

# TC-20 Settlement Update

January 31, 2019

# Proposed TC-20 Settlement Implementation Agenda

## January 31, 2019

TIME	TOPIC	PRESENTERS
2:00 - 2:05 PM	Welcome & Plan Overview	Rachel Dibble
2:05 - 2:15 PM	TC-20 Settlement Agreement Update	Rachel Dibble
2:15 – 2:25 PM	Business Practice Update	Rachel Dibble
2:25 - 2:35 PM	Hourly Firm and Short Term ATC Update	Kevin Johnson
2:35 - 2:45 PM	NT Update & Conversion Timeline Update	Toni Williams
2:45 – 2:50 PM	Proposed Calendar	Katie Sheckells
2:55 - 3:00 PM	Next Steps	Katie Sheckells

As a reminder, we are under *ex parte* until the Administrator issues the final ROD in the TC-20 proceeding – which is scheduled for March 1, 2019. Our discussion today is limited to our proposed settlement implementation and customer engagement plans. If you have follow-up questions after this meeting, we request that you first coordinate with Bonneville’s Counsel – Beth Loebach, 503-230-5099.

# TC-20 SETTLEMENT UPDATE

<https://www.bpa.gov/Finance/RateCases/BP-20/Meetings/TC-20%20Settlement/TC-20-Settlement-Commitments.pdf>

# **BUSINESS PRACTICE UPDATE**

# Business Practices Process Chart

## Current State (BPA-driven process)



## Future State (BPA or customer-driven process)



- New Form
- Categorize
- Draft BP

- Comment period established by category

- Comment response deadline established

# Timeline for new Business Practices Process Development

New Business Practice Development	Estimated Finish Date	Status
<p>Design Future State Process:</p> <ul style="list-style-type: none"> <li>develop process flow charts, new designated form, desk procedures and begin work on performance metrics and website design</li> </ul>	End of February	In progress
<p>Initial Soft Launch:</p> <ul style="list-style-type: none"> <li>begin processing BPs based off of new designated form, identify and communicate issues and timelines (including comment and response periods), and hold customer check-in meeting(s) on new process</li> </ul>	End of March	Not Started
<p>Mid-Point Review:</p> <ul style="list-style-type: none"> <li>update on new process and status of TC-20 settlement related BPs, engage customers to identify and resolve process issues to date</li> </ul>	End of June	In progress to develop customer meeting schedule
<p>Roll Out New Process:</p> <ul style="list-style-type: none"> <li>update customers on new process, status of TC-20 settlement related BPs, hold final customer check-in</li> <li>all BPs are managed under new process</li> </ul>	End of September	Not Started

# Business Practices Update

- Status of Business Practices in flight:
  - Conditional Firm
    - Completed all review/customer input under existing process.
    - Final version expected to be posted shortly.
  - All other BPs on hold pending new BP process (e.g., Partial LT Firm Service, Reservation Priority and Redirects)
- Examples of upcoming BPs under new BP process:
  - New BP Process
  - NT Service (Sellers Choice)
  - GI (FERC Order 845)
  - Billing Dispute Process\*
  - Balancing Reserve Capacity
  - NT Redispatch
  - Remove Price Cap

**\*February posting – test for new BP process**

# **HOURLY FIRM & SHORT TERM ATC UPDATE**



# Hourly Firm Evaluation

- BPA agreed to:
  - monitor and evaluate the hourly firm product starting mid-January 2019
  - hold 1 or more customer collaboration workshops to define the plan for monitoring and evaluating
  - post the plan and consider customer comments before finalizing the plan
  - share the results of its evaluation at least twice before July 1, 2020

# Data to Monitor and Evaluate

- BPA is collecting the raw data to use in the monitoring and evaluation of the Hourly Firm product according to 2.d of the terms of the TC-20 Settlement
- BPA has started developing some of the tools that will be needed for evaluation
- In addition, a Short-Term Redirect Transmission Service Request Calculator was created and made available at:  
<https://www.bpa.gov/transmission/Reports/TransmissionAvailability/Pages/default.aspx>

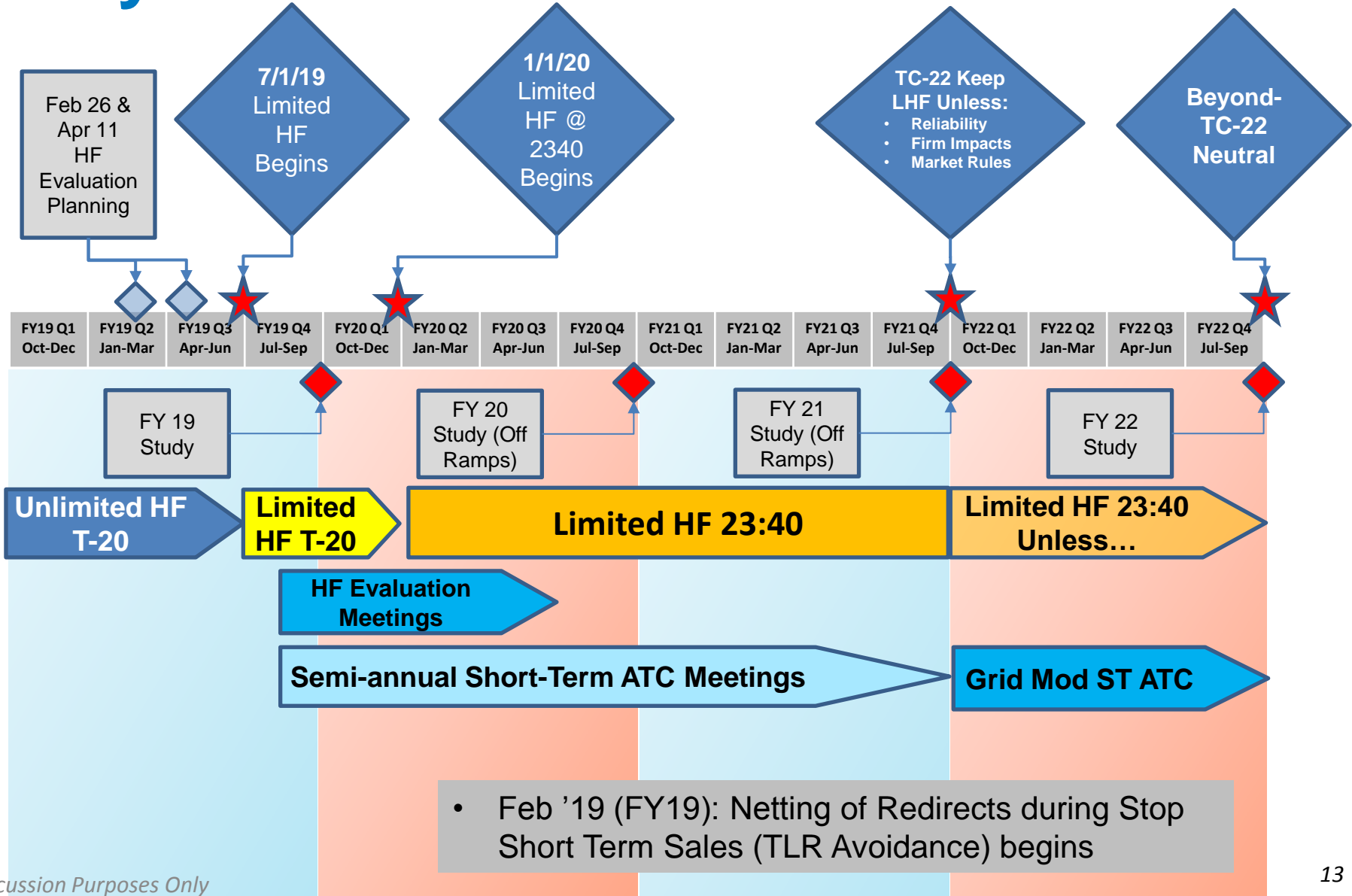
# Draft Evaluation Schedule

- January – Data collection began
- February 26<sup>th</sup> – 1st customer workshop to look at initial draft evaluation plan (materials sent 1 week before)
- April 11<sup>th</sup> – 2nd customer workshop to review plan (materials sent 1 week before)
- Late April – Post evaluation plan for comment
- Early June – Post final evaluation plan
- September '19, March '20, June '20 – Evaluation results workshops

# Short-Term ATC

- BPA agreed to:
  - Bonneville will use reasonable efforts to develop an accurate and transparent short-term ATC methodology by October 1, 2021;
  - Begin evaluation in FY19 Q2 and identify any potential improvements to short-term ATC that could be implemented before October 1, 2021;
  - Hold a short-term ATC workshop in the FY19 Q4, and the Q2 and Q4 of each fiscal year until October 1, 2021;
  - Provide a review of timelines and parameters for making specific changes to ATC/available flowgate capability (“AFC”) methodology to improve accuracy in the short-term ATC workshops; and
  - Continue to calculate and post hourly ATC/AFC values.

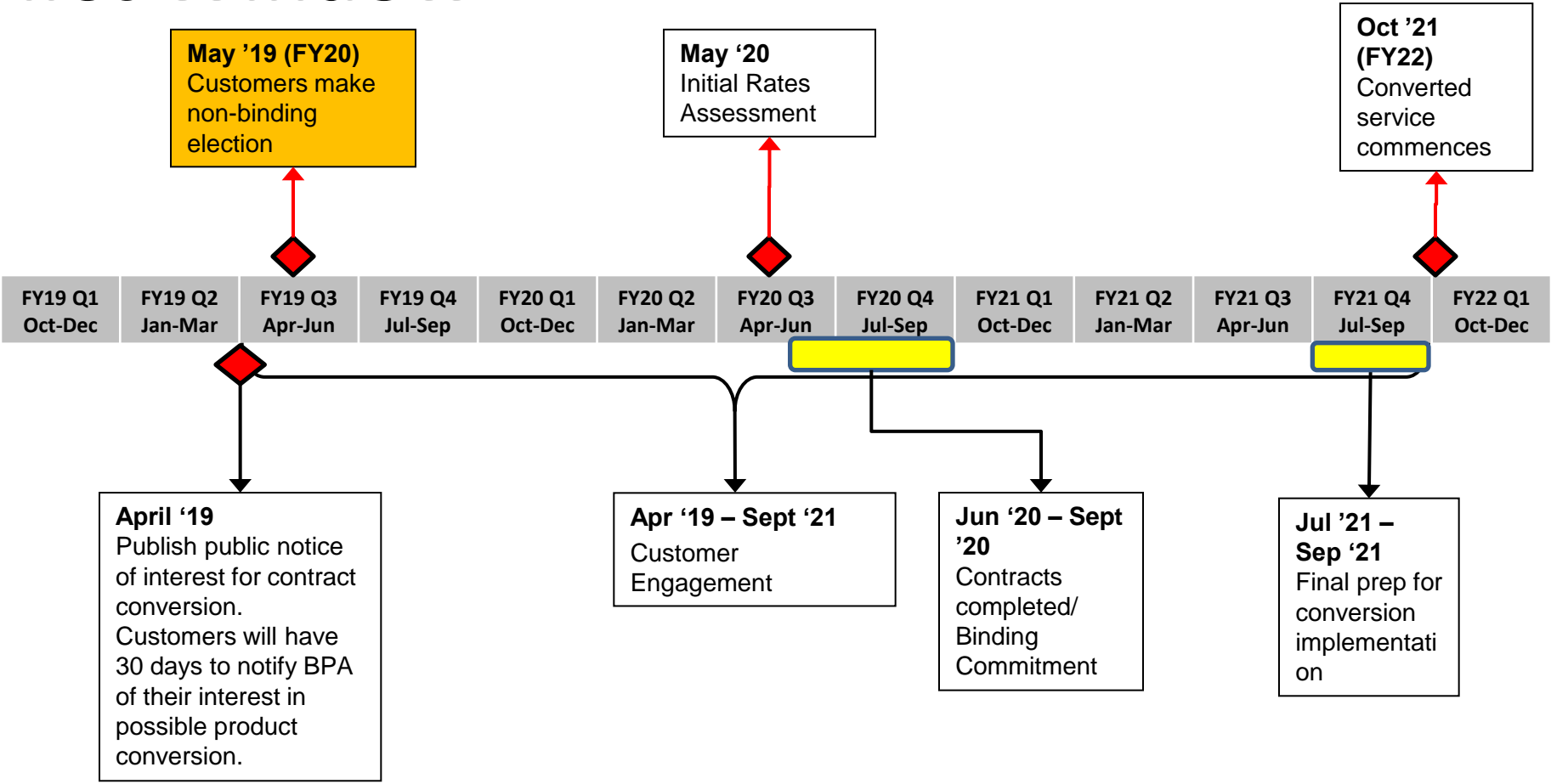
# Hourly Firm & Short-Term ATC Timeline



# PRODUCT CONVERSION

# Conversion Window Timeline – Draft

## First Window



# NT UPDATE



# NT Update

- Network Operating Agreement (Attachment G)
- Remove NT Conditional Firm
  - Commercial Assessment
  - Improved NT Dialogue
  - Load/Resource Forecast
- Seller's Choice
- NT Redispatch
- What you can expect going forward

# NT Work Stream Roadmap

Work Stream	FY19				FY20				FY21				FY22				
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4	
	Oct - Dec	Jan - Mar	Apr - Jun	Jul - Sept	Oct - Dec	Jan - Mar	Apr - Jun	Jul - Sept	Oct - Dec	Jan - Mar	Apr - Jun	Jul - Sept	Oct - Dec	Jan - Mar	Apr - Jun	Jul - Sept	
<b>TC20</b>	TC-20 Settlement	Implementation															
<b>NOA Attachment G</b>	Draft NOA Template	 Network Operating Committee meetings to review Standard NOA template			Execution of NOA with Customers												
<b>Remove NT CF</b>	TC-20 Decision	Implementation															
	Enhanced Commercial Assessment																
	Improved NT Dialogue – MOD 31 (Load & Resource Forecasts)																
	2019 Cluster Study		Planned Cluster Study		Planned Cluster Study												
	ATC Methodology Updates																
	TIPP effort to begin Planning Redispatch evaluation																
<b>Seller's Choice</b>	Update Network Integration Transmission Service Business Practice to reflect Seller's Choice			Implement													

**Legend:**

- text Not started
- text Started
- Network Operating Committee
- text Completed

# NEXT STEPS

# Proposed Calendar & Next Steps

- BPA is planning quarterly face to face TC-20 Settlement meetings to discuss updates, results and next steps with settlement parties on a regular basis.
- BPA has posted an aggregate calendar on its web site at:  
<https://www.bpa.gov/transmission/CustomerInvolvement/Documents/2019-public-meetings.pdf>