Short-term Preemption and ROFR Project Update

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Agenda

- Status and Schedule
- Preemption and ROFR User Guide
- Customer Readiness Recap
- Preemption BP v5
OATI software changes have been completed.
Ready to handle billing of Redirects that have successfully exercised ROFR.
3/01: 3 weeks notice given for the Preemption BP v4.
3/09 and 3/15: Customer training sessions on PCM.

3/17 at 11am: Last customer training on PCM.
3/22 at 11am: Enable PCM for Monthly firm/non-firm.
4/12* at 11am: Enable PCM for Weekly firm/non-firm.
5/03: EIM go-live
5/17* at 11am: Enable PCM for Daily firm/non-firm.

*Schedule for Weekly and Daily may change if issues arise with the prior phase.
Preemption and ROFR User Guide

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

• A “final” version is posted here.

• Since this is not a Business Practice, BPA did not go through a formal comment process.
  o However, BPA is interested in any comments, suggestions, or questions. Please send to: techforum@bpa.gov

• Everything demonstrated in the PCM training sessions is covered in this document.
Customer Readiness Recap

• Subscribe to PCM emails and alarm notifications.
  – Follow instructions in the Preemption and ROFR User Guide.
• Pay attention to the Unconditional Time of your reservations.
• Be prepared to exercise ROFR within 24 hours of OASIS notification (Competing Request Flag being set).
  – If you successfully exercise ROFR, your reservation will be extended on OASIS. You will be billed for this “new” capacity.
• Respond if your capacity has been preempted.
  – Subscribe to RECALL and RELINQUISH alarms for notification.
  – Adjust tags if the underlying reservation has been preempted.
  – Reconcile any Resales if you are the Reseller of a parent reservation that has been preempted.
Questions / Concerns / Feedback

• Is there anything that we have not yet covered?

• Is there anything that you would like to see different in the last training session tomorrow?

• If you have any other questions or feedback after this call, contact: techforum@bpa.gov
Preemption BP v5

- Will apply to Hourly Firm and Non-Firm.
- BPA is routing the draft changes to the BP now.
- Version 5 will likely be posted for customer comment in April.
- 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.
  - 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.
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.
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

• 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

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

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

- 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.
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

- 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).