MATL	PCM PROCEDURE	Procedure No.	MATL-817
		Version No.	1.0
		Effective Date	COD-Commercial Operation Date
Preemption Competition Module ("PCM") Attributes		Distribution Restriction: None For MATL OASIS Posting	

1. *Purpose*

To provide the Transmission Customer with basic information on the attributes and timing parameters associated with the automated MATL Preemption Competition Module for application of non-firm transmission services in conjunction with MATL OATT Sections 14.2 and 14.7.

2. *References*

- MATL OATT Section 14.2 – Non-Firm Reservation Priority:

"Non-Firm Point-To-Point Transmission Service shall be available from transfer capability in excess of that needed for reliable service to Transmission Customers taking Long-Term and Short-Term Firm Point-To-Point Transmission Service. A higher priority will be assigned to reservations with a longer duration of service. In the event the Transmission System is constrained, competing requests of equal duration will be prioritized based on the highest price offered by the Eligible Customer for the Transmission Service. Eligible Customers that have already reserved shorter term (Non-Firm) service have the right of first refusal to match any longer term reservation before being preempted. A longer term competing request for Non-Firm Point-To-Point Transmission Service will be granted if the Eligible Customer with the right of first refusal does not agree to match the competing request: (a) immediately for hourly Non-Firm Point-To-Point Transmission Service after notification by the Transmission Provider; and, (b) within 24 hours (or earlier if necessary to comply with the scheduling deadlines provided in Section 14.6 (2:00 p.m. day prior)) for Non-Firm Point-To-Point Transmission Service other than hourly transactions after notification by the Transmission Provider.)

- MATL OATT Section 14.7, Third Sentence – Interruption of Service:

"The Transmission Provider reserves the right to Interrupt, in whole or in part, Non-Firm Point-To-Point Transmission Service provided under the Tariff for economic reasons in order to accommodate (1) a request for Firm Transmission Service, (2) a request for Non-Firm Point-To-Point Transmission Service of greater duration, (3) a request for Non-Firm Point-To-Point Transmission Service of equal duration with a higher price, or

(4) transmission service for Firm Point-to-Point Transmission Service during conditional curtailments periods as described in Section 15.4."

3. Responsibilities

3.1 Transmission Customer – A Transmission Customer with Right of First Refusal is to respond on MATL's OASIS in the times specified below when the Transmission Customers' (i.e., Defender's) non-firm reserved capacity becomes subject to a Challenger's competing request for all or part of the Transmission Customer's non-firm reserved capacity.

3.2 TranServ – TranServ, on behalf of MATL, sets the timing parameters.

4. Definitions

4.1 AREF - Assignment Reference Number

4.2 Challenger - Later queued TSR that may not be accommodated due to ATC limitations without displacing lower priority, earlier queued requests and/or reservations.

4.3 Competition - Displacement of earlier queued TSRs that have ROFR to match to preserve their service priority.

4.4 Defender - Earlier queued TSR that, if displaced, would allow the Transmission Provider to approve a valid Challenger.

4.5 FIFO - First In First Out

4.6 Preemption - Displacement of earlier queued requests or reservations that do not have ROFR. Existing Customer loses rights without option to match.

4.7 ROFR - Right of First Refusal that allows a Defender the right to meet or exceed the term (duration) or price of the Challenger to retain their transmission service.

4.8 TSR - Transmission Service Reservation or Request

5. PCM Implementation Parameters

5.1 The start competition timing window for each type of non-firm service request is the same as the "No Earlier Than" column in the table of Section 5.4 of the current MATL Transmission Service Business Practices (60 days for Monthly Non-Firm, etc). All times described herein are in Pacific Prevailing Time (PPT).

5.2 The end competition timing window for each type non-firm service request is as follows:

Transmission Service Type	Term	TSR Preemption and Competition Timing window end time (All times are PPT)
Monthly Non-Firm	1 Mo – 12 MO	Hour 2000 3 Days Prior to Start
Weekly Non-Firm	1 Wk – 4 Wks	Hour 2000 3 Days Prior to Start
Daily Non-Firm	1 Day – 7 Days	Hour 2000 2 Days Prior to Start
Hourly Non-Firm	Hourly	Hour 2000 Day Prior to Start

5.3 If a Defender has a ROFR (Right of First Refusal) then the system will automatically create the "MATCH" service request needed to match the longer term. If more than one request with ROFR would be displaced, a "MATCH" service request would be created for each. The response time required to confirm the "MATCH" TSR is the same time as the original TSR, 5 minutes for Hourly, 2 hours for daily, and 24 hours for all other. Only Defenders with the same service type as the Challenger will have ROFR.

5.4 The lock down period after which Defenders can't be preempted by longer

term same service type request is after the end time as specified for each service type in the table in section 5.2.

5.5 If there are multiple Defenders, the first Defender to confirm the match of the competitors request will be awarded the service.

5.6 Secondary Non-Firm is unconditional for Preemption and Competition.

5.7 Partial Service will be offered if available to the Challenger for the remainder of duration if the Defender confirms the matching TSR.

5.8 A Defender that is not pre-confirmed is unconditional for Preemption of higher priority requests.

5.9 A valid Challenger must be pre-confirmed.

6. Price Factors

The price criterion is not considered as MATL offers short-term posted prices on an interim bases pending development of an auction process for short-term services.

7. Technical Review and Concurrence

Reviewed By	Concurrence	Date
MATL	Robert McFarlane	10-03-2013
TranServ	Larry Monday	08-28-2013

8. Document Change History

Version No	Reason for Change	Changed By	Date
0.1	Initial Issue	L. Monday	06-Aug-2013

0.2	Added References, Responsibilities and Definitions	D. Gunst	14-Aug-2013
1.0	Official version for posting on OASIS	MATL	04-Oct-2013