

XX.X REASSIGNMENT OF TRANSMISSION RIGHTS

xx.xx Overview

A Transmission Customer (the “Reseller”) may sell, assign, or transfer all or a portion of its rights under its Service Agreement or Umbrella Agreement, but only to another eligible Customer (the “Assignee”).

Compensation to the Reseller shall not exceed the higher of:

1. The original rate paid by the Reseller;
2. The transmission provider’s maximum rate on file at the time of the assignment; or
3. The Reseller’s opportunity cost capped at the transmission provider’s cost of expansion;

provided that, for service prior to October 1, 2010, compensation to Resellers shall be at rates established by agreement between the Reseller and the Assignee.

xx.xx Capacity Reassignment on OASIS

All sales or assignments of capacity must be conducted through or otherwise posted on BCTC’s OASIS on or before the date the reassigned service commences. Resellers may also use BCTC’s OASIS to post transmission capacity available for resale.

A Customer may only reassign CONFIRMED transmission reservations (not ACCEPTED, COUNTEROFFER, RECEIVED or STUDY).

The sale or assignment of rights from one Transmission Customer to another on OATI OASIS is called Resale. The Customer who sells transmission is called the Seller. The Customer who buys that reassigned transmission is called the Buyer.

xx.xxx Post for Resale

A Customer can sell transmission to the market using the Post for Resale function. In order to do this, the Customer must have a CONFIRMED transmission reservation. The Customer must open its transmission reservation that it wants to resale to the market and select the Post for Resale button at the top of the transmission reservation. A window appears where the Customer needs to enter the date, time, offer price, and the amount of transmission capacity it wants to sell. Then the Customer needs to submit the request.

When a customer (Reseller) wishes to sell its CONFIRMED transmission reservation to another eligible Customer (Assignee) it can use the Trans Assign button on the Transmission Confirmed Reservation Page to accomplish this transaction. On the Trans Assign screen the seller must choose the buyer. Then the seller must select the Add/Edit reassign button to open a window to enter the reassigned reference number, ensure the hours and date match the timeframe for

the reassignment, set the capacity amount to be equal to or less than the original amount, change the status to the agreed upon value, and then submit for the resale to be accomplished.

A Customer wishing to purchase the transmission capacity through the resale function can view the seller information on the Offerings page. A Customer can purchase the offering by creating a new Transmission Service Request (TSR).

Once the RESALE transmission reservation has been CONFIRMED between the Buyer and the Seller, it shall be processed by BCTC for validation purposes. If the transmission request meets BCTC's validation criteria, the Resellers transmission capacity will be decremented by the resale amount.

xx.xxx Valid, Invalid and Restricted Reassignments

RESALE transmission must have the following characteristics for OASIS to recognize the transaction as VALID.

1. A Service Agreement must be in place, as noted in Section xx.xx.
2. The RESALE must match class (Firm, Non-Firm) and path.
3. All service increments (Hourly, Daily, Weekly, Monthly or Yearly) are allowed to be reassigned. The RESALE will not be subject to the service increment validation, which will allow a resale of a portion of the service increment Daily, Weekly, Monthly or Yearly reservation.
4. The time frame of the RESALE must be equal to or within the Start and Stop Time(s) of the original request(s).
5. The RESALE MW amounts must be equal to or less than the reserved capacity that was available under the original reservation(s).
6. Each RESALE must reference only one OASIS number. OASIS provides the capability to resell the transmission of several transmission requests using only one transmission request; however, the British Columbia Transmission Corporation Scheduling Application requires a one-to-one relationship between an original CONFIRMED request and a RESALE request.
7. RESALE is subject to the Transmission Scheduling Timelines (refer to Section 5.3).

Reassignments of SECONDARY PTP service are not allowed.

Mixed Class Wheelthrough Transmission can only be resold as Mixed Class Wheelthrough Transmission

Blind Reassignments are not allowed. All reassignments must be accomplished by the Assignee executing a Service Agreement with BCTC that will govern provision of reassigned service.

xx.xx Service Agreement

The Assignee must be an Eligible Customer in accordance with Section 1 of the OATT.

The Assignee must execute a service agreement with BCTC governing reassignments of transmission service prior to the date on which the reassigned service commences. It is sufficient for the Assignee to exercise a service agreement generally and to complete a particular assignment through OASIS.

BCTC's Service Agreement for the Resale, Reassignment or Transfer of Short-Term PTP service is contained in Attachment A-1 to the OATT and the Service Agreement for the Resale, Reassignment or Transfer of Long-Term PTP service is contained in Attachment B-1 to the OATT. BCTC's OASIS will check that these Service Agreements are in place when validating reassignments.

When purchasing reassigned transmission, the Assignee will receive the same services and priority as did the Reseller and the priority of service for the Assignee will be the same as that of the Reseller. If the Assignee requests a change in service, the transmission request will be processed as per Section 7.0 of BCTC's Business Practices, Changing a Transmission Reservation (Redirect).

xx.xx Payment Obligations

During the term of the assignment, the Reseller will continue to be billed. BCTC will charge the Reseller, as appropriate, at the rate stated in the Reseller's Service Agreement with BCTC or in the associated OASIS schedule.

BCTC will invoice the Assignee for services after the time of reassignment. Subject to receipt of payment from the Assignee, BCTC will credit the Reseller with the price reflected in the Assignee's Service Agreement with BCTC or in the associated OASIS schedule (the "reassignment rate").

If the full transfer is executed at a rate in excess of the reseller's contract with BCTC, BCTC will credit the reseller with the additional revenue as a result of the transfer.

If the Reseller and Assignee agree to a full transfer of the reseller's rights and obligations:

BCTC will only bill the Reseller for the difference in the rates to the extent the transfer is executed at a lower rate than the rate agreed to between the Reseller and BCTC. This will ensure that BCTC receives the full contract price agreed to by the Reseller.

If the full transfer is executed at a rate in excess of the reseller's contract with BCTC, BCTC will credit the reseller with the additional revenue as a result of the transfer.

If the assignee defaults and fails to pay for the reassigned capacity, BCTC will reverse the credit to the reseller to reflect the lack of payment by the assignee.