

SCHEDULE 7

Long-Term Firm and Short-Term 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 below, as found in Attachment O of this Tariff. These Schedule 7 charges will be subject to change in accordance with the Formula Rate Protocols in Attachment O.

- 1) **Yearly delivery:** one-twelfth of the demand charge of the amount identified in Table 3 – Proj Rates, Line 12 of the Formula Rate Template of Reserved Capacity per year.
- 2) **Monthly Point-to-Point Delivery:** the amount identified in Table 3 – Proj Rates, Line 14 of the Formula Rate Template of Reserved Capacity per month.
- 3) **Weekly Point-to-Point Delivery:** the amount identified in Table 3 – Proj Rates, Line 16 of the Formula Rate Template of Reserved Capacity per week.
- 4) **Daily Point-to-Point Delivery:** the amount identified in Table 3 – Proj Rates – Proj Rates, Line 17 of the Formula Rate Template of Reserved Capacity per day.

The total demand charge in any week, pursuant to a reservation for Daily delivery, shall not exceed the rate specified in section (3) above times the highest amount in kilowatts of Reserved Capacity in any day during such week.

- 5) **Discounts:** 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 on the Transmission System.
- 6) **Resales:** The rates and rules governing charges and discounts stated above shall not apply to resales of transmission service, compensation for which shall be governed by section 23.1 of the Tariff.
- 7) If a Transmission Customer exceeds its Reserved Capacity at any Point of Receipt and/or any Point of Delivery the Transmission Customer shall be charged 200% of the applicable Schedule 7

demand charge (i.e., Yearly, Monthly, Weekly, or Daily) for the sum of the maximum amount that the Transmission Customer exceeds its Reserved Capacity at each Point of Receipt and/or each Point of Delivery during the billing period.