

Long-Term Firm Point-To-Point Transmission Service Request Deposit

NOTICE: Effective April 4, 2008, TVA will, on a trial basis, no longer require a deposit (in the form of cash or a letter of credit) of one month's charge for Reserved Capacity be included with a completed application for Long-Term Firm Point-To-Point Transmission Service. (The completed Long-Term Firm Point-To-Point Transmission Service application will continue to be required.) However, an upfront payment of \$10,000 will be required to be made contemporaneously with the execution of the Transmission Service System Impact Study Agreement. This upfront payment will be applied to the costs of the study required in association with the transmission service request. Upon completion of the Transmission Service System Impact Study or withdrawal of the application for service, TVA will return to the transmission customer any unused portion of the upfront payment or charge the transmission customer for study costs in excess of the upfront payment.

In conjunction with the execution of a Transmission Service Agreement, the transmission customer will be required to provide deposits in accordance with TVA's credit policies. All other terms and conditions related to Long-Term Firm Point-To-Point Transmission Service shall remain unchanged and shall be in accordance with the Guidelines.