Short-term Preemption and ROFR Project Update

Feb 16, 2022

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Agenda

- Status update
- Default PCM Schedule for BP v4
- Preemption BP v5
- Examples of PCM email notifications
- Draft Preemption and ROFR Procedures document

Preemption and ROFR Status

✓ Final Preemption BP v4 has been posted. At least 3 weeks notice will be given before the BP goes effective.

✓ OATI software changes have been completed.
  o Preemption and Competition (PCM) changes for webTrans and OASIS have been deployed to Production.
  o PCM is ready to be enabled.

❑ Billing changes for Redirects that successfully exercise ROFR are behind schedule.
  o This is the only gating item remaining.
  o Unfortunately, we don't have a firm schedule.

• Still hoping for go-live for Monthly service in March.
  o The delay in EIM does not impact our ability to go-live in March. 3

Default PCM Schedule for BP v4

- Week 0: Confirm readiness to bill 1 month after PCM goes live.
- Week 1:
  - Give 3 week notice for PCM version 4 effective date.
  - Announce training schedule.
- Week 2:   Start PCM training sessions.
- Week 3: Complete PCM training sessions.
- Week 4:
  - PCM version 4 is effective.
  - PCM go-live for Monthly service, with Redirects.
- Week 7:   PCM go-live for Weekly service with Redirects
- Week10: PCM go-live for Daily service with Redirects

- ❖ Schedule will be adjusted to allow at least 2 weeks buffer around EIM go-live.

Preemption BP v5

- Will apply to Hourly Firm and Non-Firm.

- BPA is drafting the changes to the BP now.

- Version 5 will not be posted for customer comment until v4 becomes effective, hopefully in March.

- Version 5 will not become effective until PCM has successfully been running for Daily Firm and Non-Firm under v4 for at least 3 weeks.

- We will likely be proposing a phased implementation of PCM for Hourly service under v5.
  - Firm Hourly NT Challengers vs Firm Hourly PTP Defenders.
  - Firm Hourly PTP Challengers vs Firm Hourly PTP Defenders.
  - Non-Firm Hourly PTP Challengers vs Non-Firm Hourly PTP Defenders.

PCM Email Notification Examples

PCM has started for a Challenger

- Information can be queried using the template **preemption** with PREEMPTION_REF.
- The email and OASIS template query both return: the Challenger, all Defenders, all Dependents of the Defenders.
- The PREEMPTION_COMPONENT_STATE is the status of each AREF within the PCM process. "ACTIVE" means in progress.

PCM has started for a Defender

[EXTERNAL] Assignment Ref 71143579 is a DEFENDER in preemption 1034 with state ACTIVE

Retention Policy   BPA Capstone - 7 Year Policy (7 years)

ℹ️ Links and other functionality have been disabled in this message. To turn on that functionality, move this message to the Inbox.

```
TIME_STAMP=20220209150149CS
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RETURN_TZ=CS
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ROFR_FLAG,ROFR_REF,ROFR_DEADLINE,DEFENDER_REF,RELATED_REF,REASSIGNED_REF,INITIATION_TIME,COMPLET
N,1034,ACTIVE,BPAT,CHALLENGER,ACTIVE,CPSE,71143581,,,,,,,20220209150148CS,,20220209150149CS
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```

- ROFR_FLAG = Y means the Defender has ROFR.
- When the ROFR_FLAG = Y, the ROFR_DEADLINE tells you when ROFR must be submitted to be valid.
- The ROFR_REF is used to look up the ROFR Notification on OASIS.   ROFR can be submitted or declined from the ROFR Notification.

PCM has started for a Dependent

[EXTERNAL] Assignment Ref 71143580 is a DEPENDENT in preemption 1034 with state ACTIVE

tention Policy   BPA Capstone - 7 Year Policy (7 years)

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RETURN_TZ=CS
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ROFR_FLAG,ROFR_REF,ROFR_DEADLINE,DEFENDER_REF,RELATED_REF,REASSIGNED_REF,INITIATION_TIME,COMPLE
N,1034,ACTIVE,BPAT,CHALLENGER,ACTIVE,CPSE,71143581,,,,,,,,20220209150148CS,,20220209150149CS
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```

- A Dependent is either a Resale or a pending Redirect from a Defender.
- The Assignee will be notified via email when the parent capacity is being challenged.
- The email and template results shows the Defender AREF and whether the Defender has ROFR.

Defender has successfully exercised ROFR

[EXTERNAL] Assignment Ref 71143579 is a DEFENDER in preemption 1034 with state MATCHED

Retention Policy   BPA Capstone - 7 Year Policy (7 years)   Expires   2/9/2029

ⓘ Links and other functionality have been disabled in this message. To turn on that functionality, move this message to the Inbox.

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ROFR_FLAG,ROFR_REF,ROFR_DEADLINE,DEFENDER_REF,RELATED_REF,REASSIGNED_REF,INITIATION_TIME,COMPLETION_TIME,TIME_OF_LAST
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```

- The Defender has reached a final state of MATCHED.   This means ROFR was granted.
- The Dependent has also been COMPLETED at the same time as the Defender.
- Note that the Challenger is still in progress (ACTIVE).
- The overall PCM process is also still in progress: PREEMPTION_PROCESS_STATE = ACTIVE.

Challenger has received a Counteroffer

[EXTERNAL] Assignment Ref 71143581 is a CHALLENGER in preemption 1034 with state PARTIAL

Retention Policy   BPA Capstone - 7 Year Policy (7 years)   Expires   2/9/2029

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ASSIGNMENT_REF,ROFR_FLAG,ROFR_REF,ROFR_DEADLINE,DEFENDER_REF,RELATED_REF,REASSIGNED_REF,INITIATION_TIME,COMPLETION_TIN
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Y,1034,,CPSE,DEPENDENT,COMPLETED,APSE,71143580,,,,71143579,,71143579,,,20220209150412CS,20220209150412CS
```

- The Challenger has now reached a final state.
- PREEMPTION_COMPONENT_STATE = PARTIAL means the Challenger got a counteroffer.
- The overall PCM process is done. PREEMPTION_PROCESS_STATE = COMPLETED. All AREFs must be in a final status before the overall process can be completed.

B O N N E V I L L E   P O W E R   A D M I N I S T R A T I O N

Challenger has received a Full Offer

- This is a different Preemption and ROFR process: PREEMPTION_REF = 1035.
- The Challenger received a full offer (PREEMPTION_COMPONENT_STATE = FULL) and the overall process is done (PREEMPTION_PROCESS_STATE = COMPLETED).

Defender has been Preempted

[EXTERNAL] Assignment Ref 71143579 is a DEFENDER in preemption 1035 with state PREEMPTED

Retention Policy   BPA Capstone - 7 Year Policy (7 years)   Expires   2/9/2029

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ROFR_FLAG,ROFR_REF,ROFR_DEADLINE,DEFENDER_REF,RELATED_REF,REASSIGNED_REF,INITIATION_TIME,COMPLETION_TIME,TIME_OF_LAST_U
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Y,1035,,CPSE,DEPENDENT,COMPLETED,APSE,71143580,,,,71143579,,71143579,,,20220209153323CS,20220209153323CS
```

- This is the same Preemption and ROFR process (PREEMPTION_REF = 1035).
- The Defender was preempted (PREEMPTION_COMPONENT_STATE = PREEMPTED).
- Note that the Defender did not have ROFR (ROFR_FLAG = N).

Preemption and ROFR Procedures

Preemption and ROFR Procedures Document

- This is an OASIS "how-to" document for common functions related to PCM that is linked from the Preemption v4 BP.

- A draft version will be posted for customer review by the time of the CBPI call.

- Since this is not a Business Practice, BPA will not go through a formal comment process.

  - However, BPA is interested in any comments, suggestions, or questions.   Please send to: techforum@bpa.gov

- A "final version" will be published prior to PCM training.

- Most of the content will be demonstrated as part of the PCM training.

Background Reference

Terminology Recap

- Preemption and ROFR: The overall process that carries out Section 13.2 of the tariff in which a higher priority request may challenge lower priority requests and reservations for constrained capacity.

- Right of First Refusal (ROFR): The ability for PTP customers to defend their existing reservation by agreeing to match the terms of a challenging PTP request.

- Defender: Request or reservation holding conditional capacity that is at risk from higher priority requests.

- Challenger: The higher priority request that can challenge.

- Preemption without ROFR: Scenario in which the Defender really has no defense. Their capacity can simply be taken by the Challenger. Most commonly involves an NT Challenger against any PTP Defender.

- Preemption with ROFR: Scenario in which the Defender may choose to exercise ROFR to keep their existing reservation.   Only occurs between a PTP Challenger and a PTP Defender holding a reservation.

- PCM: The OATI software that carries out Preemption/ROFR.