

SOUTHWEST POWER POOL
COST ALLOCATION WORKING GROUP MEETING
January 7, 2025

Southwest Power Pool | Little Rock, AR

SUMMARY OF MOTIONS AND ACTION ITEMS

MOTION: To approve the Consent Agenda. Shawnee Claiborn-Pinto (PUCT) motioned / Matt Alvarado (IUC) seconded. *The motion passed unanimously.*

MOTION: CAWG to recommend the RSC to approve HITT M1 Item 1, as presented. Lane Sisung (LPSC) motioned / Matt Alvarado (IUC) seconded. *The motion failed with a vote of 4 in favor, 5 against (NMPRC, NPRB, IUC, PUCT, NDPSC), and 3 abstentions (OCC, KCC, MNPUC).*

MOTION: CAWG to recommend the RSC to approve HITT M1 Item 8 as presented. Lane Sisung (LPSC) motioned / John Krajewski seconded (NPRB). *The motion passed unanimously.*

ACTION ITEMS:

1. Staff to provide for further information and discussion regarding scenario development required by Order 1920.

**SOUTHWEST POWER POOL
COST ALLOCATION WORKING GROUP MEETING**

January 7, 2025
8:00 AM – 4:00 PM Central

Southwest Power Pool | Little Rock, AR

MINUTES

AGENDA ITEM 1 – CALL TO ORDER, INTRODUCTIONS AND ADMINISTRATIVE ITEMS

Chair Marc Tupler (NM PRC) called the meeting to order at 8:00 AM Central Time and a quorum was established.

AGENDA ITEM 2 – CONSENT AGENDA

The consent agenda included the current agenda, the December CAWG meeting minutes, and RR661 – TCR Language Clean-up. It was noted that RR661 did not impact any approved Regional State Committee (RSC) policies, and the approval of this revision request (RR) would be noted in the CAWG report at the next RSC meeting.

MOTION: To approve the Consent Agenda. Shawnee Claiborn-Pinto (PUCT) motioned / Matt Alvarado (IUC) seconded. *The motion passed unanimously.*

AGENDA ITEM 3 – ACTION ITEMS

Angela Sartori (SPP Staff) noted that action item 182 regarding HITT M1 was on the agenda as a voting item.

AGENDA ITEM 4 – FERC UPDATE

Justin Hinton (SPP Staff) reviewed filings currently pending before FERC and reviewed recent FERC orders related to SPP filings.

AGENDA ITEM 5 – HITT M1 – CONGESTION HEDGING IMPROVEMENTS

Micha Bailey (SPP Staff) reviewed the HITT M1 voting items. Specifically:

- Item 1 – Give more opportunities to all participants to receive LTCR awards.
- Item 8 – Coordinate with Planning to review Firm Transmission assumptions used in transmission planning processes

The following motion was presented by Staff:

MOTION: CAWG to recommend the RSC to approve HITT M1 Item 1 as presented.

- Item 1 – Staff proposal of Netting of flows with a cap of 50% limitation to each path holding on the LTCR Awards for a minimum of 5 year
- Item 8 – is complete

Lane Sisung (LPSC) motioned / Matt Alvarado (IUC) seconded the above motion.

Matt Alvarado (IUC) made a motion to amend the original motion to state that approval of the original motion would not close out Item 1. This motion did not receive a second.

A friendly amendment was then accepted to split the original motion into two separate motions as shown below.

MOTION: CAWG to recommend the RSC to approve HITT M1 Item 1, as presented. Lane Sisung (LPSC) motioned / Matt Alvarado (IUC) seconded. *The motion failed with a vote of 4 in favor, 5 against (NMPRC, NPRB, IUC, PUCT, NDPSC), and 3 abstentions (OCC, KCC, MNPUC).*

MOTION: CAWG to recommend the RSC to approve HITT M1 Item 8 as presented. Lane Sisung (LPSC) motioned / John Krajewski (NPRB) seconded. *The motion passed unanimously.*

AGENDA ITEM 6 – EXPEDITED RESOURCE ADEQUACY STUDY (ERAS)

Steve Purdy (SPP Staff) presented the ERAS proposal. Mr. Purdy recapped feedback received from the REAL Team and reviewed updates to the proposal. He indicated that Staff is drafting the revision request (RR) and anticipates presenting it to the CAWG for review in the January/February timeframe.

AGENDA ITEM 8 – RESOURCE ADEQUACY UPDATE

Chris Haley (SPP Staff) for the Supply Adequacy Working Group (SAWG) provided an update on matters currently being discussed within the working group and provided a summary of the 2025 SAWG workplan. Shawnee Claiborn-Pinto (PUCT) for the Resource Energy and Adequacy Leadership (REAL) Team, provided an update from the December REAL Team meeting and reviewed the votes taken.

AGENDA ITEM 9 – PLANNING RESERVE MARGIN (PRM)

- a. Long-term PRM Policy Paper – Chris Haley (SPP Staff) presented the Long-term PRM Policy Paper which outlines the framework for establishing long-term planning horizon PRM requirements in a way that minimizes alterations to those requirements with adequate advance notice.
- b. 2029 Planning Reserve Margin – Chris Haley (SPP Staff) presented the results from 2029 PRM evaluation. The SAWG and the REAL Team have approved a 2029 PRM of 38% for the Winter and 17% for the Summer. A RR will be drafted for review and will go through the stakeholder process.

AGENDA ITEM 10 – CPPTF UPDATE

John Krajewski (NPRB) and Sunny Raheem (SPP Staff) provided an update on the Entry Fee discussion which included an update on the policy timeline and discussed the calculation approach. The CAWG will begin reviewing draft RR language in February.

AGENDA ITEM 12 – DELIVERY POINT RULE

In response to a previous CAWG discussion, Charles Locke (SPP Staff) presented the cost allocation ramifications related to the proposal that the Delivery Point Rule be applied to new transmission service request for all resource types rather than only wind resources. Mr. Locke presented the following draft recommendation which CAWG is expected to vote on at the February meeting.

Draft recommendation: The CAWG recommends that the RSC approve a policy that costs of new Base Plan Upgrades to establish transmission service from Designated Resources of all types will be allocated consistently with Sections III.A.3 and III.A.4 of Attachment J, which will mitigate rate impacts on constructing Zones and Subregions if the load delivery point is not located in the same Zone or Subregion as the Base Plan Upgrade.

AGENDA ITEM 13 – ORDER 1920 UPDATE

Tessie Kentner (SPP Staff) reviewed the compliance dates, next steps, questions for consideration and noted that Order 1920 will continue to be an agenda item for the CAWG and RSC during the engagement period to facilitate discussion. A request was made for further information and discussion regarding scenario development required by Order 1920.

AGENDA ITEM 14 – 2024 ANNUAL ATTRIBUTE ADEQUACY ASSESSMENT (4A)

Chris Duensing (SPP Staff) presented the Annual Attribute Adequacy Assessment, which is a yearly assessment of Ramp, Inertia, Primary Frequency Response, Contingency Reserves, Voltage and Reactive Support, Black Start Capability, and Energy Adequacy within SPP's Balancing Authority.

AGENDA ITEM 15 – CAWG EFFECTIVENESS SURVEY RESULTS

Angela Sartori (SPP Staff) briefly highlighted the results of the SPP CAWG Effectiveness Survey.

AGENDA ITEM 16 – WORKING GROUP UPDATES

No working group updates were provided.

AGENDA ITEM 17 – UPCOMING ITEMS FOR RSC

It was noted that a second January CAWG meeting will be needed to allow CAWG to weigh in on the ERAS Policy, the 2029 PRM, and the Long-term PRM Policy paper prior to the February 3, 2025 RSC Meeting. This meeting is scheduled for January 23, 2025. Given the failed vote by CAWG on HITT M1, some questions were asked about next steps and whether or not this would remain a February RSC voting item. SPP Staff commented that this topic will remain on the upcoming RSC Education Meeting agenda and next steps would be developed after that RSC discussion.

Item	CAWG Approval	Feb-25	May-25	Aug-25
HITT M1 – Congestion Hedging		V		
New Provisional Load Process	12/5/24	V		
Long-Term PRM Policy Paper		V		
2029 Planning Reserve Margin		V		
Expedited Resource Adequacy Study (ERAS) Policy		V		
Consolidated Planning Process RR			V	
RR655 - Outage Criteria			V	
FERC Order 1920 RR			V	
Demand Response Accreditation	TBD			
RRXXX - HITT C1	TBD			
RRXXX – Seams Project Policy Paper	TBD			

AGENDA ITEM 18 – ACTION ITEMS

1. Staff to provide for further information and discussion regarding scenario development required by Order 1920.

AGENDA ITEM 19 – ADJOURNMENT

Chair Tupler adjourned the meeting at 3:19 pm Central Time.

CAWG MEMBERS

Marc Tupler (NMPPRC), Chair
Adam McKinnie (MOPSC)
Cindy Ireland (APSC)
Greg Rislov (SDPUC)
Justin Grady (KCC)
Jason Chaplin (OCC), Vice-chair

John Krajewski (NPRB)
Lane Sisung (LPSC)
Lise Trudeau (MN PUC)
Matt Alvarado (IUC)
Shawnee Claiborn-Pinto (PUCT)
Victor Schock (NDPSC)

MEETING PARTICIPANTS

Aaron Rome
Adam McKinnie
Adam Schieffer
Agata Malek
Amber Smeal
Amy Newton
Amy Rose
Andrea Doucette
Andrea Harrison
Andrew Daro
Andrew Rogers
Angela Sartori
Annie Minondo
Apryl Eby
Arash Ghodsian
Becca McCann
Becky Bradley
Ben Bright
Ben Stearney
Bernie Liu
Brad Cochran
Brad Johnston
Bradley Payne
Bradley Payne
Brandon McCracken
Brett Springfield
Brian Korpics
Brian Rounds
Bridget Sparks
Bridgette Frazier
Bruce Doll
Bryan Campbell
Calvin Daniels

Calvin Rosenbaum
Carly Masenthin
Carrie Bivens
Charles Cates
Charles Cates
Charles Hendrix
Charles Locke
Chris Duensing
Chris Haley
Chris Hanson
Chris Lyons
Christine Aarnes
Cicily McGee
Cindy Ireland
Conor McKenzie
Cristian Navarrette
Curtis Miller
Dana Shelton
Darren Prince
David Cohen
David Mindham
Denise Buffington
Denise Martin
Dennis Constien
Dennis Reed
Derek Brown
Derek Sunderman
Diana Gastelum
Don Frerking
Eric Henderson
Eric Samson
Erica O'Neal
Eugene Mauk

Grant Wilderson
Greg Rislov
Heather Starnes
Hweeping Won
Jake Chapman
Jake Weinberg
James Mindrup
James Peters
Jarred Cooley
Jason Bulloch
Jason Chaplin
Jason Davis
Jason Mazigian
Jeremy Severson
Jeremy Voll
Jessica Kasparek
Jessica Meyer
Jim Flucke
Jim Hotovy
Jim Krajecki
Jodi Walters
John Krajewski
John Luallen
John Stephens
John Weber
Joshua Ross
Julie Bissen
Julie Tackett
Justin Grady
Justin Hinton
Kelsey Allen
Kim O'Guinn
Kristie Fiegen

LaKeitha Rinks
Lane Sisung
Laura Mitchum
Lee Elliot
Leif Clark
Lise Trudeau
Loren Ditsch
Luke Kinder
Marc Printy
Marc Tupler
Margaret Kristian
Maria Gingras
Marisa Choate
Mark Price
Mateusz Neska
Maurice Moss
Melanie Hill
Meredith Powell
Micha Bailey
Michael Wise

Mike Gahimer
Mike Kraft
Natasha Henderson
Nick Abraham
Nick Parker
Nicole Wagner
Olivia Hough
Patrick Clarey
Raleigh Mohr
Ramunda Russell
Rich Germinder
Richard Owen
Richard Ross
Robert Pick
Robert Safuto
Rodney Massman
Russell Quattlebaum
Ryan Benton
Ryan Johnson
Ryan Tuter

Serhat Guney
Shawnee Claiborn-Pinto
Shilpi Sunil Kumar
Simon Cherucheril
Steve Gaw
Steve Purdy
Steve Sanders
Sunny Raheem
Temujin Roach
Teresa Cooper
Tessie Kentner
Tiffany Wu
Tom Michelotti
Trent A Campbell
Victor Schock
Walt Cecil
Walt Shumate
Werner Roth