Business Practice #31: Distribution of Late Study Penalty Revenues

Posted: November 28, 2012
Effective: November 28, 2012
Revision No.: 4.0

Notice
A redline version of the most recent revisions to this business practice is available at: https://www.oasis.oati.com/woa/docs/PPW/PPWdocs/BP31red.pdf

Policy Reference

PacifiCorp's Open Access Transmission Tariff ("OATT"), Part II – Point-To-Point Transmission Service, Section 19.9 – Penalties for Failure to Meet Study Deadlines and Part III – Network Integration Transmission Service, Section 32.5 - Penalties for Failure to Meet Study Deadlines.

Order Nos. 890 and 890-A of the Federal Energy Regulatory Commission ("FERC") requires transmission providers to develop a mechanism for determining how unaffiliated Transmission Customers will receive operational penalty distributions associated with late studies.[1]

This business practice applies to all Transmission Customers unless explicitly contradicted by contract terms.

Definitions

No definitions other than the following and those currently contained in the OATT are required for this business practice.

Annual Period- The calendar year (January 1- December 31).

Eligible Study Customer - Any unaffiliated Transmission Customer who has received an invoice for Transmission Services pursuant to PacifiCorp's OATT during the Annual Period in which PacifiCorp failed to meet study deadlines and for which penalties are due.

Purpose

The purpose of this business practice is to define Transmission Customers eligible to receive late study penalty revenues and the procedures for calculating and distributing late study penalty revenues to Eligible Study Customers.

[1] Order 890 at P 1330; Order 890-A at P 727.

Practice

Distribution of Late Study Penalty Revenues

Late study penalty revenues will be assessed and calculated pursuant to OATT Sections 19.9 for Point-To-Point Transmission Service and 32.5 for Network Integration Transmission Service.

The total dollar value of study penalties incurred by PacifiCorp pursuant to the OATT during the Annual Period will be divided by the number of Eligible Study Customers within the Annual Period and distributed equally among such Eligible Study Customers.

Contact for Assistance: BusinessPractices@PacifiCorp.com

Revision History

Version	Date	Change Summary
4.0	11/28/12	Notice section updated with new web OASIS link.
3.0	9/14/2012	Formatted the business practice to standard template.
2.0	4/15/2011	Further clarify what entities are eligible to receive late study penalty revenue consistent with Order Nos. 890 & 890-A.
1.0	7/13/2007	Business Practice required by Order No. 890