BEFPRE 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) A Certificate of Convenience and Necessity)

File No. EA-2016-0036

SOUTH CENTRAL MCN LLC JANUARY 1, 2018 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 South Central MCN LLC (SCMCN) a Certificate of Convenience and Necessity

(CCN) with respect to certain transmission assets SCMCN is 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.

SCMCN's application with the Federal Energy Regulatory Commission (FERC) to acquire the Nixa Assets is pending in FERC Docket No. EC17-126-000. As such, SCMCN has not completed its acquisition of the Nixa Assets, or submitted the Nixa Assets to SPP's operational control yet. However, 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 SCMCN's formula rate template and protocols, and SCMCN's revenue requirement associated with the Nixa Assets, in the SPP pricing zone for the Southwestern Power Administration (SWPA), or Zone 10. SCMCN also executed the SPP Membership Agreement as a transmission owning member on June 12, 2017.

As SCMCN has not yet acquired the Nixa Assets or turned them over to SPP's operational control,

SCMCN does not have any information concerning the economic viability of remaining in SPP to report at

this time.

Respectfully submitted,

Kevin Hoppen

Kevin Hopper Vice President – Corporate Development South Central MCN LLC 201 E. John Carpenter Freeway, Suite 900 Irving, Texas 75062 Tel: (469) 718-7050 khopper@gridliance.com

N. Beth Emery Sarah Galioto Jason Higginbotham 201 E. John Carpenter Freeway, Suite 900 Irving, Texas 75062 Tel: (469) 718-7050 bemery@gridliance.com sgalioto@gridliance.com jhigginbotham@gridliance.com

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VERIFICATION

I verify under penalty of perjury that I have read and know the contents of the foregoing Report of South Central MCN LLC concerning Membership in the Southwest Power Pool, Inc. dated January 1, 2018; and that the information contained therein is true and correct to the best of my knowledge, information, and belief.

Bv:

Kevin Hopper Date: December 29, 2017

ACKNOWLEDGEMENT

The State of <u>Missour</u>, County of <u>Greene</u>

Before me, on this day personally appeared <u>Kevin Hopper</u>, known to me or proved to me through <u>Mo driver litense</u> to be the person whose name is subscribed to the foregoing instrument and acknowledged to me that he/she executed the same for the purposes and consideration therein expressed.

Given under my hand and seal of office this $\frac{29}{200}$ day of $\frac{100}{200}$ day of $\frac{100}{200}$

JAMES SWITZER Public Notary Seal E OF MISSOURI Greene County My Commission Expires Nov. 19, 2020 Commission #12686488

Notary Public, State of Missouri

(Seal)

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 1st day of January, 2018.

<u>/s/Janet Virga</u> Janet Virga