RESALE AND TRANSFER OF TRANSMISSION RIGHTS

In this Section
- Overview
- Resales
- Transfers

1.0 OVERVIEW

Pursuant to Section 23 of BC Hydro’s Open Access Transmission Tariff (OATT), a Transmission Customer may sell, assign, or transfer all or a portion of its rights under its Service Agreement or Umbrella Agreement (the “Reseller”), but only to another Eligible Customer (the “Assignee”).

Note: Mixed Class Wheelthrough Transmission service can only be resold as Mixed Class Wheelthrough Transmission service.

A sale, assignment or transfer of transmission rights pursuant to a Service Agreement or Umbrella Agreement is either a:

1. “Resale” where a Reseller sells all or a portion of its scheduling rights associated with the Point of Receipt (POR) and Point of Delivery (POD) of a CONFIRMED Firm or Non-Firm Point-to-Point (PTP) reservation (i.e. Parent Reservation); or

2. “Transfer” where a Reseller transfers all of the rights and obligations under an existing, CONFIRMED Firm or Non-Firm Monthly reservation or Long Term Firm PTP reservation (i.e. Parent Reservation) to the Assignee.

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 and WECC Regional Criteria 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 RESALES

A Reseller shall have the right to offer for sale all or a portion of the scheduling rights associated with the POR and POD of its Firm or Non-Firm PTP reservation.

Resales are posted on OASIS and are subject to the following rules:

a) The Assignee must execute a Service Agreement in the form of Attachment B-1 with BC Hydro, which will govern the provision of reassigned service under BC Hydro’s OATT. BC Hydro will annul a Resale in absence of an executed Service Agreement.
b) A Resale must be between two registered and enabled BC Hydro customers. For information on how to get registered and enabled on BC Hydro’s OASIS, refer to BC Hydro’s OATT Business Practice on Becoming a BC Hydro Transmission Customer.

c) A Resale must be posted on OASIS otherwise BC Hydro will not approve the Resale.

d) A Resale shall retain all the same transmission service attributes, transmission service priority and POR/POD of the Parent Reservation for the time frame indicated in the Resale transaction. For example, if one hour of a Monthly Firm reservation is resold, the Resale TSR shall be a Monthly Firm Resale reservation lasting one hour.

e) The Reseller shall lose its scheduling rights for the time frame and in the amount of the Resale.

f) A Resale must be in whole MWs and equal to or less than the Granted Capacity of the Parent Reservation, less any reductions (i.e. confirmed Redirects, previous resales, etc.) and allocated capacity.

g) The Bid Price of the Resale TSR is the rate mutually agreed between the Reseller and Assignee. The price shall be in $/MW-Hour. Refer to BC Hydro’s OATT Business Practices on Settlements and Billing for information regarding invoicing of Resales.

h) The Assignee has the right to redirect transmission rights under its Service Agreement pursuant to Section 22 of BC Hydro’s OATT.

i) With the exception of Conditional Firm Service reservations, a Reseller has the right to aggregate multiple reservations into a single Resale provided that each reservation being aggregated is of exactly the same service attribute, priority, product and POR/POD.

j) Service arranged through a Redirect on a Non-Firm basis, pursuant to Section 22.1 of BC Hydro’s OATT, cannot be resold. BC Hydro will annul a Resale of a Redirect on a Non-Firm basis. Refer to BC Hydro’s OATT Business Practice on Redirect of Transmission Service for information on Redirects.

k) A Resale does not convey the right of service renewal pursuant to Section 2 of BC Hydro’s OATT.

l) The Assignee shall be obligated directly to BC Hydro for all arrangements required for scheduling transactions under its Service Agreement on BC Hydro’s transmission system, including, but not limited to, submission of schedules and provision of losses.

3.0 TRANSFERS

A Reseller shall have the right to Transfer all of its rights and obligations under an existing Long Term Firm PTP, and Firm or Non-Firm monthly PTP reservations. Such Transfer shall be for all or a portion of the capacity of that reservation.
Transfers must be posted and approved by all parties on OASIS, subject to the following rules:

a) The Assignee must execute a Service Agreement in the form of Attachment B-1 with BC Hydro, which will govern the provision of reassigned service under BC Hydro’s OATT.

b) A Transfer must be between two registered and enabled BC Hydro customers. For information on how to get registered and enabled on BC Hydro’s OASIS, refer to BC Hydro’s OATT Business Practice on Becoming a BC Hydro Transmission Customer.

c) A Transfer must be posted on OASIS. All parties (the Reseller, the Assignee and BC Hydro) must agree to the Transfer.

d) A Transfer shall retain all the same Transmission Service Attributes, Transmission Service priority, and POR/POD of the Parent Reservation.

e) The start time of the Transfer may occur at any point during the period of the service of the Parent Reservation, but must start at the top of the hour on the first calendar day of a month.

f) The stop time of the Transfer must coincide with the stop time of the Parent Reservation.

g) The Bid Price is equal to the contract price of the Parent Reservation.

h) The Assignee of a Transfer shall have the same right to redirect and resell the transferred capacity in accordance with BC Hydro’s OATT.

i) A Partial Transfer is limited to the Granted Capacity of the Parent Reservation less any reductions (e.g. confirmed Redirects, previous Resales). Only the capacity available for scheduling may be transferred in a Partial Transfer. Partial Transfers of Conditional Firm Service are not permitted.

j) Full Transfers for the entire capacity granted to the Parent Reservation shall result in the Transfer of all capacity of the Parent Reservation and the Transfer of all encumbrances associated with that capacity in the form of confirmed Redirects, Resales or any other reductions in reserved capacity.

k) To initiate a Long-Term PTP Transfer, the Assignee is required to submit a TSR on OASIS. The TSR must be submitted at least sixty (60) calendar days in advance of the Service Start Date of the Transfer. BC Hydro will consider a request on shorter notice when feasible.

i. The Reseller must execute an amendment of its Service Agreement that amends the Reseller’s rights in accordance with the duration and in the capacity of the Transfer.

ii. The TSR submitted by the Assignee must include:

1. Request Type: Original

2. A statement in the Customer Comment Section indicating “This is a Full or Partial Transfer from Reseller (entity code) AREF No.”
iii. Any renewal rights held by the Parent Reservation pursuant to Section 2.2 of BC Hydro’s OATT, including all limitations to those renewal rights, shall be conveyed from the Reseller to the Assignee on the path and in the capacity transferred.

1) A Transfer shall convey all rights and obligations under BC Hydro’s OATT from the Reseller to the Assignee once BC Hydro approves the Transfer.
## Document Change History

<table>
<thead>
<tr>
<th>Issue</th>
<th>Reason for Issue</th>
<th>Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>4</td>
<td>Updated, in its entirety, to provide clarity to process and language</td>
<td>April 10, 2018</td>
</tr>
<tr>
<td>3</td>
<td>Updated hyperlink to OATT under bchydro.com</td>
<td>July 23, 2015</td>
</tr>
<tr>
<td>2</td>
<td>Updated procedures. Previously Business Practice 8.</td>
<td>November 1, 2010</td>
</tr>
<tr>
<td>1</td>
<td>OATT Implementation</td>
<td>March 1, 2006</td>
</tr>
</tbody>
</table>

[Back to Top of Section]