



# Operation & Maintenance Obligations

## Project Update

Customer Meeting

BPA Rates Hearing Room

November 22, 2011



# O & M Points of Contact

## **Executive Sponsors:**

- Hardev Juj, BPA Reliability Officer
- Cathi Ehli, VP, Transmission Marketing & Sales
- Robin Furrer, VP, Transmission Field Services
- John Quinata, Manager, Internal Operations

## **Core Team**

- Lorissa Jones, Reliability Program Manager
  - [ljones@bpa.gov](mailto:ljones@bpa.gov), 360-418-8978
- Paul Fiedler, Customer Service Engineering
  - [pafiedler@bpa.gov](mailto:pafiedler@bpa.gov), 360-619-6061



# BPA – Customer Project Plan

- Review BPA's list of identified assets
  - Analyze any potential discrepancies
- BPA – Customer to coordinate and validate asset lists
- BPA – Customer to exchange compliance documentation



## To assist in each others compliance efforts

### **BPA will provide and request:**

1. Letter of attestation stating:
  - a. Compliance with applicable standards
  - b. Listing of entity's assets
2. Copy of O&M program (as applicable)
3. Copy of asset maintenance and testing records per entity's O&M program



# Key Milestones

12/1/11	BPA will formally request compliance documentation on Customer obligations to BPA
12/12/11	BPA will send out Customer Compliance packets for BPA obligations to Customers
12/31/11	Customer obligations to BPA Compliance materials Due
1/13/12	Comments due on O & M contract template
Late January-Early February	2 <sup>nd</sup> Review of the O & M template and Project update



# BPA Commitment

- **Collaborative Relationships**
  - Jointly evaluate O & M responsibilities and shared ownership arrangements
  - Simplify reporting requirements
- **Reliability**
  - Validate and clarify O & M responsibilities
  - Ensure there are no gaps
- **Compliance**
  - BPA will provide documentation as needed
- **Support**
  - Dedicated project team created



# O & M Agreement Strategy

- Clarify and simplify O & M obligations
  - Guiding principle: the facility owner is the asset owner, who is also the O & M provider and is financially responsible for providing the O & M service.
    - Each situation will be address on a case by case basis to ensure the most effective solution for the Customer and BPA
  - O & M obligations will be captured in purpose-specific O & M agreements based on new templates



## New O & M Agreement

- Create new stand alone O & M agreement
- Exhibits will be a complete listing of all assets
  - NERC applicable assets will be identified
- Remove all O & M references from all current contracts / agreements
  - The intent to is to retain existing rights and other contract provisions
- Multi-year effort



# New Agreement Templates

O & M by BPA for Customer

- BPA understands that one template will not fit all
- BPA will work with entities on specific business needs



# Detailed Template review and review of Customer Comments

## Round Table discussion



## O & M Agreement Templates

- Review major components of the BPA 2<sup>nd</sup> draft of the O & M Agreement
- Comments can be submitted via: [TxReliabilityProgram@bpa.gov](mailto:TxReliabilityProgram@bpa.gov)
- Comments are due 1/13/12
- Upcoming meetings to be scheduled January – May 2012



# Contacts

1. Account Executive
2. Customer Service Engineer
3. O & M Core Team



# Next Steps

- Receive compliance documentation of O & M obligations from BPA
- Provide compliance documentation of O & M obligations to BPA
- Review
  - O & M template comments due 1/13/12



# Closing Remarks and Dialogue

