Schedule BW-7

****Public****



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SPP-NTC-210626

SPP Notification to Construct

December 3, 2021

Mr. Marcos Mora NextEra Energy Transmission Southwest, LLC 700 Universe Boulevard Juno Beach, FL 33408

RE: Notification to Construct Approved Reliability Network Upgrades

Dear Mr. Mora,

On October 29, 2019, the Southwest Power Pool, Inc. ("SPP") Board of Directors ("Board") approved the Network Upgrade listed below to be constructed as part of the 2019 Integrated Transmission Planning ("ITP") Assessment. The Network Upgrade was deemed to be a Competitive Upgrade in accordance with Section I of Attachment Y of the SPP Open Access Transmission Tariff ("OATT") which requires the selection of a Designated Transmission Owner ("DTO") through the Transmission Owner Selection Process ("TOSP") in Attachment Y of the SPP OATT. On October 26, 2021, the Board concluded the Transmission Owner Selection Process for the Network Upgrade by selecting NextEra Energy Transmission Southwest, LLC ("NEET SW") as the DTO.

Accordingly, pursuant to Section 3.3 of the SPP Membership Agreement and Attachments O and Y of the SPP OATT, SPP provides this Notification to Construct ("NTC") directing NEET SW, as the DTO, to construct the Network Upgrade.

<u>New Network Upgrades</u> Project ID: 81547 Project Name: Line - Wolf Creek - Blackberry 345 kV Need Date for Project: 1/1/2026¹ Estimated Cost for Project: \$97,386,260 (this project cost contains Network Upgrades not included in this NTC)

¹NEET SW guaranteed an in-service date of 1/1/2025 in the NEET SW RFP (SPP RFP000003).



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Network Upgrade ID: 122598 Network Upgrade Name: Wolf Creek - Blackberry 345 kV Network Upgrade Description: Build a new 345 kV line from Wolf Creek to Blackberry with a summer emergency rating of 2512 MVA² Network Upgrade Owner: NEET SW MOPC Representative(s): Marcos Mora TWG Representative(s): N/A Categorization: Economic Network Upgrade Specification: All elements and conductor must have at least an emergency rating of 2512 MVA Network Upgrade Justification: Project identified in 2019 ITP Assessment Estimated Cost for Network Upgrade (current day dollars): \$85,168,938 Cost Allocation of the Network Upgrade: Base Plan Estimated Cost Source: NextEra Energy Transmission Southwest, LLC Date of Estimated Cost: 10/26/2021

Commitment to Construct

In accordance with Section III of Attachment Y of the SPP OATT, in order to become the DTO of the Network Upgrade, within seven (7) calendar days of receiving this NTC, NEET SW must (1) provide written notification to SPP that it accepts the NTC and (2) submit to SPP a deposit in accordance with Section III.2(d)(xii) of Attachment Y of the SPP OATT. NEET SW shall be deemed to have waived its right to become the DTO if these requirements are not met.

By accepting the NTC, NEET SW agrees that as the DTO selected by the Board through the TOSP, that NEET SW will complete the Network Upgrade in accordance with the RFP Proposal submitted by NEET SW in the TOSP for the Network Upgrade.

Notification of Commercial Operation

Please submit a notification of commercial operation for each listed Network Upgrade to SPP as soon as the Network Upgrade is complete and in-service. Please provide SPP with the actual costs of these Network Upgrades as soon as possible after completion of construction. This will facilitate the timely billing by SPP based on actual costs.

Notification of Progress

On an ongoing basis, please keep SPP advised of any inability on NEET SW's part to complete the approved Network Upgrade(s). For project tracking, SPP requires NEET SW's to submit

² 2019 ITP Assessment Study identified a minimum emergency rating of 1792 MVA. NEET SW's proposed an emergency rating of 2512 MVA in the NEET SW RFP (<u>SPP RFP000003</u>).

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status updates of the Network Upgrade(s) quarterly in conjunction with the SPP Board of Directors meetings. However, NEET SW shall also advise SPP of any inability to comply with the Project Schedule as soon as the inability becomes apparent.

All terms and conditions of the SPP OATT and the SPP Membership Agreement shall apply to this project(s), and nothing in this letter shall vary such terms and conditions.

Don't hesitate to contact me if you have questions or comments about these requests. Thank you for the important role that you play in maintaining the reliability of our electric grid.

Sincerely,

Antoine Lucas Vice President, Engineering Phone: (501) 614-3382 • Fax: (501) 482-2022 • <u>alucas@spp.org</u>

cc: Lanny Nickell - SPP Casey Cathey - SPP David Kelley - SPP



December 6, 2021

Mr. Antoine Lucas Southwest Power Pool 201 Worthen Dr. Little Rock, Arkansas 72223

RE: Acceptance of Notification to Construct Approved Economic Upgrade

Dear Mr. Lucas,

On December 3, 2021, NextEra Energy Transmission Southwest, LLC ("NEET Southwest") received the Notification to Construct ("NTC") SPP-NTC-210626 issued by the Southwest Power Pool, Inc. ("SPP") for NEET Southwest to be the Designated Transmission Owner ("DTO") for the Wolf Creek-Blackberry 345 kV Transmission Line ("Network Upgrade").

In accordance with Section III of Attachment Y of the SPP Open Access Transmission Tariff ("OATT"), NEET Southwest provides this written notification to SPP confirming that it accepts the NTC and is submitting to SPP a deposit in accordance with Section III.2(d)(xii) of Attachment Y of the SPP OATT for the Network Upgrade.

NEET Southwest appreciates this opportunity given by the SPP and looks forward to working together to deliver the Network Upgrade in accordance with the terms and conditions in the RFP Proposal submitted by NEET Southwest, the SPP OATT, the SPP Membership Agreement and the NTC, for the benefit of SPP customers.

Sincerely,

Walding

Becky Walding Assistant Vice-President NextEra Energy Transmission Southwest, LLC Phone: 561-691-2684 Becky.Walding@nexteraenergy.com

cc: Lanny Nickell – SPP Casey Cathey – SPP David Kelley - SPP Aaron Shipley – SPP Marcos Mora – NEET Tracy C. Davis – NEET Matthew Boykin – NEET

NextEra Energy Transmission Southwest, LLC