accordance with Good Utility Practice and the Customer reasonably forecasts that its projected installed reserve margin will be in compliance with this reserve criterion within 3 years of the date on which such new Network Resource becomes operational.

Bonneville shall provide an exemption from the 25 percent reserve margin limitation if the Customer demonstrates that it must maintain a higher level of reserves to operate reliably under NERC, WSCC, NWPP, and BRCS guidelines and that it has undertaken reasonable efforts to procure coordination services (such as reserve sharing) that would reduce its required level of reserves. If an exemption applies, the Customer may designate an amount of Network Resources equal to the amount necessary to operate reliably under the above referenced guidelines.

Bonneville is subject to the above referenced requirements in determining the resources it needs to operate reliably. Bonneville may not maintain a reserve margin in excess of that permitted any Network Customer under this Tariff. Each year, Bonneville submits to WSCC a 10-year resource plan indicating the generating resources Bonneville will use to operate reliably under regional and national reliability standards. This plan shall be made available to the Customer upon request.

5.6 Customer Owned Transmission Facilities

The Customer will be entitled to receive a Customer Facilities Credit as defined in the NT–95 Rate Schedule or its successors if transmission facilities as described in such rate schedule are made available for use under this Tariff.

6. Designation of Member Systems for Customers Receiving Network Integration Service

6.1 Member Systems

A Customer may designate the individual Member Systems that will be included in the Customer Control Area and on whose behalf Bonneville shall provide Network Integration Service. The Member Systems as of the Effective Date shall be specified in the Service Agreement.

6.2 New Member Systems Connected With Bonneville

A Customer shall provide Bonneville with as much written notice as reasonably practicable of the designation of additional entities that will be added to its Control Area as new Member Systems. Bonneville shall provide Network Integration Service for any such new Member System,

provided that: (i) Bonneville reasonably determines in accordance with section 7 that the Network Transmission System can reliably accommodate such new Member System; and (ii) the Customer agrees to pay the costs of any incremental transmission facilities upgrades that Bonneville reasonably determines must be installed to interconnect reliably such new Member System with the Bonneville Network Transmission System. The engineering and technical specifications for any such new interconnection shall be set forth in an amendment to the Service Agreement under the Tariff. Until such incremental facilities are completed, Bonneville shall agree to provide Network Integration Service out of existing transmission capacity, pursuant to the prioritization described in section 4.5 above, to the extent such service would not impair the reliability of service to Native Load Customers, firm transmission service customers, and other Network Service Customers. In addition if the Customer so elects, to the extent the requested service can be provided in whole or in part by redispatching the system, the Customer shall be assigned the incremental costs caused by the redispatch.

6.3 New Member Systems Not Connected with Bonneville

To the extent that a Customer desires to obtain transmission service for a Member System that is not connected to the Network Transmission System, the Customer shall have the option of: (i) electing to include such Member System in the Customer Control Area by including the entire load of that Member System as Network Load for all purposes under this Tariff and designating Network Resources in connection with such additional Network Load; or (ii) excluding the load of that Member System from its Network Load and purchasing Point-to-Point Transmission for power transfers between the Customer's Control Area and the new Member System not connected to Bonneville's system. Transmission across third-party systems is not covered by this Tariff. To the extent that a Customer gives notice of its intent to add a new Member System pursuant to this section and sufficient capacity is not available on the Network Transmission System to provide the requested service pursuant to the prioritization described in section 4.5 above, without impairing reliability to Bonneville's Native Load Customers and other firm uses of the system, the Customer shall be charged for the cost of any incremental facilities determined necessary by Bonneville to provide

Network Integration Service. In addition, if the Customer so elects, to the extent the requested service can be provided in whole or in part by redispatching the system, the Customer shall be assigned the incremental costs caused by the redispatch. Bonneville shall be responsible for the cost of any incremental facilities or system redispatch costs associated with adding new resources to serve its Native Load Customers, as provided in section 7.

6.4 New Interconnection Points

To the extent a Customer desires to add a newly constructed interconnection point between the Network Transmission System and a Member System, the Customer shall provide Bonneville with as much written notice as reasonably practicable; however, Bonneville shall not be obligated to provide additional service with respect to such interconnection point until such new interconnection is established. Bonneville shall add such new interconnection point provided that Bonneville reasonably determines that the Bonneville Network Transmission System can reliably accommodate such new interconnection point. The Customer shall be responsible for the costs of any incremental facilities associated with such new interconnection. The engineering and technical specifications for such new interconnection point shall be set forth in a separate interconnection agreement to be negotiated by the Parties.

7. Transmission Facilities or Upgrades Related to Designation of New Network Resources and Member System

7.1 System Impact Study

Once a Customer provides Bonneville with notice of its intent to designate a new Network Resource pursuant to section 5.4 or a new Member System pursuant to section 6, Bonneville and the Customer shall execute an agreement under which Bonneville shall perform a System Impact Study to determine the incremental transmission facilities, if any, attributable to integrating such new Network Resource or new Member System into Bonneville's Network Transmission System. In performing the System Impact Study, Bonneville shall apply the same methods and criteria that it employs in integrating new owned or purchased resources acquired by Bonneville to serve Bonneville's Native Load Customers. Bonneville shall complete the System Impact Study within 60 days or will provide the Customer a written explanation of when