

RESALE, TRANSFER AND CONSOLIDATION OF TRANSMISSION RIGHTS

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1.0 OVERVIEW

Pursuant to Section 23 of BC Hydro's <u>Open Access Transmission Tariff (bchydro.com)</u> (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
- "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.

Pursuant to Sections 13.8 and 14.6 of BC Hydro's OATT, a Transmission Customer may consolidate their service requests at a common point of receipt.

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, the Transmission 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:

- 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) For a Resale to occur, the prior Parent Reservation must be unconditional.
- h) 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.
- i) The Assignee has the right to redirect transmission rights under its Service Agreement pursuant to Section 22 of BC Hydro's OATT.
- j) Service arranged through a Redirect on a Non-Firm basis (i.e. Secondary Service) cannot be resold.
- A Resale does not convey the right of service renewal pursuant to Section 2 of BC Hydro's OATT.
- 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. 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.

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) For a Transfer to occur, the prior Parent Reservation must be unconditional.
- e) The Assignee of a Transfer shall have the same right to redirect and resell the transferred capacity in accordance with BC Hydro's OATT.
- f) 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.
- g) 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.
- h) The Assignee must submit the TSR at least sixty (60) calendar days in advance of the Service Start Date of the Transfer, and 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."
 - 3. A Transfer shall retain all the same Transmission Service Attributes, Transmission Service priority, and POR/POD of the Parent Reservation.
 - 4. 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.
 - 5. The Stop Time of the Transfer must coincide with the Stop Time of the Parent Reservation.
 - 6. The Bid Price is equal to the contract price of the Parent Reservation.



i) The Reseller must amend its Service Agreement in accordance with the duration and capacity of the Transfer, if applicable.

4.0 CONSOLIDATION

A Transmission Customer may combine multiple Firm PTP Reservations (Parent Reservations) into a single Consolidation Reservation on OASIS. Long-Term or Short-Term Firm PTP Reservations are eligible for Consolidation.

Consolidations are subject to the following rules:

- a) All Parent Reservations included in a Consolidation TSR must be of 'like' Transmission Service. The following must be the same for all Parent Reservations and the resulting Consolidation TSR:
 - 1. The Transmission Service type (yearly, monthly, weekly, daily, hourly).
 - 2. The Point of Receipt (POR) and Point of Delivery (POD).
 - 3. Source and Sink fields. If these fields are populated in any Parent Reservation, then they must be populated the same for all Parent Reservations and the resulting Consolidation TSR.
- b) For Consolidation to occur, *all* Parent Reservations must be unconditional. Note that once the Consolidation TSR is CONFIRMED on OASIS, the Consolidation Reservation will be unconditional.
- c) The Transmission Customer must submit a Consolidation TSR on OASIS, which must include:
 - 1. Request Type: CONSOLIDATION
 - 2. Pre-confirmed
 - 3. A statement in the Customer Comment Section indicating "This is a Consolidation of the following AREF Nos."
 - 4. The TSR shall retain all the same Transmission Service Attributes, Transmission Service priority, and POR/POD of the Parent Reservations.
 - 5. The Start and Stop Times of the Consolidation TSR must fall within the bounds of the Start Time and the Stop Time of the Parent Reservations included.
 - 6. The Bid Price is equal to the contract prices of the Parent Reservations.
- d) Redirects, Resales, and Transfers are permitted.
- e) Conditional Firm Service (CFS) may not be included as a Parent Preservation in a Consolidation TSR.
- f) A Resale Reservation may not be included in a Consolidation TSR



g) Consolidation of LTFPTP Transmission Service does not convey rollover rights from the Parent Reservation(s) to the Consolidated Reservation. Rollover rights remain with the LTFPTP Parent Reservation(s) and does not transfer to the Consolidation Reservation.

Document Change History

Issue	Reason for Issue	Date
5	Clarified language and added Consolidation	August 3, 2022
4	Updated, in its entirety, to provide clarity to process and language	April 10, 2018
3	Updated hyperlink to OATT under bchydro.com	July 23, 2015
2	Updated procedures. Previously Business Practice 8.	November 1, 2010
1	OATT Implementation	March 1, 2006

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