



Transmission Business Model

Pro Forma/Industry Standard Gap Analysis:

Tariff Engagement Design



Queue Management

- Implementation of solutions identified in studies
- Does not offer re-bids
- Roll over rights for less than 5 years
- Source/sink data not required
- Remainder requests when only partial service available

Conditional Firm

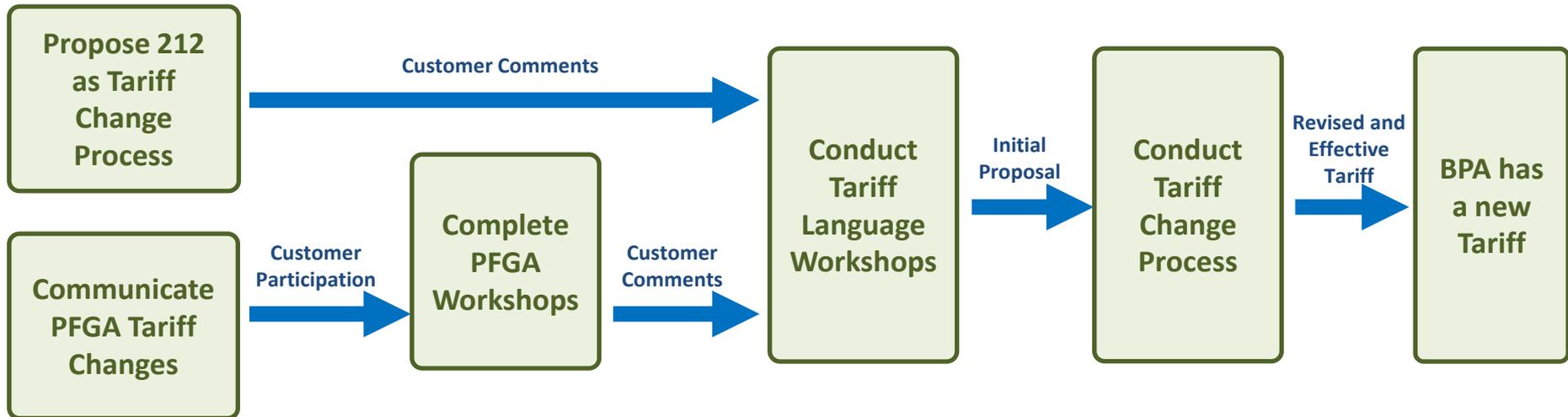
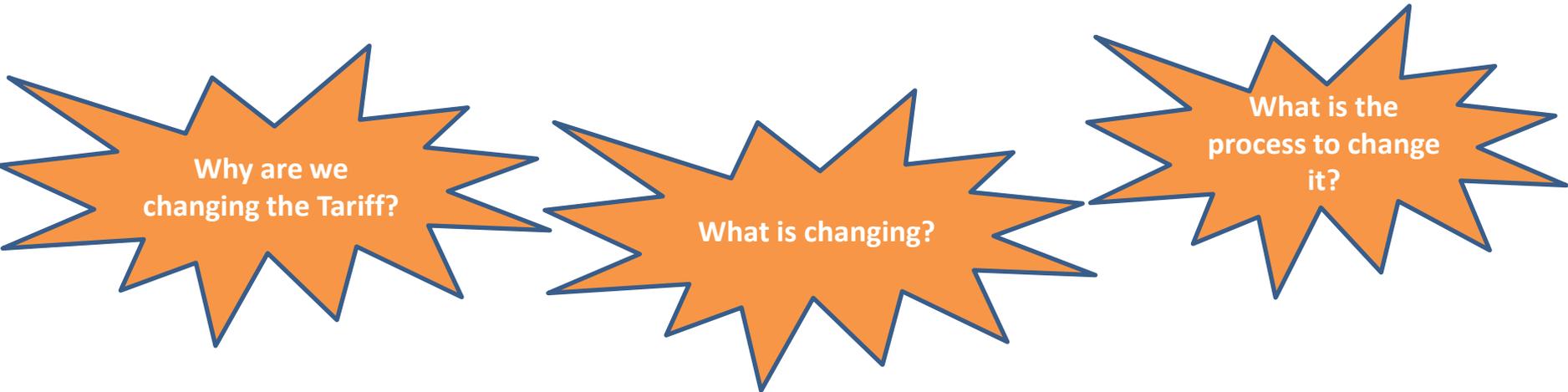
- Conditional Firm Overview – current state
- Conditional Firm as a solution going forward
- Integration into BPA TSEP and queue processing

Tariff Engagement Design

- Update on process BPA will follow to implement necessary tariff changes

Non Pro Forma Gap Analysis Updates

Tariff Engagement Story



212 as Tariff Change Process Proposal

7/26/17

Talking Points

Customer feedback from Tariff Engagement Design Process (TED) from December

Not seeking reciprocity

212 as a vehicle for tariff change

Need for feedback from customers on proposed approach

Customer
Comments

Next Step

Conduct Tariff
Language
Workshop

Implementation Considerations

- Customers favor a more formal process
- 212 – Similar to Rate Case Process
- Feedback today and Customer Comment Period (including suggested language changes)

Communicate PFGA Tariff Changes

7/26/17

Aligning Tariff with *Pro Forma* and Industry Standards

Transition away from Hourly Firm

Replace Conditional Firm NT

Use NOA to manage technical NT relationships

Require undesignations for any market sales

All resources share NT redispatch responsibility

New frequency response language for Schedule 3

Include Schedule 9 Generator Imbalance

Include VERBs and DERBs

Revise Tariff Change Process in Section 9



Next Step

Complete PFGA Workshops

Implementation Considerations

- Non-PFGA changes will be addressed after PFGA workshops
- Section 9 proposed language available for review
- All other gap Redline Language will follow the PFGA Workshop

Draft, Pre-Decisional

Complete PFGA Workshops

7/26 – Tariff Engagement

Revise Tariff Change Process in Section 9

8/29 - NT

Replace Conditional Firm NT

Use NOA to manage technical NT relationships

Require undesignations for any market sales

All resources share NT redispatch responsibility

9/20 – Hourly Firm, Ancillary Services & Losses

Transition away from Hourly Firm

New frequency response language for Schedule 3

Include Schedule 9 Generator Imbalance

Include VERBs and DERBs

7/26/17 – 10/31/17



Next Step

Conduct Tariff Language Workshops

Implementation Considerations

- Dedicated time to inspect each gap together
- Take suggestions on language for closing gap
- Output of PFGA Workshops is input to Tariff Language Workshops
- Additional workshops will be scheduled as necessary

Conduct Tariff Language Workshops

Q1 FY 2018

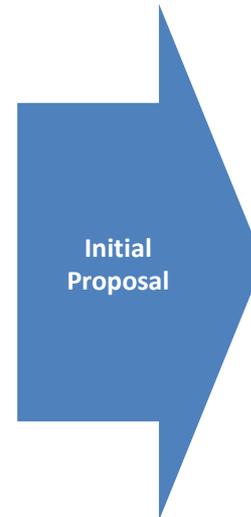
Steps

Review Rules of Procedure

Share redline of Tariff

Collaboratively craft language to address gaps

Craft Initial Proposal



Next Step

Conduct Tariff
Change Process

Implementation Considerations

- Prior to: Refine PFGA Material based on comments
- Rules of procedure will address challenges with Ex Parte
- Opportunity for suggested language changes during Customer Comment Period

Draft, Pre-Decisional

Conduct Tariff Change Process

FY 2018

212 Process

Generally follows the Rate Case process

Hearing Officer Recommendation

Administrator Determination

No filing with FERC

Record of
Decision

Next Step

**BPA has
a new
Tariff**

Implementation Considerations

- Ex parte begins with Federal Register notice
- 212 generally follows Rate Case Process with exceptions
 - Hearing officer recommendation
 - No Filing with FERC
- Effective Date for new tariff discussion needed

BPA has a new Tariff

FY 2019

Steps

Post on OASIS and BPA site

Communicate

Update Business Practices

Implementation Considerations

- Need to coordinate with other processes such as
 - Rate Case
 - IPR/CIR
 - Related PFGA Implementation
 - Utilicast Roadmap
 - CommOPs