

Background Information for the Change in Transmission Billing

- MISO used 120 days of transmission service to be used against any unsecured credit.
- 120 days was used because it represented the credit exposure of providing transmission service.
- Some of the Wisconsin transmission dependent utilities (TDUs) had little to no unsecured credit available for energy transactions.
- A compromise was reached to help TDUs that also benefited all transmission providers, all market participants and MISO.

The Compromise

- 120 days of transmission service was reduced to 50 days as counted against any unsecured credit.
- The billing and credit policy was changed to match the new exposure for transmission service.

Impact of 50 days vs. 120 days

- Assume unsecured credit of \$30 million.
- 120 days of transmission service = 90% of the unsecured credit or \$27 million with \$3 million left for energy transactions.
- 50 days of transmission service = 37.5% of the unsecured credit or \$11.25 million with \$18.75 million left for energy transactions.

Changes in Transmission Billing

