Queue Rollover/Remainder
Current Rollover Business Practice

• Offer a customer a long-term transmission service reservation (PTP or NITS) with rollover rights to requests with a contract term of less than 5 years.
  
  – If customer originally requested at least 5 years of service and there is ATC for at least the last month requested and the rollover period.

  – In other words, BPA does not base rollover eligibility strictly on a reservation’s contract term of service offered, but instead makes offers based on the duration originally requested.

This current policy was identified as an area of non-compliance with FERC’s pro forma tariff and industry practice.
New Rollover Business Practice

- Complies with FERC’s *pro forma* and BPA tariff regarding rollover rights but would result in a change to BPA policy regarding how it processes requests for customers participating in study/build process.
  - In general, BPA will limit granting rollover rights based on whether a reservation has a contract term of five years or more, unless the Customer is actively participating in BPA’s study or expansion process.

- Based on customer input, new rollover policy would create two categories of customer requests in BPA’s long-term pending queue in study status.
  - Customers participating in a study/build process and those customer that are not. BPA would apply different queue rulesets to each customer category.

- For customers participating in a study/build process
  - BPA will provide customers with an option to maintain their requested service duration even if the start date occurs later than expected, pursuant to section 15.5 of BPA’s tariff. This would allow customers requesting at least five years to maintain rollover consideration, provided the customer choose to maintain its originally-requested service term.

- For customers not participating in a build/study process
  - BPA would apply the 5 year service term requirement, and a customer would not have an option to extend its service term. Thus, if BPA were to make a partial offer, rollover eligibility would depend on whether the offer was for five years or longer.
Current Remainder Business Practice

• Customer may submit a Remainder TSR for ANY capacity not granted with Partial Service Offer.

• Customer may submit a Remainder TSR for less than a year.

• If Parent TSR held Rollover consideration, Rollover consideration transferred to Remainder if Remainder included end of Parent TSR’s term, regardless of duration of Remainder.
Changes to Remainder Business Practice

• Start Date, Termination Date and Duration
• Parent Capacity Prior to Partial Service Offer Start Date
• Remaining Capacity of less than one year
• Redirect Remainder guidelines for Rollover consideration

Pre-Decisional. For Discussion Purposes Only.
New Remainder Business Practice

Original TSR: 5-year with Rollover consideration; TSR queue time must be at least 60 days prior to Start Date.

No Partial Service Offer w/1 90 days of termination date

Rollover consideration

Partial Service Offer
no Rollover consideration

If Remainder less than 1 year, must submit as ST unless Remainder is Redirect to end of Parent’s term

No Remainder for Front End not offered
• Submit as new TSR;
• Queue time is submittal queue time;
• must be at least 5 years for Rollover consideration

Remainder for Back End not offered
• Start date is stop date of Partial Service Offer;
• Must be at least 5 years in duration for Rollover consideration unless Remainder is Redirect to end of Parent’s term;
• Queue time is Parent queue time

1/1/19
1/1/20
1/1/23
1/1/24
1-year Renewal deadline

Pre-Decisional. For Discussion Purposes Only.
Redirect For Rollover Consideration

Original TSR: 5-year with Rollover consideration; TSR queue time must be at least 60 days from start date.

1/1/19

Redirect for Rollover Consideration
- Must be queued at least 1 year prior to Parent termination date;
- Must include end of term of Parent TSR with Rollover consideration

1-year Renewal deadline

1/1/24

Rollover consideration

Renewal Confirmed; Rollover consideration goes to Renewal

Renewal on Parent Queued 11/15/22

Since Renewal queued first, Renewal processed first. Once Confirmed, Parent no longer has Rollover Consideration

Redirect on Parent Queued 12/1/22

Redirect on Parent: 3/1/23 to end of term; Redirect end date matches Parent end date

Pre-Decisional. For Discussion Purposes Only.
Queue Rollover/Remainder Next Steps

<table>
<thead>
<tr>
<th>Action Items</th>
<th>Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>Post Business Practices for Customer Comment</td>
<td>8/21/2019</td>
</tr>
<tr>
<td>New Policy Effective Date</td>
<td>1/1/2019</td>
</tr>
</tbody>
</table>