

# Resale of Transmission Service

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## BPA Transmission Business Practice

**Version 10**  
**9/9/2013**

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## Version 10

BPA filed a revised Open Access Transmission Tariff (OATT) on March 29, 2012 to update its OATT based on input from the BOATT process. The petition associated with this filing noted in section D.ii that BPA would offer resale and redirect of short-term conditional firm Transmission by October 2012. Part of offering these products is to update this business practice. To accomplish that, section A.6.g of Version 9 is modified to not allow the aggregation of resold conditional firm reservations.

The purpose of this Resale of Transmission Business Practice is to explain the requirements to complete a resale of transmission service. The Resale of Transmission Service Business Practice addresses the assignment of only the scheduling rights associated with a Transmission Service reservation to another entity.

Effective 05/12/2011, BPA Transmission Services took an interim step to clarify its Resales Business Practice by providing limits to expansion costs above BPA's maximum transmission rate for pricing resales. These changes, made in response to Customer requests, can be found within a new section named "Pricing of Resale Transactions." The new language, consistent with BPA's current OATT, provides a BPA system expansion cost (estimated at \$27.48/MWh) to be used when determining the maximum amount at which a Customer can resell its transmission. BPA notes that the Price Cap question was discussed at length in BPA's Open Access Transmission Tariff (BOATT) Workshops and in the March 29, 2012 Reciprocity Filing.

BPA filed a revised OATT on March 29, 2012 to update its OATT based on input from the BOAT process. The petition associated with this filing noted in section D.iv that BPA would offer Daily, Weekly and Monthly Non-Firm PTP Transmission by September 2012. Part of offering these products is to update this business practice.

### OATT Policy Reference

- [Section 23](#)

For more information, visit the [BPA Transmission Business Practices page](#) or submit questions to [techforum@bpa.gov](mailto:techforum@bpa.gov).

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## A. General Criteria

1. Resales convey only transmission scheduling rights associated with PTP service.
  - a. OATT Section 2.2 Renewal rights are not conveyed in a Resale.
  - b. OATT Section 17.7 Deferral rights are not conveyed in a Resale.
2. All Resales must be posted on BPA Transmission Services' OASIS.
  - a. See Section G in the [TSR Procedures Business Practice](#) for OASIS Resale procedures.
  - b. See Section G in the [TSR Procedures Business Practice](#) for OASIS TransAssign procedures.
3. Resales must include the price and the price unit entered must be in dollars per megawatt-hour (\$/MW-HOUR RESERVED). Do not use the "Get Price" button, as it will not populate with the correct price unit.
4. BPA Transmission Services will not modify PTP Transmission Service Agreements (TSA) to reflect Resales.
5. Should a curtailment be necessary, the remaining portion, if any, of the Reseller's reservation and the Assignee's Resale reservation will be curtailed independently.
6. Reseller Criteria
  - a. A Reseller may post a Resale of any of the following reservations:
  - b. Long-Term Firm (LTF) PTP
    - i. LTF-YEARLY PTP
    - ii. LTF-CF7 PTP
  - c. Short-Term Firm (STF) PTP
    - i. STF-Monthly PTP
    - ii. STF-Weekly PTP
    - iii. STF-Daily PTP
  - d. Hourly Firm PTP (F-HOURLY PTP)
  - e. Short-Term Non-Firm (STN) PTP
    - i. STN Monthly PTP
    - ii. STN Weekly PTP
    - iii. STN Daily PTP
  - f. Hourly Non-Firm PTP
  - g. Except for Conditional Firm reservations, multiple reservations may be aggregated into a single Resale reservation.
    - i. Resale reservations that are less than one year in duration must have the same Points-of-Delivery (POD) and Point-of-Receipt (POR).
    - ii. Resale reservations that are one year or longer in duration must have the same Source and Sink.

- h. The Sale Ref field must contain the Assignee’s 5-digit Point-to-Point transmission service contract number assigned by BPA. For example, a Customer (Assignee) with a PTP contract number of 11TX-11111 should report “11111” in the Sale Ref field. Failure to do so will result in BPA annulling the Resale TSR.

7. Assignee Criteria

- a. The Assignee will be subject to all terms and conditions of BPA Transmission Services' OATT, Rate Schedules, and business practices.
- b. The Assignee may resell its scheduling rights through a subsequent Resale.
- c. The Assignee may Redirect its scheduling rights through a subsequent Redirect.
- d. The Assignee's designation for Operating Reserves provider and Real Power Loss provider will apply to the Resale.

**B. Billing**

- 1. The following table describes who BPA Transmission Services will bill for all Resales regardless of the product type resold or the duration of the Resale:

<b>Charge</b>	<b>Billed To</b>
Firm or Non-Firm PTP Transmission Capacity	Reseller
Scheduling, System Control, and Dispatch Service	Reseller
Reactive Supply and Voltage Control Services	Reseller
Operating Reserve -- Spinning and Supplemental Services	Assignee
Real Power Losses Services	Assignee
Any Penalty	Assignee
Regulation and Frequency Response Services	Assignee's Load
Energy Imbalance	Assignee's Load

- 2. The Reseller remains liable for the performance of all obligations under its PTP.

**C. Pricing of Resale Transactions**

- 1. BPA Transmission Services is implementing an interim step by providing limits to expansion costs above BPA's maximum transmission rate for pricing resales. This interim measure is intended to add greater certainty, is consistent with the current OATT, and will remain in place while BPA awaits FERC's response to the March 29, 2012 Reciprocity Filing.
- 2. Section 23.1 of BPA’s Open Access Transmission Tariff (OATT) limits the price of a resale transaction to the higher of:
  - a. The original rate of transmission service paid by the Reseller,
  - b. The BPA’s maximum transmission service rate on file at the time of the resale, or
  - c. Reseller’s opportunity cost capped at BPA’s cost of transmission system expansion.

3. BPA's current cost of system expansion is estimated to be \$27.48/MWh. The calculation assumptions for the cost of system expansion are described in a document linked [here](#). BPA will review its cost of system expansion, provided the cost is still applicable, coincident with BPA's transmission rate cases and will revise this Business Practice if it determines that cost has changed. Any revision to the cost of expansion will apply only to resale transactions entered into after such revision.