

Pascoag Utility District - Electric Department
Transmission Charge

Transmission Charge

Transmission Costs are the costs for transmitting energy from Pascoag's supply sources to its distribution substation, and transmission support payments, which the District pays to MMWEC for the Hydro-Quebec transmission line. Transmission Costs are recovered through the Transmission Charge.

Calculation of Per Unit Rate Charge

The per-unit rate of the Transmission Charge shall be calculated every twelve (12) months and submitted to the Rhode Island Public Utilities Commission (Commission) for approval. The rate approved by the Commission shall remain in effect until the Commission approves a new rate. The calculation of the per-unit rate is as follows:

1. Estimate the total Transmission Costs for the upcoming twelve-month period;
2. Add or deduct any over-collection or under-collection from previously approved rates to ensure the reconciliation of costs; and
3. Divide the costs by the sum of the estimated District sales made to the residential, commercial, and industrial classes. The sales are the total retail sales that are estimated to be made to both retail customers and distribution only customers that receive transmission service during the upcoming twelve-month period.

In the event that conditions affecting the cost of transmission, which are actually experienced or reasonably anticipated during the period when the approved per-unit charge defined herein is in effect, indicate that the recovery of Transmission Costs to be incurred by the District during said period will vary by 10 percent or more above or below the revenues collected and to be collected, the District may apply to the Commission for approval and authorization of an appropriate interim increase or decrease in the approved per-unit charges to be applicable during the remainder of said period.

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