REDIRECT OF A TRANSMISSION RESERVATION

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1.0 OVERVIEW

Pursuant to Section 22 of BC Hydro’s Open Access Transmission Tariff (OATT), a Transmission Customer has the right to request modifications to the Point of Receipt (POR) and/or Point of Delivery (POD) or both (including source/sink, where required) of a Firm Point-to-Point (PTP) transmission reservation. The process of changing POR and/or POD is referred to as a “Redirect”. Redirects may be on a Firm or Non-Firm basis. Redirects can be for the same or lower service increment as the original reservation (the “Parent Reservation”). When a Redirect is on a Non-Firm basis, a Transmission Customer may release the Redirected capacity back to the original POR and POD of the Parent Reservation. This process is referred to as “Relinquish”.

A Transmission Customer can only redirect the unused (or unallocated) capacity of a confirmed Firm transmission reservation provided that ATC exists on the redirected path to support the Redirect TSR. If the Parent Reservation holds capacity on the common segment of a path, which the Redirect TSR needs the Parent capacity will be reallocated to the Redirect TSR provided that the capacity sum of the Parent and Redirect TSRs do not exceed the capacity sum of the Parent Reservation. Refer to BC Hydro’s OATT Business Practice on TTC/ATC for information on ATC.

These Business Practices provide clarification of the rules, standards and practices used by BC Hydro to implement its OATT. While the terms of BC Hydro’s OATT and these Business Practices govern, customers should also refer to the NAESB WEQ Business Standards, WECC Regional Criteria, and WECC Regional Business Practices, which BC Hydro has followed in most, but not all, respects. BC Hydro also complies with the Mandatory Reliability Standards adopted by the BCUC.

2.0 REDIRECT ON A FIRM BASIS

A Transmission Customer has the right to request modifications to the POR and/or POD of a Firm PTP transmission reservation on a Firm basis. This is referred to as a Redirect on a Firm basis.

A Transmission Service Request (TSR) for a Redirect must be submitted on OASIS with request type REDIRECT. A Redirect request on a Firm Basis shall be treated as a new service request for
service in accordance with Section 17 of BC Hydro’s OATT and the pricing validation outlined in Section 4 of this Business Practice.
a) A request for Redirect on a Firm basis must be from a higher Short-Term Firm PTP service increment to an equal or lower Short-Term Firm PTP service increment offered by BC Hydro, otherwise the request will be INVALID.

b) The Bid Price of the Redirect TSR shall be equal to the higher of the Offer Price of the Parent Reservation or that of the redirected path; otherwise the request will be INVALID. Refer to Section 4 of this Business Practice for more information on pricing validation.

c) Redirects are subject to the transmission scheduling timelines of Firm PTP service of the same service increment as outlined in BC Hydro’s OATT Business Practices on Processing of Short Term and Long Term Firm Transmission Service Requests.

d) A Redirect will be INVALID if there is insufficient capacity available on the Parent Reservation for the Redirect or it exceeds the duration available under the Parent Reservation.

e) If the Parent Reservation and the Redirect TSR share a common segment of a path and there is sufficient capacity available on the Parent Reservation for the Redirect TSR, the Redirect TSR will be reallocated the capacity from the Parent Reservation. This is performed as part of the evaluation of the redirect request.

f) BC Hydro will COUNTEROFFER if there is insufficient ATC on the Redirected path. A Transmission Customer must act on a COUNTEROFFER according to the timelines outlined in BC Hydro’s OATT Business Practice on Processing of a Short Term Transmission Service Request.

g) A Redirect will be REFUSED if there is no ATC on the Redirected path.

h) The Parent Reservation retains its rights until the Redirect TSR is CONFIRMED. Once the Redirect TSR is CONFIRMED, BC Hydro will release, and offer for sale, the portion of the capacity of the Parent Reservation that was redirected.

i) A Transmission Customer cannot Relinquish the capacity of a CONFIRMED Redirect on a Firm basis back to the Parent Reservation.

j) Redirects on a Firm basis shall have the rights and obligations of an original reservation for Firm PTP transmission service, including the right to Redirect on a Firm or Non-Firm basis.

2.1 Redirect of Long-Term Firm PTP transmission service with Rollover Rights

For the Redirect on a Firm Basis of Long-Term Firm PTP transmission service with rollover rights pursuant to Section 2 of BC Hydro’s OATT, the following rules apply:

i. If a Transmission Customer with rollover rights chooses to Redirect its capacity for less than the full remaining term of the Service Agreement, absent a further request to Redirect, the original POR and POD of the Parent Reservation will retain rollover rights.
ii. If a Transmission Customer chooses to Redirect its full capacity until the end of its Service Agreement, the Transmission Customer will be granted rollover rights only on the Redirected POR and POD, provided there is sufficient ATC and established through appropriate studies, if required.

iii. If a Transmission Customer chooses to Redirect a portion of its capacity until the end of its Service Agreement, the Transmission Customer will have rollover rights on the Redirected POR and POD for the Redirect capacity (provided there is sufficient ATC and established through appropriate studies if required) and rollover rights on the original POR and POD of the Parent Reservation for the capacity not Redirected.

iv. If a Transmission Customer requests and is granted its rollover rights on the original POR and POD of the Parent Reservation and subsequently requests and is granted a Redirect for the remainder term of its Service Agreement, there are no rollover rights on the Redirected POR and POD.

Pursuant to Section 2 of BC Hydro’s OATT and Business Practice on Submitting a Long Term Firm Transmission Service Request, a Transmission Customer must exercise its rollover rights within the appropriate timelines.

As noted above in Section 2, item (h), the Parent Reservation retains its rights until the Redirect TSR is CONFIRMED. Once the Redirect TSR is CONFIRMED, BC Hydro will release, and offer for sale, the portion of the capacity of the Parent Reservation that was redirected. This includes capacity that was held for rollover.

3.0 REDIRECT ON A NON-FIRM BASIS

A Transmission Customer has the right to request an alternate, or secondary, POR and/or POD on a Non-Firm basis for a Firm PTP transmission reservation (Parent Reservation). This is referred to as Redirect on a Non-Firm basis. The new Non-Firm service is classed as Hourly Secondary Transmission Service and has the lowest service priority (i.e. lower than Non-Firm Hourly PTP service).

A TSR for a Redirect must be submitted on OASIS with request type REDIRECT. A Redirect request on a Non-Firm basis shall be treated as a new request for service in accordance with Section 18 of BC Hydro’s OATT and the pricing validation outlined in Section 4 of this Business Practice.

a) Bid Price must be entered as zero. BC Hydro will charge the Transmission Customer the rate of the Parent Reservation for the Redirect TSR.

b) Redirects are subject to the transmission scheduling timelines of Non-Firm PTP service of the same service increment as outlined in BC Hydro’s OATT Business Practice on Processing of Short Term Transmission Service Requests.
c) A Redirect will be INVALID if there is insufficient capacity available on the Parent Reservation for the Redirect or if it exceeds the duration available under the Parent Reservation.

d) If the Parent Reservation and the Redirect TSR share a common segment of a path and there is sufficient capacity available on the Parent Reservation for the Redirect TSR, the Redirect TSR will be reallocated the capacity from the Parent Reservation. This is performed as part of the evaluation of the redirect request.

e) BC Hydro will COUNTEROFFER if there is insufficient ATC on the Redirected path. A Transmission Customer must act on a COUNTEROFFER according to the timelines outlined in BC Hydro’s OATT Business Practice on Processing of a Short Term Transmission Service Request.

f) A Redirect will be REFUSED if there is no ATC on the Redirected path.

Upon confirmation of the Redirect TSR for Secondary Service, BC Hydro leaves the Parent Reservation whole and reduces the capacity available to be scheduled on or Redirected from the Parent Reservation by the amount and duration of the Redirect. The sum of the capacity of the Secondary Service and the capacity available for scheduling on the Parent Reservation may at no time exceed the original reserved capacity of the Parent Reservation.

Once the Redirect on a Non-Firm basis is CONFIRMED, the Transmission Customer retains the right to Relinquish a portion or all of the capacity for all or a portion of the time period available of a Redirect back to the Parent Reservation.

To Relinquish capacity of a Redirect back to the Parent Reservation, the Transmission Customer must submit a TSR with request type of RELINQUISH on OASIS based on the following rules:

a) The POR/POD and path must be identical to that of the Parent Reservation.

b) The Bid Price is entered as zero; otherwise the TSR will be INVALID.

c) A Relinquish is subject to the transmission scheduling timelines of Non-Firm PTP service of the same service increment as outlined in BC Hydro’s OATT Business Practice on Processing of Short Term Transmission Service Requests.

4.0 PRICING VALIDATION FOR REDIRECTS

For Redirect on a Firm basis, the Redirected TSR shall have a Bid Price equal to the higher of the price of the Parent Reservation or that of the redirected path. For Redirect on a Non-Firm basis, the charge is the Parent Reservation and the Redirect TSR must be submitted with Bid Price equal to zero.
The Bid Price for a Redirect TSR on a Firm basis will be the Maximum Tariff price for the following Redirects:
- Yearly to Yearly/Monthly/Weekly/Daily/Hourly
- Monthly to Monthly/Weekly/Daily/Hourly
- Weekly to Weekly/Daily/Hourly

The tables below summarize the Bid Price for Redirects on a Firm basis of Daily and Hourly as the Parent Reservation Offer Price can be between the Discount Price and the Max Tariff price.

**Table 1 : Redirect on a Firm basis of the same Service Increment**

<table>
<thead>
<tr>
<th>Pricing of Path</th>
<th>Bid Price</th>
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</thead>
<tbody>
<tr>
<td>Discounted path to Discounted path</td>
<td>Between Parent Offer Price and Tariff price of the Redirect path</td>
</tr>
<tr>
<td>Non Discounted path to Discounted path</td>
<td>Max Tariff price</td>
</tr>
<tr>
<td>Discounted path to Non Discounted path</td>
<td>Max Tariff price</td>
</tr>
<tr>
<td>Non Discounted path to Non Discounted path</td>
<td>Max Tariff price</td>
</tr>
</tbody>
</table>

**Table 2: Redirect on a Firm basis of Different Service Increment (from Higher to Lower Service Increment)**

<table>
<thead>
<tr>
<th>Pricing of Path</th>
<th>Bid Price</th>
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<tbody>
<tr>
<td>Discounted path (Daily) to Discounted path (Hourly)</td>
<td>Between Hourly price of Parent and Hourly Discounted price of Redirect Path</td>
</tr>
<tr>
<td>Discounted path (Daily) to Non Discounted path (Hourly)</td>
<td>Max Tariff hourly price</td>
</tr>
<tr>
<td>Non Discounted path (Daily) to Discounted path (Hourly)</td>
<td>Max Tariff hourly price</td>
</tr>
<tr>
<td>Non Discounted path (Daily) to Non Discounted path (Hourly)</td>
<td>Max Tariff hourly price</td>
</tr>
</tbody>
</table>

### 5.0 Redirect of a Resale

Refer to BC Hydro’s OATT Business Practice on Resale and Transfer of Transmission Rights for information on Resales. A Transmission Customer may sell all or a portion of its rights under its Service Agreement or Umbrella Agreement to another Eligible Customer (the “Assignee”). An Assignee has the right to Redirect its Firm rights acquired through a Resale. An Assignee’s Redirect will be submitted on OASIS and evaluated in the same manner as any other Redirect; subject to any limitations otherwise noted in this Business Practice.

Prior to accepting a request to Redirect on a Firm basis from an Assignee, BC Hydro has the right to require that the Assignee execute a Transmission Service Agreement.
### Document Change History

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<tr>
<th>Issue</th>
<th>Reason for Issue</th>
<th>Date</th>
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<tr>
<td>4</td>
<td>Updated hyperlink to OATT under bchydro.com</td>
<td>July 23, 2015</td>
</tr>
<tr>
<td>3</td>
<td>Corrected typos, references and updated language.</td>
<td>March 19, 2014</td>
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<tr>
<td>2</td>
<td>Updated clarification of a capacity reallocation from a Parent Reservation to a Redirect TSR when they share a common segment of a path.</td>
<td>October 18, 2013</td>
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<tr>
<td>1</td>
<td>Updated procedures. Formerly Business Practice 7.</td>
<td>November 1, 2010</td>
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