

SPP-NTC-210681

SPP
Notification to Construct

September 12, 2022

Mr. Jarred Cooley
Southwestern Public Service Company
790 S Buchanan Street
Amarillo, TX 79101

RE: Notification to Construct Approved Network Upgrades

Dear Mr. Cooley,

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 Upgrades.

On July 26, 2022, the SPP Board of Directors approved the Network Upgrade(s) listed below to be constructed as part of 2021 ITP.

New Network Upgrades

Project ID: 92421

Project Name: Multi - Crossroads - Hobbs - Roadrunner 345 kV dbl ckt

Need Date for Project: 1/1/2023

Estimated Cost for Project: \$395,000,000 (this project cost reflects Network Upgrades not included in this NTC)

Network Upgrade ID: 156407

Network Upgrade Name: Crossroads 345 kV ckt 1 & 2 Terminal Equipment

Network Upgrade Description: Install any necessary terminal equipment at Crossroads 345 kV to support a new double-circuit line to Hobbs 345 kV.

Network Upgrade Owner: SPS

MOPC Representative(s): Jarred Cooley

TWG Representative(s): Jarred Cooley

Categorization: Economic

Network Upgrade Specification: All elements and conductor for each circuit must meet 1792 MVA rating.

Network Upgrade Justification: 2021 ITP

Estimated Cost for Network Upgrade (current day dollars): \$ 16,779,460

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Cost Allocation of the Network Upgrade: Base Plan
Estimated Cost Source: SPP
Date of Estimated Cost: 7/27/2022

Network Upgrade ID: 156408
Network Upgrade Name: Hobbs 345 kV ckts 1 & 2 Terminal Equipment #1
Network Upgrade Description: Install any necessary terminal equipment at Hobbs 345 kV to support a new double-circuit line from Crossroads 345 kV.
Network Upgrade Owner: SPS
MOPC Representative(s): Jarred Cooley
TWG Representative(s): Jarred Cooley
Categorization: Economic
Network Upgrade Specification: All elements and conductor for each circuit must meet 1792 MVA rating.
Network Upgrade Justification: 2021 ITP
Estimated Cost for Network Upgrade (current day dollars): \$ 14,586,640
Cost Allocation of the Network Upgrade: Base Plan
Estimated Cost Source: SPP
Date of Estimated Cost: 7/27/2022

Network Upgrade ID: 156409
Network Upgrade Name: Hobbs 345 kV ckts 1 & 2 Terminal Equipment #2
Network Upgrade Description: Install any necessary terminal equipment at Hobbs 345 kV to support a new double-circuit line from Roadrunner 345 kV.
Network Upgrade Owner: SPS
MOPC Representative(s): Jarred Cooley
TWG Representative(s): Jarred Cooley
Categorization: Economic
Network Upgrade Specification: All elements and conductor for each circuit must meet 1792 MVA rating.
Network Upgrade Justification: 2021 ITP
Estimated Cost for Network Upgrade (current day dollars): \$ 27,053,744
Cost Allocation of the Network Upgrade: Base Plan
Estimated Cost Source: SPP
Date of Estimated Cost: 7/27/2022

Network Upgrade ID: 156410
Network Upgrade Name: Roadrunner 345 kV ckts 1 & 2 Terminal Equipment
Network Upgrade Description: Install any necessary terminal equipment at Roadrunner 345 kV to support a new double-circuit line from Hobbs 345 kV.
Network Upgrade Owner: SPS

SPP-NTC-210681**MOPC Representative(s):** Jarred Cooley**TWG Representative(s):** Jarred Cooley**Categorization:** Economic**Network Upgrade Specification:** All elements and conductor for each circuit must meet 1792 MVA rating.**Network Upgrade Justification:** 2021 ITP**Estimated Cost for Network Upgrade (current day dollars):** \$ 15,831,264**Cost Allocation of the Network Upgrade:** Base Plan**Estimated Cost Source:** SPP**Date of Estimated Cost:** 7/27/2022**Commitment to Construct**

Please provide to SPP a written commitment to construct the Network Upgrade(s) by December 11, 2022, in addition to providing a construction schedule and an updated -20% to +20% cost estimate, NTC Project Estimate, in the Standardized Cost Estimate Reporting Template for the Network Upgrade(s). Failure to provide a sufficient written commitment to construct as required by the SPP OATT 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 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.

Notification of Progress

On an ongoing basis, please keep SPP advised of any inability on SPS's part to complete the approved Network Upgrade(s). For project tracking, SPP requires SPS's to submit status updates of the Network Upgrade(s) quarterly in conjunction with the SPP Board of Directors meetings. However, SPS shall also advise SPP of any inability to comply with the Project Schedule as soon as the inability becomes apparent.

All terms and conditions of the SPP OATT and the SPP Membership Agreement shall apply to this project(s), and nothing in this letter shall vary 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.

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Sincerely,



Antoine Lucas

Vice President, Engineering

Phone: (501) 614-3382 • Fax: (501) 482-2022 • alucas@spp.org

cc: Lanny Nickell - SPP
Casey Cathey - SPP
David Kelley - SPP
William Grant - SPS
Reene' Miranda - SPS
SPPprojecttracking@spp.org