



## Reservation Priority, Version 9

Effective: 08/08/12

This Business Practice describes the requirements and process for renewing (rolling over) transmission service per Section 2.2 of the OATT.

Version 9 added to step D.7: "After receiving written notification" and replaced "less" with "more" for clarification.

## A. General Provisions

1. A **Customer**<sup>1</sup> who elects to change its **Existing Exhibit**<sup>2</sup> to Short-Term service will not have Reservation Priority Rights when the Short-Term service expires.
2. A **Contingent Exhibit**<sup>3</sup> will not be offered with the Extension for Commencement of Service provision described in the OATT, Section 17.7.
3. No competition will occur if a Customer with an Existing Exhibit has exercised its Reservation Priority Rights and the **ATC**<sup>4</sup> associated with the Existing Exhibit will not satisfy a **Competing Request**<sup>5</sup> either in whole or part.
4. No competition will occur under OATT Section 2.2 if a Competing Request has an outstanding System Impact Study (SIS) including sub-grid studies underway and those study issues cannot be resolved by the release of the Existing Exhibit's capacity.
5. A Service Agreement with a Service Commencement Date on or after October 1, 2001, that is associated with a **TSR**<sup>6</sup> received prior to April 20, 2000, is limited to three consecutive rollovers of one year each following the termination of such advance reservations.
6. This Business Practice does not apply to Service Agreements with a Service Commencement Date on or after October 1, 2001, that are associated with a TSR received between April 20, 2000 and September 24, 2000 (2002 Transmission Rate Case -Transmission Record of Decision TR-02-A-01, Appendix A).

## B. Exercising Reservation Priority Rights

**Note:** For your convenience, see Attachment B of this Business Practice for "Exercising Reservation Priority Rights" flowchart.

1. A Customer must submit its **Renewal Request**<sup>7</sup> at least one year prior to the termination date of the Existing Exhibit under its Service Agreement (See Attachment A of this Business Practice) if either of the following applies:

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<sup>1</sup>Any customer taking service under Use of Facilities (UFT), Formula Power Transmission (FPT), Integration of Resources (IR), Part II or Part III of the OATT.

<sup>2</sup>An exhibit to the Service Agreement that describes the Long-Term Firm TSR which the customer may exercise its OATT Section 2.2 Reservation Priority Rights or Section 17.7 Extension of Commencement of Service Rights.

<sup>3</sup>An exhibit to the Challenger's Service Agreement that obligates the Challenger to accept all of the transmission services offered under that exhibit if the Defender releases capacity.

<sup>4</sup>Available Transfer Capability

<sup>5</sup>A TSR in OASIS with the earliest queue-time that meets the Deferral or Renewal Competition criteria.

<sup>6</sup>Transmission Service Request

<sup>7</sup>A TSR submitted over the OASIS to exercise the OATT Section 2.2 Reservation Priority Rights.

- a. The Customer's Service Agreement was entered into on or after October 3, 2008, and is associated with a TSR received on or after July 13, 2007.
    - i. The Customer's TSR must be for a term of five years or more for the service requested to have Reservation Priority Rights
  - b. The Customer's Service Agreement terminates on or after October 3, 2013, irrespective of when the Service Agreement was entered into or the TSR was received.
2. A Customer must submit its Renewal Request at least 60 calendar days prior to the termination date of the Existing Exhibit under its Service Agreement. (See Attachment A below of this Business Practice) if:
    - a. The Customer's Service Agreement was entered into before October 3, 2008 or the Customer's TSR was received before July 13, 2007; and
    - b. The Customer's Service Agreement terminates before October 3, 2013.
  3. Any subsequent Renewal Requests must be for five years or longer for the Renewal Request to have Reservation Priority rights and will be subject to the requirement in section 2 above.
  4. The Renewal Request must include the AREF<sup>1</sup> of the Parent Reservation<sup>2</sup> in the Related-Ref field. (See Attachment A for Reservation Priority Request Procedures).
  5. The service type POR<sup>3</sup>, POD<sup>4</sup>, Source<sup>5</sup>, Sink<sup>6</sup>, and Path must be the same on both the Renewal Request and the Parent Reservation.
  6. The start time of the Renewal Request must be equal to the stop time of the Parent Reservation.
  7. The Existing Exhibit in the Service Agreement shall expire on the termination date of that exhibit if the Customer does not submit a Renewal Request prior to the applicable Renewal Request deadline.

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<sup>1</sup>A unique reference number automatically assigned by OASIS to provide a unique record for each transmission or ancillary service request.

<sup>2</sup>A Confirmed TSR from which service is being deferred, redirected, or renewed.

<sup>3</sup>Point of Receipt is an interconnection on the Transmission Provider's Transmission System where capacity and energy will be made available by the Delivering Party; An OASIS field on a TSR that is the scheduling POR.

<sup>4</sup>Point of Delivery is a point on the The Transmission Provider's Transmission System where capacity and energy transmitted by the Provider will be made available to the Receiving Part; An OASIS field on a TSR that is the scheduling POD.

<sup>5</sup>An OASIS field on a TSR that is the contractual POR.

<sup>6</sup>An OASIS field on a TSR that is the contractual POD.

8. Renewal Requests that are received after the applicable Renewal Request deadline will be DECLINED.
9. BPA Transmission Services will offer a [Renewal Exhibit](#)<sup>1</sup> within 30 calendar days of receipt of the Customer's Renewal Request.
10. All subsequent Renewal Requests received on or after October 3, 2008 must be for five years or longer for the Renewal Request to have Reservation Priority rights and will be subject to the notice requirements in section 2 above.

### C. Criteria of a Competing Request

1. A Competing Request must meet the following criteria to be considered:
2. The capacity available for competition may be less than the requested capacity of the Competing Request, but only if the capacity that can be offered can be made at the same (flat) level for the entire term of the Competing Request.
3. The Service Commencement Date must be on or before the termination date of the Existing Exhibit.
4. The minimum term that BPA Transmission Services can offer in the Contingent Exhibit must equal the term of the renewal request plus one year.
5. Any required studies, including those that address the sub-grid, must have been completed or would no longer be needed if the capacity held under the Existing Exhibit is released to the Competing Request.
6. The TSR for Long-Term Firm Transmission Service must be submitted in [OASIS](#)<sup>2</sup> before BPA Transmission Services receives a Renewal Request from a Customer to exercise its Reservation Priority Rights.
7. There must be sufficient ATC to accommodate executing the Competing Request, as calculated using the [ATC Impacts of Long-Term Firm Requests ATC Methodology](#) supporting document.
8. The amount of capacity that BPA Transmission Services can offer to the Competing Request must be greater than or equal to the capacity that must be released by the holder of the Existing Exhibit to enable the Competing Request.

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<sup>1</sup>A TSR submitted over the OASIS to exercise the OATT Section 2.2 Reservation Priority Rights.

<sup>2</sup>Open Access Same-Time Information System

a. Examples of a Competing Request

- i. A 10 MW TSR is a Competing Request if the holder of an Existing Exhibit must release 10 MWs, or less, of its capacity to enable it.
- ii. A 100 MW TSR is a Competing Request if the holder of an Existing Exhibit to the TSR must release all or part of its capacity of 50 MWs to enable it.

b. Example of a non-Competing Request:

- i. A 10 MW TSR is not a Competing Request if the holder of an Existing Exhibit must release 12 MWs of its capacity to enable it.

## D. Competition Procedures

1. BPA Transmission Services will consider one Competing Request at a time when processing a Renewal Request unless sufficient time remains to offer additional Competing Requests.
2. BPA Transmission Services will determine whether a **Challenger**<sup>1</sup> is present in its OASIS once a Renewal Request is given an OASIS status of the Received.
3. If no Challenger is found in the OASIS, BPA Transmission Services will process the Renewal Request in accordance with procedures for processing Long-Term Firm TSRs.
4. If a Challenger is found in the OASIS, BPA Transmission Services will send the following documents to both the **Defender**<sup>2</sup> and the Challenger on the same day:
  - a. Unexecuted **Renewal Table**<sup>3</sup>(s) to the Defender with description of the full range of possibilities that exist as a result of the competition.
  - b. Unexecuted Contingent exhibit to the Challenger.

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<sup>1</sup>A preconfirmed request with higher reservation priority that can displace, in whole or part, a Defender through Preemption.

<sup>2</sup>1) A customer who has submitted a Deferral Request to delay its Service Commencement Date for transmission services or a customer who has submitted a Renewal Request to exercise its OATT Section 2.2 Reservation Priority Rights for transmission service. 2) A pending request or conditional reservation with lower reservation priority that can be displaced, in whole or part, by a Challenger through Preemption. The Defender may have a Right of First Refusal in certain situations.

<sup>3</sup>An exhibit to the customer's Service Agreement that describes either the TSR as submitted by the customer or the transmission service options that exist as a result of a competition.

5. The Challenger's request will be given an OASIS status of DECLINED and receive no further consideration if the Challenger fails to:
  - a. Execute and return the Contingent Exhibit to BPA Transmission Services within 15 calendar days from receipt of the Contingent Exhibit offered by BPA Transmission Services.
  - b. Submit a **Challenger's Competition Request**<sup>1</sup> within 15 calendar days from receipt of the Contingent Exhibit offered by BPA Transmission Services.
6. If the Challenger meets the requirements specified in 5 above BPA Transmission Services will provide written notification to the Defender of the outcome of the challenge and set the Defender's competition flag in OASIS to yes.
7. After receiving written notification, the Defender will be given at least five calendar days, but no more than 15 calendar days, after receipt of written notification from BPA Transmission Services to execute and return the appropriate Renewal Table(s) refer to 4.a above to BPA Transmission Services and take one of the following actions:
  - a. Match the term of the Challenger's Competition Request or Release all or part of its capacity (the portion it would have to release to enable the Contingent Contract) to the Challenger.
  - b. Submit a **Defender's Competition Request**<sup>2</sup>.
8. If the Defender responds within the timeframe specified in step 5 above, BPA Transmission Services will:
  - a. Give the Defender's Competition Request an OASIS status of ACCEPTED.
  - b. Execute the Defender's Renewal Table(s).
9. If the Defender released all or part of its capacity to the Challenger as described in step 7.a above, BPA Transmission Services will give the Challenger's Competition Request an OASIS status of ACCEPTED and execute the Challenger's Contingent Exhibit.
10. If the Defender fails to respond within the timeframe specified in 5 above, BPA Transmission Services will:
  - a. Give the Defender's Renewal Request(s) an OASIS status of DECLINED.
  - b. Give the Challenger's Competition Request an OASIS status of ACCEPTED.
  - c. Execute the Contingent Exhibit with the Challenger.

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<sup>1</sup>A Preconfirmed Original Request identical to the service offered in the Contingent Exhibit with a Deal Ref of the Challenger's Request.

<sup>2</sup>A preconfirmed Renewal Request identical to the service offered in the Renewal Table(s) that the Defender elected to execute and includes the Related Ref of the Parent Reservation and a Deal Ref of the Defending Request.

11. BPA Transmission Services will send authenticated exhibits and tables to the Defender and Challenger within five calendar days.
12. If BPA Transmission Services receives a subsequent Renewal Request for another Existing Exhibit after sending a Contingent Exhibit for a partial offer to a Challenger, that Customer may also be a Challenger for the subsequent Renewal Request if some portion of its request remains unoffered and active in the OASIS Queue.

## E. Attachment A: Reservation Priority Request Procedure

**Note:** The OATI<sup>1</sup> system screenshots included in this document are proprietary and not to be used outside the context of this document. Do not distribute without specific authorization from OATI.

1. Access OASIS and click the AREF to request a Renewal.
2. Click the Create New TSR button on the Transmission Reservation Detail screen. A new Reservation Entry Form V1.4 will display.
3. Click the Request Type drop-down menu and select the Renewal Request type.
4. Change the start date and time to match the stop date and time of the Parent Reservation.
5. Enter the new stop date and time for the Renewal Request.
6. Enter the AREF of the Parent Reservation in the Related Ref field.
7. Click Enter TSR. The TSR Entry Submission screen will display.

Verify that the information is correct and click Enter TSR.

The screenshot shows the 'Reservation Entry Form V1.4' interface. The form is divided into several sections: Seller, Source Sink, POR, Service, Request Type, Start/Stop dates, MW, Bid Price, Customer, Path, Posting Ref, Sale Ref, Deal Ref, Request Ref, Related Ref, Comment, and Status Notification. A 'Pricing BPAT' table is visible in the top right corner.

Pricing		BPAT		
	Hourly	Daily	Monthly	
Firm	2	3	5	
Non-Firm	1	3	4	

Annotations on the screenshot:

- Step 3:** Points to the 'Request Type' dropdown menu, which is currently set to 'RENEWAL'.
- Step 4:** Points to the 'Start' date and time fields, which are set to 07/31/2007 23:00.
- Step 5:** Points to the 'Stop' date and time fields, which are set to 07/31/2008 23:00.
- Step 6:** Points to the 'Related Ref' field in the 'Request Ref' section.
- Step 7:** Points to the 'Enter TSR' button at the top of the form.

<sup>1</sup>Open Access Technology International System

## F. Attachment B: Exercising Reservation Priority

- [Exercising Reservation Priority Flow Chart](#)

## G. Additional Information

### Policy Reference

- [OATT](#): Section 2.2

### Related Business Practices

- Partial Long-Term Firm Service
- Redirects
- New Customer Application Process
- Requesting Transmission Service
- Scheduling Transmission Service

### Version History

Version 9	08/08/12 Version 9 added to step D.7: "After receiving written notification" and replaced "less" with "more" for clarification.
Version 8	04/03/09 This revision incorporates CBPI Bulletin 28, steps 2.6.5, 2.6.7 and 2.6.8.
Version 7	10/31/08, V7 Section 3 • Step 3.5 and 3.6 were added to incorporate the new requirements of Transmission Services' OATT Section 2.2 Reservation Priority for Existing Firm Service Customers for exercising Reservation Priority rights. Section 4 • Revised entire Section to incorporate the new requirements of Transmission Services' OATT Section 2.2 Reservation Priority for Existing Firm Service Customers for exercising Reservation Priority rights. Addition of Attachment B- Exercising Reservation Priority. Revisions have been in effect since October 3, 2008.

Version 6	1/3/08, V6 The following Sections and/or Steps of this Business Practice were revised to incorporate the new process described in CBPI Bulletin 21- Reservation Priority Request Procedure: Section 2 • Added definitions (1) Challenger, (2) Challenger’s <b>Competition</b> <sup>1</sup> Request, (3) Defender, (4) Defender’s Competition Request, (5) Renewal Request, (6) Renewal Table, and (7) Parent Reservation. • Deleted definitions (1) Competitor, (2) Long Term Request Queue, and (3) <b>Qualifying Request</b> <sup>2</sup> . • Step 2.3- Changed definition to reflect earliest OASIS queue time. • Step 2.4- Changed definition to incorporate OASIS terms. • Step 2.7- Changed definition to add clarity. Section 3 • Updated Section to reflect OASIS terms. Section 4 • Step 4.1 - Clarifies how a customer would submit a renewal request over the OASIS and references Attachment A, Reservation Priority Request Procedures. Section 5 • Updated Section to reflect OASIS terms. Section 6 • Deleted entire Section. Section 7 • Revised entire Section to incorporate new process for competition procedures. Transmission Services also replaced the following terms throughout the Business Practice: • TBL is now referred to as Transmission Services • Tariff is now referred to as OATT
Version 5	9/4/07, V5 Step 6.3 of the Business Practice has been deleted in its entirety to be consistent with Transmission Services’ business practices regarding the linking of transmission requests and generator interconnection requests (see the Long-Term Firm Queue Management, Version 3, and Large Generation Interconnection, Version 3, Business Practices). Linked transmission requests are not eligible to receive offers of transmission service, including under a Section 2.2 competition, until the criteria specified in Section 7 of the Long-Term Firm Queue Management business practice are met. Therefore, this revision removes the provision of offering transmission service under Section 2.2 of the OATT for linked requests. The proposed revision to this Business Practice does not impact any CBPI Bulletin related to Reservation Priority at this time.
Version 4	10/20/06, V4 Changed the name Modified step 5.6 in Section 5 was revised to include a reference to the ATC Impacts of Long-Term Firm Requests ATC Methodology document TBL to BPA Transmission Services in compliance with BPA’s new reorganization
Version 3	8/01/2006, V3 Removed example from Step 5.3 and fixed format

<sup>1</sup>Preemption of a conditional reservation where the Defender has the Right of First Refusal.

<sup>2</sup>A qualifying demand reduction request for an Eligible Service Agreement must be equal to or less than the capacity from a POR of a generating resource, including a system resource outside of BPA’s Balancing Authority, that a Network Integration (NT) Customer has added to its Service Agreement through a designation of a new Network Resource or that BPA Power Services has added as a new Network Resource to the Network Resources Memorandum of Agreement (MOA).

Version 2	7/21/2006, V2 This version clarifies the contract (Contingent Contract) that must be equal to the term of the Existing Contract renewal request plus one year. Changed the version number to reflect the actual number of revisions made to this business practice.
Version 1	4/25/06 Put the document into the standard Business Practice format. 3/28/06 This revision incorporates BPA Transmission Services Notice posted November 16, 2005, Revised Competition Timeline, amending Section 7.1 of this business practice extending the time that BPA Transmission Services has to offer a Customer with a competing request a contingent contract within 10 calendar days of receipt of notification from a Customer's request to exercise its existing contract reservation priority rights. 07/05/05 This document incorporates the following changes: 1) examples in Sections 5.6 and 7.7.1 2) revised heading in Section 5; 3) minor edits in Section 5 to make the definition of a Competing Request clearer; and 4) inserted language omitted in Sections 6.3 and 7.8. No new policy or practice is articulated in this version. 06/06/05 This Business Practice replaces the Right of First Refusal (Rollover Rights) Business Practice posted May 31, 2002.