Firm Transmission Service
“Rights for Resale or Secondary Use”

Cost Allocation Working Group (CAWG)

DFW Hyatt – Irving, TX

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Having strategically purchased firm transmission service, you find yourself with some if it not being fully utilized….

What else can you do with it?…
Options for Firm Transmission Service

1. **Secondary Use**
   (e.g. “Modification on Non-Firm Basis”)

2. **Modification on Firm Basis**

3. **Sale or Assignment**
   -- Limits on Sale/Assignment/Transfer of Service

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1. **SECONDARY USE**

   - **Alternate or Secondary POR(s) and/or POD(s)**
     -- non-firm
     -- as available
     -- no additional charge

   - **Total usage can’t exceed original reservation.**
     (Total usage = original firm + secondary non-firm(s))

   - **Pay incremental cost, if any, for higher cost path.**
     (only for duration of such usage).

   - **Firm TS holder maintains firm scheduling rights throughout original PTP TS agreement.**
2. MODIFICATION on FIRM BASIS

- Change POR and/or POD or other term or specification on firm basis.
- Treated as a new request.
- Placed into appropriate queue.
- Existing TS priority retained while new request pending.

3. SALE or ASSIGNMENT

- May sell, assign or transfer all or a portion of rights.
- Compensation to reseller can’t exceed higher of...
  (i) original rate paid by Reseller,
  (ii) maximum rate on file under SPP OATT,
  (iii) Reseller’s opportunity cost capped at SPP’s cost of expansion.

- Assignee receives same services and priority of service as did Reseller.
  -- provided Assignee does not request POR/POD change
LIMITS -- Sale or Assignment

• If Assignee requests change in POR/POD or other specification in TS Agreement or Application…
  ...SPP will consent subject to OATT provisions & agreement by Assigner or Assignee to pay added charges per Section 22.

• Assignee…
  -- pays for any needed Impact Studies
  -- remains liable for performance obligations

OATT Section 23.2

BONUS

• Resellers may use SPP OASIS to post transmission capacity available for resale.

OATT Section 23.3