SPP Notification to Construct

February 22, 2017

Mr. John Fulton
Southwestern Public Service Company
P.O. Box 1261
Amarillo, TX 79105

RE: Notification to Construct Approved Reliability Network Upgrades

Dear Mr. Fulton,

Pursuant to Section 3.3 of the Southwest Power Pool, Inc. ("SPP") Membership Agreement and Attachments O and Y of the SPP Open Access Transmission Tariff ("OATT"), SPP provides this Notification to Construct ("NTC") directing Southwestern Public Service Company ("SPS"), as the Designated Transmission Owner, to construct the Network Upgrade(s).

On January 31, 2017, the SPP Board of Directors approved the Network Upgrade(s) listed below to be withdrawn.

Withdrawal of Upgrades

Previous NTC Number: 200395
Previous NTC Issue Date: 5/17/2016
Project ID: 31054
Project Name: Device - Bopco 115 kV Cap Bank

    Network Upgrade ID: 51552
    Network Upgrade Name: Bopco 115 kV Cap Bank
    Network Upgrade Description: Install 7.2-MVAR capacitor bank at Bopco 115 kV.
    Reason for Change: SPP determined the Network Upgrade was no longer required in the 2017 ITPNT.

Previous NTC Number: 200395
Previous NTC Issue Date: 5/17/2016
Project ID: 409
Project Name: XFR - Hereford Interchange 115/69 kV #1 and #2
Network Upgrade ID: 10533  
Network Upgrade Name: Hereford Interchange 115/69 kV #1 Transformer  
Network Upgrade Description: Replace first existing 115/69 transformer at Hereford Interchange.  
Reason for Change: SPP determined the Network Upgrade was no longer required in the 2017 ITPNT.

Network Upgrade ID: 10534  
Network Upgrade Name: Hereford Interchange 115/69 kV #2 Transformer  
Network Upgrade Description: Replace second existing 115/69 transformer at Hereford Interchange.  
Reason for Change: SPP determined the Network Upgrade was no longer required in the 2017 ITPNT.

Network Upgrade ID: 51459  
Network Upgrade Name: Hereford Interchange 115 kV #1 Terminal Upgrades  
Network Upgrade Description: Install any 115 kV terminal upgrades needed to replace first existing 115/69 transformer at Hereford Interchange.  
Reason for Change: SPP determined the Network Upgrade was no longer required in the 2017 ITPNT.

Network Upgrade ID: 51460  
Network Upgrade Name: Hereford Interchange 115 kV #2 Terminal Upgrades  
Network Upgrade Description: Install any 115 kV terminal upgrades needed to replace second existing 115/69 transformer at Hereford Interchange.  
Reason for Change: SPP determined the Network Upgrade was no longer required in the 2016 ITPNT.

Withdrawal of Network Upgrade  
SPS has been made aware of all Network Upgrades withdrawn through the expansion plan process. This letter is the formal notification to stop any further work on this Network Upgrade(s), collect any cost associated with the Network Upgrade(s), and provide this information to SPP.

All terms and conditions of the SPP OATT and the SPP Membership Agreement shall apply to this Project, and nothing in this NTC shall vary such terms and conditions.

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

[Signature]

Lanny Nickell  
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cc: Carl Monroe - SPP  
Antoine Lucas - SPP  
Jay Caspary - SPP  
William Grant - SPS