Morgan, Lewis & Bockius LLP 1111 Pennsylvania Avenue, NW Washington, DC 20004 Tel. 202.739.3000 Fax: 202.739.3001 www.morganlewis.com



COUNSELORS AT LAW

Joseph Charles Hall 202.739.5236 jchall@MorganLewis.com

July 6, 2009

VIA E-FILING

Hon. Kimberly D. Bose, Secretary Federal Energy Regulatory Commission 888 First Street, NE Washington, D.C. 20426

Re: Compliance Filing Entergy Services, Inc., OA08-75-_____ Entergy Services, Inc., OA07-32-_____ Entergy Services, Inc., OA08-92-_____ Entergy Services, Inc., OA08-59-_____

Dear Secretary Bose:

Pursuant to Section 206 of the Federal Power Act ("FPA"), 16 U.S.C. § 824e, Part 35 of the Federal Energy Regulatory Commission's ("FERC" or "Commission") regulations, 18 C.F.R. Part 35, Entergy Services, Inc. ("ESI"), on behalf of the Entergy Operating Companies,¹ hereby submits revised tariff sheets to its Open Access Transmission Tariff ("OATT") in compliance with the Commission's June 3, 2009 Order in the above-referenced proceedings.²

I. <u>BACKGROUND</u>

On February 16, 2007 in Docket Nos. RM05-17-000 and RM05-25-000, FERC issued Order No. 890,³ revising the *pro forma* OATT originally established in Order No. 888. The

¹ The Entergy Operating Companies are Entergy Arkansas, Inc., Entergy Gulf States Louisiana, L.L.C., Entergy Louisiana, LLC, Entergy Mississippi, Inc., Entergy New Orleans, Inc., and Entergy Texas, Inc.

² Entergy Services, Inc., 127 FERC ¶ 61,219 (2009) ("June 3 Order").

³ Preventing Undue Discrimination and Preference in Transmission Service, Order No. 890, 72 Fed. Reg. 12,266 (Mar. 15, 2007), FERC Stats. & Regs. ¶ 31,241 (2007) (Order No. 890), order on reh'g, Order No.

Commission required that transmission providers make a FPA section 206 compliance filing by July 13, 2007, adopting the revised *pro forma* tariff's non-rate terms and conditions as set forth in Order No. 890. ESI submitted its Order No. 890 compliance filing on July 13, 2007, in Docket No. OA07-32-000 ("July 2007 Compliance Filing"). In Order No. 890-A, the Commission further revised the *pro forma* OATT and required that transmission providers submit a second FPA section 206 compliance filing on or before March 17, 2008. ESI submitted its Order No. 890-A compliance filing on March 17, 2008 in Docket No. OA08-75 ("March 2008 Compliance Filing"). ESI designated the tariff sheets included in the March 2008 Compliance Filing to be effective July 13, 2007, as opposed to March 17, 2008.

Simultaneous with the March 2008 Compliance Filing, in Docket No. OA08-92-000, ESI submitted a motion for limited waiver of the *pro forma* OATT's attestation requirement under Sections 29.2 and 30.2 of the OATT when designating network resources ("DNR"). ESI sought waiver from the *pro forma* OATT's DNR procedures to the extent necessary to allow customers to submit their attestations via email (or fax) as opposed to submission of their attestations in the comments field on OASIS when submitting their transmission service requests.⁴ Accordingly, the March 2008 Compliance Filing included certain revisions to the DNR provisions of Attachment E included in the July 2007 Compliance Filing (which had not yet been accepted by FERC) to reflect ESI's requested waiver.

Subsequently, on October 10, 2008, in Docket Nos. OA07-32-000 and OA08-59-000, ESI submitted a request for clarification of the effective date of Order No. 890's rollover reform under the ESI OATT. Specifically, ESI explained that Order No. 890 established a new five-year minimum contract term in order for a customer to be eligible for a rollover right, and adopted a one-year notice requirement for a customer to inform transmission providers of its intent to rollover an existing reservation. In Order No. 890-A, the Commission clarified that Order No. 890's rollover reform should take effect at the time of the Commission's acceptance of a transmission provider's Order No. 890-compliant transmission planning process. In its request for clarification, ESI explained that, although it had submitted the revised section 2.2 indicated in Order No. 890 and Order No. 890-A in both its July 2007 Compliance Filing and its March 2008 Compliance Filing, rollover reform under the ESI OATT should be deemed effective as of October 18, 2008, 30 days after the date on which the Commission accepted ESI's

⁸⁹⁰⁻A, 73 Fed. Reg. 2984 (Jan. 16, 2008), FERC Stats. & Regs. ¶ 31,261 (2007), order on reh'g, Order No. 890-B, 73 Fed Reg. 39,092 (Sept. 8, 2008), 123 FERC ¶ 61,299 (2008), Order No. 890-C, 74 Fed. Reg. 12540 (Mar. 25, 2009), 126 FERC ¶ 61,228 (2009), reh'g pending and appeal docketed sub nom. Nat'l Rural Elec. Cooperative Assoc., et al. v. FERC, No. 08-1278 (D.C. Cir. 2008).

⁴ Under ESI's proposal, customers emailed or faxed their DNR attestations to the ICT, and verified that this email had been sent in to the comments field on OASIS. *See Motion of Entergy Services, Inc. for Limited Waiver of Order No. 890-A Compliance Requirement,* Docket No. OA08-92 (March 17, 2008) at pp. 3-4.

transmission planning process in Docket No. OA08-59.5

On June 3, 2009, the Commission accepted the March 2008 Compliance Filing, effective March 17, 2008. In relevant part to this filing, the Commission granted Entergy's requested clarification that rollover reform under section 2.2 of the Entergy OATT should be deemed effective October 18, 2008, and directed ESI to file revised tariff sheets reflecting this date.⁶ The Commission also accepted ESI's commitment to correct specific typos included in the March 2008 Compliance Filing discussed in the June 3 Order. Finally, the Commission granted ESI's requested waiver of the *pro forma* OATT's DNR procedures until July 13, 2008.

II. <u>INSTANT FILING</u>

A. Order No. 890-A Pro Forma Tariff Revisions – Effective March 17, 2008

As the Commission is aware, the timing of the required compliance filings and the Commission's orders on those related filings have not been in pure chronological order. Indeed, after ESI filed its March 2008 Compliance Filing, the Commission issued an order on August 8, 2008, conditionally accepting ESI's July 2007 Compliance Filing,⁷ subject to the compliance filing that ESI submitted on September 5, 2008. ESI's September 5, 2008 Compliance Filing was accepted by the Commission on January 9, 2009, effective July 13, 2007.⁸ Accordingly, the tariff sheets included in the instant filing reflect all of the amendments accepted by both the Commission's June 3 and January 9 orders. ESI notes that the enclosed redlined tariff sheets only reflect those additional changes directed by the June 3 Order, and do not include a comparison of the previously-accepted tariff sheets, as those sheets have already been submitted to and accepted by the Commission.

The revised tariff sheets included in this filing correct the typographical errors identified in the June 3 Order.⁹ Further, as indicated above, ESI incorrectly designated the tariff sheets included in its March 2008 Compliance Filing as being effective July 13, 2007, instead of March 17, 2008. Revisions to tariff sheets included in this filing also correct that error and reflect the March 17, 2008 effective date required by the June 3 Order.¹⁰ Accordingly, clean and redlined

⁵ See Entergy Svcs., Inc., 124 FERC ¶ 61,268 (2008).

⁶ See June 3 Order at P 44.

⁷ Entergy Svcs., Inc., 124 FERC ¶ 61,148 (2008).

⁸ See Entergy Svcs., Inc., Docket No. OA07-32-005, delegated letter order (Jan. 9, 2009).

⁹ See June 3 Order at 30-32; see also Attachment A-2 (First Revised Sheet Nos. 27, 127); Attachment B-2 (First Revised Sheet Nos. 26, 27).

¹⁰ Entergy notes that it has made the necessary corresponding revisions to the Order No. 614 designations of the tariff sheets included in this filing. The tariff sheets included in the March 2008 Compliance Filing were generally designated as "Substitute" tariff sheets because they were proposed to have the same effective date as

tariff sheets reflecting the June 3 Order's required March 17, 2008 effective date for the March 2008 Filing, as well as the typographical corrections identified in that order, are Attachments A-1 and A-2 to this filing, respectively.¹¹

B. <u>Rollover Reform Language – Section 2.2</u>

In the June 3 Order, FERC clarified that rollover reform under revised section 2.2 of the ESI OATT should be effective on October 18, 2008, as requested by ESI, and required ESI to submit tariff sheets reflecting this effective date.¹² Accordingly, Attachments B-1 and B-2 include tariff sheets reflecting a revised section 2.2 to the ESI OATT ("Revised" Sheet Nos. 25, 26, and 27) containing Order No. 890-B's *pro forma* rollover reform language to be effective October 18, 2008. These tariff sheets have eliminated the typo on Sheet No. 26 noted in the June 3 Order (as shown on the redlined tariff sheets).¹³

C. Part 35 Filing Requirements

This filing consists of:

- this transmittal letter;
- Attachments A-1 and A-2 clean and redlined tariff sheets, effective March 17, 2008; and
- Attachments B-1 and B-2 clean and redlined tariff sheets, effective October 18, 2008.

the tariff sheets they were superseding in Entergy's July 2007 Compliance Filing. Because the tariff sheets included in the March 2008 Compliance Filing should have been designated as being effective March 17, 2008, Entergy has generally re-designated the tariff sheets included in this filing as "Revised."

¹¹ As noted above, the tariff sheets included in this filing contain the tariff revisions accepted on January 9, 2009, as filed in ESI's September 5, 2009 submission. To avoid confusion, ESI has not submitted those changes in redline in the instant filing, as those amendments have already been accepted by the Commission. Accordingly, the redlined tariff sheets included in Attachment A-2 only reflect the March 17, 2008 effective date adopted by the June 3 Order, the resulting revised sheet designations, and the correction of the typographic errors identified by the June 3 Order.

¹² See June 3 Order at P 44.

¹³ See June 3 Order at P 30, 32-33; see also Attachment B-2 (First Revised Sheet No. 26).



III. <u>EFFECTIVE DATE</u>

As required by Order No. 890-A and the June 3 Order, ESI requests an effective date of March 17, 2008, for all tariff sheets except those within which section 2.2 is comprised. With respect to the sheets including the revised section 2.2 language, ESI requests an effective date of October 18, 2008.¹⁴

To the extent any other filing or notice requirements under the Commission's Rules and Regulations may be applicable to the instant filing, ESI respectfully requests waiver of those filing or notice requirements as may be necessary to accept the proposed revisions to the ESI's OATT on the dates requested.

IV. <u>COMMUNICATIONS AND SERVICE</u>

ESI requests that all Commission orders and correspondence, as well as any pleadings, concerning this filing be served on each of the following:

Gregory W. Camet Assistant General Counsel Erin M. Murphy Senior Counsel Entergy Services, Inc. 101 Constitution Avenue, N.W. Suite 200 East Washington, D.C. 20001 (202) 530-7322/7316 (202) 530-7350 (fax) gcamet@entergy.com

Richard Armstrong Director, Federal Regulatory Affairs Entergy Services, Inc. 101 Constitution Avenue, N.W. Suite 200 East Washington, D.C. 20001 (202) 530-7341 (202) 530-7350 (fax) rarmst1@entergy.com Floyd. L. Norton IV Joseph C. Hall Michael Keegan Morgan Lewis & Bockius, LLP 1111 Pennsylvania Avenue, N.W. Washington, D.C. 20004 (202) 739-5620/5236/5043 (202) 739-3001 (fax) fnorton@morganlewis.com jchall@morganlewis.com mkeegan@morganlewis.com

¹⁴ See Attachments B-1 and B-2, (First Revised Sheet Nos. 25 and 26, and Second Revised Sheet No. 27).



If you require any further information about this filing, please contact the undersigned at (202) 739-5236.

Sincerely,

oel

Joseph Charles Hall Attorney for Entergy Services, Inc.

Enclosures

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon each person designated on the official service list compiled by the Secretary in these proceedings.

Dated at Washington, D.C. this 6th day of July, 2009.

ichuel Kergon

Michael Keegan Morgan, Lewis & Bockius LLP 1111 Pennsylvania Avenue, N.W. Washington, D.C. 20004 (202) 739-5043

ATTACHMENT A-1

Clean Tariff Sheets Effective March 17, 2008

REVISED SECTIONS	TARIFF SHEET NO.
	[New Designation Listed]
Table of Contents	First Revised Sheet No. 7
	First Revised Sheet No. 8
1.28: Network Resource	First Revised Sheet No. 19
1.41: Pre-Confirmed Application	First Revised Sheet No. 21
3: Ancillary Services	First Revised Sheet No. 27
	Original Sheet No. 27A
	First Revised Sheet No. 28
4.1: Terms and Conditions	First Revised Sheet No. 30
6: Reciprocity	First Revised Sheet No. 35
13.2 (ii) and (iii): Reservation Priority	First Revised Sheet No. 57
	First Revised Sheet No. 58
	First Revised Sheet No. 59
14.2: Reservation Priority	First Revised Sheet No. 67
15.4 (b) and (c): Obligation to Provide Transmission	First Revised Sheet No. 74
Service that Requires Expansion or Modification of	First Revised Sheet No. 75
the Transmission System, Redispatch or Conditional	
Curtailment	
17.2 (ix): Completed Application	First Revised Sheet No. 81
17.7: Extension for Commencement of Service	First Revised Sheet No. 84
18.2 (viii): Completed Application	First Revised Sheet No. 87
19.1: Notice of Need for System Impact Study	First Revised Sheet No. 88
19.3: System Impact Study Procedures	First Revised Sheet No. 90
23.1: Procedures for Assignment or Transfer of	First Revised Sheet No. 101
Service	First Revised Sheet No. 102
	Original Sheet No. 102A
29.2 (v): Application Procedures	First Revised Sheet No. 113
30.4: Operation of Network Resources	First Revised Sheet No. 120
32.3: System Impact Study Procedures	First Revised Sheet No. 127
	First Revised Sheet No. 128
	Original Sheet No. 128A
Schedule 4	Second Revised Sheet No. 142
	Second Revised Sheet No. 143
Schedule 7	First Revised Sheet No. 152
	First Revised Sheet No. 153
Schedule 8	First Revised Sheet No. 170
Attachment A-1	First Revised Sheet No. 190

FERC	y Service Electric T Revised V		
	22.2	Modification On a Firm Basis:	101
23.	SALE	OR ASSIGNMENT OF TRANSMISSION SERVICE	101
	23.1	Procedures for Assignment or Transfer of Service:	101
	23.2	Limitations on Assignment or Transfer of Service:	.102A
	23.3	Information on Assignment or Transfer of Service:	103
24.		ERING AND POWER FACTOR CORRECTION AT RECEIPT AND VERY POINTS(S)	103
	24.1	Transmission Customer Obligations:	103
	24.2	Transmission Provider Access to Metering Data:	103
	24.3	Power Factor:	104
25.	COM	PENSATION FOR TRANSMISSION SERVICE	104
	25.1	Rates:	104
	25.2	Allocation of Revenues:	104
26.	STRA	NDED COST RECOVERY	105
27.	COM	PENSATION FOR NEW FACILITIES AND REDISPATCH COSTS	105
III. N	ETWOI	RK INTEGRATION TRANSMISSION SERVICE	105
28.	NATU	JRE OF NETWORK INTEGRATION TRANSMISSION SERVICE	106
	28.1	Scope of Service:	106
	28.2	Transmission Provider Responsibilities:	106
	28.3	Network Integration Transmission Service:	107
	28.4	Secondary Service:	107
	28.5	Real Power Losses:	108
	28.6	Restrictions on Use of Service:	108
29.	INITI	ATING SERVICE	109
	29.1	Condition Precedent for Receiving Service:	109
	29.2	Application Procedures:	110
	29.3	Technical Arrangements to be Completed Prior to Commencement of Service:	116
	29.4	Network Customer Facilities:	117
	29.5	Filing of Service Agreement:	117
Issued		dall HelmickEffective: March 17, 2008e President, Transmission	

30.	NETW	/ORK RESOURCES	117
	30.1	Designation of Network Resources:	117
	30.2	Designation of New Network Resources:	118
	30.3	Termination of Network Resources:	119
	30.4	Operation of Network Resources:	120
	30.5	Network Customer Redispatch Obligation:	121
	30.6	Transmission Arrangements for Network Resources Not Physically Interconnected With The Transmission Provider:	121
	30.7	Limitation on Designation of Network Resources:	122
	30.8	Use of Interface Capacity by the Network Customer:	122
	30.9	Network Customer Owned Transmission Facilities:	122
31.	DESIC	GNATION OF NETWORK LOAD	123
	31.1	Network Load:	123
	31.2	New Network Loads Connected With the Transmission Provider:	123
	31.3	Network Load Not Physically Interconnected with the Transmission Provider:	124
	31.4	New Interconnection Points:	124
	31.5	Changes in Service Requests:	125
	31.6	Annual Load and Resource Information Updates:	125
32.		TIONAL STUDY PROCEDURES FOR NETWORK INTEGRATION	126
	32.1	Notice of Need for System Impact Study:	126
	32.2	System Impact Study Agreement and Cost Reimbursement:	126
	32.3	System Impact Study Procedures:	127
	32.4	Facilities Study Procedures:	128A
	32.5	Penalties for Failure to Meet Study Deadlines:	130
33.	LOAD	SHEDDING AND CURTAILMENTS	130
	33.1	Procedures:	130
	33.2	Transmission Constraints:	130
	33.3	Cost Responsibility for Relieving Transmission Constraints:	131
Issued b		dall HelmickEffective: March 17, 20President, Transmission	08

otherwise cannot be called upon to meet the Network Customer's Network Load on a non-interruptible basis, except for purposes of fulfilling obligations under a Commissionapproved reserve sharing program.

1.29 Network Upgrades:

Modifications or additions to transmission-related facilities that are integrated with and support the Transmission Provider's overall Transmission System for the general benefit of all users of such Transmission System.

1.30 Non-Firm Point-To-Point Transmission Service:

Point-To-Point Transmission Service under the Tariff that is reserved and scheduled on an as-available basis and is subject to Curtailment or Interruption as set forth in Section 14.7 under Part II of this Tariff. Non-Firm Point-To-Point Transmission Service is available on a stand-alone basis for periods ranging from one hour to one month.

1.31 Non-Firm Sale:

An energy sale for which receipt or delivery may be interrupted for any reason or no reason, without liability on the part of either the buyer or seller.

1.32 Open Access Same-Time Information System (OASIS):

The information system and standards of conduct contained in Part 37 of the

Commission's regulations and all additional requirements implemented by subsequent

Commission orders dealing with OASIS.

1.33 Part I:

Tariff Definitions and Common Service Provisions contained in Sections 2 through 12.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Delivering Party under Part II of the Tariff. The Point(s) of Receipt shall be specified in the Service Agreement for Long-Term Firm Point-To-Point Transmission Service.

1.39 Point-To-Point Transmission Service:

The reservation and transmission of capacity and energy on either a firm or non-firm

basis from the Point(s) of Receipt to the Point(s) of Delivery under Part II of the Tariff.

1.40 Power Purchaser:

The entity that is purchasing the capacity and energy to be transmitted under the Tariff.

1.41 Pre-Confirmed Application:

An Application that commits the Eligible Customer to execute a Service Agreement upon receipt of notification that the Transmission Provider can provide the requested Transmission Service.

1.42 Receiving Party:

The entity receiving the capacity and energy transmitted by the Transmission Provider to Point(s) of Delivery.

1.43 Regional Transmission Group (RTG):

A voluntary organization of transmission owners, transmission users and other entities approved by the Commission to efficiently coordinate transmission planning (and expansion), operation and use on a regional (and interregional) basis.

1.44 Reserved Capacity:

The maximum amount of capacity and energy that the Transmission Provider agrees to

transmit for the Transmission Customer over the Transmission Provider's Transmission

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

The Transmission Provider is required to offer to provide (or offer to arrange with the local Control Area operator as discussed below) the following Ancillary Services only to the Transmission Customer serving load within the Transmission Provider's Control Area (i) Regulation and Frequency Response, (ii) Energy Imbalance, (iii) Operating Reserve - Spinning, and (iv) Operating Reserve - Supplemental. The Transmission Customer serving load within the Transmission Provider's Control Area is required to acquire these Ancillary Services, whether from the Transmission Provider, from a third party, or by self-supply.

The Transmission Provider will, pursuant to Attachment P, provide (or offer to arrange with the local Control Area Operator as discussed below), to the extent it is physically feasible to do so from its resources or from resources available to it, Generator Imbalance Service when Transmission Service is used to deliver energy from a generator located within its Control Area. The Transmission Customer using Transmission Service to deliver energy from a generator located within the Transmission Provider's Control Area is required to acquire Generator Imbalance Service, whether from the Transmission Provider, from a third party, or by selfsupply.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

The Transmission Customer may not decline the Transmission Provider's offer of Ancillary Services unless it demonstrates that it has acquired the Ancillary Services from another source. The Transmission Customer must list in its Application which Ancillary Services it will purchase from the Transmission Provider. A Transmission Customer that exceeds its firm reserved capacity at any Point of Receipt or Point of Delivery or an Eligible Customer that uses Transmission Service at a Point of Receipt or Point of Delivery that it has not reserved is required to pay for all of the Ancillary Services identified in this section that were provided by the Transmission Provider associated with the unreserved service. The Transmission Customer or Eligible Customer will pay for Ancillary Services based on the amount of transmission service it used but did not reserve.

If the Transmission Provider is a public utility providing transmission service but is not a Control Area operator, it may be unable to provide some or all of the Ancillary Services. In this case, the Transmission Provider can fulfill its obligation to provide Ancillary Services by acting as the Transmission Customer's agent to secure these Ancillary Services from the Control Area operator. The Transmission Customer may elect to (i) have the Transmission Provider act as its agent, (ii) secure the Ancillary Services directly from the Control Area operator, or (iii) secure

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

the Ancillary Services (discussed in Schedules 3, 4, 5, and 6, and Attachment P) from a third party or by self-supply when technically feasible.

The Transmission Provider shall specify the rate treatment and all related terms and conditions in the event of an unauthorized use of Ancillary Services by the Transmission Customer. The specific Ancillary Services, prices and/or compensation methods are described on the Schedules that are attached to and made a part of the Tariff. Three principal requirements apply to discounts for Ancillary Services provided by the Transmission Provider in conjunction with its provision of transmission service as follows: (1) any offer of a discount made by the Transmission Provider must be announced to all Eligible Customers solely by posting on the OASIS, (2) any customer-initiated requests for discounts (including requests for use by one's wholesale merchant or an Affiliate's use) must occur solely by posting on the OASIS. A discount agreed upon for an Ancillary Service must be offered for the same period to all Eligible Customers on the Transmission Provider's system. Sections 3.1 through 3.7 below list the seven Ancillary Services.

3.1 Scheduling, System Control and Dispatch Service:

The rates and/or methodology are described in Schedule 1.

3.2 Reactive Supply and Voltage Control from Generation or Other Sources Service:

The rates and/or methodology are described in Schedule 2.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

4. **Open Access Same-Time Information System (OASIS)**

4.1 Terms and Conditions:

Terms and conditions regarding Open Access Same-Time Information System and standards of conduct are set forth in 18 CFR § 37 of the Commission's regulations (Open Access Same-Time Information System and Standards of Conduct for Public Utilities) and 18 C.F.R. § 38 of the Commission's regulations (Business Practice Standards and Communication Protocols for Public Utilities). In the event available transfer capability as posted on the OASIS is insufficient to accommodate a request for firm transmission service, additional studies may be required as provided by this Tariff pursuant to Sections 19 and 32.

The Transmission Provider shall post on OASIS and its public website an electronic link to all rules, standards and practices that (i) relate to the terms and conditions of transmission service, (ii) are not subject to a North American Energy Standards Board (NAESB) copyright restriction, and (iii) are not otherwise included in this Tariff. The Transmission Provider shall post on OASIS and on its public website an electronic link to the NAESB website where any rules, standards and practices that are protected by copyright may be obtained. The Transmission Provider shall also post on OASIS and its public website an electronic link to a statement of the process by which the Transmission Provider shall add, delete or otherwise modify the rules, standards and practices that are not included in this tariff. Such process shall set forth the means by which the Transmission Provider shall provide reasonable advance notice to Transmission

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

energy owned, controlled or operated by the Transmission Customer and over facilities used for the transmission of electric energy owned, controlled or operated by the Transmission Customer's corporate Affiliates. A Transmission Customer that is a member of, or takes transmission service from, a power pool, Regional Transmission Group, Regional Transmission Organization (RTO), Independent System Operator (ISO) or other transmission organization approved by the Commission for the operation of transmission facilities also agrees to provide comparable transmission service to the transmission-owning members of such power pool and Regional Transmission Group, RTO, ISO or other transmission organization on similar terms and conditions over facilities used for the transmission of electric energy owned, controlled or operated by the Transmission Customer and over facilities used for the transmission of electric energy owned, controlled or operated by the Transmission Customer's corporate Affiliates.

This reciprocity requirement applies not only to the Transmission Customer that obtains transmission service under the Tariff, but also to all parties to a transaction that involves the use of transmission service under the Tariff, including the power seller, buyer and any intermediary, such as a power marketer. This reciprocity requirement also applies to any Eligible Customer that owns, controls or operates transmission facilities that uses an intermediary, such as a power marketer, to request transmission service under the Tariff. If the Transmission Customer does not own, control or operate transmission facilities, it must include in its Application a sworn statement of one of its duly authorized officers or other representatives that the purpose of its Application is not to assist an Eligible Customer to avoid the requirements of this provision.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

II. POINT-TO-POINT TRANSMISSION SERVICE

Preamble

The Transmission Provider will provide Firm and Non-Firm Point-To-Point Transmission Service pursuant to the applicable terms and conditions of this Tariff. Point-To-Point Transmission Service is for the receipt of capacity and energy at designated Point(s) of Receipt and the transfer of such capacity and energy to designated Point(s) of Delivery.

13. Nature of Firm Point-To-Point Transmission Service

13.1 Term:

The minimum term of Firm Point-To-Point Transmission Service shall be one day and the maximum term shall be specified in the Service Agreement.

13.2 Reservation Priority:

- Long-Term Firm Point-To-Point Transmission Service shall be available on a first-come, first-served basis, i.e., in the chronological sequence in which each Transmission Customer has requested service.
- (ii) Reservations for Short-Term Firm Point-To-Point Transmission Service will be conditional based upon the length of the requested transaction or reservation. However, Pre-Confirmed Applications for Short-Term Pointto-Point Transmission Service will receive priority over earlier-submitted requests that are not Pre-Confirmed and that have equal or shorter duration. Among requests or reservations with the same duration and, as relevant, pre-confirmation status (pre-confirmed, confirmed, or not

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

confirmed), priority will be given to an Eligible Customer's request or reservation that offers the highest price, followed by the date and time of the request or reservation.

(iii) If the Transmission System becomes oversubscribed, requests for service may preempt competing reservations up to the following conditional reservation deadlines: one day before the commencement of daily service, one week before the commencement of weekly service, and one month before the commencement of monthly service. Before the conditional reservation deadline, if available transfer capability is insufficient to satisfy all requests and reservations, an Eligible Customer with a reservation for shorter term service or equal duration service and lower price has the right of first refusal to match any longer term request or equal duration service with a higher price before losing its reservation priority. A longer term competing request for Short-Term Firm Point-To-Point Transmission Service will be granted if the Eligible Customer with the right of first refusal does not agree to match the competing request within 24 hours (or earlier if necessary to comply with the scheduling deadlines provided in section 13.8) from being notified by the Transmission Provider of a longer-term competing request for Short-Term Firm Point-To-Point Transmission Service. When a longer duration

request preempts multiple shorter duration reservations, the shorter Issued by: Randall Helmick Effective: March 17, 2008 Vice President, Transmission

duration reservations shall have simultaneous opportunities to exercise the right of first refusal. Duration, price and time of response will be used to determine the order by which the multiple shorter duration reservations will be able to exercise the right of first refusal. After the conditional reservation deadline, service will commence pursuant to the terms of Part II of the Tariff.

(iv) Firm Point-To-Point Transmission Service will always have a reservation priority over Non-Firm Point-To-Point Transmission Service under the Tariff. All Long-Term Firm Point-To-Point Transmission Service will have equal reservation priority with Native Load Customers and Network Customers. Reservation priorities for existing firm service customers are provided in Section 2.2.

13.3 Use of Firm Transmission Service by the Transmission Provider:

The Transmission Provider will be subject to the rates, terms and conditions of Part II of the Tariff when making Third-Party Sales under (i) agreements executed on or after July 9, 1996 or (ii) agreements executed prior to the aforementioned date that the Commission requires to be unbundled, by the date specified by the Commission. The Transmission Provider will maintain separate accounting, pursuant to Section 8, for any use of the Point-To-Point Transmission Service to make Third-Party Sales.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Transmission Provider shall have the right to adjust accordingly the schedule for capacity and energy to be received and to be delivered.

14. Nature of Non-Firm Point-To-Point Transmission Service

14.1 Term:

Non-Firm Point-To-Point Transmission Service will be available for periods ranging from one (1) hour to one (1) month. However, a Purchaser of Non-Firm Point-To-Point Transmission Service will be entitled to reserve a sequential term of service (such as a sequential monthly term without having to wait for the initial term to expire before requesting another monthly term) so that the total time period for which the reservation applies is greater than one month, subject to the requirements of Section 18.3.

14.2 Reservation Priority:

Non-Firm Point-To-Point Transmission Service shall be available from transfer capability in excess of that needed for reliable service to Native Load Customers, Network Customers and other Transmission Customers taking Long-Term and Short-Term Firm Point-To-Point Transmission Service. A higher priority will be assigned first to requests or reservations with a longer duration of service and second to Pre-Confirmed Applications. In the event the Transmission System is constrained, competing requests of the same Pre-Confirmation status and equal duration will be prioritized based on the highest price offered by the Eligible Customer for the Transmission Service. Eligible Customers that have already reserved shorter term service have the right of first refusal to match any longer term request before being preempted. A longer term competing

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

(a)

15.4 Obligation to Provide Transmission Service that Requires Expansion or Modification of the Transmission System, Redispatch or Conditional Curtailment:

- If the Transmission Provider determines that it cannot accommodate a Completed Application for Firm Point-To-Point Transmission Service because of insufficient capability on its Transmission System, the Transmission Provider will use due diligence to expand or modify its Transmission System to provide the requested Firm Transmission Service, consistent with its planning obligations in Attachment K, provided the Transmission Customer agrees to compensate the Transmission Provider for such costs pursuant to the terms of Section 27 in accordance with Attachment T. The Transmission Provider will conform to Good Utility Practice and its planning obligations in Attachment K, in determining the need for new facilities and in the design and construction of such facilities. The obligation applies only to those facilities that the Transmission Provider has the right to expand or modify.
- (b) If the Transmission Provider determines that it cannot accommodate a Completed Application for Long-Term Firm Point-To-Point Transmission Service because of insufficient capability on its Transmission System, the Transmission Provider will use due diligence to provide redispatch from its own resources until (i) Network Upgrades are completed for the Transmission Customer, (ii) the Transmission Provider determines

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

through a biennial reassessment that it can no longer reliably provide the redispatch, or (iii) the Transmission Customer terminates the service because of redispatch changes resulting from the reassessment. A Transmission Provider shall not unreasonably deny self-provided redispatch or redispatch arranged by the Transmission Customer from a third party resource.

(c) If the Transmission Provider determines that it cannot accommodate a Completed Application for Long-Term Firm Point-To-Point Transmission Service because of insufficient capability on its Transmission System, the Transmission Provider will offer the Firm Transmission Service with the condition that the Transmission Provider may curtail the service prior to the curtailment of other Firm Transmission Service for a specified number of hours per year or during System Condition(s). If the Transmission Customer accepts the service, the Transmission Provider will use due diligence to provide the service until (i) Network Upgrades are completed for the Transmission Customer, (ii) the Transmission Provider determines through a biennial reassessment that it can no longer reliably provide such service, or (iii) the Transmission Customer terminates the service because the reassessment increased the number of hours per year of conditional curtailment or changed the System Conditions.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

- (ix) A statement indicating that, if the Eligible Customer submits a Pre Confirmed Application, the Eligible Customer will execute a Service
 Agreement upon receipt of notification that the Transmission Provider can
 provide the requested Transmission Service; and
- (x) Any additional information required by the Transmission Provider's planning process established in Attachment K.

The Transmission Provider shall treat this information consistent with the standards of conduct contained in Part 37 of the Commission's regulations.

17.3 Deposit:

Unless waived because of the establishment of creditworthiness pursuant to Section 11, a Completed Application for Firm Point-To-Point Transmission Service also shall include a deposit of either one month's charge for Reserved Capacity or the full charge for Reserved Capacity for service requests of less than one month. Transmission Provider also may require a deposit of the full charge for service requests made in accordance with Attachment V. If the Application is rejected by the Transmission Provider because it does not meet the conditions for service as set forth herein, if a request for service made in accordance with Attachment V is not granted, or in the case of requests for service arising in connection with losing bidders in a Request For Proposals (RFP), said deposit shall be returned with interest less any reasonable costs incurred by the Transmission Provider in connection with the review of the losing bidder's Application or request for service that is not granted. The deposit also will be returned with interest less any

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

and return the Service Agreement or request the filing of an unexecuted service agreement pursuant to Section 15.3, within fifteen (15) days after it is tendered by the Transmission Provider will be deemed a withdrawal and termination of the Application and any deposit submitted shall be refunded with interest. Nothing herein limits the right of an Eligible Customer to file another Application after such withdrawal and termination.

17.7 Extensions for Commencement of Service:

The Transmission Customer can obtain, subject to availability, up to <u>five (5) one-year</u> <u>extensions</u> for the commencement of service. The Transmission Customer may postpone service by paying a non-refundable annual reservation fee equal to one-month's charge for Firm Transmission Service for each year or fraction thereof within 15 days of notifying the Transmission Provider it intends to extend the commencement of service. If during any extension for the commencement of service an Eligible Customer submits a Completed Application for Firm Transmission Service, and such request can be satisfied only by releasing all or part of the Transmission Customer's Reserved Capacity, the original Reserved Capacity will be released unless the following condition is satisfied. Within thirty (30) days, the original Transmission Customer agrees to pay the Firm Point-To-Point transmission rate for its Reserved Capacity concurrent with the new Service Commencement Date. In the event the Transmission Customer

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

information consistent with the standards of conduct contained in Part 37 of the Commission's regulations.

(viii) A statement indicating that, if the Eligible Customer submits a Pre Confirmed Application, the Eligible Customer will execute a Service Agreement
 upon receipt of notification that the Transmission Provider can provide the
 requested Transmission Service.

18.3 Reservation of Non-Firm Point-To-Point Transmission Service:

Requests for monthly service shall be submitted <u>no earlier than sixty (60) days</u> before service is to commence; requests for weekly service shall be submitted <u>no earlier than</u> <u>fourteen (14) days</u> before service is to commence, requests for daily service shall be submitted <u>no earlier than two (2) days</u> before service is to commence, and requests for hourly service shall be submitted no earlier than noon the day before service is to commence. Requests for service received <u>later than 2:00 p.m.</u> prior to the day service is scheduled to commence will be accommodated if practicable.

18.4 Determination of Available Transfer Capability:

Following receipt of a tendered schedule the Transmission Provider will make a determination on a non-discriminatory basis of available transfer capability pursuant to Section 15.2. Such determination shall be made as soon as reasonably practicable after receipt, but not later than the following time periods for the following terms of service (i) thirty (30) minutes for hourly service, (ii) thirty (30) minutes for daily service, (iii) four (4) hours for weekly service, and (iv) two (2) days for monthly service.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

19. Additional Study Procedures For Firm Point-To-Point Transmission Service Requests

19.1 Notice of Need for System Impact Study:

After receiving a request for service, other than a request submitted in Accordance with Attachment V, the Transmission Provider shall determine on a non-discriminatory basis whether a System Impact Study is needed. A description of the Transmission Provider's methodology for completing a System Impact Study is provided in Attachment D. If the Transmission Provider determines that a System Impact Study is necessary to accommodate the requested service, it shall so inform the Eligible Customer, as soon as practicable. Once informed, the Eligible Customer shall timely notify the Transmission Provider if it elects to have the Transmission Provider study redispatch or conditional curtailment as part of the System Impact Study. If notification is provided prior to tender of the System Impact Study Agreement, the Eligible Customer can avoid the costs associated with the study of these options. The Transmission Provider shall within thirty (30) days of receipt of a Completed Application, tender a System Impact Study Agreement pursuant to which the Eligible Customer shall agree to reimburse the Transmission Provider for performing the required System Impact Study. For a service request to remain a Completed Application, the Eligible Customer shall execute the System Impact Study Agreement and return it to the Transmission Provider within fifteen (15) days. If the Eligible Customer elects not to execute the System Impact Study

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

 (iii) For System Impact Studies that the Transmission Provider conducts on its own behalf, the Transmission Provider shall record the cost of the System Impact Studies pursuant to Section 20.

19.3 System Impact Study Procedures:

Upon receipt of an executed System Impact Study Agreement, the Transmission Provider will use due diligence to complete the required System Impact Study within a sixty (60) day period. The System Impact Study shall identify (1) any system constraints, identified with specificity by transmission element or flowgate, (2) redispatch options (when requested by an Eligible Customer) including an estimate of the cost of redispatch, (3) conditional curtailment options (when requested by an Eligible Customer) including the number of hours per year and the System Conditions during which conditional curtailment may occur, and (4) additional Direct Assignment Facilities or Network Upgrades required to provide the requested service. For customers requesting the study of redispatch options, the System Impact Study shall (1) identify all resources located within the Transmission Provider's Control Area that can significantly contribute toward relieving the system constraint and (2) provide a measurement of each resource's impact on the system constraint. If the Transmission Provider possesses information indicating that any resource outside its Control Area could relieve the constraint, it shall identify each such resource in the System Impact Study. In the event that the Transmission Provider is unable to complete the required System Impact Study within such time period, it shall so notify the Eligible Customer and provide an estimated

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

(d) Service over Secondary Receipt and Delivery Points on a non-firm basis shall not require the filing of an Application for Non-Firm Point-To-Point Transmission Service under the Tariff. However, all other requirements of Part II of the Tariff (except as to transmission rates) shall apply to transmission service on a non-firm basis over Secondary Receipt and Delivery Points.

22.2 Modification On a Firm Basis:

Any request by a Transmission Customer to modify Receipt and Delivery Points on a firm basis shall be treated as a new request for service in accordance with Section 17 hereof, except that such Transmission Customer shall not be obligated to pay any additional deposit if the capacity reservation does not exceed the amount reserved in the existing Service Agreement. While such new request is pending, the Transmission Customer shall retain its priority for service at the existing firm Receipt and Delivery Points specified in its Service Agreement.

23. Sale or Assignment of Transmission Service

23.1 Procedures for Assignment or Transfer of Service:

Subject to Commission approval of any necessary filings, a Transmission Customer may sell, assign, or transfer all or a portion of its rights under its Service Agreement, but only to another Eligible Customer (the Assignee). The Transmission Customer that sells, assigns or transfers its rights under its Service Agreement is hereafter referred to as the

Reseller. Compensation to Resellers shall not exceed the higher of (i) the original rate Issued by: Randall Helmick Effective: March 17, 2008 Vice President, Transmission

paid by the Reseller, (ii) the Transmission Provider's maximum rate on file at the time of the assignment, or (iii) the Reseller's opportunity cost capped at the Transmission Provider's cost of expansion; provided that, for service prior to October 1, 2010, compensation to Resellers shall be at rates established by agreement between the Reseller and the Assignee.

The Assignee must execute a service agreement with the Transmission Provider governing reassignments of transmission service prior to the date on which the reassigned service commences. The Transmission Provider shall charge the Reseller, as appropriate, at the rate stated in the Reseller's Service Agreement with the Transmission Provider or the associated OASIS schedule and credit the Reseller with the price reflected in the Assignee's Service Agreement with the Transmission Provider or the associated OASIS schedule; provided that, such credit shall be reversed in the event of non-payment by the Assignee. If the Assignee does not request any change in the Point(s) of Receipt or the Point(s) of Delivery, or a change in any other term or condition set forth in the original Service Agreement, the Assignee will receive the same services as did the Reseller and the priority of service for the Assignee will be the same as that of the Reseller. The Assignee will be subject to all terms and conditions of this Tariff. If the Assignee requests a change in service, the reservation priority of service will be determined by the Transmission Provider pursuant to Section 13.2.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

23.2 Limitations on Assignment or Transfer of Service:

If the Assignee requests a change in the Point(s) of Receipt or Point(s) of Delivery, or a change in any other specifications set forth in the original Service Agreement, the Transmission Provider will consent to such change subject to the provisions of the Tariff, provided that the change will not impair the operation and reliability of the Transmission Provider's generation, transmission, or distribution systems. The Assignee shall compensate the Transmission Provider for performing any System Impact Study needed to evaluate the capability of the Transmission System to accommodate the proposed change and any additional costs resulting from such change. The Reseller shall remain

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Control Area, where only a portion of unit output is designated as a Network Resource;

For each off-system Network Resource, such description shall include:

- Identification of the Network Resource as an off-system resource
- Amount of power to which the customer has rights
- Identification of the control area from which the power will originate
- Delivery point(s) to the Transmission Provider's Transmission System
- Transmission arrangements on the external transmission system(s)
- Operating restrictions, if any
 - Any periods of restricted operations throughout the year
 - Maintenance schedules
 - Minimum loading level of unit
 - Normal operating level of unit
 - Any must-run unit designations required for system

reliability or contract reasons

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

First Revised Sheet No. 120 Superseding Original Sheet No. 120

requests for undesignation and the request for these related transmission service requests must be approved or denied as a single request. The evaluation of these related transmission service requests must take into account the termination of the network resources identified in (iii) above, as well as all competing transmission service requests of higher priority.

As part of a temporary termination, a Network Customer may only redesignate the same resource that was originally designated, or a portion thereof. Requests to redesignate a different resource and/or a resource with increased capacity will be deemed deficient and the Transmission Provider will follow the procedures for a deficient application as described in Section 29.2 of the Tariff.

30.4 Operation of Network Resources:

The Network Customer shall not operate its designated Network Resources located in the Network Customer's or Transmission Provider's Control Area such that the output of those facilities exceeds its designated Network Load, plus Non-Firm Sales delivered pursuant to Part II of the Tariff, plus losses, plus power sales under a Commissionapproved reserve sharing program. This limitation shall not apply to changes in the operation of a Transmission Customer's Network Resources at the request of the Transmission Provider to respond to an emergency or other unforeseen condition which may impair or degrade the reliability of the Transmission System. For all Network Resources not physically connected with the Transmission Provider's Transmission System, the Network Customer may not schedule delivery of energy in excess of the Network Resource's capacity, as specified in the Network Customer's Application

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Transmission Provider shall rely, to the extent reasonably practicable, on existing transmission planning studies. The Eligible Customer will not be assessed a charge for such existing studies; however, the Eligible Customer will be responsible for charges associated with any modifications to existing planning studies that are reasonably necessary to evaluate the impact of the Eligible Customer's request for service on the Transmission System.

- (ii) If in response to multiple Eligible Customers requesting service in relation to the same competitive solicitation, a single System Impact Study is sufficient for the Transmission Provider to accommodate the service requests, the costs of that study shall be pro-rated among the Eligible Customers.
- (iii) For System Impact Studies that the Transmission Provider conducts on its own behalf, the Transmission Provider shall record the cost of the System Impact Studies pursuant to Section 8.

32.3 System Impact Study Procedures:

Upon receipt of an executed System Impact Study Agreement, the Transmission Provider will use due diligence to complete the required System Impact Study within a sixty (60) day period. The System Impact Study shall identify (1) any system constraints, identified with specificity by transmission element or flowgate, (2) redispatch options (when

requested by an Eligible Customer) including, to the extent possible, an estimate of the Issued by: Randall Helmick Vice President, Transmission

cost of dispatch, (3) available options for installation of automatic devices to curtail service (when requested by an Eligible Customer), and (4) additional Direct Assignment Facilities or Network Upgrades required to provide the requested service. For customers requesting the study of redispatch options, the System Impact Study shall (1) identify all resources located within the Transmission Provider's Control Area that can significantly contribute toward relieving the system constraint and (2) provide a measurement of each resource's impact on the system constraint. If the Transmission Provider possesses information indicating that any resource outside its Control Area could relieve the constraint, it shall identify each such resource in the System Impact Study. In the event that the Transmission Provider is unable to complete the required System Impact Study within such time period, it shall so notify the Eligible Customer and provide an estimated completion date along with an explanation of the reasons why additional time is required to complete the required studies. A copy of the completed System Impact Study and related work papers shall be made available to the Eligible Customer as soon as the System Impact Study is complete. The Transmission Provider will use the same due diligence in completing the System Impact Study for an Eligible Customer as it uses when completing studies for itself. The Transmission Provider shall notify the Eligible Customer immediately upon completion of the System Impact Study if the Transmission System will be adequate to accommodate all or part of a request for service or that no

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

costs are likely to be incurred for new transmission facilities or upgrades. In order for a request to remain a Completed Application, within fifteen (15) days of completion of the System Impact Study the Eligible Customer must execute a Service Agreement or request the filing of an unexecuted Service Agreement, or the Application shall be deemed terminated and withdrawn.

32.4 Facilities Study Procedures:

If a System Impact Study indicates that additions or upgrades to the Transmission System are needed to supply the Eligible Customer's service request, the Transmission Provider, within thirty (30) days of the completion of the System Impact Study, shall tender to the Eligible Customer a Facilities Study Agreement pursuant to which the Eligible Customer shall agree to reimburse the Transmission Provider for performing the required Facilities

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

SCHEDULE 4

ENERGY IMBALANCE SERVICE

Energy Imbalance Service is provided when a difference occurs between the scheduled and the actual delivery of energy to a load located within a Control Area over a single hour. The Transmission Provider must offer this service when the transmission service is used to serve load within its Control Area. The Transmission Customer must either purchase this service from the Transmission Provider or make alternative comparable arrangements, which may include use of non-generation resources capable of providing this service, to satisfy its Energy Imbalance Service obligation. To the extent the Control Area operator performs this service for the Transmission Provider, charges to the Transmission Customer are to reflect only a pass-through of the costs charged to the Transmission Provider by that Control Area operator. The Transmission Provider may charge a Transmission Customer a penalty for either hourly energy imbalances under this Schedule 4 or a penalty for hourly generator imbalances under Attachment P for imbalances occurring during the same hour, but not both unless the imbalances aggravate rather than offset each other.

The Transmission Provider shall establish charges for energy imbalance based on the deviation bands as follows: (i) deviations within \pm 1.5 percent (with a minimum of 2 MW) of the scheduled transaction to be applied hourly to any energy imbalance that occurs as a result of the Transmission Customer's scheduled transaction(s) will be netted on a monthly basis and settled financially, at the end of the month, at 100 percent of incremental or decremental cost; (ii) deviations greater than \pm 1.5 percent up to 7.5 percent (or greater than 2 MW up to 10 MW) of the scheduled transaction to be applied hourly to any energy imbalance that occurs as a result of

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

the Transmission Customer's scheduled transaction(s) will be settled financially, at the end of each month, at 110 percent of incremental cost or 90 percent of decremental cost, and (iii) deviations greater than +/- 7.5 percent (or 10 MW) of the scheduled transaction to be applied hourly to any energy imbalance that occurs as a result of the Transmission Customer's scheduled transaction(s) will be settled financially, at the end of each month, at 125 percent of incremental cost.

For purposes of this Schedule, incremental cost and decremental cost represent the Transmission Provider's actual average hourly cost of the last 10 MW dispatched for any purpose, i.e., to supply the Transmission Provider's Native Load Customers, correct imbalances, or make off-system sales, based on the replacement cost of fuel, unit heat rates, start-up costs (including any commitment and redispatch costs), incremental operation and maintenance costs, and purchased and interchange power costs and taxes, as applicable.

The replacement cost of fuel (including the cost of fuel for start-ups) is calculated as follows: (1) oil, coal and nuclear replacement costs are calculated based on as-booked numbers from the prior month; and (2) gas replacement costs are calculated using nominated fuel prices and quantities. Fuel invoices/databases will be used for calculating this component. The unit heat rates are calculated based on actual operation of the units for the prior 12 months. The incremental operations and maintenance costs are calculated based on the applicable O&M accounts using prior year's FERC Form 1 data. The purchased and interchange power costs and taxes are calculated based on the actual costs of the purchase. Purchase power invoices/databases will be used for calculating this component.

Issued by: Randall Helmick Vice President, Transmission

Issued on: July 6, 2009

Effective: March 17, 2008

SCHEDULE 7

Firm Point-To-Point Transmission Service

The Transmission Customer shall compensate the Transmission Provider each month for Reserved Capacity at the sum of the applicable charges set forth in Appendix A to this Schedule 7 unless the pricing provisions of Attachment T related to redispatch or the construction of new facilities apply.

<u>Discounts</u>: Three principal requirements apply to discounts for transmission service as follows: (1) any offer of a discount made by the Transmission Provider must be announced to all Eligible Customers solely by posting on the OASIS, (2) any customer initiated requests for discounts (including requests for use by one's wholesale merchant or an Affiliate's use) must occur solely by posting on the OASIS, and (3) once a discount is negotiated, details must be immediately posted on the OASIS. For any discount agreed upon for service on a path, from point(s) of receipt to point(s) of delivery, the Transmission Provider must offer the same discounted transmission services rate for the same time period to all Eligible Customers on all unconstrained transmission paths that go to the same point(s) of delivery on the Transmission System.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

POINT-TO-POINT TRANSMISSION SERVICE CHARGES

1. <u>Rate Structure</u>

The Customer shall pay Companies for Long-Term Firm Point-to-Point, Short-Term Firm Point-to-Point Transmission Service, Non-Firm Point-to-Point Transmission Service and Distribution Service, as applicable in accordance with the provisions of Paragraphs 3 - 7 of this Appendix A.

 Resales: The rates and rules governing charges and discounts stated in this Schedule 7 shall not apply to resales of transmission service, compensation for which shall be governed by Section 23.1 of the Tariff.

2. Loss Factors

The following loss factors shall be applied, as applicable, on a cumulative basis to adjust metered (or scheduled) loads and Customer's net generation and purchased power on the load side of the Customer's meter to the Entergy Transmission System input level for all purposes under this Appendix A:

Type of Service	Loss Factor
Transmission Service	1.03
Distribution Transformation Service	1.01
Distribution Line Service	1.02

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

SCHEDULE 8

Non-Firm Point-To-Point Transmission Service

The Transmission Customer shall compensate the Transmission Provider for Non-Firm Point-To-Point Transmission Service in accordance with the provisions of Section 4 of Appendix A to Schedule 7 of this Tariff.

Three principal requirements apply to discounts for transmission service as follows (1) any offer of a discount made by the Transmission Provider must be announced to all Eligible Customers solely by posting on the OASIS, (2) any customer-initiated requests for discounts (including requests for use by one's wholesale merchant or an Affiliate's use) must occur solely by posting on the OASIS, and (3) once a discount is negotiated, details must be immediately posted on the OASIS. For any discount agreed upon for service on a path, from point(s) of receipt to point(s) of delivery, the Transmission Provider must offer the same discounted transmission service rate for the same time period to all Eligible Customers on all unconstrained transmission paths that go to the same point(s) of delivery of the Transmission System.

Resales: The rates and rule governing charges and discounts stated in this Schedule 8 or incorporated by reference from Schedule 7 shall not apply to resales of transmission services, compensation for which shall be governed by section 23.1 of the Tariff.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

ATTACHMENT A-1 Form Of Service Agreement For The Resale, Reassignment Or Transfer Of Point-To-Point Transmission Service

- 1.0
 This Service Agreement, dated as of ______, is entered into, by and between ______, is entered into, by and between ______, the Entergy Services, Inc.), and ___________(the Assignee).
- 2.0 The Assignee has been determined by the Transmission Provider to be an Eligible Customer under the Tariff pursuant to which the transmission service rights to be transferred were originally obtained.
- 3.0 The terms and conditions for the transaction entered into under this Service Agreement shall be subject to the terms and conditions of Part II of the Transmission Provider's Tariff, except for those terms and conditions negotiated by the Reseller of the reassigned transmission capacity (pursuant to Section 23.1 of this Tariff) and the Assignee, to include: contract effective and termination dates, the amount of reassigned capacity or energy, point(s) of receipt and delivery. Changes by the Assignee to the Reseller's Points of Receipt and Points of Delivery will be subject to the provisions of Section 23.2 of this Tariff.
- 4.0 The Transmission Provider shall credit the Reseller for the price reflected in the Assignee's Service Agreement or the associated OASIS schedule.
- 5.0 Any notice or request made to or by either Party regarding this Service Agreement shall be made to the representative of the other Party as indicated below.

Entergy Services, Inc.:

Interconnection Arrangements Administrator Entergy Services, Inc. P.O. Box 61000 New Orleans, LA 70161

Assignee:

6.0 The Tariff is incorporated herein and made a part hereof.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

ATTACHMENT A-2

Redlined Tariff Sheets Effective March 17, 2008

REVISED SECTIONS	TARIFF SHEET NO.
	[New Designation Listed]
Table of Contents	First Revised Sheet No. 7
	First Revised Sheet No. 8
1.28: Network Resource	First Revised Sheet No. 19
1.41: Pre-Confirmed Application	First Revised Sheet No. 21
3: Ancillary Services	First Revised Sheet No. 27
	Original Sheet No. 27A
	First Revised Sheet No. 28
4.1: Terms and Conditions	First Revised Sheet No. 30
6: Reciprocity	First Revised Sheet No. 35
13.2 (ii) and (iii): Reservation Priority	First Revised Sheet No. 57
	First Revised Sheet No. 58
	First Revised Sheet No. 59
14.2: Reservation Priority	First Revised Sheet No. 67
15.4 (b) and (c): Obligation to Provide Transmission	First Revised Sheet No. 74
Service that Requires Expansion or Modification of	First Revised Sheet No. 75
the Transmission System, Redispatch or Conditional	
Curtailment	
17.2 (ix): Completed Application	First Revised Sheet No. 81
17.7: Extension for Commencement of Service	First Revised Sheet No. 84
18.2 (viii): Completed Application	First Revised Sheet No. 87
19.1: Notice of Need for System Impact Study	First Revised Sheet No. 88
19.3: System Impact Study Procedures	First Revised Sheet No. 90
23.1: Procedures for Assignment or Transfer of	First Revised Sheet No. 101
Service	First Revised Sheet No. 102
	Original Sheet No. 102A
29.2 (v): Application Procedures	First Revised Sheet No. 113
30.4: Operation of Network Resources	First Revised Sheet No. 120
32.3: System Impact Study Procedures	First Revised Sheet No. 127
	First Revised Sheet No. 128
	Original Sheet No. 128A
Schedule 4	Second Revised Sheet No. 142
	Second Revised Sheet No. 143
Schedule 7	First Revised Sheet No. 152
	First Revised Sheet No. 153
Schedule 8	First Revised Sheet No. 170
Attachment A-1	First Revised Sheet No. 190

I	Entergy S FERC Ele Third Rev	ectric T		7	Deleted: . Substitute Original
	2	22.2	Modification On a Firm Basis:	101	
			OR ASSIGNMENT OF TRANSMISSION SERVICE		
		23.1	Procedures for Assignment or Transfer of Service:		
		23.2	Limitations on Assignment or Transfer of Service:		
		23.3	Information on Assignment of Transfer of Service:		
	24. N	METE	ERING AND POWER FACTOR CORRECTION AT RECEIPT AND VERY POINTS(S)		
		24.1	Transmission Customer Obligations:		
		24.2			
			Transmission Provider Access to Metering Data: Power Factor:		
	_	24.3			
			PENSATION FOR TRANSMISSION SERVICE		
	_	25.1	Rates:		
	_	25.2	Allocation of Revenues:		
			NDED COST RECOVERY		
			PENSATION FOR NEW FACILITIES AND REDISPATCH COSTS		
			K INTEGRATION TRANSMISSION SERVICE		
	28. ľ	NATU	JRE OF NETWORK INTEGRATION TRANSMISSION SERVICE	106	
	2	28.1	Scope of Service:	106	
	2	28.2	Transmission Provider Responsibilities:	106	
	2	28.3	Network Integration Transmission Service:	107	
	2	28.4	Secondary Service:	107	
	2	28.5	Real Power Losses:	108	
	2	28.6	Restrictions on Use of Service:	108	
	29. I	NITL	ATING SERVICE	109	
	2	29.1	Condition Precedent for Receiving Service:	109	
	2	29.2	Application Procedures:		Deleted:
	2	29.3	Technical Arrangements to be Completed Prior to Commencement of		Deleted: July 13, 2007
			Service:	116	Deleted: March 17, 2007
	2	29.4	Network Customer Facilities:	117 ,//	Deleted: RM05-17-001
	2	29.5	Filing of Service Agreement:	117 🎢	Deleted: December 28, 2007, 121
I	Issued by		Iall Helmick Effective: March 17, 200 President, Transmission Effective: March 17, 200	<u>8</u> [/] _//////////////////////////////	/
I	Issued on	July	<u>6,2009</u>	·	
	Filed to co <u>127</u> FERC	mply wi ¶ 61 <mark>,21</mark>	ith order of the Federal Energy Regulatory Commission, Docket Nos. <u>OA08-75</u> , et al., issued on Jun 9 (2009).	<u>e 3, 2009,</u>	

30.	NETW	ORK RESOURCES	117
	30.1	Designation of Network Resources:	117
	30.2	Designation of New Network Resources:	
	30.3	Termination of Network Resources:	119
	30.4	Operation of Network Resources:	120
	30.5	Network Customer Redispatch Obligation:	121
	30.6	Transmission Arrangements for Network Resources Not Physically Interconnected With The Transmission Provider:	121
	30.7	Limitation on Designation of Network Resources:	122
	30.8	Use of Interface Capacity by the Network Customer:	122
	30.9	Network Customer Owned Transmission Facilities:	122
31.	DESIC	GNATION OF NETWORK LOAD	123
	31.1	Network Load:	123
	31.2	New Network Loads Connected With the Transmission Provider:	123
	31.3	Network Load Not Physically Interconnected with the Transmission Provider:	124
	31.4	New Interconnection Points:	124
	31.5	Changes in Service Requests:	125
	31.6	Annual Load and Resource Information Updates:	125
32.		TIONAL STUDY PROCEDURES FOR NETWORK INTEGRATION SMISSION SERVICE REQUESTS	126
	32.1	Notice of Need for System Impact Study:	126
	32.2	System Impact Study Agreement and Cost Reimbursement:	126
	32.3	System Impact Study Procedures:	127
	32.4	Facilities Study Procedures:	128A
	32.5	Penalties for Failure to Meet Study Deadlines:	130
33.	LOAD	SHEDDING AND CURTAILMENTS	130
	33.1	Procedures:	130
	33.2	Transmission Constraints:	130
	33.3	Cost Responsibility for Relieving Transmission Constraints:	131
Issued by		Iall Helmick Effective: <u>March 17, 2008</u> President, Transmission Effective: <u>March 17, 2008</u>	
Issued of	n: <mark>July</mark>	<u>6,2009</u>	
		ith order of the Federal Energy Regulatory Commission, Docket Nos. <u>OA08-75</u> , et al., issued on June 3	<u>, 2009,</u>
<u>127</u> FER	U ¶ 01 <mark>21</mark>	<u>9 (2009</u>).	

Deleted: July 13, 2007 Deleted: March 17, 2007 Deleted: RM05-17-001 Deleted: December 28, 2007, 121 Deleted: 297 (2007		Deleted:
Deleted: RM05-17-001	/(Deleted: July 13, 2007
Deleted: December 28, 2007, 121	<u>'(</u>	Deleted: March 17, 2007
	ί(Deleted: RM05-17-001
Deleted: 297 (2007	1	Deleted: December 28, 2007, 121
	ſ	Deleted: 297 (2007

otherwise cannot be called upon to meet the Network Customer's Network Load on a non-interruptible basis, except for purposes of fulfilling obligations under a Commissionapproved reserve sharing program.

1.29 Network Upgrades:

Modifications or additions to transmission-related facilities that are integrated with and support the Transmission Provider's overall Transmission System for the general benefit of all users of such Transmission System.

1.30 Non-Firm Point-To-Point Transmission Service:

Point-To-Point Transmission Service under the Tariff that is reserved and scheduled on an as-available basis and is subject to Curtailment or Interruption as set forth in Section 14.7 under Part II of this Tariff. Non-Firm Point-To-Point Transmission Service is available on a stand-alone basis for periods ranging from one hour to one month.

1.31 Non-Firm Sale:

An energy sale for which receipt or delivery may be interrupted for any reason or no reason, without liability on the part of either the buyer or seller.

1.32 Open Access Same-Time Information System (OASIS):

The information system and standards of conduct contained in Part 37 of the

Commission's regulations and all additional requirements implemented by subsequent

Commission orders dealing with OASIS.

1.33 Part I:

Tariff Definitions and Common Service Provisions contained in Sections 2 through 12.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008



Issued on: July 6, 2009

Delivering Party under Part II of the Tariff. The Point(s) of Receipt shall be specified in

the Service Agreement for Long-Term Firm Point-To-Point Transmission Service.

1.39 Point-To-Point Transmission Service:

The reservation and transmission of capacity and energy on either a firm or non-firm

basis from the Point(s) of Receipt to the Point(s) of Delivery under Part II of the Tariff.

1.40 Power Purchaser:

The entity that is purchasing the capacity and energy to be transmitted under the Tariff.

1.41 **Pre-Confirmed Application:**

An Application that commits the Eligible Customer to execute a Service Agreement upon

receipt of notification that the Transmission Provider can provide the requested

Transmission Service.

1.42 Receiving Party:

The entity receiving the capacity and energy transmitted by the Transmission Provider to

Point(s) of Delivery.

1.43 Regional Transmission Group (RTG):

A voluntary organization of transmission owners, transmission users and other entities

approved by the Commission to efficiently coordinate transmission planning (and

expansion), operation and use on a regional (and interregional) basis.

1.44 Reserved Capacity:

The maximum amount of capacity and energy that the Transmission Provider agrees to

transmit for the Transmission Customer over the Transmission Provider's Transmission

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted: .

Deleted: July 13, 2007

Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

Issued on: July 6, 2009

First Revised Sheet No. 27 Superseding Original Sheet No. 27

The Transmission Provider is required to <u>offer to</u> provide (or offer to arrange with the local Control Area operator as discussed below) the following Ancillary Services only to the Transmission Customer serving load within the Transmission Provider's Control Area (i) Regulation and Frequency Response, (ii) Energy Imbalance, (iii) Operating Reserve - Spinning, and (iv) Operating Reserve - Supplemental. The Transmission Customer serving load within the Transmission Provider's Control Area is required to acquire these Ancillary Services, whether from the Transmission Provider, from a third party, or by self-supply.

The Transmission Provider will, pursuant to Attachment P, provide (or offer to arrange with the local Control Area Operator as discussed below), to the extent it is physically feasible to do so from its resources or from resources available to it, Generator Imbalance Service when Transmission Service is used to deliver energy from a generator located within its Control Area. The Transmission Customer using Transmission Service to deliver energy from a generator located within the Transmission Provider's Control Area is required to acquire Generator Imbalance Service, whether from the Transmission Provider, from a third party, or by selfsupply.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted: .

Deleted: July 13, 2007 Deleted: March 17, 2008

Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

Issued on: July 6, 2009

The Transmission Customer may not decline the Transmission Provider's offer of Ancillary Services unless it demonstrates that it has acquired the Ancillary Services from another source. The Transmission Customer must list in its Application which Ancillary Services it will purchase from the Transmission Provider. A Transmission Customer that exceeds its firm reserved capacity at any Point of Receipt or Point of Delivery or an Eligible Customer that uses Transmission Service at a Point of Receipt or Point of Delivery that it has not reserved is required to pay for all of the Ancillary Services identified in this section that were provided by the Transmission Provider associated with the unreserved service. The Transmission Customer or Eligible Customer will pay for Ancillary Services based on the amount of transmission service it used but did not reserve.

If the Transmission Provider is a public utility providing transmission service but is not a Control Area operator, it may be unable to provide some or all of the Ancillary Services. In this case, the Transmission Provider can fulfill its obligation to provide Ancillary Services by acting as the Transmission Customer's agent to secure these Ancillary Services from the Control Area operator. The Transmission Customer may elect to (i) have the Transmission Provider act as its agent, (ii) secure the Ancillary Services directly from the Control Area operator, or (iii) secure

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

the Ancillary Services (discussed in Schedules 3, 4, 5, and 6, and Attachment P) from a third party or by self-supply when technically feasible.

The Transmission Provider shall specify the rate treatment and all related terms and conditions in the event of an unauthorized use of Ancillary Services by the Transmission Customer. The specific Ancillary Services, prices and/or compensation methods are described on the Schedules that are attached to and made a part of the Tariff. Three principal requirements apply to discounts for Ancillary Services provided by the Transmission Provider in conjunction with its provision of transmission service as follows: (1) any offer of a discount made by the Transmission Provider must be announced to all Eligible Customers solely by posting on the OASIS, (2) any customer-initiated requests for discounts (including requests for use by one's wholesale merchant or an Affiliate's use) must occur solely by posting on the OASIS. A discount agreed upon for an Ancillary Service must be offered for the same period to all Eligible Customers on the Transmission Provider's system. Sections 3.1 through 3.7 below list the seven Ancillary Services.

3.1 Scheduling, System Control and Dispatch Service:

The rates and/or methodology are described in Schedule 1.

3.2 Reactive Supply and Voltage Control from Generation or Other Sources Service:

The rates and/or methodology are described in Schedule 2.

 Issued by:
 Randall Helmick
 Effective: March 17, 2008

 Vice President, Transmission
 Vice President, Transmission

Issued on: July 6, 2009

4. **Open Access Same-Time Information System (OASIS)**

4.1 Terms and Conditions:

Terms and conditions regarding Open Access Same-Time Information System and standards of conduct are set forth in 18 CFR § 37 of the Commission's regulations (Open Access Same-Time Information System and Standards of Conduct for Public Utilities) and 18 C.F.R. § 38 of the Commission's regulations (Business Practice Standards and Communication Protocols for Public Utilities). In the event available transfer capability as posted on the OASIS is insufficient to accommodate a request for firm transmission service, additional studies may be required as provided by this Tariff pursuant to Sections 19 and 32.

The Transmission Provider shall post on OASIS and its public website an electronic link to all rules, standards and practices that (i) relate to the terms and conditions of transmission service, (ii) are not subject to a North American Energy Standards Board (NAESB) copyright restriction, and (iii) are not otherwise included in this Tariff. The Transmission Provider shall post on OASIS and on its public website an electronic link to the NAESB website where any rules, standards and practices that are protected by copyright may be obtained. The Transmission Provider shall also post on OASIS and its public website an electronic link to a statement of the process by which the Transmission Provider shall add, delete or otherwise modify the rules, standards and practices that are not included in this tariff. Such process shall set forth the means by which the Transmission Provider shall provide reasonable advance notice to Transmission

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted: . Deleted: July 13, 2007 Deleted: March 17, 2008 Deleted: RM05-17-001 Deleted: December 28, 2007, 121 FERC ¶61,297 (2007).

Issued on: July 6, 2009

First Revised Sheet No. 35 Superseding Original Sheet No. 35

energy owned, controlled or operated by the Transmission Customer and over facilities used for the transmission of electric energy owned, controlled or operated by the Transmission Customer's corporate Affiliates. A Transmission Customer that is a member of, or takes transmission service from, a power pool, Regional Transmission Group, Regional Transmission Organization (RTO), Independent System Operator (ISO) or other transmission organization approved by the Commission for the operation of transmission facilities also agrees to provide comparable transmission service to the transmission-owning members of such power pool and Regional Transmission Group, RTO, ISO or other transmission organization on similar terms and conditions over facilities used for the transmission of electric energy owned, controlled or operated by the Transmission Customer and over facilities used for the transmission of electric energy owned, controlled or operated by the Transmission Customer's corporate Affiliates.

This reciprocity requirement applies not only to the Transmission Customer that obtains transmission service under the Tariff, but also to all parties to a transaction that involves the use of transmission service under the Tariff, including the power seller, buyer and any intermediary, such as a power marketer. This reciprocity requirement also applies to any Eligible Customer that owns, controls or operates transmission facilities that uses an intermediary, such as a power marketer, to request transmission service under the Tariff. If the Transmission Customer does not own, control or operate transmission facilities, it must include in its Application a sworn statement of one of its duly authorized officers or other representatives that the purpose of its Application is not to assist an Eligible Customer to avoid the requirements of this provision.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted: . Deleted: July 13, 2007 Deleted: March 17, 2008 Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

Issued on: July 6, 2009

Deleted: . Substitute Original

II. POINT-TO-POINT TRANSMISSION SERVICE

Preamble

The Transmission Provider will provide Firm and Non-Firm Point-To-Point Transmission Service pursuant to the applicable terms and conditions of this Tariff. Point-To-Point Transmission Service is for the receipt of capacity and energy at designated Point(s) of Receipt and the transfer of such capacity and energy to designated Point(s) of Delivery.

13. Nature of Firm Point-To-Point Transmission Service

13.1 Term:

The minimum term of Firm Point-To-Point Transmission Service shall be one day and the maximum term shall be specified in the Service Agreement.

13.2 Reservation Priority:

- Long-Term Firm Point-To-Point Transmission Service shall be available on a first-come, first-served basis, i.e., in the chronological sequence in which each Transmission Customer has requested service.
- (ii) Reservations for Short-Term Firm Point-To-Point Transmission Service will be conditional based upon the length of the requested transaction or reservation. However, Pre-Confirmed Applications for Short-Term Point-to-Point Transmission Service will receive priority over earlier-submitted requests that are not Pre-Confirmed and that have equal or shorter duration. Among requests or reservations with the same duration and, as relevant, pre-confirmation status (pre-confirmed, confirmed, or not
 Issued by: Randall Helmick <u>Effective: March 17, 2008</u>

Deleted: .
Deleted: July 13, 2007
Deleted: March 17, 2008
Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

Issued on: July 6, 2009

confirmed), priority will be given to an Eligible Customer's request or reservation that offers the highest price, followed by the date and time of the request or reservation.

(iii) If the Transmission System becomes oversubscribed, requests for service may preempt competing reservations up to the following conditional reservation deadlines: one day before the commencement of daily service, one week before the commencement of weekly service, and one month before the commencement of monthly service. Before the conditional reservation deadline, if available transfer capability is insufficient to satisfy all requests and reservations, an Eligible Customer with a reservation for shorter term service or equal duration service and lower price has the right of first refusal to match any longer term request or equal duration service with a higher price before losing its reservation priority. A longer term competing request for Short-Term Firm Point-To-Point Transmission Service will be granted if the Eligible Customer with the right of first refusal does not agree to match the competing request within 24 hours (or earlier if necessary to comply with the scheduling deadlines provided in section 13.8) from being notified by the Transmission Provider of a longer-term competing request for Short-Term Firm Point-To-Point Transmission Service. When a longer duration request preempts multiple shorter duration reservations, the shorter Issued by: Randall Helmick Effective: March 17, 2008 Vice President, Transmission

Deleted: .

Deleted: July 13, 2007

Deleted: March 17, 2008

Deleted: December 28, 2007, 121

FERC ¶ 61,297 (2007

Issued on: July 6, 2009

First Revised Sheet No. 59 Superseding Original Sheet No. 59

duration reservations shall have simultaneous opportunities to exercise the right of first refusal. Duration, price and time of response will be used to determine the order by which the multiple shorter duration reservations will be able to exercise the right of first refusal. After the conditional reservation deadline, service will commence pursuant to the terms of Part II of the Tariff.

(iv) Firm Point-To-Point Transmission Service will always have a reservation priority over Non-Firm Point-To-Point Transmission Service under the Tariff. All Long-Term Firm Point-To-Point Transmission Service will have equal reservation priority with Native Load Customers and Network Customers. Reservation priorities for existing firm service customers are provided in Section 2.2.

13.3 Use of Firm Transmission Service by the Transmission Provider:

The Transmission Provider will be subject to the rates, terms and conditions of Part II of the Tariff when making Third-Party Sales under (i) agreements executed on or after July 9, 1996 or (ii) agreements executed prior to the aforementioned date that the Commission requires to be unbundled, by the date specified by the Commission. The Transmission Provider will maintain separate accounting, pursuant to Section 8, for any use of the Point-To-Point Transmission Service to make Third-Party Sales.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted: .
Deleted: July 13, 2007
Deleted: March 17, 2008
Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

Issued on: July 6, 2009

Transmission Provider shall have the right to adjust accordingly the schedule for capacity and energy to be received and to be delivered.

14. Nature of Non-Firm Point-To-Point Transmission Service

14.1 Term:

Non-Firm Point-To-Point Transmission Service will be available for periods ranging from one (1) hour to one (1) month. However, a Purchaser of Non-Firm Point-To-Point Transmission Service will be entitled to reserve a sequential term of service (such as a sequential monthly term without having to wait for the initial term to expire before requesting another monthly term) so that the total time period for which the reservation applies is greater than one month, subject to the requirements of Section 18.3.

14.2 Reservation Priority:

Non-Firm Point-To-Point Transmission Service shall be available from transfer capability in excess of that needed for reliable service to Native Load Customers, Network Customers and other Transmission Customers taking Long-Term and Short-Term Firm Point-To-Point Transmission Service. A higher priority will be assigned first to requests or reservations with a longer duration of service and second to Pre-Confirmed Applications. In the event the Transmission System is constrained, competing requests of the same Pre-Confirmation status and equal duration will be prioritized based on the highest price offered by the Eligible Customer for the Transmission Service. Eligible Customers that have already reserved shorter term service have the right of first refusal to match any longer term request before being preempted. A longer term competing

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

1	Deleted: .	
j	Deleted: July 13, 2007	
4	Deleted: March 17, 2008	
Ĥ	Deleted: RM05-17-001	
	Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007).	

Issued on: July 6, 2009

15.4 Obligation to Provide Transmission Service that Requires Expansion or Modification of the Transmission System, Redispatch or Conditional Curtailment:

- (a) If the Transmission Provider determines that it cannot accommodate a Completed Application for Firm Point-To-Point Transmission Service because of insufficient capability on its Transmission System, the Transmission Provider will use due diligence to expand or modify its Transmission System to provide the requested Firm Transmission Service, consistent with its planning obligations in Attachment K, provided the Transmission Customer agrees to compensate the Transmission Provider for such costs pursuant to the terms of Section 27 in accordance with Attachment T. The Transmission Provider will conform to Good Utility Practice and its planning obligations in Attachment K, in determining the need for new facilities and in the design and construction of such facilities. The obligation applies only to those facilities that the Transmission Provider has the right to expand or modify.
- (b) If the Transmission Provider determines that it cannot accommodate a Completed Application for Long-Term Firm Point-To-Point Transmission Service because of insufficient capability on its Transmission System, the Transmission Provider will use due diligence to provide redispatch from its own resources until (i) Network Upgrades are completed for the Transmission Customer, (ii) the Transmission Provider determines

Issued by:	Randall Helmick
	Vice President, Transmission

Effective: March 17, 2008

Deleted: . Deleted: July 13, 2007 Deleted: March 17, 2008 Deleted: RM05-17-001 Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007).

Issued on: July 6, 2009

First Revised Sheet No. 75 Superseding Original Sheet No. 75

through a biennial reassessment that it can no longer reliably provide the redispatch, or (iii) the Transmission Customer terminates the service because of redispatch changes resulting from the reassessment. A Transmission Provider shall not unreasonably deny self-provided redispatch or redispatch arranged by the Transmission Customer from a third party resource.

(c) If the Transmission Provider determines that it cannot accommodate a Completed Application for Long-Term Firm Point-To-Point Transmission Service because of insufficient capability on its Transmission System, the Transmission Provider will offer the Firm Transmission Service with the condition that the Transmission Provider may curtail the service prior to the curtailment of other Firm Transmission Service for a specified number of hours per year or during System Condition(s). If the Transmission Customer accepts the service, the Transmission Provider will use due diligence to provide the service until (i) Network Upgrades are completed for the Transmission Customer, (ii) the Transmission Provider determines through a biennial reassessment that it can no longer reliably provide such service, or (iii) the Transmission Customer terminates the service because the reassessment increased the number of hours per year of conditional curtailment or changed the System Conditions.

Deleted
Deleted: July 13, 2007
Deleted: March 17, 2008
Deleted: RM05-17-001
Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007).

Dolotod

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

- (ix) A statement indicating that, if the Eligible Customer submits a Pre-Confirmed Application, the Eligible Customer will execute a Service Agreement upon receipt of notification that the Transmission Provider can provide the requested Transmission Service; and
- (x) Any additional information required by the Transmission Provider's planning process established in Attachment K.

The Transmission Provider shall treat this information consistent with the standards of conduct contained in Part 37 of the Commission's regulations.

17.3 Deposit:

Unless waived because of the establishment of creditworthiness pursuant to Section 11, a Completed Application for Firm Point-To-Point Transmission Service also shall include a deposit of either one month's charge for Reserved Capacity or the full charge for Reserved Capacity for service requests of less than one month. Transmission Provider also may require a deposit of the full charge for service requests made in accordance with Attachment V. If the Application is rejected by the Transmission Provider because it does not meet the conditions for service as set forth herein, if a request for service made in accordance with Attachment V is not granted, or in the case of requests for service arising in connection with losing bidders in a Request For Proposals (RFP), said deposit shall be returned with interest less any reasonable costs incurred by the Transmission Provider in connection with the review of the losing bidder's Application or request for service that is not granted. The deposit also will be returned with interest less any

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted: .
Deleted: July 13, 2007
Deleted: March 17, 2008
Deleted: RM05-17-001
Deleted: December 28, 2007, 121
FERC ¶ 61,297 (2007).

Issued on: July 6, 2009

First Revised Sheet No. 84 Superseding Original Sheet No. 84

and return the Service Agreement or request the filing of an unexecuted service agreement pursuant to Section 15.3, within fifteen (15) days after it is tendered by the Transmission Provider will be deemed a withdrawal and termination of the Application and any deposit submitted shall be refunded with interest. Nothing herein limits the right of an Eligible Customer to file another Application after such withdrawal and termination.

17.7 Extensions for Commencement of Service:

The Transmission Customer can obtain, subject to availability, up to <u>five (5) one-year</u> <u>extensions</u> for the commencement of service. The Transmission Customer may postpone service by paying a non-refundable annual reservation fee equal to one-month's charge for Firm Transmission Service for each year or fraction thereof within 15 days of notifying the Transmission Provider it intends to extend the commencement of service. If during any extension for the commencement of service an Eligible Customer submits a Completed Application for Firm Transmission Service, and such request can be satisfied only by releasing all or part of the Transmission Customer's Reserved Capacity, the original Reserved Capacity will be released unless the following condition is satisfied. Within thirty (30) days, the original Transmission Customer agrees to pay the Firm Point-To-Point transmission rate for its Reserved Capacity concurrent with the new Service Commencement Date. In the event the Transmission Customer

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted:	-
Deleted:	July 13, 2007

Deleted: March 17, 2008

Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

Issued on: July 6, 2009

Deleted: .

Deleted: July 13, 2007

Deleted: March 17, 2008 Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007).

information consistent with the standards of conduct contained in Part 37 of the Commission's regulations.

(viii) A statement indicating that, if the Eligible Customer submits a Pre-Confirmed Application, the Eligible Customer will execute a Service Agreement upon receipt of notification that the Transmission Provider can provide the requested Transmission Service.

18.3 Reservation of Non-Firm Point-To-Point Transmission Service:

Requests for monthly service shall be submitted <u>no earlier than sixty (60) days</u> before service is to commence; requests for weekly service shall be submitted <u>no earlier than</u> <u>fourteen (14) days</u> before service is to commence, requests for daily service shall be submitted <u>no earlier than two (2) days</u> before service is to commence, and requests for hourly service shall be submitted no earlier than noon the day before service is to commence. Requests for service received <u>later than 2:00 p.m.</u> prior to the day service is scheduled to commence will be accommodated if practicable.

18.4 Determination of Available Transfer Capability:

Following receipt of a tendered schedule the Transmission Provider will make a determination on a non-discriminatory basis of available transfer capability pursuant to Section 15.2. Such determination shall be made as soon as reasonably practicable after receipt, but not later than the following time periods for the following terms of service (i) thirty (30) minutes for hourly service, (ii) thirty (30) minutes for daily service, (iii) four (4) hours for weekly service, and (iv) two (2) days for monthly service.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

19. Additional Study Procedures For Firm Point-To-Point Transmission Service Requests

19.1 Notice of Need for System Impact Study:

After receiving a request for service, other than a request submitted in Accordance with Attachment V, the Transmission Provider shall determine on a non-discriminatory basis whether a System Impact Study is needed. A description of the Transmission Provider's methodology for completing a System Impact Study is provided in Attachment D. If the Transmission Provider determines that a System Impact Study is necessary to accommodate the requested service, it shall so inform the Eligible Customer, as soon as practicable. Once informed, the Eligible Customer shall timely notify the Transmission Provider if it elects to have the Transmission Provider study redispatch or conditional curtailment as part of the System Impact Study. If notification is provided prior to tender of the System Impact Study Agreement, the Eligible Customer can avoid the costs associated with the study of these options. The Transmission Provider shall within thirty (30) days of receipt of a Completed Application, tender a System Impact Study Agreement pursuant to which the Eligible Customer shall agree to reimburse the Transmission Provider for performing the required System Impact Study. For a service request to remain a Completed Application, the Eligible Customer shall execute the System Impact Study Agreement and return it to the Transmission Provider within fifteen (15) days. If the Eligible Customer elects not to execute the System Impact Study

ļ	Deleted: .
Ņ	Deleted: July 13, 2007
ļ	Deleted: March 17, 2008
ģ	Deleted: RM05-17-001
ļ	Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007).

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

 (iii) For System Impact Studies that the Transmission Provider conducts on its own behalf, the Transmission Provider shall record the cost of the System Impact Studies pursuant to Section 20.

19.3 System Impact Study Procedures:

Upon receipt of an executed System Impact Study Agreement, the Transmission Provider will use due diligence to complete the required System Impact Study within a sixty (60) day period. The System Impact Study shall identify (1) any system constraints, identified with specificity by transmission element or flowgate, (2) redispatch options (when requested by an Eligible Customer) including an estimate of the cost of redispatch, (3) conditional curtailment options (when requested by an Eligible Customer) including the number of hours per year and the System Conditions during which conditional curtailment may occur, and (4) additional Direct Assignment Facilities or Network Upgrades required to provide the requested service. For customers requesting the study of redispatch options, the System Impact Study shall (1) identify all resources located within the Transmission Provider's Control Area that can significantly contribute toward relieving the system constraint and (2) provide a measurement of each resource's impact on the system constraint. If the Transmission Provider possesses information indicating that any resource outside its Control Area could relieve the constraint, it shall identify each such resource in the System Impact Study. In the event that the Transmission Provider is unable to complete the required System Impact Study within such time period, it shall so notify the Eligible Customer and provide an estimated

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted: RM05-17-001

Deleted: .

Deleted: July 13, 2007

Deleted: March 17, 2008

Issued on: July 6, 2009

First Revised Sheet No. 101 Superseding Original Sheet No. 101

(d) Service over Secondary Receipt and Delivery Points on a non-firm basis shall not require the filing of an Application for Non-Firm Point-To-Point Transmission Service under the Tariff. However, all other requirements of Part II of the Tariff (except as to transmission rates) shall apply to transmission service on a non-firm basis over Secondary Receipt and Delivery Points.

22.2 Modification On a Firm Basis:

Any request by a Transmission Customer to modify Receipt and Delivery Points on a firm basis shall be treated as a new request for service in accordance with Section 17 hereof, except that such Transmission Customer shall not be obligated to pay any additional deposit if the capacity reservation does not exceed the amount reserved in the existing Service Agreement. While such new request is pending, the Transmission Customer shall retain its priority for service at the existing firm Receipt and Delivery Points specified in its Service Agreement.

23. Sale or Assignment of Transmission Service

23.1 Procedures for Assignment or Transfer of Service:

Subject to Commission approval of any necessary filings, a Transmission Customer may sell, assign, or transfer all or a portion of its rights under its Service Agreement, but only to another Eligible Customer (the Assignee). The Transmission Customer that sells, assigns or transfers its rights under its Service Agreement is hereafter referred to as the Reseller. Compensation to Resellers shall not exceed the higher of (i) the original rate Issued by: Randall Helmick Vice President, Transmission

Deleted: .

Deleted: July 13, 2007

Deleted: March 17, 2008

Deleted: RM05-17-00

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

Issued on: July 6, 2009

First Revised Sheet No. 102 Superseding Original Sheet No. 102

paid by the Reseller, (ii) the Transmission Provider's maximum rate on file at the time of the assignment, or (iii) the Reseller's opportunity cost capped at the Transmission Provider's cost of expansion; provided that, for service prior to October 1, 2010, compensation to Resellers shall be at rates established by agreement between the Reseller and the Assignee.

The Assignee must execute a service agreement with the Transmission Provider governing reassignments of transmission service prior to the date on which the reassigned service commences. The Transmission Provider shall charge the Reseller, as appropriate, at the rate stated in the Reseller's Service Agreement with the Transmission Provider or the associated OASIS schedule and credit the Reseller with the price reflected in the Assignee's Service Agreement with the Transmission Provider or the associated OASIS schedule; provided that, such credit shall be reversed in the event of non-payment by the Assignee. If the Assignee does not request any change in the Point(s) of Receipt or the Point(s) of Delivery, or a change in any other term or condition set forth in the original Service Agreement, the Assignee will receive the same services as did the Reseller and the priority of service for the Assignee will be the same as that of the Reseller. The Assignee will be subject to all terms and conditions of this Tariff. If the Assignee requests a change in service, the reservation priority of service will be determined by the Transmission Provider pursuant to Section 13.2.

Deleted: .
Deleted: July 13, 2007
Deleted: March 17, 2008
Deleted: RM05-17-001
Deleted: December 28, 2007, 121

FERC ¶ 61,297 (2007

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

23.2 Limitations on Assignment or Transfer of Service:

If the Assignee requests a change in the Point(s) of Receipt or Point(s) of Delivery, or a change in any other specifications set forth in the original Service Agreement, the Transmission Provider will consent to such change subject to the provisions of the Tariff, provided that the change will not impair the operation and reliability of the Transmission Provider's generation, transmission, or distribution systems. The Assignee shall compensate the Transmission Provider for performing any System Impact Study needed to evaluate the capability of the Transmission System to accommodate the proposed change and any additional costs resulting from such change. The Reseller shall remain

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

 Deleted: .

 Deleted: July 13, 2007

 Deleted: 13, 2007

Issued on: July 6, 2009

Deleted: . Second Substitute Original Deleted: .

Control Area, where only a portion of unit output is designated as a Network Resource;

For each off-system Network Resource, such description shall include:

- Identification of the Network Resource as an off-system resource
- Amount of power to which the customer has rights
- Identification of the control area from which the power will

originate

Delivery point(s) to the Transmission Provider's Transmission

System

- Transmission arrangements on the external transmission system(s)
- Operating restrictions, if any
 - Any periods of restricted operations throughout the year
 - Maintenance schedules
 - Minimum loading level of unit
 - Normal operating level of unit
 - Any must-run unit designations required for system

reliability or contract reasons

Deleted: .
Deleted: July 13, 2007
Deleted: September 5, 2008
Deleted: . OA07-32-000
Deleted: August 6, 2008, Entergy Servs., Inc., 124
Deleted: 148 (2008

Issued by: Randall Helmick Vice President, Transmission	Effective: <u>March 17, 2008</u>
Issued on: July 6, 2009	
Filed to comply with order of the Federal Energy Regulatory Commission, Docket No. 127 FERC ¶ 61 219 (2009).	<u>s. OA08-75, <i>et al.</i>, issued on June 3, 20</u>

Superseding Original Sheet No. 120 o. 3 requests for undesignation and the request for these related transmission service requests must be approved or denied as a single request. The evaluation of these related transmission service requests must take into account the termination of the network resources identified in (iii) above, as well as all competing transmission service requests of higher priority.

First Revised Sheet No. 120

As part of a temporary termination, a Network Customer may only redesignate the same resource that was originally designated, or a portion thereof. Requests to redesignate a different resource and/or a resource with increased capacity will be deemed deficient and the Transmission Provider will follow the procedures for a deficient application as described in Section 29.2 of the Tariff.

30.4 Operation of Network Resources:

The Network Customer shall not operate its designated Network Resources located in the Network Customer's or Transmission Provider's Control Area such that the output of those facilities exceeds its designated Network Load, plus Non-Firm Sales delivered pursuant to Part II of the Tariff, plus losses, plus power sales under a Commissionapproved reserve sharing program. This limitation shall not apply to changes in the operation of a Transmission Customer's Network Resources at the request of the Transmission Provider to respond to an emergency or other unforeseen condition which may impair or degrade the reliability of the Transmission System. For all Network Resources not physically connected with the Transmission Provider's Transmission System, the Network Customer may not schedule delivery of energy in excess of the Network Resource's capacity, as specified in the Network Customer's Application

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted: .

Deleted: July 13, 2007

Deleted: March 17, 2008

Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007).

Issued on: July 6, 2009

First Revised Sheet No. 127 Superseding Original Sheet No. 127

Transmission Provider shall rely, to the extent reasonably practicable, on existing transmission planning studies. The Eligible Customer will not be assessed a charge for such existing studies; however, the Eligible Customer will be responsible for charges associated with any modifications to existing planning studies that are reasonably necessary to evaluate the impact of the Eligible Customer's request for service on the Transmission System.

- (ii) If in response to multiple Eligible Customers requesting service in relation to the same competitive solicitation, a single System Impact Study is sufficient for the Transmission Provider to accommodate the service requests, the costs of that study shall be pro-rated among the Eligible Customers.
- (iii) For System Impact Studies that the Transmission Provider conducts on its own behalf, the Transmission Provider shall record the cost of the System Impact Studies pursuant to Section 8.

32.3 System Impact Study Procedures:

Upon receipt of an executed System Impact Study Agreement, the Transmission Provider will use due diligence to complete the required System Impact Study within a sixty (60) day period. The System Impact Study shall identify (1) any system constraints, identified with specificity by transmission element <u>or</u> flowgate, (2) redispatch options (when requested by an Eligible Customer) including, to the extent possible, an estimate of the Issued by: Randall Helmick Vice President, Transmission

Deleted: of Deleted: . Deleted: July 13, 2007 Deleted: March 17, 2008 Deleted: RM05-17-001 Deleted: December 28, 2007, 121

Issued on: July 6, 2009

Filed to comply with order of the Federal Energy Regulatory Commission, Docket Nos. <u>QA08-75</u>, et al., issued on June 3, 2009, in <u>127 FERC ¶ 61,219 (2009)</u>.

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

cost of dispatch, (3) available options for installation of automatic devices to curtail service (when requested by an Eligible Customer), and (4) additional Direct Assignment Facilities or Network Upgrades required to provide the requested service. For customers requesting the study of redispatch options, the System Impact Study shall (1) identify all resources located within the Transmission Provider's Control Area that can significantly contribute toward relieving the system constraint and (2) provide a measurement of each resource's impact on the system constraint. If the Transmission Provider possesses information indicating that any resource outside its Control Area could relieve the constraint, it shall identify each such resource in the System Impact Study. In the event that the Transmission Provider is unable to complete the required System Impact Study within such time period, it shall so notify the Eligible Customer and provide an estimated completion date along with an explanation of the reasons why additional time is required to complete the required studies. A copy of the completed System Impact Study and related work papers shall be made available to the Eligible Customer as soon as the System Impact Study is complete. The Transmission Provider will use the same due diligence in completing the System Impact Study for an Eligible Customer as it uses when completing studies for itself. The Transmission Provider shall notify the Eligible Customer immediately upon completion of the System Impact Study if the Transmission System will be adequate to accommodate all or part of a request for service or that no

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Deleted: . Deleted: July 13, 2007 Deleted: March 17, 2008 Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

Issued on: July 6, 2009

costs are likely to be incurred for new transmission facilities or upgrades. In order for a request to remain a Completed Application, within fifteen (15) days of completion of the System Impact Study the Eligible Customer must execute a Service Agreement or request the filing of an unexecuted Service Agreement, or the Application shall be deemed terminated and withdrawn.

32.4 Facilities Study Procedures:

If a System Impact Study indicates that additions or upgrades to the Transmission System are needed to supply the Eligible Customer's service request, the Transmission Provider, within thirty (30) days of the completion of the System Impact Study, shall tender to the Eligible Customer a Facilities Study Agreement pursuant to which the Eligible Customer shall agree to reimburse the Transmission Provider for performing the required Facilities

Deleted: .
Deleted: July 13, 2007
Deleted: March 17, 2008
Deleted: RM05-17-001
Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007).

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: July 6, 2009

SCHEDULE 4

ENERGY IMBALANCE SERVICE

Energy Imbalance Service is provided when a difference occurs between the scheduled and the actual delivery of energy to a load located within a Control Area over a single hour. The Transmission Provider must offer this service when the transmission service is used to serve load within its Control Area. The Transmission Customer must either purchase this service from the Transmission Provider or make alternative comparable arrangements, which may include use of non-generation resources capable of providing this service, to satisfy its Energy Imbalance Service obligation. To the extent the Control Area operator performs this service for the Transmission Provider, charges to the Transmission Customer are to reflect only a pass-through of the costs charged to the Transmission Provider by that Control Area operator. The Transmission Provider may charge a Transmission Customer a penalty for either hourly energy imbalances under this Schedule 4 or a penalty for hourly generator imbalances under Attachment P for imbalances occurring during the same hour, but not both unless the imbalances aggravate rather than offset each other.

The Transmission Provider shall establish charges for energy imbalance based on the deviation bands as follows: (i) deviations within \pm 1.5 percent (with a minimum of 2 MW) of the scheduled transaction to be applied hourly to any energy imbalance that occurs as a result of the Transmission Customer's scheduled transaction(s) will be netted on a monthly basis and settled financially, at the end of the month, at 100 percent of incremental or decremental cost; (ii) deviations greater than \pm 1.5 percent up to 7.5 percent (or greater than 2 MW up to 10 MW) of the scheduled transaction to be applied hourly to any energy imbalance that occurs as a result of

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: [March 17, 2008]July 6, 2009

the Transmission Customer's scheduled transaction(s) will be settled financially, at the end of each month, at 110 percent of incremental cost or 90 percent of decremental cost, and (iii) deviations greater than +/- 7.5 percent (or 10 MW) of the scheduled transaction to be applied hourly to any energy imbalance that occurs as a result of the Transmission Customer's scheduled transaction(s) will be settled financially, at the end of each month, at 125 percent of incremental cost or 75 percent of decremental cost.

For purposes of this Schedule, incremental cost and decremental cost represent the Transmission Provider's actual average hourly cost of the last 10 MW dispatched for any purpose, i.e., to supply the Transmission Provider's Native Load Customers, correct imbalances, or make off-system sales, based on the replacement cost of fuel, unit heat rates, start-up costs (including any commitment and redispatch costs), incremental operation and maintenance costs, and purchased and interchange power costs and taxes, as applicable.

The replacement cost of fuel (including the cost of fuel for start-ups) is calculated as follows: (1) oil, coal and nuclear replacement costs are calculated based on as-booked numbers from the prior month; and (2) gas replacement costs are calculated using nominated fuel prices and quantities. Fuel invoices/databases will be used for calculating this component. The unit heat rates are calculated based on actual operation of the units for the prior 12 months. The incremental operations and maintenance costs are calculated based on the applicable O&M accounts using prior year's FERC Form 1 data. The purchased and interchange power costs and taxes are calculated based on the actual costs of the purchase. Purchase power invoices/databases will be used for calculating this component.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: [March 17, 2008]July 6, 2009

SCHEDULE 7

Firm Point-To-Point Transmission Service

The Transmission Customer shall compensate the Transmission Provider each month for Reserved Capacity at the sum of the applicable charges set forth in Appendix A to this Schedule 7 unless the pricing provisions of Attachment T related to redispatch or the construction of new facilities apply.

<u>Discounts</u>: Three principal requirements apply to discounts for transmission service as follows: (1) any offer of a discount made by the Transmission Provider must be announced to all Eligible Customers solely by posting on the OASIS, (2) any customer initiated requests for discounts (including requests for use by one's wholesale merchant or an Affiliate's use) must occur solely by posting on the OASIS, and (3) once a discount is negotiated, details must be immediately posted on the OASIS. For any discount agreed upon for service on a path, from point(s) of receipt to point(s) of delivery, the Transmission Provider must offer the same discounted transmission services rate for the same time period to all Eligible Customers on all unconstrained transmission paths that go to the same point(s) of delivery on the Transmission System.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: [March 17, 2008]July 6, 2009

Filed to comply with order of the Federal Energy Regulatory Commission, Docket Nos. [RM05-17-001,]OA08-75, et al., issued [December 28, 2007, 121]on June 3, 2009, 127 FERC ¶ [61,297 (2007)]61,219 (2009).

Appendix A Page 1 of 9

POINT-TO-POINT TRANSMISSION SERVICE CHARGES

1. <u>Rate Structure</u>

The Customer shall pay Companies for Long-Term Firm Point-to-Point, Short-Term Firm Point-to-Point Transmission Service, Non-Firm Point-to-Point Transmission Service and Distribution Service, as applicable in accordance with the provisions of Paragraphs 3 - 7 of this Appendix A.

 Resales: The rates and rules governing charges and discounts stated in this Schedule 7 shall not apply to resales of transmission service, compensation for which shall be governed by Section 23.1 of the Tariff.

2. Loss Factors

The following loss factors shall be applied, as applicable, on a cumulative basis to adjust metered (or scheduled) loads and Customer's net generation and purchased power on the load side of the Customer's meter to the Entergy Transmission System input level for all purposes under this Appendix A:

Type of Service	Loss Factor
Transmission Service	1.03
Distribution Transformation Service	1.01
Distribution Line Service	1.02

Issued by: Randall Helmick Vice President, Transmission

Effective: March 17, 2008

Issued on: [March 17, 2008]July 6, 2009

Filed to comply with order of the Federal Energy Regulatory Commission, Docket Nos. [RM05-17-001,]OA08-75, et al., issued [December 28, 2007, 121]on June 3, 2009, 127 FERC ¶ [61,297 (2007)]61,219 (2009).

SCHEDULE 8

Non-Firm Point-To-Point Transmission Service

The Transmission Customer shall compensate the Transmission Provider for Non-Firm Point-To-Point Transmission Service in accordance with the provisions of Section 4 of Appendix A to Schedule 7 of this Tariff.

Three principal requirements apply to discounts for transmission service as follows (1) any offer of a discount made by the Transmission Provider must be announced to all Eligible Customers solely by posting on the OASIS, (2) any customer-initiated requests for discounts (including requests for use by one's wholesale merchant or an Affiliate's use) must occur solely by posting on the OASIS, and (3) once a discount is negotiated, details must be immediately posted on the OASIS. For any discount agreed upon for service on a path, from point(s) of receipt to point(s) of delivery, the Transmission Provider must offer the same discounted transmission service rate for the same time period to all Eligible Customers on all unconstrained transmission paths that go to the same point(s) of delivery of the Transmission System.

Resales: The rates and rule governing charges and discounts stated in this Schedule 8 or incorporated by reference from Schedule 7 shall not apply to resales of transmission services, compensation for which shall be governed by section 23.1 of the Tariff.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: [March 17, 2008]July 6, 2009

Filed to comply with order of the Federal Energy Regulatory Commission, Docket Nos. [RM05-17-001,]OA08-75, et al., issued [December 28, 2007, 121]on June 3, 2009, 127 FERC ¶ [61,297 (2007)]61,219 (2009).

ATTACHMENT A-1 Form Of Service Agreement For The Resale, Reassignment Or Transfer Of Point-To-Point Transmission Service

- 1.0
 This Service Agreement, dated as of ______, is entered into, by and between ______, is entered into, by and between ______, the Entergy Services, Inc.), and ___________(the Assignee).
- 2.0 The Assignee has been determined by the Transmission Provider to be an Eligible Customer under the Tariff pursuant to which the transmission service rights to be transferred were originally obtained.
- 3.0 The terms and conditions for the transaction entered into under this Service Agreement shall be subject to the terms and conditions of Part II of the Transmission Provider's Tariff, except for those terms and conditions negotiated by the Reseller of the reassigned transmission capacity (pursuant to Section 23.1 of this Tariff) and the Assignee, to include: contract effective and termination dates, the amount of reassigned capacity or energy, point(s) of receipt and delivery. Changes by the Assignee to the Reseller's Points of Receipt and Points of Delivery will be subject to the provisions of Section 23.2 of this Tariff.
- 4.0 The Transmission Provider shall credit the Reseller for the price reflected in the Assignee's Service Agreement or the associated OASIS schedule.
- 5.0 Any notice or request made to or by either Party regarding this Service Agreement shall be made to the representative of the other Party as indicated below.

Entergy Services, Inc.:

Interconnection Arrangements Administrator Entergy Services, Inc. P.O. Box 61000 New Orleans, LA 70161

Assignee:

6.0 The Tariff is incorporated herein and made a part hereof.

Issued by: Randall Helmick Vice President, Transmission Effective: March 17, 2008

Issued on: [March 17, 2008]July 6, 2009

Filed to comply with order of the Federal Energy Regulatory Commission, Docket Nos. [RM05-17-001]OA08-75, et al., issued [December 28, 2007, 121]on June 3, 2009, 127 FERC ¶ [$\frac{61,297}{(2007)}$]61,219 (2009).

ATTACHMENT B-1

Clean Tariff Sheets Effective October 18, 2008

REVISED SECTIONS	TARIFF SHEET NO. [New Designation Listed]
2.2: Reservation Priority For Existing Firm Service Customers	First Revised Sheet No. 25 First Revised Sheet No. 26 Second Revised Sheet No. 27

2. Initial Allocation and Renewal Procedures

2.1 Initial Allocation of Available Transfer Capability:

For purposes of determining whether existing capability on the Transmission Provider's Transmission System is adequate to accommodate a request for firm service under this Tariff, all Completed Applications for new firm transmission service received during the initial sixty (60) day period commencing with the effective date of the Tariff will be deemed to have been filed simultaneously. A lottery system conducted by an independent party shall be used to assign priorities for Completed Applications filed simultaneously. All Completed Applications for firm transmission service received after the initial sixty (60) day period shall be assigned a priority pursuant to Section 13.2.

2.2 Reservation Priority For Existing Firm Service Customers:

Existing firm service customers (wholesale requirements and transmission-only, with a contract term of five years or more), have the right to continue to take transmission service from the Transmission Provider when the contract expires, rolls over or is renewed. This transmission reservation priority is independent of whether the existing customer continues to purchase capacity and energy from the Transmission Provider or elects to purchase capacity and energy from another supplier. If at the end of the contract term, the Transmission Provider's Transmission System cannot accommodate all of the requests for transmission service, the existing firm service customer must agree to accept a contract term at least equal to a competing request by any new Eligible Customer and to

Issued by: Randall Helmick Vice President, Transmission Effective: October 18, 2008

Issued on: July 6, 2009

pay the current just and reasonable rate, as approved by the Commission, for such service; provided that, the firm service customer shall have a right of first refusal at the end of such service only if the new contract is for five years or more. The existing firm service customer must provide notice to the Transmission Provider whether it will exercise its right of first refusal no less than one year prior to the expiration date of its transmission service agreement. This transmission reservation priority for existing firm service customers is an ongoing right that may be exercised at the end of all firm contract terms of five years or longer. Service agreements subject to a right of first refusal entered into prior to October 18, 2008 or associated with a transmission service request received prior to July 13, 2007, unless terminated, will become subject to the five year/one year requirement on the first rollover date after October 18, 2008; provided that, the one-year notice requirement shall apply to such service agreements with five years or more left in their terms as of the October 18, 2008.

3. Ancillary Services

Ancillary Services are needed with transmission service to maintain reliability within and among the Control Areas affected by the transmission service. The Transmission Provider is required to provide (or offer to arrange with the local Control Area operator as discussed below), and the Transmission Customer is required to purchase, the following Ancillary Services (i) Scheduling, System Control and Dispatch, and (ii) Reactive Supply and Voltage Control from Generation or Other Sources.

Issued by: Randall Helmick Vice President, Transmission Effective: October 18, 2008

Issued on: July 6, 2009

The Transmission Provider is required to offer to provide (or offer to arrange with the local Control Area operator as discussed below) the following Ancillary Services only to the Transmission Customer serving load within the Transmission Provider's Control Area (i) Regulation and Frequency Response, (ii) Energy Imbalance, (iii) Operating Reserve - Spinning, and (iv) Operating Reserve - Supplemental. The Transmission Customer serving load within the Transmission Provider's Control Area is required to acquire these Ancillary Services, whether from the Transmission Provider, from a third party, or by self-supply.

The Transmission Provider will, pursuant to Attachment P, provide (or offer to arrange with the local Control Area Operator as discussed below), to the extent it is physically feasible to do so from its resources or from resources available to it, Generator Imbalance Service when Transmission Service is used to deliver energy from a generator located within its Control Area. The Transmission Customer using Transmission Service to deliver energy from a generator located within the Transmission Provider's Control Area is required to acquire Generator Imbalance Service, whether from the Transmission Provider, from a third party, or by self-supply.

Issued by: Randall Helmick Vice President, Transmission Effective: October 18, 2008

Issued on: July 6, 2009

ATTACHMENT B-2

Redlined Tariff Sheets Effective October 18, 2008

REVISED SECTIONS	TARIFF SHEET NO. [New Designation Listed]
2.2: Reservation Priority For Existing Firm Service Customers	First Revised Sheet No. 25 First Revised Sheet No. 26 Second Revised Sheet No. 27

First Revised Sheet No. 25 Superseding Substitute Original Sheet No. 25

2. **Initial Allocation and Renewal Procedures**

2.1 **Initial Allocation of Available Transfer Capability:**

For purposes of determining whether existing capability on the Transmission Provider's Transmission System is adequate to accommodate a request for firm service under this Tariff, all Completed Applications for new firm transmission service received during the initial sixty (60) day period commencing with the effective date of the Tariff will be deemed to have been filed simultaneously. A lottery system conducted by an independent party shall be used to assign priorities for Completed Applications filed simultaneously. All Completed Applications for firm transmission service received after the initial sixty (60) day period shall be assigned a priority pursuant to Section 13.2.

2.2 **Reservation Priority For Existing Firm Service Customers:**

Existing firm service customers (wholesale requirements and transmission-only, with a contract term of five years or more), have the right to continue to take transmission service from the Transmission Provider when the contract expires, rolls over or is renewed. This transmission reservation priority is independent of whether the existing customer continues to purchase capacity and energy from the Transmission Provider or elects to purchase capacity and energy from another supplier. If at the end of the contract term, the Transmission Provider's Transmission System cannot accommodate all of the requests for transmission service, the existing firm service customer must agree to accept a contract term at least equal to a competing request by any new Eligible Customer and to Issued by: Randall Helmick

Vice President, Transmission

Effective: October 18, 2008

Issued on: July 6, 2009

Filed to comply with order of the Federal Energy Regulatory Commission, Docket Nos. OA08-75, et al., issued on June 3, 127 FERC ¶ 61.219 (2009)

Deleted: the longest Deleted: July 13, 2007 Deleted: March 17, 2008 Deleted: RM05-17-001 Deleted: December 28, 2007, 121

FERC ¶ 61,297 (2007)

<u>First Revised</u> Sheet No. 26 Superseding Substitute Original Sheet No. 26

Deleted: Substitute Original

pay the current just and reasonable rate, as approved by the Commission, for such service; provided that, the firm service customer shall have a right of first refusal at the end of such service only if the new contract is for five years or more. The existing firm service customer must provide notice to the Transmission Provider whether it will exercise its right of first refusal no less than one year prior to the expiration date of its transmission service agreement. This transmission reservation priority for existing firm service customers is an ongoing right that may be exercised at the end of all firm contract terms of five years or longer. Service agreements subject to a right of first refusal entered into prior to <u>October 18, 2008</u> or associated with a transmission service request received prior to July 13, 2007, unless terminated, will become subject to the five year/one year requirement on the first rollover date after <u>October 18, 2008</u>; provided that, the one-year notice requirement shall apply to such service agreements with <u>five</u> years or more left in their terms as of the <u>October 18, 2008</u>.

3. Ancillary Services

Ancillary Services are needed with transmission service to maintain reliability within and among the Control Areas affected by the transmission service. The Transmission Provider is required to provide (or offer to arrange with the local Control Area operator as discussed below), and the Transmission Customer is required to purchase, the following Ancillary Services (i) Scheduling, System Control and Dispatch, and (ii) Reactive Supply and Voltage Control from Generation or Other Sources

Vice President, Transmission

Issued on: July 6, 2009

Filed to comply with order of the Federal Energy Regulatory Commission, Docket Nos. <u>OA08-75, et al.</u>, issued on June 3, 2009, <u>127 FERC ¶ 61,219 (2009)</u>

Deleted: [the date of the Transmission Provider's filing adopting the reformed rollover language herein in compliance with Order No. 890]

Deleted: [the date of the Transmission Provider's filing adopting the reformed rollover language herein in compliance with Order No. 890]

Deleted: give

Deleted: [date of the Transmission Provider's filing adopting the reformed rollover language herein in compliance with Order No. 890]

Deleted: ¶

- Deleted: July 13, 2007
- Deleted: March 17, 2008

Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007)

Second Revised Sheet No. 27 Superseding First Revised Sheet No. 27

Deleted: . Substitute Original

The Transmission Provider is required to <u>offer to</u> provide (or offer to arrange with the local Control Area operator as discussed below) the following Ancillary Services only to the Transmission Customer serving load within the Transmission Provider's Control Area (i) Regulation and Frequency Response, (ii) Energy Imbalance, (iii) Operating Reserve - Spinning, and (iv) Operating Reserve - Supplemental. The Transmission Customer serving load within the Transmission Provider's Control Area is required to acquire these Ancillary Services, whether from the Transmission Provider, from a third party, or by self-supply.

The Transmission Provider will, pursuant to Attachment P, provide (or offer to arrange with the local Control Area Operator as discussed below), to the extent it is physically feasible to do so from its resources or from resources available to it, Generator Imbalance Service when Transmission Service is used to deliver energy from a generator located within its Control Area. The Transmission Customer using Transmission Service to deliver energy from a generator located within the Transmission Provider's Control Area is required to acquire Generator Imbalance Service, whether from the Transmission Provider, from a third party, or by selfsupply.

Issued by: Randall Helmick Vice President, Transmission Effective: October 18, 2008

Deleted:

Deleted: July 13, 2007

Deleted: March 17, 2008

Deleted: RM05-17-001

Deleted: December 28, 2007, 121 FERC ¶ 61,297 (2007

Issued on: July 6, 2009

Filed to comply with order of the Federal Energy Regulatory Commission, Docket Nos. <u>QA08-75</u>, et al., issued on June 3, 2009, <u>127 FERC ¶ 61,219 (2009</u>).