	WASN <i>Business Procedure</i> Unreserved Use Penalty	Procedure No.	BP-006
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1. PURPOSE

1.1. To apply the penalty rate as defined in the Rate Schedule CV-UUP1, as amended and as provided for in Western's OATT per Schedule 10. This rate is applicable as defined in WASN Rate Schedule CV-UUP1 when a transmission customer uses transmission service that:

1.1.1. Is not reserved or

1.1.2. Is in excess of reserved capacity

1.2. Penalty will not apply as a result of actions taken to support reliability at the direction of a WASN dispatcher. Such actions include – reserve activations or other emergency requests by a WASN dispatcher.

2. APPLIES TO:

2.1. WASN Transmission Customers

2.2. WASN After-The-Fact settlements personnel

2.3. WASN Transmission Operations personnel


3. REFERENCES:

3.1. Western OATT Schedule 10

3.2. WASN Rate Schedule CV-UUP1

4. ACRONYMS/DEFINITIONS

WASN	Western Area Power Administration – Sierra Nevada Region
SNR	Sierra Nevada Region
OATT	Open Access Transmission Service Tariff
CVP	Central Valley Project – marketing area served by Western's Sierra Nevada Region.
ATF	After-The-Fact – WASN settlements personnel

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WebTrans	OATi software used by Western operations.
TSN	Transmission Service Number – long term contract or short term number assigned to valid transmission reservations.
E-tag	An electronic transaction on the bulk electric system to schedule flow within, between or across electric utility company boundaries
Weekly	Monday through Sunday


5. PROCESS

- 5.1. ATF staff will collect hourly transmission schedule data for comparison against reservations using the portfolio manager within WebTrans on a daily basis.
- 5.2. The collected data will be compared against short term and long term reservations, verifying valid TSN on all e-tags.
- 5.3. ATF staff will calculate the “unreserved use penalty” and confirm with operations staff.
- 5.4. ATF staff will then communicate the unreserved use penalty with the transmission customer, working with operations staff to answer any questions which may arise.

6. BREAKOUT OF POTENTIAL CHARGES

- 6.1. Unreserved Use Penalties will be billed on a monthly-basis as follows:

- 6.1.1. Violations (single or multiple) occurring within a single day during a given month will be assessed at the “Daily” point-to-point firm transmission rate for the transmission element used (CVP or COTP or PACI), multiplied by the penalty percentage of 200%. The highest MW violation occurring during that day will be used for calculating the penalty.
- 6.1.2. Violations occurring on multiple days within a one-week period during a given month will be assessed at the “Weekly” point-to-point firm transmission rate for the transmission element used (CVP and/or COTP and/or PACI), multiplied by the penalty percentage of 200%. The highest MW violation occurring during that week will be used for calculating the penalty. One-week period is from Monday through Sunday.

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6.1.3. Violations occurring on multiple days and in multiple weeks during a given month will be assessed at the “Monthly” point-to-point firm transmission rate for the transmission element used (CVP and/or COTP and/or PACI), multiplied by the penalty percentage of 200%. The highest MW violation occurring during the month will be used for calculating the penalty.

7. EXAMPLES OF APPLYING UNRESERVED USE PENALTIES


- 7.1. A transmission customer that has 25 MW of Unreserved Use in two hours on one day during the first week of the month and 50 MW of Unreserved Use in two hours on one day during the last week of the month will pay an Unreserved Use penalty based on the rate for 25 MW of daily firm point-to-point service and 50 MW of daily firm point-to-point service. The threshold to ratchet to weekly service was not met in this case.
- 7.2. A transmission customer that has 25 MW of Unreserved Use on two separate days during the first week of the month and 50 MW of Unreserved Use in two hours on one day during the last week of the month will pay an Unreserved Use penalty based on the rate for 25 MW of weekly firm point-to-point service and 50 MW of daily firm point-to-point service. Again, the threshold to ratchet to monthly service was not met. This scenario produces two separate charges, one for weekly service and one for daily service.
- 7.3. A transmission customer that has 25 MW of Unreserved Use on two separate days during the first week of the month and 50 MW of Unreserved Use on two separate days during the last week of the month will pay an Unreserved Use penalty on 50 MWs of monthly firm point-to-point service. In this example, the customer has ratcheted service to weekly service in both weeks. The second occurrence of weekly service further ratchets the penalty charge to monthly service.

8. CONTINGENCY PROCESS

- 8.1. If automated systems used to calculate unreserved use are not working, ATF staff will use existing spreadsheets for calculating unreserved use penalties.

9. HARDWARE AND SOFTWARE REQUIRED

- 9.1. Electronic Tagging System and WebTrans
- 9.2. WASN Settlement Application

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10. DOCUMENT CONTROL

Version #	Revision Date	Details of Revision		Reason
		Page Number	Paragraph Number	
1	11-12-2015			Original