ENERGY LOSSES

VELCO OPERATING COMMITTEE
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History

- Use tariff rate almost exclusively
 - Applied at interconnections
 - Sheldon Springs Losses spread to everyone (VEPPI)
- Only known study is Northern Loop which expired and resulted in a settlement
 - Shifted load from Morrisville, Hardwick, and Stowe to CVPS and GMP for 18 months (expired 6/10)

Recent Issues

- Metering Forum discovered several inconsistencies which have been or are in the process of being fixed
- Open Items
 - Belvidere
 - Wilder (CVPS to GMP), Ryegate (GMP to CVPS)

Open Items

Northern Loop

- Normal Flow CVPS to Morrisville
- Morrisville to Hardwick/GMP
- Morrisville to Stowe/GMP

Lyndonville

Normal flow Lyndonville to CVPS

Energy Losses Separate from Tariffs?

VTA Original Sheets No. 8&9 discusses Metering

- Transco transmits from where electricity enters our system and where it leaves our system
- Transco not responsible for arrangement for transmission service other than on its own transmission facilities
- Transco should account for losses on the sub-transmission system for energy settlement

Proposed Postion

- Wherever there is an interconnection point between two distribution utilities the Vermont historical loss factor (3%) will be applied for energy settlement unless
 - o a study has been completed supporting a different loss factor,
 - the interconnecting utilities provide a signed agreement detailing how to handle the losses,
 - o or the utilities provide a signed agreement indicating the energy loss calculation will be handled by the DU prior to supplying the hourly meter reading to VELCO