

SPP
Notification to Construct

September 18, 2009

SPP-NTC- 20055

Mr. Mel Perkins
Oklahoma Gas and Electric Co.
M/C 1103
Oklahoma City, OK 73101

RE: Notification to Construct for Transmission Service request resulting from Aggregate Transmission Service Study SPP-2007-AG1-AFS-12

Dear Mr. Perkins,

Pursuant to Section 3.3 of the Southwest Power Pool, Inc. (“SPP”) Membership Agreement and Attachment O, Section VIII, of the SPP Open Access Transmission Tariff (“OATT”), SPP provides this Notification to Construct (“NTC”) directing Oklahoma Gas and Electric Co., as the Designated Transmission Owner, to construct the Network Upgrades.

Southwest Power Pool has filed Service Agreement FERC Docket ER09-1397, ER09-1504, ER09-1506 for Transmission Service for customers in SPP-2007-AG1-AFS-12. In the facility study conducted in the assessment of these requests, SPP concluded that system upgrades are required on the Oklahoma Gas and Electric Co. system as detailed in Aggregate Facility Study SPP-2007-AG1-AFS-12.

Upgrades with Modifications

Previous NTC Number: 19961

Previous NTC Issue Date: 6/27/2007

Project ID: 523

Project Name: ROSE HILL - SOONER 345KV CKT 1 OKGE

RTO Determined Need Date for Project: 6/1/2012

Estimated In Service Date: 6/1/2012

Estimated Cost for Project: \$45,000,000

Network Upgrade ID: 10668

Network Upgrade Description: New 345 kV line from Sooner to Oklahoma/Kansas Stateline or the interface with the Westar Energy line segment to achieve 3000 amp or greater emergency rating

Reason For Change: The project is needed at an earlier in service date than previous NTC identified

Categorization: Regional Reliability Upgrade

Network Upgrade Specifications: All elements and conductor must have at least an emergency rating of 1743 MVA, but is not limited to that amount.

Network Upgrade Justifications: SPP-2007-AG1-AFS-12

Source of Funding for Network Upgrade: Full Base Plan Funding

Estimated Cost Source: OKGE

Date of Estimated Cost: 1/1/2009

Commitment to Construct

Please provide to SPP a written commitment to construct the Network Upgrade(s) within 90 days of the date of this Notification to Construct, pursuant to Attachment O, Section VIII.6 of the SPP Open Access Transmission Tariff, in addition to providing a construction schedule for the Network Upgrade(s). Failure to provide a sufficient written commitment to construct as required by Attachment O could result in the Network Upgrade(s) being assigned to another entity.

Notification of Commercial Operation

Please submit a notification of commercial operation for each listed Network Upgrade to SPP at the email address of SPPprojecttracking@spp.org as soon as the Network Upgrade is complete and in-service. Please provide SPP with the actual costs of these Network Upgrades as soon as possible after completion of construction. This will facilitate the timely billing by SPP based on actual costs.

Mitigation Plan


The Need Date or Estimated In-Service Date represents the timing required for the Network Upgrade(s) to address the identified need. Your prompt attention is required to formulation and approval of any necessary mitigation plans for the Network Upgrade(s) included in the Network Upgrades(s) if the Need Date or Estimated In-Service Date is not feasible. Additionally, if it is anticipated that the completion of any Network Upgrade will be delayed past the Need Date or Estimated In-Service Date, SPP requires a mitigation plan be filed within 60 days of determination of expected delays.

Notification of Progress

On an ongoing basis, please keep SPP advised of any ability on OKGE's part to complete the approved Network Upgrade(s). For project tracking, SPP requires OKGE to submit updates on the status of the Network Upgrade(s) on a quarterly basis in conjunction with the SPP Board of Directors meetings. However consistent with Section 20.1 and 32.10 of the SPP Tariff, OKGE shall also advise SPP of any inability to comply with the Project Schedule as the inability becomes apparent. All terms and conditions of the SPP OATT and the membership Agreement shall apply to this Project and nothing in this letter shall carry such terms and conditions.

Don't hesitate to contact me if you have questions or comments about these requests. Thank you for the important role that you play in maintaining the reliability of our electric grid.

Sincerely,



John Mills

Manager, Tariff Studies

Phone (501) 614-3356 • Fax: (501) 666-0376 • jmills@spp.org

cc: Carl Monroe, Les Dillahunty, Bruce Rew, Pat Bourne, Jay Caspary,
SPPprojecttracking@spp.org, Phil Crissup, Travis Hyde, Jacob Langthorn IV, Colin
Whitley, Tom Littleton, Wende Oliaro, Scott Davidson, Grant Wilkerson