zero in both jurisdictions

Options for I-SEM

- Cost of the NDLF, calculated at the Imbalance Price, could be allocated to suppliers as currently
- Alternatively, the <u>volume</u> of the NDLF could be allocated to suppliers
 - this volume allocation could respect the RMVIP as currently
 - could give greater flexibility to suppliers

Global Aggregation Discussion

