

Federal Energy Regulatory Commission FACT SHEET December 20, 2007 Order on Rehearing and Clarification: Preventing Undue Discrimination and Preference in Transmission Service Order 890-A RM05-17-001 et al. E-1

The Federal Energy Regulatory Commission today largely affirmed the reforms to the *pro forma* open access transmission tariff (*pro forma* OATT) adopted in Order No. 890, granting limited rehearing and clarification to address implementation of certain reforms and ensure that transmission service is provided on a nondiscriminatory, just and reasonable basis.

Overview

- The Commission affirms the requirement that transmission providers develop standards to achieve consistency and transparency in the calculation of available transfer capability.
- The Commission affirms the obligation of transmission providers to develop and participate in a coordinated, open and transparent planning process that meets the nine planning principles stated in Order No. 890.
- The tiered approach for calculating energy and generator imbalance charges is affirmed, with limited rehearing granted regarding the calculation of charges and clarification of the obligation to offer generator imbalance service.
- The Commission affirms the modification of the planning redispatch option, and the adoption of the new conditional firm option, for customers taking long-term point-to-point service.
- The price cap on reassignments of transmission capacity continues to be lifted for all transmission customers until October 1, 2010, to allow time for the Commission to consider the staff report on capacity reassignments directed in Order No. 890.
- The ability to designate certain power purchases as network resources is clarified, while the effectiveness of the minimum lead-time for designating network resources continues to be deferred.
- Clarification is provided regarding the implementation of rollover reforms, the processing of transmission service requests, and certain other reforms adopted in Order No. 890.