

15.0 LONG-TERM FIRM POINT-TO-POINT ("LTFPTP") SERVICE REQUEST

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15.1 Determination of ATC for LTFPTP Service

British Columbia Transmission Corporation (BCTC) will conduct system studies periodically or as required to determine ATC for LTFPTP Service requests. BCTC will utilize the ATC information to determine if a System Impact Study ("SIS") is required to respond to LTFPTP service requests.

15.2 Response to a Completed Application

BCTC will respond to a Completed Application for LTFPTP request pursuant to Section 17.5 of the Tariff.

- 15.2.1 If BCTC determines that that it will have adequate capability to satisfy the full amount of the Completed Application, BCTC will tender the customer a Service Agreement pursuant to Section 17.6 of the Tariff.
- 15.2.2 If BCTC determines that it will not have adequate capability to satisfy the full amount of the Completed Application, BCTC will provide the customer requesting LTFPTP service an option of Partial Service or Shaped Service together with a SIS Agreement for the full amount of capacity requested.
 - (a) If Partial Service and Shaped Service are available, BCTC will tender to the customer requesting LTFPTP service a Partial Service Agreement, a Shaped Service Agreement and a SIS Agreement. The customer may sign either the Partial Service Agreement or the Shaped Service Agreement, but not both. In either case, the customer may also sign a SIS Agreement. Please see Section 15.4 Partial Service and Partial Interim Service and Section 15.5 Long-Term Firm PTP Shaped Service.
 - (b) If Partial Service is available, but Shaped Service is not available, BCTC shall tender the customer requesting LTFPTP service a Partial Service Agreement and a SIS Agreement. Please see Section 15.4 Partial Service and Partial Interim Service.



- (c) If Partial Service is not available but Shaped Service is available, BCTC shall tender the customer requesting LTFPTP service, a Service Agreement for Shaped Service and a SIS Agreement. Please see Section 15.5 Long-Term Firm PTP Shaped Service.
- 15.2.3 If BCTC determines that it does not have any ATC to meet the request of the Completed Application then BCTC will tender to the customer a SIS Agreement pursuant to Section 19 of the Tariff.

15.3 Declining Requests Past Start Date

If the study process as described in Section 19 is not complete by the Start Time of the service requested and there is less than 12 months remaining in the term of the service request, BCTC will decline the Completed Application¹.

15.4 Partial Service and Partial Interim Service

Partial Service (less than that requested) for LTFPTP transmission includes a:

- partial amount available over a minimum duration of one year;
- partial term (minimum one year); or
- a combination of the above.

If Partial Service is available, BCTC will tender to the customer:

- A Service Agreement for the available transmission capacity with a term equal
 to the lesser of the period in which the capacity is available or the period
 requested in the Completed Application, and
- A SIS Agreement for determining network upgrades required for BCTC to meet the amount of the request that cannot be met with the existing capability.

The customer may execute either the Service Agreement or both the Service Agreement and the SIS Agreement. If the customer does not execute either the Service Agreement or both the Service Agreement and the SIS Agreement, then the customer's Application will be considered withdrawn².

- If the customer executes the Service Agreement but not the SIS Agreement, BCTC will provide the customer with Partial Service and remove the customer's request from the priority queue.
- If the customer executes both agreements, BCTC shall provide the customer with Partial Interim Service pending the result of the study process. At the

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¹ Please see Morgan Stanley Capital Group vs Illinois Power Company., 93 FERC¶ 61,081 (2000) Order Granting Rehearing In Part and Clarifying Prior Order. October 26, 2000.

² Please see Bonneville Power Administration, 110 FERC¶ 61, 094, Order Granting Clarification and Denying Rehearing, February 8, 2005, ¶ 30



completion of the study process, the customer has the option to amend its Partial Interim Service to Partial Service at the same amount of capacity of the Partial Interim Service with a term equal to the term in the Completed Application, or to amend its Partial Interim Service to the full amount and term in the Completed Application.

15.5 Long-Term Firm PTP Shaped Service ("Shaped Service")

15.5.1 Description of Service

BCTC shall offer Shaped Service as Partial Interim Service when there is insufficient ATC to meet a customer's LTFPTP service request.

An offer of Shaped Service may only be made in annual increments of service (e.g. one, two or three years of service), the minimum term of which must contain at least twelve months of Reserved Capacity in an amount greater than zero megawatts.

Where an offer of Shaped Service is made in response to a LTFPTP service request that is not an annual increment, BCTC will round up the LTFPTP service request to the next annual increment. For example, if a request is made for 18 months of LTFPTP service, BCTC will offer 24 months of Shaped Service if those 24 months contain at least twelve months of Reserved Capacity in an amount greater than zero. If the 24 months do not contain at least twelve months of Reserved Capacity in an amount greater than zero, then BCTC will offer 36 months or as many years as necessary (provided that the ATC is available) so that the Shaped Service offered will contain at least twelve months of Reserved Capacity in an amount greater than zero.

If additional ATC becomes available during the term of a Shaped Service contract, the Shaped Service contract holder will not be required to amend its contract during the contract term to take up the available ATC.

15.5.2 Offering of Service

- 1. If Shaped Service is available, BCTC will tender to the customer:
 - (a) A Service Agreement for Shaped Service; and
 - (b) A SIS Agreement.

The customer may execute the Service Agreement or both the Service Agreement and the SIS Agreement. If the customer does not execute either the Service Agreement or both the Service Agreement and the SIS Agreement, then the customer's Application is considered withdrawn³.

³ Please see Bonneville Power Administration, 110 FERC¶ 61, 094, Order Granting Clarification and Denying Rehearing, February 8, 2005, ¶ 30



- 2. If the customer executes a Service Agreement but not the SIS Agreement, BCTC will provide the customer Shaped Service and remove the customer's request from the priority queue.
- 3. If the customer executes both agreements, BCTC will provide the customer with Shaped Service and proceed with the study process pursuant to Section 19 of the Tariff. Upon completion of the study process, the customer has a choice of continuing with its Shaped Service or amending its Service Agreement for full LTFPTP service.

Examples

- If BCTC were to receive a two-year LTFPTP service request for 100 MW commencing in January 2010 and BCTC determines that there is sufficient ATC to meet the request except that there is zero ATC in the month of January, then BCTC would offer a two-year service agreement for Shaped Service that would consist of 100 MW in the months of February to December and zero MW in January.
- 2. If BCTC were to receive a one-year LTFPTP service request of 100 MW commencing January 2010 and BCTC determined that there was sufficient ATC except that there was zero ATC in the months of January, February and December, then BCTC would offer a two-year Shaped Service agreement that would consist of 100 MW in the months of March to November and zero MW in January, February and December.
- 3. If BCTC were to receive an 18-month LTFPTP service request of 100 MW commencing January 2010 and BCTC determined that there was sufficient ATC except that there was zero ATC in the month of July, then BCTC would offer a two-year Shaped Service agreement that would consist of zero MW in July and 100 MW in the remaining months.

15.5.3 Rollover Services, Competing Requests and ATC

In addition to Section 16 Rollover Rights for LTFPTP Service, the following principles for the rollover of Shaped Service apply:

- Consistent with Section 2.2 of the OATT, Shaped Service customers have the right to rollover their Shaped Service unless the Shaped Service contract specifies that it does not include rollover rights. Shaped Service customers' rollover rights are subject to the matching requirements specified in Sections 2.2 and 19.7 of the Tariff, AND Section 16 of this Business Practice, as explained below.
- 2. In the case where no additional ATC has become available and there are no competing requests for service, a Shaped Service Customer wishing to continue to take service must request to rollover its Shaped Service



- contract at least 1 year prior to the expiration of the term of the Shaped Service contract.
- 3. In the case where additional ATC has become available and there are no competing requests, if the Shaped Service contract holder requests to rollover its transmission service, BCTC will counteroffer the shape of service that is then available or, if available, the entire block of service originally requested by the customer. If the customer does not accept the counteroffer, its request to rollover its service will be denied.
- 4. In the case where there is a competing request for service but no additional ATC has become available, then BCTC will offer the Shaped Service in response to the competing request only if the competing request is for a longer term than the existing Shaped Service contract. If the offer is accepted, then the Shaped Service contract holder will be notified of the competing request. The Shaped Service contract holder will have 3 days from the date of notification to exercise its Right of First Refusal to match the term of the competing request pursuant to Section 2.2 of the OATT. If the Shaped Service contract holder does not exercise its right of first refusal, then the competing request will be granted and the request by the Shaped Service contract holder to rollover its contract will be denied.
- 5. In the case where additional ATC has become available and there is a competing request for service, then the Shaped Service contract holder wishing to rollover its service will be required to match the term of the competing request and must also agree to accept a quantity of LTFPTP Service for each month of that term at least equal to the lesser of: (i) the maximum amount of LTFPTP Service that is available in the same quantity for each month of the term; and (ii) the quantity of LTFPTP Service of the competing request.
- 6. If there is a LTFPTP service request that competes with the rollover of two LTFPTP or Shaped Service contracts such that only two of the three customers can be served with existing ATC, then the customer that submits its rollover request last in time will be required to match the competing request. If the competing request is such that only one of the three customers can be served with existing ATC, then the customer that submits its rollover request first in time will have the option to match the competing request or have its request denied. If the first in time customer chooses not to match, then the second in time customer will have the option to match or have its request denied. If both rollover customers refuse to match the competing request, the competing request will be granted.



15.6 Extension of Commencement of Service

15.6.1. Request for Extensions of Commencement of Service

Pursuant to section 17.7 of OATT, the Transmission Customer may request up to five one-year extensions for the commencement of its firm point-to-point transmission service.

The Transmission Customer will submit, within 60 calendar days prior to the initial or extended service commencement date, a new LTF PTP TSR in OASIS with the new extended commecement start and end date. The original service term shall not change. The OASIS number of the confirmed original LTF PTP transmission service must be referenced in the Buyer's Comment field.

An extension of service will not be available for roll-over requests, since in these circumstances the customer has already commenced service.

15.6.2 Annual Reservation Fee

The Transmission Customer must pay a non-refundable annual reservation fee equal to one-month's charge for LTF PTP service for each one-year extension within 15 days of notifying the Transmission Provider it intends to extend the commencement of service.

If the Transmission Customer fails to pay the annual reserveration fee within 15 days of notifying the Transmission Provider it intends to extend the commencement of service, the Transmission Customer will lose its option to extend the Service Commencement Date and will remain obligated to take service under the original terms and conditions of the underlying transmission service.

15.6.3 Extensions Subject to Availability

BCTC will grant the Transmission Customer an extension subject to availability. Additional study procedures set forth in Section 19 of the OATT may apply.

15.6.4 Competing Requests for Reserved Capacity

If the highest priority request in the queue on the same path has an earlier Service Commencement Date than the extended Service Commencement Date and BCTC could not satisfy that highest priority request without releasing all or part of the Transmission Customer's Reserved Capacity;

OR

If during the extension for commencement of service, another Eligible Customer submits a Completed Application, and there were no other requests in queue, and BCTC could not satisfy the new Customer's request without releasing all or part of the Transmission Customer's Reserved Capacity;



THEN

The Reserved Capacity will be released unless within 30 Calendar Days of notification from BCTC of a competing request, the Transmission Customer agrees to match the competing request's service commencement date and to pay the Firm Point-to-Point Transmission Rate for its Reserved Capacity starting with the new service Commencement Date of the new competiting request.

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Document Change History

Issue	Reason for Issue	Date
2	Implementation of OATT Amendment - Extension of	1 April 2010
	Commencement of Service.	
1	Added sections Long-Term Firm Point-to-Point	6 November 2006
	Service Requests	
	2. Revised the practice for Shaped Service	
	Added Section on Partial Services	