

# Precedent Transmission Service Agreement (PTSA) Reform

August 21, 2012



# Update to PTSA Reform Summary

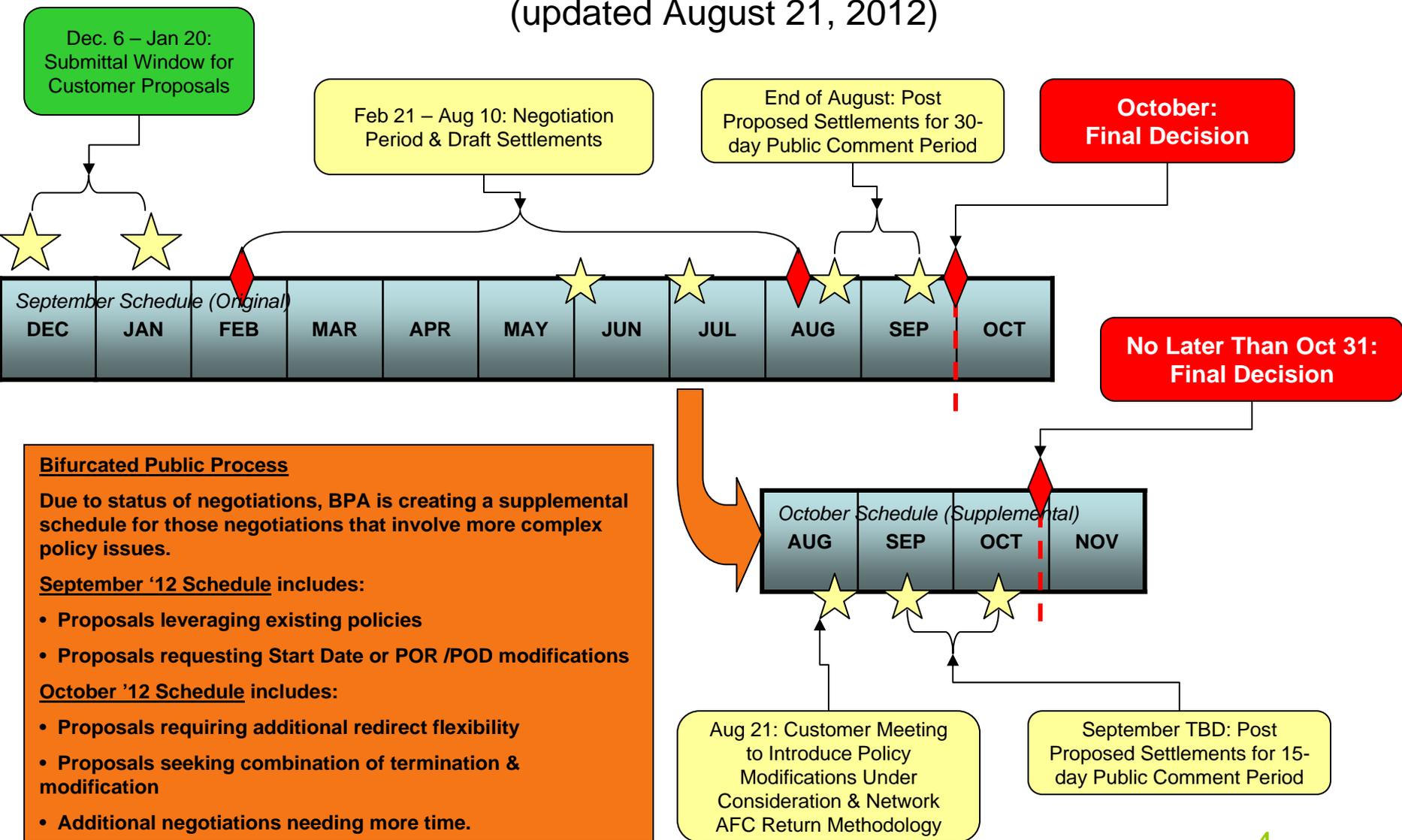
PTSA Reform Summary of Customer Proposals		MW	Current Status (updated 8/20/12)
<b>POR/POD Modifications Under Existing Policies</b>			
a)	Four customers have been able to proceed with requested modifications under current policies.	405	Processing contract actions underway.
<b>Start Date Modification Proposals</b>			
b)	Two customers requesting start date modification	1,300	Expect proposed term sheets to be posted for public comment by end of August 2012.
<b>Combination of Terminations and/or Redirect Proposals</b>			
c)	One customer seeking either two-parent redirect and/or termination.	400	Negotiations proceeding. Introducing proposed redirect concepts for public comment.
d)	One customer seeking either two-parent redirect and/or termination.	200	Negotiations proceeding. Introducing proposed redirect concepts for public comment.
e)	One customer exploring combination of conditional firm, two-parent redirects, shrinking redirects and/or termination.	800	Negotiations proceeding. Introducing proposed redirect concepts for public comment.
<b>Other Proposals/Actions</b>			
f)	One proposal regarding a PTSA for pending NT Service	100	Terminated per terms of the OATT (undesignated network resource)
g)	Proposal to terminate under unique terms of 2008 PTSA	120	PTSAs terminated based on unique conditions in the agreement.
h)	Two proposals to terminate authorized service for non-PTSAs	60	60 MW under negotiation: 50 MW seeking termination, 10 MW seeking other consideration

# Situation Analysis

- What we can move forward with?
  - There are a number of proposed settlements for which negotiations are nearly ready for public review.
- What we are challenged with?
  - There are a number of negotiations that are still ongoing and require additional time.
- Change in public process without changing intent (all settlements will be vetted publicly).
  - Fast Track – Certain settlements take advantage of existing practices and processes and are currently out for comment.
  - Next Steps – Certain settlements require additional analysis and consideration of potential modifications to existing policies.
    - These settlements and the associated

# PTSA Reform Proposed Timeline

(updated August 21, 2012)



### Bifurcated Public Process

Due to status of negotiations, BPA is creating a supplemental schedule for those negotiations that involve more complex policy issues.

#### September '12 Schedule includes:

- Proposals leveraging existing policies
- Proposals requesting Start Date or POR /POD modifications

#### October '12 Schedule includes:

- Proposals requiring additional redirect flexibility
- Proposals seeking combination of termination & modification
- Additional negotiations needing more time.

# Next Steps

- Post first round of proposed settlements by end of August for 30-day comment period.
- Welcome comments on Two-Parent and Shrinking Redirect concepts.
- Welcome comments on Returned AFC Methodology.
- Expecting to post second round of proposed settlements in September.
  - Two week public comment period?
- Please submit comments to [techforum@bpa.gov](mailto:techforum@bpa.gov) or through your transmission Account Executive.