

NRU, PNGC Power and PPC
Transmission Credits Comments

NRU, PNGC and PPC

Geoff Carr

Date: October 5, 2012

Subject: TX Credits

NRU, PNGC and PPC provide the following comments on BPA's Transmission Credit Policy discussed on September 5th. BPA is holding a large transmission credit balance that is forecast to increase as more generator interconnections are constructed. The purpose of the discussion item was to explore potential alternatives to reduce long-term network rate impacts associated with generator interconnection. We agree that transmission credits policy repayment should take into account the rate impacts on existing customers. Therefore we favor further investigation of options 1 and 2 that, respectively, stretch out payments and change the interest rate applicable to LGIA credits. We also suggest that these options could be combined. These options would help to minimize rate impacts as opposed to option 3 that would increase the non-cash revenues putting pressure on rates over the term of the repayment of transmission credits.

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