

BP-20 Rate Case Kickoff for Power and Transmission

April 24, 2018



Agenda

- BP-20 Rate Principles
- Topics
 - Power Topics
 - Transmission Topics
 - Agency Topics
 - Generation Inputs Topics
- Proposed Workshop Dates
- Proposed 7(i) Schedule
- Next Steps

BP-20 Rate Principles

- Full and timely cost recovery.
- Lowest possible rates consistent with sound business principles.
- Cost causation – fairly allocate costs to customers based on proportionate use.
- Statutory requirement of equitable allocation.
- Simplicity, understandability, public acceptance, and feasibility of application.
- Avoid rate shock and maintain rate stability from rate period to rate period (e.g., magnitude of rates and rate design).

Power Topics for BP-20

- Tier 2 rates
- Transmission Scheduling Service

Standard workshop topics

- Loads & Resources
- Gas & Market Price Forecast
- Secondary Revenue Forecast
- Transfer Service

Transmission Topics for BP-20

- Standard workshop topics:
 - Rate Schedules
 - Segmentation
 - Sales
 - LGIA
 - Rate Modeling
- New workshop topics:
 - Reliability Charges (Name Change)
 - Scheduling, System Control, and Dispatch (SCD) charge for one leg

Agency Topics for BP-20

- Revenue Requirements
 - Implementation of Leverage policy
- Risk
 - Financial Reserves Policy Implementation: Rate mechanism to phase-in lower threshold for Power and incorporate a parallel mechanism into Transmission rates
 - NFB Mechanisms review

Generation Inputs Topics for BP-20

- Cost Allocation Method
- Load Balancing Reserves
- Scheduling election options

[Please see BP-20 Generation Inputs presentation for discussion of these topics.]

Proposed Workshop Dates

Date	BP-20 Rate Case Workshops	Other Meetings
May 9 (W)		<ul style="list-style-type: none"> • RHWB Process
May 16 (W)	<ul style="list-style-type: none"> • Transmission Rates <ul style="list-style-type: none"> ○ Segmentation ○ SCD ○ Reliability Charges (name change) 	
May 29 (T)		<ul style="list-style-type: none"> • Tariff Development
May 30 (W)	<ul style="list-style-type: none"> • Transmission Rates <ul style="list-style-type: none"> ○ Rate Schedule changes • Gen Inputs <ul style="list-style-type: none"> ○ Variable Cost Methodology & GARD model (BP-18 Settlement) ○ Preliminary balancing reserve levels 	
June 14 (Th)	<ul style="list-style-type: none"> • Transmission Rates <ul style="list-style-type: none"> ○ Segmentation ○ SCD 	
June 18-22		<ul style="list-style-type: none"> • IPR

Proposed Workshop Dates, cont.

Date	BP-20 Rate Case Workshops	Other Meetings
June 26 (T)		<ul style="list-style-type: none"> • Tariff Development
June 27 (W)	<ul style="list-style-type: none"> • Transmission Rates <ul style="list-style-type: none"> ○ Reliability Charges (name change) ○ Rate Schedule changes • Power Rates <ul style="list-style-type: none"> ○ Tier 2 rates ○ Transmission Scheduling Service 	<ul style="list-style-type: none"> • RHW process (if needed)
Jul 18 (W)	<ul style="list-style-type: none"> • Transmission Rates <ul style="list-style-type: none"> ○ Load Forecasting ○ LGIA ○ Sales ○ Rate Schedule changes 	
Jul 24 (T)		<ul style="list-style-type: none"> • Tariff Development
July 25 (W)	<ul style="list-style-type: none"> • Revenue Requirements • Transmission Rates <ul style="list-style-type: none"> ○ Rates Model ○ SCD ○ Rate Schedules changes 	

Proposed Workshop Dates, cont.

Date	BP-20 Rate Case Workshops	Other Meetings
Aug 1 (W)		<ul style="list-style-type: none"> • RHWM Process
Aug 8 (W)	<ul style="list-style-type: none"> • Risk <ul style="list-style-type: none"> ○ Financial Reserves Policy Implementation ○ NFB Mechanisms review • Power Rates <ul style="list-style-type: none"> ○ Loads & Resources ○ Gas & Market Price Forecast and Secondary Revenue FC ○ Transfer Service 	
Aug 21 (T)		<ul style="list-style-type: none"> • Tariff Development
Sept (TBD)	<ul style="list-style-type: none"> • TBD (if needed) 	

Meeting and workshop dates are subject to change. Please check the [BPA Event Calendar](#) for the most up-to-date information.

BP-20 Proposed 7(i) Schedule

- November 8 – Federal Register Notice Published
- November 15 – Prehearing Conference/BPA Direct Case

- Dec 4-5 – Clarification of BPA's Direct Case
- Jan 29 – Parties File Direct Cases
- Mar 12 – Litigants File Rebuttal Cases
- Apr 8-9 – Cross-exam
- April 30 – Initial Briefs
- May 7 – Oral Argument
- Jun 11 – Draft ROD
- Jun 28 – Briefs on Exceptions
- Jul 25 – Final ROD

Next Steps

By Friday, May 4:

- Please send any comments regarding the proposed BP-20 Rate Case workshop dates, other topics you would like to see addressed, and the proposed 7(i) schedule to BPA's Tech Forum at techforum@bpa.gov with the subject line: "BP-20 Workshops."