

**NAESB Coordinate Interchange
Business Practices Task Force
(CIBPTF)
Update**

NAESB ESS Meeting
Washington, D.C.
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Sacramento Municipal Utility District

December 15, 2003

NAESB/NERC Policy 3 Coordination

- ◆ Joint meeting held in October
- ◆ Discussed Policy 3 to decide what is:
 - 1) Market responsibility
 - 2) Reliability Responsibility
 - 3) Both or others

NAESB/NERC Policy 3 Coordination



Two questions the group needed to answer:

1. What is the purpose of Policy 3
2. What are the reliability aspects of Policy 3?
 - ◆ Basic answer: the reliability purpose for Policy 3 is the submission of data! The NERC CI SDT stated providing that data is the primary issue that is a "reliability" concern.
 - ◆ If the Standard takes care of the data, then Policy 3 is essentially covered. NERC does not want to state the tools needed but only the process. Therefore NAESB will develop Business Practices and possibly the "TOOLS" for providing this data.

NAESB/NERC Policy 3 Coordination Meeting



Preliminary Decisions:

- Joint group decided to state what is reliability and then anything else was to be covered by Business Practices.
- Therefore, the items that NERC will not develop needs to be reviewed by NAESB for a potential Standard.

NAESB/NERC Policy 3 Coordination Meeting

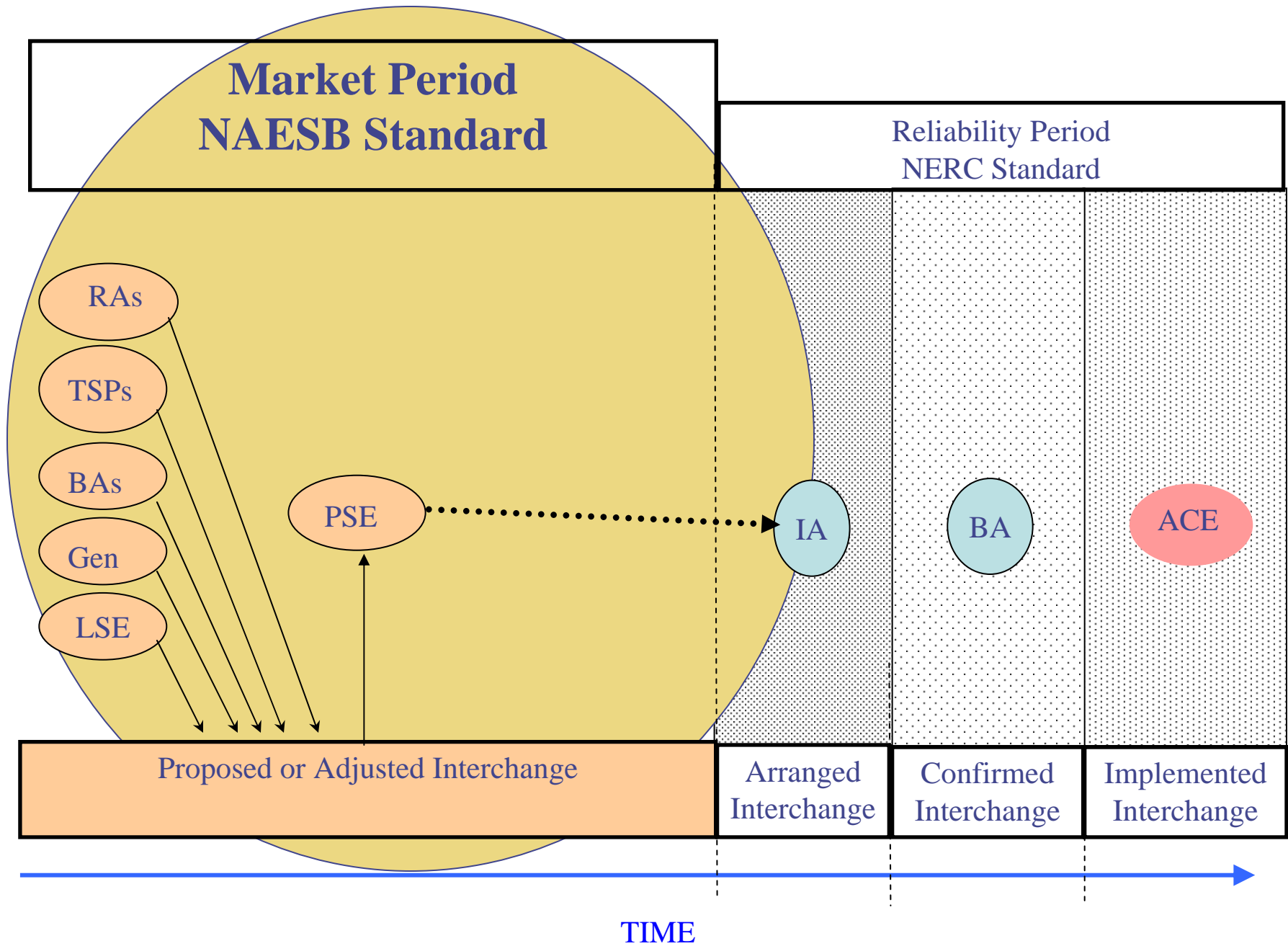
“Take Aways” from the Meeting:

- Tagging is a market function and will be handled by NAESB
- NERC to deal only with reliability related items
- NAESB will deal with Market functions
- Reliability regions will be called to fill in the rest

NAESB Coordinate Interchange Business Practices Task Force

◆ Guiding principals

- Provide necessary data and approvals to the Interchange Authority (IA) for interchange.
- Provide requirements for obtaining market approvals necessary to submit a “Request for Arranged Interchange” (RAI)
 - ◆ After receiving approvals IA will utilize NERC Coordinate interchange standard to transition Arranged interchange to Confirmed interchange



NAESB Coordinate Interchange Business Practices Task Force (CIBPTF)

◆ Guiding Principals

- Utilize NERC definitions wherever possible
- Does NOT specifically require a tool (Etag)
 - ◆ Leaves that to the ESS to determine
- Tries to stay with NERC Functional Model paradigm

Examples of **Draft** Standards

◆ RAI Standard 1.0

- All requests to implement an Interchange Transaction shall be accomplished by the submission of a “Request for Arranged Interchange”, RAI, to the Interchange Authority (IA).

◆ RAI Standard 2.0

- While any Purchasing Selling Entity (PSE) may act as the “Requesting PSE”, it shall be the responsibility of the load-serving Purchasing Selling Entity (PSE) to ensure that an approved RAI has been submit to the IA.

◆ RAI Standard 3.0

- A completed RAI shall contain the information specified in the most current version of the NAESB RAI Data Sheet.

◆ RAI Standard 4.0

- All RAI’s must be approved by appropriate Approval Entities and distributed to all appropriate entities prior to being submitted to the IA.

NAESB CIBPT Ideas

- ◆ NERC Appendix 3A4 – Required tag data
 - To be adopted for NAESB standard
 - ◆ Renamed to “NAESB RAI datasheet”
 - ◆ terminology modified for Functional Model
- ◆ NERC Appendix 3A1 – Tag Submission and Response Timetables
 - To be adopted as NAESB Standard
 - ◆ Renamed “NAESB Submission & Response Table”.
 - ◆ terminology modified for Functional Model

Next Steps

- ◆ Coordination with the ESS, ITS, and TISWG to further refine Standard.
- ◆ Meet January 21st in Dallas to incorporate appropriate changes and modifications to the Standard.
- ◆ Post for a 30 day public comment period.
- ◆ Submit to FERC for Approval.