

**BEFORE THE PUBLIC SERVICE COMMISSION
OF THE STATE OF MISSOURI**

In the Matter of the Application of South Central)
MCN LLC for Approval of Transfer of Assets and) File No. EA-2016-0036
A Certificate of Convenience and Necessity)

**GRIDLIANCE HIGH PLAINS LLC JANUARY 1, 2021 REPORT
CONCERNING MEMBERSHIP IN SOUTHWEST POWER POOL, INC.**

On July 20, 2016, effective August 2, 2016, the Missouri Public Service Commission (Commission) issued an Order granting GridLiance High Plains LLC (f/k/a South Central MCN LLC) (GridLiance) a Certificate of Convenience and Necessity (CCN) with respect to certain transmission assets GridLiance was acquiring from the City of Nixa, Missouri (Nixa Assets). See Order in File No. EA-2016-0036. In ordering paragraph 1.f, the Commission provided:

Beginning January 1, 2017 and every year thereafter on January 1, or until otherwise ordered by the Commission, SCMCN shall file a report with the Commission concerning its membership in SPP. Such report shall include the perspective of SCMCN on the economic viability of remaining in SPP.

This report is submitted in compliance with the Commission's directive.

GridLiance's application with the Federal Energy Regulatory Commission (FERC) to acquire the Nixa Assets was approved by FERC on March 15, 2018. GridLiance subsequently filed with FERC its Notice of Acquisition of the Nixa Assets on April 4, 2018. Previously, on October 18, 2017, in FERC Docket ER18-99-000, the Southwest Power Pool, Inc. (SPP) filed proposed amendments with FERC to its Open Access Transmission Tariff (Tariff) to include GridLiance's formula rate template and protocols, and GridLiance's revenue requirement associated with the Nixa Assets, in the SPP pricing zone for the Southwestern Power Administration (SWPA), or Zone 10. GridLiance also executed the SPP Membership Agreement as a transmission owning member on June 12, 2017. GridLiance turned over functional control of the Nixa Assets to the SPP Regional Transmission Organization (RTO) as of April 1, 2018.

Consistent with ordering paragraph 1.f, GridLiance is directed to report on the “economic viability of remaining in SPP.” As noted above, GridLiance is currently recovering its revenue requirement associated with the Nixa Assets in SPP pricing zone 10. GridLiance’s formula rate template, which sets forth its expenses and authorized rate of return, is posted on its website.¹ In addition, during 2017, the City of Nixa, Missouri (which has four delivery points off the GridLiance transmission facilities) became a Network Integrated Transmission Service customer of SPP, which is providing benefits to Missouri customers. The GridLiance facilities are interconnected only with transmission facilities under the functional control of SPP and not with facilities of any other RTO. Specifically, the facilities interconnect with facilities owned by City Utilities of Springfield, Missouri, and SWPA.

GridLiance’s participation in SPP provides improved reliability and other benefits by ensuring that these facilities are evaluated as a part of SPP’s regional planning process. In 2018, SPP issued a Notification to Construct directing GridLiance to upgrade a portion of the facilities in Nixa, Missouri, to address a regional reliability need.² GridLiance completed the construction of this upgrade in December 2019. Were GridLiance to leave SPP it would result in certain Missouri ratepayers paying for both SPP transmission service and a separate transmission service charge for the use of the GridLiance facilities, resulting in a rate pancake. Given the configuration of the GridLiance facilities there is no other regional option other than SPP. Accordingly, GridLiance reports that it is economically viable to remain in SPP.

Finally, on December 10, 2021, GridLiance filed an application for authorization from this Commission to sell the Nixa Assets to the Missouri Joint Municipal Electric Utility Commission (MJMEUC) pursuant to an Asset Purchase Agreement. The Commission has assigned File No. EM-2022-0156 to that application and proceeding. Upon consummation of the transaction, ownership of the Nixa Assets will

¹ GridLiance High Plain’s website is available at <http://www.gridliance.com/gridliance-high-plains/>.

² The Notification to Construct is described in more detail in EA-2019-0112.

transfer to MJMEUC, but will remain under the operational control of SPP. If that application is approved and the transaction is consummated in 2022, GridLiance will no longer be responsible for continuing membership in SPP as to the Nixa Assets. Therefore, this membership report for 2021 will be the final report filed by GridLiance regarding the Nixa Assets, unless the Commission directs otherwise.

Respectfully submitted,

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VERIFICATION

I verify under penalty of perjury that I have read and know the contents of the foregoing Report of GridLiance High Plains LLC concerning Membership in the Southwest Power Pool, Inc. dated January 3, 2022; and that the information contained therein is true and correct to the best of my knowledge, information, and belief.

By:  _____
J. Brett Hooton

Date: January 3, 2022

CERTIFICATE OF SERVICE

I hereby certify that copies of the foregoing have been mailed, hand-delivered, transmitted by facsimile or electronically mailed to all parties entitled to notice.

Dated at Dallas, Texas, this 3rd day of January, 2022.

/s/ Christi Curry
Christi Curry