

Daily PCM Kick-off

June 24th, 2014



Agenda

1. PCM Implementation to date
2. BPA's Commitment to the Customers
3. Daily PCM – the Details
4. Next Steps
5. Questions

PCM Implementation to date

1. Information Only PCM for Monthly, Weekly, and Daily Services was turned on in January, 2013.
2. Monthly PCM for Firm and Non Firm Services was fully implemented in September 2013.
3. Weekly PCM for Firm and Non Firm Services was fully implemented in December 2013.
4. Information Only for Daily PCM has continued.
5. To date, there have been no actual or possible Preemptions or Competitions in any service increment.

BPA's Commitment to the Customers

Prior to turning on Daily PCM, BPA committed to:

1. *Seek FERC guidance on how to treat Redirects within PCM process until industry systems become available to comply with Entergy ruling.*
 - Approaching FERC on this topic would violate ex-parte rules since *Entergy* ruling is on rehearing.
2. *Coordinate with the Managing Hourly Firm Sales (MHFS) project to determine whether to implement Daily PCM before or after MHFS and understand the impacts.*
 - The MHFS project has been delayed until after conclusion of higher priority projects, thus permitting consideration of Daily PCM implementation prior to MHFS.
3. Allow at least 60 days of PCM stability in the Monthly and Weekly services before implementing Daily PCM.
4. Provide a two-week notice prior to turning on PCM Daily.

The Look and Feel of Daily PCM

Table B: Preemption Timeframes for Firm Service Involving Confirmed PTP Reservations as Defenders				
Challenger Timeframes		Defender Timeframes¹ (Timeframes Below Represent The Latest Time A Defender Is At Risk Of Preemption)		
Challenger	Must Be Queued By	Monthly	Weekly	Daily
Daily PTP	72 Hours prior to 1:00 AM of the Preschedule Day	NA	NA	48 Hours prior to 1:00 AM of the Preschedule Day
Daily NT	1:00 AM Preschedule Day	NA	NA	1:00 AM Preschedule Day

¹ The Defender timeframes apply to scenarios where the Defender is a confirmed reservation. Pending requests can be bumped up to **1 AM** of the WECC Preschedule Day prior to the Defender's start of service. Challenger timeframes in Bumping scenarios are the same...

² "Preschedule Day" means WECC Preschedule Day, which starts at midnight Pacific Prevailing Time.

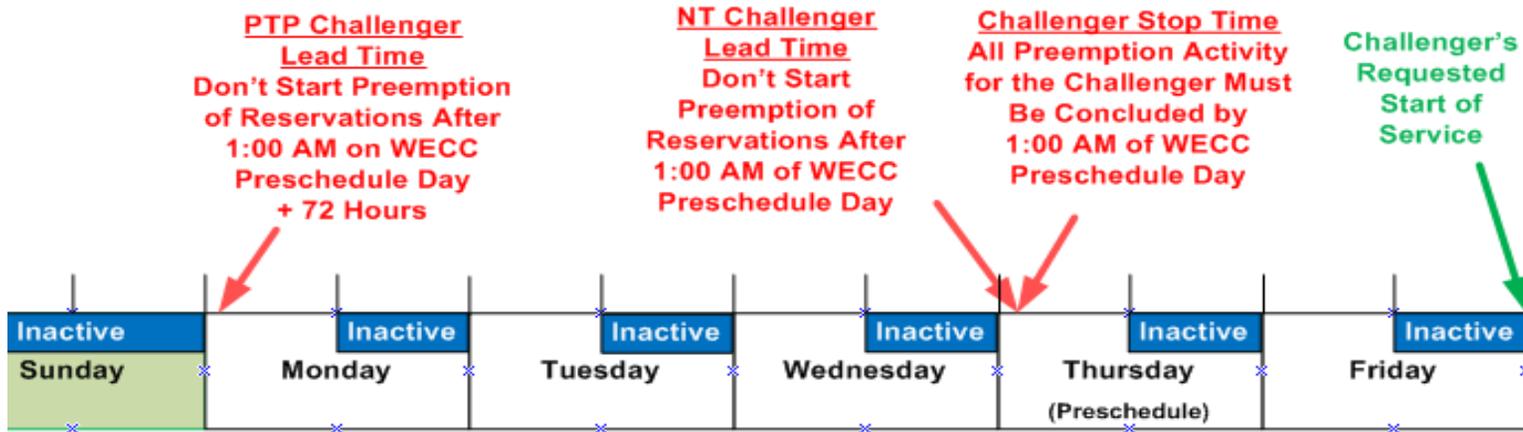
The Look and Feel of Daily PCM

Table C: Preemption Timeframes for Non-Firm Service Involving Confirmed PTP Reservations as Defenders				
Challenger Timeframes		Defender Timeframes¹ (Timeframes Below Represent The Latest Time A Defender Is At Risk Of Preemption)		
Challenger	Must Be Queued By	Monthly	Weekly	Daily
Daily	48 Hours prior to 1:00 AM of the Preschedule Day	NA	NA	24 Hours prior to 1:00 AM of the Preschedule Day
<p>¹ The Defender timeframes apply to scenarios where the Defender is a confirmed reservation. Pending requests can be bumped up to 1 AM of the WECC Preschedule Day prior to the Defender’s start of service. Challenger timeframes in Bumping scenarios are the same.</p> <p>² “Preschedule Day” means WECC Preschedule Day, which starts at midnight Pacific Prevailing Time.</p>				

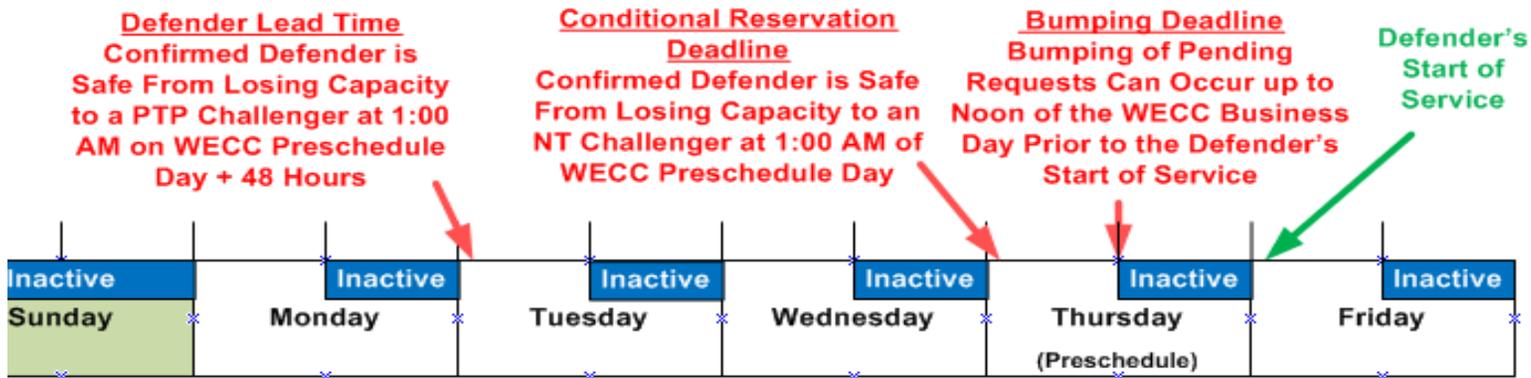
The Look and Feel of Daily PCM

Preemption Automation Window

Daily Firm Challengers



Daily Firm PTP Defenders



The Look and Feel of Daily PCM

- Requests or Reservations subject to Daily PCM:
 - Original Requests/Reservations
 - Firm and Non-Firm
- Exclusions: Redirects, Resales
- Expected Results: No PCM Daily Activity unless conditions such as redirects being included or MHFS is implemented.

PCM Going Forward

- Next Steps:
 1. Final VP approval
 2. Two-week Notice
 3. Continue weekly check-ins
 4. Begin monitoring hourly
 5. Begin customer engagement on Hourly PCM
- When should BPA commence Hourly PCM discussions with the region?

Questions?