Z2 SETTLEMENT REPORTING

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

- Z2 Crediting Implementation required the creation of new charge types

- Built to distinguish between:
  - Payments, Credits and Revenue Reallocations
  - PTP and NITS activity where needed
  - Specific Schedule buckets where needed
  - Interest and 'normal' buckets where needed
    - **NOTE**: As a result of Stakeholder input

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

Z2 Charge Type Names*

- Z2Sch7PtpRRCredit
- Z2Sch8PtpRRCredit
- Z2Sch11RPtpRRCredit
- Z2Sch11ZPtpRRCredit
- Z2Sch7PtpRRCreditInt
- Z2Sch8PtpRRCreditInt
- Z2Sch11RPtpRRCreditInt
- Z2Sch11ZPtpRRCreditInt
- Z2Sch7PtpRRCreditRevRvrs
- Z2Sch8PtpRRCreditRevRvrs
- Z2Sch11RPtpRRCreditRevRvrs
- Z2Sch11ZPtpRRCreditRevRvrs
- Z2Sch11NitsRRCredit

- Z2Sch11NitsRRCreditInt
- Z2Sch11RNitsRRCreditRevRvrs
- Z2Sch11ZNitsRRCreditRevRvrs
- Z2DAPtpCredit
- Z2DAPtpCreditInt
- Z2DAPtpCreditChg
- Z2DANitsCredit
- Z2DANitsCreditInt
- Z2DANitsCreditChg
- Z2MiscAdjCredit
- Z2MiscAdjCreditChg
- Z2MiscAdjCreditInt
- Z2MiscAdjCreditChgInt

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

New Z2 Manual Adjustment Charge Types can fit into 3 categories:

A. Revenue Reallocation Charge Types
B. Sponsor's Financial Activity Charge Types
C. Miscellaneous Adjustment Charge Types (specific to Z2 activity)

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

A. **<u>Revenue Reallocation Charge Types</u>**: Amounts reclaimed from revenues previously allocated to T.O.s to help satisfy Credit Payment Allocations

1. **PTP Revenue Reallocation Credit (credits received by a Sponsor from revenues previously allocated to a T.O. for PTP service).**

- **NOTE:** This section should appear on XML for entities receiving credit payments. Would be associated with an Upgrade Sponsor, not a Transmission Owner. All Upgrade Sponsors are classified as Transmission Customers for the purpose of Attachment Z2.

  - **Z2Sch7PtpRRCredit**
  - **Z2Sch8PtpRRCredit**
  - **Z2Sch11RPtpRRCredit**
  - **Z2Sch11ZPtpRRCredit**
  - **Z2Sch7PtpRRCreditInt**
  - **Z2Sch8PtpRRCreditInt**
  - **Z2Sch11RPtpRRCreditInt**
  - **Z2Sch11ZPtpRRCreditInt**

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

A. **<u>Revenue Reallocation Charge Types</u>**: Amounts reclaimed from revenues previously allocated to T.O.s to help satisfy Credit Payment Allocations

2. **PTP Revenue Reallocation Credit Revenue Reversal (likened to a charge to the T.O. – shows amount clawed back from previously allocated PTP revenue).**

- **NOTE:** This section should appear on XML for entities having revenues pulled back. Would be associated with a T.O.

  - **Z2Sch7PtpRRCreditRevRvrs**
  - **Z2Sch8PtpRRCreditRevRvrs**
  - **Z2Sch11RPtpRRCreditRevRvrs**
  - **Z2Sch11ZPtpRRCreditRevRvrs**

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

A. **Revenue Reallocation Charge Types**: Amounts reclaimed from revenues allocated to T.O.s to help satisfy Credit Payment Allocations

3. **Nits Revenue Reallocation Credit (credits received by a Sponsor from revenues allocated to a T.O. for NITS service).**

• **NOTE:** This section should appear on XML for entities receiving credit payments. Would be associated with an Upgrade Sponsor. No designation between Zonal and Regional.

   • **Z2Sch11NitsRRCredit**
   • **Z2Sch11NitsRRCreditInt**

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

A. **Revenue Reallocation Charge Types**: Amounts reclaimed from revenues allocated to T.O.s to help satisfy Credit Payment Allocations

4. **Nits Revenue Reallocation Credit Revenue Reversal (likened to a charge to the T.O. – shows amount clawed back from allocated NITS revenue).**

- **NOTE:** This section should appear on XML for entities having revenues pulled back. Would be associated with a T.O.

  - **Z2Sch11RNitsRRCreditRevRvrs**
  - **Z2Sch11ZNitsRRCreditRevRvrs**

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

B. **Sponsor's Financial Activity Charge Types**: Credits received from charges to a T.C. "over and above" Base Rate charges, which are needed to satisfy a Credit Payment Obligation. This occurs when the payer's Credit Payment Obligation > Base Rate Revenues.

NOTE: No Tariff Schedule is associated with these charge types. This is done to alleviate the need to separate a single DAUC into multiple Tariff Schedule buckets

1. **Z2 PTP Credit (credits received by a Sponsor from a T.C. for PTP service).**

- **NOTE:** This section should appear on XML for entities receiving credit payments. Would be associated with an Upgrade Sponsor.

  - **Z2DAPtpCredit**
  - **Z2DAPtpCreditInt**

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

B. **Sponsor's Financial Activity Charge Types**: Charges to a T.C. "over and above" Base Rate charges, which are needed to satisfy a Credit Payment Obligation. This occurs when the Credit Payment Obligation > Base Rate Revenues.

NOTE: No Tariff Schedule is associated with these charge types. This is done to alleviate the need to separate a single DAUC into multiple Tariff Schedule buckets

2. **Z2 PTP Credit Charge (credits paid to a Sponsor from a T.C. for PTP service).**

- **NOTE:** This section should appear on XML for entities paying credit payments. Would be associated with a T.C. for normal crediting activities.

  - **Z2DAPtpCreditChg**

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

B. **Sponsor's Financial Activity Charge Types**: Credits received from charges to a T.C. "over and above" Base Plan funded amounts, which are needed to satisfy a Credit Payment Obligation. This occurs when the Credit Payment Obligation > Safe Harbor Cost Limit, or other Base Plan funding criteria are not met.

NOTE: No Tariff Schedule is associated with these charge types.

3. **Z2 Nits Credit (credits received by a Sponsor from a T.C. for NITS service).**

• **NOTE:** This section should appear on XML for entities receiving credit payments. Would be associated with an Upgrade Sponsor.

- • **Z2DANitsCredit**
- • **Z2DANitsCreditInt**

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

B. **<u>Sponsor's Financial Activity Charge Types</u>**: Charges to a T.C. "over and above" <u>Base Plan</u> funded amounts, which are needed to satisfy a Credit Payment Obligation. This occurs when the Credit Payment Obligation > Safe Harbor Cost Limit, or other Base Plan funding criteria are not met.

NOTE: No Tariff Schedule is associated with these charge types.

4. **Z2 Nits Credit Charge (credits paid to a Sponsor from a T.C. for NITS service).**

- **NOTE:** This section should appear on XML for entities paying credit payments. Would be associated with a T.C. for normal crediting activities.

  - **Z2DANitsCreditChg**

Z2 SETTLEMENT REPORTING – CHARGE TYPE OVERVIEW

C. **<u>Miscellaneous Adjustment Charge Types</u>**: Miscellaneous Adjustment to monetary amounts within the CSS tool.

NOTE: **Can be used to zero out/adjust an amount to be paid or received.**

Miscellaneous Adjustment Charge Types

- **NOTE:** This section should appear on XML for any entity being charged or credited by a manual adjustment within the CSS tool. These will be associated with both a T.C. and a T.O.

  - **Z2MiscAdjCredit**
  - **Z2MiscAdjCreditChg**
  - **Z2MiscAdjCreditInt**
  - **Z2MiscAdjCreditChgInt**