

#### THE ISLAND REGULATORY AND APPEALS COMMISSION

Prince Edward Island Île-du-Prince-Édouard **CANADA** 

Docket UE20939 Order UE09-06

#### IN THE MATTER of an

application by Maritime Electric Company, Limited for approval of proposed amendments to Interim Open Access Transmission Tariff.

#### **BEFORE THE COMMISSION**

on Thursday, the 30th day of July, 2009.

Maurice Rodgerson, Chair Anne Petley, Commissioner Ernest Arsenault, Commissioner

# Order

Compared and Certified a True Copy

(Sgd) Mark Lanigan

**Technical and Regulatory Services** 

#### IN THE MATTER of an

application by Maritime Electric Company, Limited for approval of proposed amendments to Interim Open Access Transmission Tariff.

# Order

WHEREAS by application filed with the Commission on the 8th day of July, 2009, Maritime Electric Company, Limited (the "Company"), applied to the Commission for approval of amendments to reduce the Interim Open Access Transmission Tariff:

AND WHEREAS the current Interim Open Access Transmission Tariff was approved by the Commission effective June 30, 2008;

AND WHEREAS, specifically, the Company seeks a reduction in transmission service tariffs ranging from 14% to 19% depending upon the nature of the transmission services provided;

AND WHEREAS the Commission considers the proposed changes to the Interim Open Access Transmission Tariff will provide a timely reduction to system users and appear reasonable;

AND WHEREAS the currently approved Interim Open Access Transmission Tariff and subsequent amendments, including these reductions, will be subject to final review and decision by the Commission at a later date;

NOW THEREFORE, pursuant to the *Island*Regulatory and Appeals Commission Act and the Electric Power
Act,

#### IT IS ORDERED THAT

 the proposed amendments to reduce the Interim Open Access Transmission Tariff, as appended to this Order, are approved effective immediately;

 $\overline{DATED}$  at Charlottetown, Prince Edward Island, this 30th day of July, 2009.

#### BY THE COMMISSION:

(Sgd) Maurice Rodgerson
Maurice Rodgerson, Chair
(Sgd) Anne Petley
Anne Petley, Commissioner
(Sgd) Ernest Arsenault
Ernest Arsenault, Commissioner

#### **NOTICE**

Section 12 of the *Island Regulatory and Appeals Commission Act* reads as follows:

12. The Commission may, in its absolute discretion, review, rescind or vary any order or decision made by it or rehear any application before deciding it.

Parties to this proceeding seeking a review of the Commission's decision or order in this matter may do so by filing with the Commission, at the earliest date, a written Request for Review, which clearly states the reasons for the review and the nature of the relief sought.

Sections 13.(1) and 13(2) of the *Act* provide as follows:

- 13.(1)An appeal lies from a decision or order of the Commission to the Appeal Division of the Supreme Court upon a question of law or jurisdiction.
- (2) The appeal shall be made by filing a notice of appeal in the Supreme Court within twenty days after the decision or order appealed from and the Civil Procedure Rules respecting appeals apply with the necessary changes.

IRAC140B(2005/1)

2009 OATT charges 09-06-17

#### REVISED OATT CHARGES WITH PHASE 2 AT WEST CAPE

	2008	2009
	( Existing )	( Proposed )
2005 annual transmission revenue requirements (\$):	F 770 000	5 770 000
- Transmission system	5,772,000	5,772,000
- Energy Control Centre (portion allocated to transmission)	248,000	248,000
subtotal	6,020,000	6,020,000
- Volt. control & reactive supply from generation sources	401,000	401,000
Merchant wind power in PEI ( MW ):		
- West Cape Phase 1	11	11
- West Cape Phase 2		79
total	11	90
Demand determinants for transmission service ( MW ):		
- 2005 average 12 CP for Summerside	17.6	17.6
- 2005 average 12 CP for Maritime Electric	161.3	161.3
subtotal - 2005 average 12 CP for PEI load	178.9	178.9
- Merchant wind at 38 % capacity factor	4.2	34.2
and non-Appalachian pricing for hourly non-firm		
total	183.1	213.1
Demand determinants for Schedules 1 and 2 ( MW ):		
- 2005 average 12 CP for Summerside	17.6	17.6
- 2005 average 12 CP for Maritime Electric	161.3	161.3
subtotal - 2005 average 12 CP for PEI load	178.9	178.9
Morehant wind at 29 % appairt factor	6.4	E2 1
<ul> <li>Merchant wind at 38 % capacity factor and Appalachian pricing for hourly non-firm</li> </ul>	6.4	52.1
total	185.3	231.0
Annual OATT charges (\$ / MW-year):		
- Long term firm Point to Point transmission service	31,527.20	27,085.88
- Network transmission service	31,527.20	27,085.88
<ul> <li>Sch 1 (Scheduling, System Control &amp; Dispatch)</li> </ul>	1,338.63	1,073.75
- Sch 2 (Volt. Control & Reactive Supply from gen. sources)	2,164.48	1,736.19

Note: Differences between above charges for 2008 and November 2007 filing are due to rounding.

Effective: July 30, 2009

2009 OATT charges 09-08-03

### SCHEDULE 1 SCHEDULING, SYSTEM CONTROL AND DISPATCH

Current

		( Effective Jun 30, 2008 )	Proposed
Point-to-Point Service			
Yearly	\$ / MW-year	1,337.65	1,073.75
Monthly	\$ / MW-month	111.47	89.48
Weekly	\$ / MW-week	25.72	20.65
On-Peak Daily	\$ / MW-day	5.14	4.13
Off-Peak Daily	\$ / MW-day	3.66	2.94
On-Peak Hourly	\$ / MW-hour	0.33	0.26
Off-Peak Hourly	\$ / MW-hour	0.15	0.12
Network Service	\$ / MW-month	111.47	89.48

Effective: July 30, 2009

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2009 OATT charges 09-08-03

**SCHEDULE 2 VOLTAGE CONTROL & REACTIVE SUPPLY FROM GENERATION SOURCES** 

Current

		( Effective Jun 30, 2008 )	Proposed
Point-to-Point Service			
Yearly	\$ / MW-year	2,166.00	1,736.19
Monthly	\$ / MW-month	180.50	144.68
Weekly	\$ / MW-week	41.65	33.39
On-Peak Daily	\$ / MW-day	8.33	6.68
Off-Peak Daily	\$ / MW-day	5.93	4.76
On-Peak Hourly	\$ / MW-hour	0.52	0.42
Off-Peak Hourly	\$ / MW-hour	0.25	0.20
Network Service	\$ / MW-month	180.50	144.68

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2009 OATT charges 09-08-03

**Network Service** 

## SCHEDULES 7 AND 8 TRANSMISSION SERVICE RATES

2,627.45

2,257.16

		Current ( Effective	
		Jun 30, 2008 )	Proposed
Point-to-Point Service			
Yearly	\$ / MW-year	31,529.35	27,085.88
Monthly	\$ / MW-month	2,627.45	2,257.16
Weekly	\$ / MW-week	606.33	520.88
On-Peak Daily	\$ / MW-day	121.27	104.18
Off-Peak Daily	\$ / MW-day	86.38	74.21
On-Peak Hourly	\$ / MW-hour	7.58	6.51
Off-Peak Hourly	\$ / MW-hour	3.60	3.09

\$ / MW-month

Effective: July 30, 2009