Short-term Preemption and ROFR Project Update

CBPI

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Mike Steigerwald

Objectives

- Communicate status of implementation.
- Communicate next steps.

Timeline and Phased Implementation

✓ Aug 24: BP v6 posted as final.

✓ Sep 13: Final PCM training session held.

✓ Oct 1: TC-24 tariff effective

✓ Oct 4: BP v6 effective date.

✓ Oct 4: Start a phased implementation.

    ✓ Oct 4: Enable Hourly Firm NT vs Hourly Firm PTP

        o Lowest volume and risk.

    o Oct 24: Enable Hourly Firm PTP vs Hourly Firm PTP

        ❖ First ROFR activity in the Hourly market.

    o Nov 14: Hourly Non-firm PTP vs Hourly Non-firm PTP

        ❖ Highest volume and tightest timeframes. Only applies to 1:1 paths since ATC is still unlimited on flow-based paths.

Status of Oct 4 Implementation

1. Set the Unconditional Time (CRD) for F-HOURLY PTP service to noon of the WECC Preschedule Day.

2. Changed the Unconditional Time (CRD) for STF-DAILY PTP service from 1am to midnight of the WECC Preschedule Day.

3. Enabled PCM for Hourly Firm NT Challengers against Hourly Firm PTP Defenders.
   o PCM is working as designed.
   o There have been a handful of potential Hourly Firm NT Challengers, but none have been triggered either because there were no available PTP Defenders or the NT Challenger was queued too late.

So far, there are no showstoppers for the next phase.

Changes on Oct 24 at 9am PPT

Look for a final Tech Forum announcement on Monday Oct 23.

Scope: Enable PCM for Hourly Firm <u>PTP</u> Challengers against Hourly Firm <u>PTP</u> Defenders.

- The change will take effect for new Hourly Firm requests queued at 9am on 10/24/23.
- An Hourly Firm PTP request must be queued by 11am of the WECC Preschedule day to be eligible to challenge.
- Hourly profiles still allowed, including leading/trailing zeros.
  - However, TSR must have a flat profile in order to be a Challenger.
  - A profiled PTP reservation can still be a Defender based on the total duration between start and stop times (irrespective of zeros).
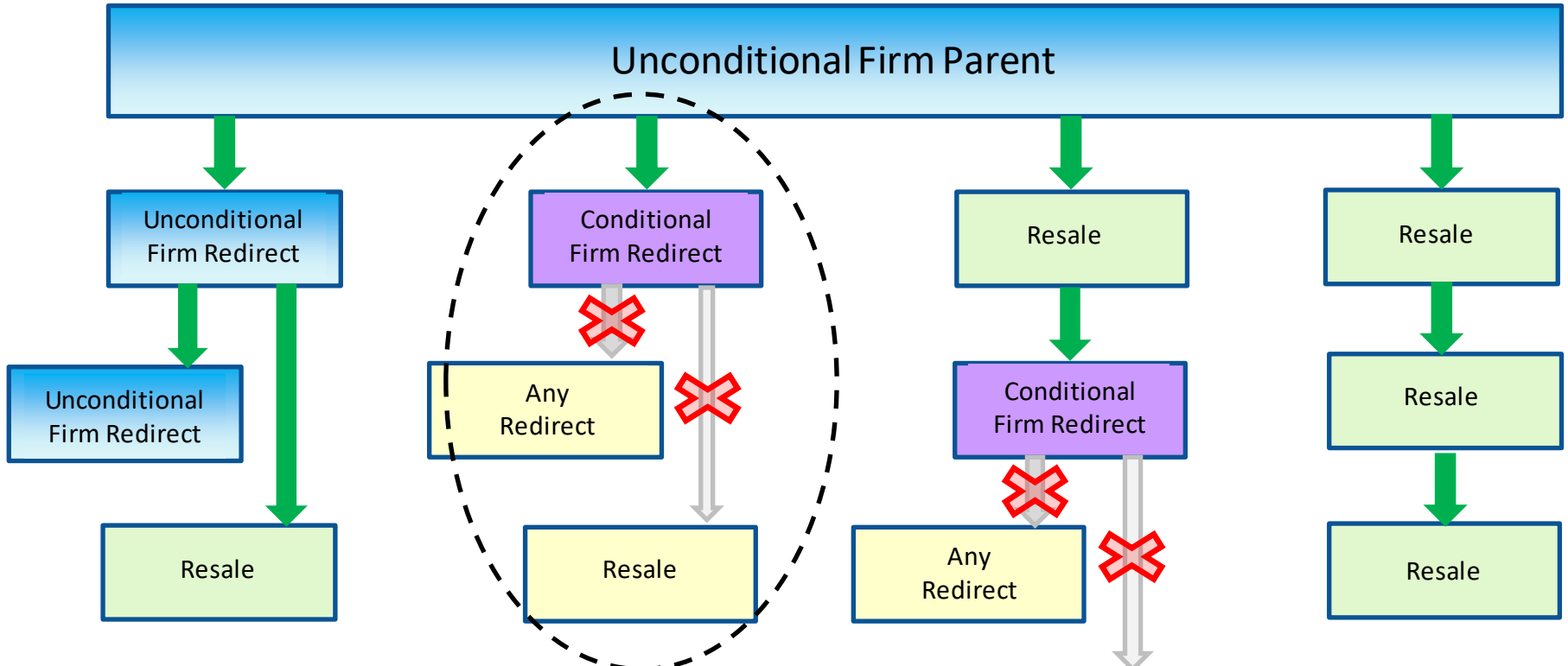- Customers will have 30 min to exercise ROFR.

Other Considerations of a Noon CRD

The conditional reservation deadline is primarily used in the Preemption and ROFR process.

However, this will be the first time that <u>any</u> CRD for Hourly Firm will be enforced for the following:

o Consolidation: Hourly Firm PTP will not be able to be consolidated (aggregated with 'like' service) until 12pm.

o Redirects: Conditional Redirects from unconditional parents will be prevented from further Redirects and Resales until this 12pm deadline is reached. (See Redirects BP A.4 to 6)

Redirects / Resales from Unconditional Parents

An Unconditional Redirect works the same as any Unconditional parent: Resales and Redirects allowed.

This is the basic *Dynegy* situation: Resales and Redirects are blocked from Conditional Redirects when they come from an Unconditional parent.

The same is true if one or more Resales are in between the Conditional Redirect and the Unconditional parent.

There is no change to Resales from Resales.

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PCM Resources

- Preemption BP on the BP [website](.).

- Supplemental reference and training material on the Customer Training [website](.).

  - PCM training videos
  - Preemption and ROFR User Guide
  - Preemption and ROFR Flow Diagram