

Sixty-Minute Response Pricing Option

HELPING YOUR BUSINESS MANAGE POWER COSTS

Sixty-Minute Response power, or 60 MR, allows participating commercial and industrial customers to qualify for credits on their power bills in exchange for giving TVA the right to suspend the availability of power when necessary to address the reliability needs of the TVA system.

What are the eligibility criteria for this pricing option?

1. Minimum total contract demand greater than 1,000 kW at a single delivery point.
2. Minimum Effective Interruptible Demand (EID) of at least 500 kW. EID is the amount of demand reduction that TVA expects the customer to accept if suspended during TVA's highest 200 hours of system demand each year. The 60 MR program is limited to a maximum EID of 1,000 MW.
3. Minimum average load factor greater than 40 percent.
4. An adequate plan for meeting 60 MR suspension requirements.

How does the 60 MR pricing option work?

Credit – The customer earns a credit of \$1.70 per kW on the highest maximum amount of 60 MR demand established in any billing month in which the customer's load factor exceeds 50 percent.

Suspension of availability – 60 MR availability may be suspended on 60 minutes' notice. When such notice is given, customers must reduce load down to the level of contract demand not subject to suspension under this pricing option.

Noncompliance charges – Credit reduction charges are applicable in the event the customer does not meet the suspension requirements.

Costs for participation – 60 MR customers are subject to a monthly administrative fee of \$700, assuming a single metering point. 60 MR requires a five-minute-interval meter.

Adjustments – The credit, credit reduction charges, and administrative fee may be adjusted by TVA no more than once per 12-month period upon 60 days' notice.

Is 60 MR pricing right for my company?

60 MR may offer your company significant savings, depending on your capacity to reduce power demand at any time on 60 minutes' notice.

How do I subscribe?

Contact your local power distributor for more information on program details and the process for subscribing.

