

## **Business Practice**

Salt River Project Agricultural Improvement and Power District  
Effective Date: March 31, 2008

Version 0

### **Real Power Loss Service**

#### **1 General**

- 1.1 As described in section 15.7 of the SRP Tariff, Real Power Losses (“Losses”) are associated with all SRP transmission service and the Transmission Customer is responsible for replacement of these losses.
- 1.2 The Transmission Customer may replace Losses either by Financial Compensation or the Physical Replacement Option through the return of energy.
- 1.3 The SRP Real Power Loss rate is posted on SRP’s OASIS Home Page titled Real Power Loss Rates in the Rate Postings folder. The SRP Real Power Loss Rate may be changed from time to time.
- 1.4 Losses will be assessed at the Real Power Loss rate in effect at the time the transmission is scheduled.

#### **2 Financial Compensation**

- 2.1 SRP will require financial replacement of Losses unless the Transmission Customer arranges with SRP for the physical replacement of Losses according to Section 3, Physical Replacement Option.
- 2.2 SRP will bill the Transmission Customer for Losses as calculated per Schedule 10 of the SRP Tariff.

#### **3 Physical Replacement Option**

- 3.1 The Transmission Customer may choose the Physical Replacement Option by arranging the tagging of Losses with SRP.
- 3.2 If the Transmission Customer chooses the Physical Replacement Option, Losses must be arranged and scheduled no later than the last day of the month during which transmission service is scheduled and energy flows (e.g. by March 31<sup>st</sup> for service scheduled during March, and by June 30<sup>th</sup> for June).
- 3.3 If physical replacement of Losses is not arranged and scheduled, SRP will bill for Losses per Section 2, Financial Compensation.
- 3.4 Physical replacement of Losses will only be accepted at a Point of Delivery to the SRP Valley Network such that SRP does not require Point-to-Point transmission to facilitate receipt of the energy.
- 3.5 Physical replacement of Losses must be arranged by e-mailing the following information to [SRPT@srpnet.com](mailto:SRPT@srpnet.com):
  - Transmission Customer name and contact e-mail
  - Point of Delivery to the SRP Valley Network
  - Tag numbers used for the physical replacement of Losses
  - MWh’s of Losses being replaced