Transmission Losses Update

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ATC Network Customer Meeting
September 20, 2011

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In Review

- Network Customer Meeting May 24, 2011
 - Defined "comparability" issue
 - Treatment of "Transmission Losses" under Schedule 9 & MISO Schedules
 - ATC desired feedback and input from:
 - Network customers
 - MISO
 - Looked at various methods for determining "Transmission Losses"
 - LBA
 - ATC system-wide



In Review Continued

- Network Customer Meeting May 24, 2011
 - Indicated intention to resolve how losses would be treated beginning with the 2012 billing cycle
 - Interim solution (ATC)
 - Long-term solution (MISO)



Update – MISO/TO Forum

- Status of MISO and TO discussions
 - Bob McKee
 - Manager, ATC Regional Relations & Regulatory Policy
 - Mal Bertsch
 - ATC Strategy &Tariffs Consultant



Today

- Transmission losses are not being "settled" in a comparable manner for all ATC customers under Schedule 9
 - We need to resolve this inequity beginning with the January 2012 network customer bills
 - ATC advocates "forward looking" reconciliation



ATC Proposal for 2012

ATC proposal:

- ATC system-wide losses were 2.01% for 2011
- "2012 Billing Determinants" will be grossed up to include the transmission loss factor
 - 12 monthly CPs from September 2010 August 2011
- All LSEs must include the transmission loss factor in their 12 CP load data beginning with the 2012 cycle
 - September 2011 August 2012
- Interim solution pending MISO clarification as to how Losses/BTMG are to be reported



Losses Included in 12 CPs

• LBA/LSEs

 ATC will work with each of the 5 LBAs to back out their LBA-specific transmission loss factor before the ATC system-wide loss factor will be applied to their respective LSE 12 CP load data

Non-LBA/LSEs

 Each LSE will apply the ATC system-wide loss factor to their 12 CP load data









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