

Arizona Public Service Company

FPA Section 205 Filing to Revise Order No. 890 Pro Forma OATT – Outline of Potential Items to Include

1. Identification of Source Control Area at Time of Designation – Revise OATT to eliminate the requirement that a network customer identify the source control area for off-system, non-unit contingent contracts at the time of designation.
2. Reserve Sharing Obligation Included as Part of Network Load – Revise OATT to clarify that supplying power under a reserve sharing agreement (e.g., SRSG) is an appropriate use of designated network resources, i.e., does not trigger un-designation or re-designation requirements.
3. Deadline for Un-designating Resources/Firm Scheduling Deadline – Revise OATT to clarify the deadline for un-designating network resources. (approach to be determined).
4. Minimum Term of Designated Network Resource – Revise OATT to clarify that (1) the minimum duration of a designated network resource that the transmission provider will honor is one day, and (2) a daily designated network resource need not be reserved during all hours, and may be shaped or profiled accordingly.
5. Relaxation of Un-designation Requirement During System Emergencies – Revise OATT to permit designated network resources to support firm third-party sales during system emergencies, subject to a prompt, after-the-fact, posting or filing requirement within one business day of such sales.
6. Relationship Between Book Outs and Use of Designated Network Resources – Revise OATT to permit book outs of designated network resources without un-designation or designation of substitute products, and, if power will be scheduled over primary network transmission assigned to the booked-out designated network resource, to require the network customer to note in the e-tag that the schedule is a result of a book out of a designated network resource (details to be provided in a business practice). A network customer's records on such substitutions is subject to audit by the transmission provider.
7. Incorporation of Designated Network Resource Characteristics by Reference – Revise OATT to permit a network customer making a temporary un-designation to incorporate by reference the original information and data used to designate the network resource.
8. Use of E-mail During Period Before Implementation of NAESB OASIS Business Practices – Revise OATT to allow/require parties submitting designation/un-designation information (including the attestation) prior to implementation of NAESB business practices and related OASIS functionality to communicate with the transmission provider by e-mail, and, if e-mail is down, by fax.

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9. Service Agreement for Generator Imbalances – Revise OATT to provide that (if necessary) a generator is deemed to have executed a transmission service agreement with the transmission provider for the purpose of assessing generator imbalance penalties against that generator.
10. Service Agreement for Network Customers – Revise OATT to provide that a network customer will be deemed to have executed a service agreement for point-to-point service for the purpose of imposing unreserved use penalties.