

Stenehjem,Carlene R - DKC-7

From: on behalf of BPA Public Involvement
Subject: FW: Comment on Proposals to address congestion

From: joseph.hoerner@pse.com [mailto:joseph.hoerner@pse.com]
Sent: Thursday, September 14, 2006 4:02 PM
To: BPA Public Involvement
Subject: Comment on Proposals to address congestion

Comment on **Proposals to address congestion**
View open comment periods on <http://www.bpa.gov/comment>

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Puget Sound Energy (PSE) is submitting comments to Bonneville Power Administration (BPA) on the proposal to address congestion, especially the solution for within hour reliability redispatch. The Puget Sound area parties (Puget, Seattle, Snohomish, Alcoa and Powerex) have developed and implemented a pilot redispatch (PSANI redispatch) program over the last several years. It is PSE's desire to have the PSANI redispatch included in the pilot program for within hour reliability dispatch (program). The program is very similar to the one suggested by BPA. The parties were required to submit operating data to BPA's Transmission Business Line each day on each resource available for redispatch. The PSANI redispatch required that the parties manage generation changes within their control area, such that no changes in transfers between control areas were required. One major difference is that the Puget Sound area parties must pay for their redispatch. It strikes PSE as strange that the commercial use of BPA's system is able to have its redispatch costs paid by BPA rates while load serving entities in the Northwest are required to pay for their redispatch. The cost of implementing the PSANI redispatch would not have a significant effect on the dollar limit suggested by BPA. Additionally, BPA should add the necessary changes to its tariff in the current rate process to allow this program to become a tool for BPA to use in the event that BPA continues to need to manage congestion on its transmission system