

Below a proposed revision to BPA's last version of the NT short-distance discount proposal. This was drafted by, and is being submitted on behalf of, the representatives of the publics that produced the proposed revisions. Nancy Baker, PPC (Submitted to Tech Forum on May 12, 2010)

**DRAFT PROPOSAL: SHORT-DISTANCE DISCOUNT (SDD)  
(For NT Rate beginning Oct 2011) Rates & Contracts edit for clarity 4 19 10**

The monthly NT bills of a customer shall be adjusted when a Short-Distance Designated Network Resource (SD DNR) is included in that customer's NT contract.

A SD DNR is a resource that is designated as a Network Resource in Customer's NT Service Agreement, and

- (1) is scheduled over the FCRTS using less than 75 circuit miles of the FCRTS calculated in accordance with the Tx Distance definition below; or
- (2) is directly connected to the customer's system and the delivery of the SD DNR output is not scheduled to the customer's load over the FCRTS ; or
- (3) is directly connected to a third party's system and the delivery of the SD DNR output is not scheduled over the FCRTS to the customer's load.

A Designated Network Resource that is a system sale does not qualify for the SDD even if it otherwise complies with the conditions in (1), (2) and (3) above.

The NT monthly bill will be reduced by a credit equal to:

$$\text{Average Generation of the SD DNR during HLHs} \times \text{NT Rate} \times \frac{75 - \text{Tx Distance}}{75} \times 0.4$$

Where:

Average Generation during HLHs = Either:  
i. the metered SD DNR output during Heavy Load Hours (HLH) over the current billing month; or  
ii. the SD DNR output scheduled to serve network load during Heavy Load Hours (HLH) over the billing month.

NT Rate = NT Base Charge + NT Load Shaping Charge

Tx Distance = The contractually specified transmission distance measured in BPA transmission circuit miles between the Network Resource POR and the Customer's Network POD nearest Network Load POR. For an SD DNR directly connected to the customer's system (including behind the meter resources) or an SDD DNR that do not use the BPA network facilities, the distance shall be zero.

**Exception:** If the customer partially or completely undesignates the SD DNR for any period of time during a month, the SDD shall not be applied to the undesignated portion of the SD DNR for that month.