



BPA Announcement:

Slice and slice/block customer load decrement policy update

February 19, 2009

Background

On June 6, 2005, BPA announced a *Final Post-2006 Conservation Program Structure*. Page six of that document outlines the BPA decrement policy as it relates to energy efficiency savings that are funded by BPA through any method other than the Conservation Rate Credit (CRC) mechanism (view the full [Final Post-2006 Conservation Program Structure](#) document).

Policy

BPA affirms that there will be no change in the current load decrement policy for slice and slice/block customers; it will remain in effect as outlined in current Power Sales Contracts. All existing load decrements for bilateral slice and slice/block contract deliveries in the prior rate period (FY2002 – FY 2006) will remain in effect until September 30, 2011. All prior and future load decrements in the current rate period (FY2007 – FY 2009) will also remain in effect until September 30, 2011.

In administration of this policy for the FY2010 - FY2011 rate period, bilateral conservation deliveries from slice and slice/block utilities submitted and certified by the BPA Contracting Officer Technical Representative (COTR) in the first biannual reporting period (April 30, 2010) will be subject to the load decrement. As a result of the timeframes for biannual reporting, Power Sales Contract amendments and power scheduling adjustments, all other bilateral deliveries from slice and slice/block utilities reported in the remainder of the FY2010 – FY2011 rate period will be reflected in the slice and slice/block utility Net Requirements calculation performed for FY2012, in accordance with the terms and conditions of the recently signed Regional Dialogue Power Sales Contracts.

BPA reserves the right to determine, on a case-by-case basis, whether the load decrement requirement should apply to any new third-party program initiatives implemented prior to April 30, 2010. BPA will notify slice and slice/block utilities regarding any load decrement requirement prior to any third-party program offering.

For more information contact your BPA Account Executive.