

**SCHEDULES AND BIDS PROTOCOL (SBP)**

**SBP 1 OBJECTIVES, DEFINITIONS AND SCOPE**

**SBP 1.1 Objectives**

The objectives of this Protocol are:

- (a) to require the provision of scheduling data to enable the ISO to undertake its scheduling process as described in the ISO Tariff and in the Scheduling Protocol (SP) taking into account the exercise of Firm Transmission Rights and rights under Existing Contracts for transmission service;
- (b) to require the provision of Ancillary Services Schedules and bidding data required by the ISO to enable the ISO to conduct its Ancillary Services auction as described in the ISO Tariff and in the SP; and
- (c) to specify the contents of Schedules and to specify in detail the bidding data referred to in the ISO Tariff. The scheduling process and timing of the submission of data referred to are set forth in the SP.

**SBP 1.2 Definitions**

**SBP 1.2.1 Master Definitions Supplement**

Unless the context requires otherwise, any word or expression defined in the Master Definitions Supplement to the ISO Tariff shall have the same meaning where used in this Protocol. A reference to a Section or an Appendix is to a Section or an Appendix of the ISO Tariff unless otherwise specified. References to SBP are to this Protocol or to the stated paragraph of this Protocol.

**SBP 1.2.2 Special Definitions for this Protocol**

In this Protocol, the following words and expressions shall have the meanings set opposite them:

**“Existing Rights”** as defined in Section 2.4.4.1.1 of the ISO Tariff, and **“Converted Rights”** as defined in Section 2.4.4.2.1 of the ISO Tariff shall have the same meanings where used in this Protocol.

notification messages to review the detailed list of errors, make changes, and resubmit the Schedule if it is still within the timing requirements of the SP. The SC is also notified of successful validation via WEnet.

**SBP 3            EXISTING CONTRACTS FOR TRANSMISSION SERVICE**

**SBP 3.1        Application of SBP 3 to Rights under Existing Contracts**

**SBP 3.1.1      Existing Rights**

The provisions of Sections 2.4.3 and 2.4.4 of the ISO Tariff shall, with respect to the exercise of Existing Rights, following the ISO Operations Date, be implemented in accordance with this SBP 3 and such other operational protocols as may be developed on a case by case basis pursuant to these sections. The objective of this SBP 3 is to properly treat Existing Rights in accordance with the ISO Tariff and to minimize the need for other operational protocols.

**SBP 3.1.2      Converted Rights**

This SBP 3 shall have no application to the exercise of Converted Rights other than as set forth in Section 2.4.4.3 of the ISO Tariff.

**SBP 3.2        Responsible Participating Transmission Owners**

For each Existing Contract, the party providing transmission service (the "Responsible PTO") shall be responsible for the submission of transmission rights/curtailment instructions ("instructions") to the ISO under this SBP on behalf of the holders of Existing Rights, unless the parties to the Existing Contract agree otherwise. For the purposes of this Protocol, such otherwise agreed party will be acting in the role of Responsible PTO. In accordance with the ISO Tariff, the parties to Existing Contracts will attempt to jointly develop and agree on any instructions that will be submitted to the ISO. To the extent there is more than one PTO providing transmission service under an Existing Contract or there is a set of Existing Contracts which are interdependent from the point of view of submitting instructions to the ISO involving more than one PTO, the relevant PTOs will designate a single PTO as the Responsible PTO and will notify the ISO accordingly. If no such Responsible PTO is designated by the relevant PTOs or the ISO is not notified of such designation, the ISO shall designate one of them as the Responsible PTO and notify the relevant PTOs accordingly.

**SBP 3.3 Instructions Defining Transmission Service Rights**

**SBP 3.3.1 Data Requirements**

The Responsible PTO with respect to an Existing Contract or set of interdependent Existing Contracts is required to submit to the ISO, in accordance with the timing requirements of SBP 3.3.5, the instructions that are necessary to implement the exercise of the Existing Rights in accordance with the ISO Tariff. These instructions will be submitted to the ISO electronically, by the Responsible PTO, utilizing a form provided by the ISO in a format similar to the one set out in the Appendix to this Protocol (the "Transmission Rights/Curtailment Instructions Template"). The instructions will include the following information at a minimum and such other information as the ISO may reasonably require to enable it to carry out its functions under the ISO Tariff and ISO Protocols (the letters below correspond with the letters of the instructions template in the Appendix to this Protocol):

- (a) a unique contract reference number (Existing Contract reference number that will be assigned by the ISO and communicated to the Responsible PTO on the completed instruction and that references a single Existing Contract or a set of interdependent Existing Contracts; the provisions of SBP 3.4 will apply to the validation of scheduled uses of Existing Contract transmission rights);
- (b) whether the instruction can be exercised independent of the ISO's day-to-day involvement (Yes/No);
- (c) name of an operational single point of contact for instructions and a 24-hour a day telephone number for the Responsible PTO;
- (d) name(s) and number(s) of Existing Contract(s);
- (e) path name(s) and location(s) (described in terms of the Zones in which the point(s) of receipt and point(s) of delivery are located);
- (f) names of the party(ies) to the Existing Contract(s);
- (g) SC ID code: the ID number of the SC who will submit Schedules which make use of the Existing Contract(s) for the party(ies) indicated in (f);
- (h) type(s) of rights, by rights holder, by Existing Rights;

- (i) type(s) of service, by rights holder, by Existing Contract (firm, conditional firm, or non-firm), with priorities for firm and conditional firm transmission services indicated in Schedules using Adjustment Bids as described in the SP;
- (j) amount of transmission service, by rights holder, by Existing Contract expressed in MW;
- (k) for Day-Ahead scheduling purposes, the time of the day preceding the Trading Day at which the SC submits Schedules to the ISO referencing the Existing Contract(s) identified in the instructions;
- (l) for Hour-Ahead or real time scheduling purposes, the number of minutes prior to the start of the Settlement Period of delivery at which the SC may submit Schedule adjustments to the ISO regarding the Existing Rights under the Existing Contract(s) identified in the instructions;
- (m) whether or not real time modifications to Schedules associated with Existing Rights are allowed at any time during the Settlement Period;
- (n) Service period(s) of the Existing Contract(s);
- (o) any special procedures which would require curtailments to be implemented by the ISO in any manner different than that specified in SBP 3.3.2. Any such instructions submitted to the ISO must be clear, unambiguous, and not require the ISO to make any judgments or interpretations as to the meaning, intent, results, or purpose of the curtailment procedures or the Existing Contract (otherwise, they will not be accepted by the ISO); and
- (p) any special procedures relating to curtailments during emergency conditions. Any such instructions submitted to the ISO must be clear, unambiguous, and not require the ISO to make any judgments or interpretations as to the meaning, intent, results, or purpose of the curtailment procedures or the Existing Contract (otherwise, they will not be accepted by the ISO).

**SBP 3.3.2 Curtailment under Non-Emergency Conditions**

Unless otherwise specified by the Responsible PTO in the instructions that it submits to the ISO under SBP 3.3.1, the ISO will allocate any necessary curtailments under non-emergency conditions, *pro rata*, among holders of Existing Rights, at particular Scheduling Points and/or on

particular contract paths, in the order of: (1) non-firm, (2) each priority of conditional firm, and (3) each priority of firm rights. Priorities for firm and conditional firm transmission service are indicated using contract usage templates, as described in the SBP 2.1.5 and in the SP.

**SBP 3.3.3 Instructions that can be Exercised Independent of the ISO's Day-to-Day Involvement**

In relation to instructions that define the transmission rights within which uses may be scheduled or curtailed and that can be exercised independent of the ISO's day-to-day involvement, without involving an Inter-Zonal Interface, the outcomes shall be forwarded to the ISO by the SC. These instructions must be submitted to the ISO in accordance with SBP 3.3.1. The outcomes must be delivered by the SC to the ISO at or before 5:00 pm of the fifth (5<sup>th</sup>) day of the month for each Settlement Period of the preceding month and must include, at a minimum, the following attributed specifically to each Existing Contract or set of interdependent Existing Contracts:

- (a) the amount (in MW) and type of transmission service (firm, conditional firm, or non-firm) accounted to each rights holder between each of the Zones and locations identified by the Responsible PTO in the instructions; and
- (b) the amount (in MW) of transmission service curtailments, if any, applied to each rights holder within each Zone identified by the Responsible PTO in the instructions.

**SBP 3.3.4 Instructions that cannot be Exercised Independent of the ISO's Day-to-Day Involvement**

Those instructions that define the transmission rights within which uses may be scheduled or curtailed and that cannot be exercised independent of the ISO's day-to-day involvement must be submitted to the ISO in accordance with SBP 3.3.1. These instructions will be provided by the Responsible PTO to the ISO for implementation unless the parties to the Existing Contracts otherwise agree that the rights holder will do so. For these instructions, the SCs representing the holders of Existing Rights will submit their Schedules to the ISO for implementation in accordance with the instructions.

**SBP 3.3.5 Timing of Submission of Instructions to ISO**

**SBP 3.3.5.1 Initial Submittal of Instructions**

The Responsible PTOs shall submit instructions to the ISO associated with Existing Contracts or sets of interdependent Existing Contracts thirty (30) days prior to either (a) the ISO Operations Date or (b) the date on which the scheduling or curtailment of the use of the Existing Rights is to commence pursuant to Sections 2.4.3 or 2.4.4 of the ISO Tariff.

**SBP 3.3.5.2 Changes to Instructions**

Updates or changes to the instructions must be submitted to the ISO by the Responsible PTO, on an as needed or as required basis determined by the parties to the Existing Contracts. The ISO will implement the updated or changed instructions as soon as practicable but not later than seven (7) days after receiving clear and unambiguous details of the updated or changed instructions. If the ISO finds the instructions to be inconsistent with respect to the ISO Protocols or the ISO Tariff, the ISO will notify the Responsible PTO within forty-eight (48) hours after receipt of the updated or changed instructions indicating the nature of the problem and allowing the Responsible PTO to resubmit the instructions as if they were new, updated or changed instructions to which the provisions of this SBP 3.3 will apply. If the ISO finds the updated or changed instructions to be acceptable, the ISO will time-stamp the updated instructions as received, confirm such receipt to the Responsible PTO, and indicate the time at which the updated instructions take effect if prior to the seven (7) day deadline referred to above.

**SBP 3.4 Validation of Existing Contract Schedules**

Each Schedule submitted to the ISO by a SC representing a rights holder to an Existing Contract must include a valid contract reference number in accordance with SBP 3.3. If the Schedule includes an Inter-Scheduling Coordinator Trade, only one of the SCs should submit a contract reference number. If a match of the Schedule's contract reference number is found in the ISO's database and the Schedule is consistent with the instructions submitted previously by the Responsible PTO, the Schedule will be implemented in accordance with the instructions. If a match of the Schedule's contract reference number cannot be found in the ISO's database or if both SCs which are parties to an Inter-Scheduling Coordinator Trade submit contract reference numbers, the ISO will issue an error message to the SC via the WEnet (as described in SBP 2.2.1) and indicate the nature of the problem. The ISO

