

## SCHEDULE 35

### High-Voltage Direct Current Agreement Cost Recovery Fee

#### I. GENERAL

The Transmission Provider will recover its costs associated with providing HVDC Agreement Services pursuant to the terms of this Schedule 35. Such costs shall be recovered from Transmission Customers who have executed HVDC Service Agreements with the Transmission Provider. The costs recovered pursuant to the terms of this Schedule 35 are for the same set of services for which the Transmission Provider's administrative costs are recovered pursuant to Schedule 10 of the Tariff. Revenue received by the Transmission Provider under this Schedule 35 shall be used to reduce the costs to be recovered by the Transmission Provider under Schedule 10 of its Tariff.

For purposes of this Schedule 35, the following definitions apply:

***HVDC Agreement*** shall mean an Agency Agreement or any other contractual arrangement with respect to HVDC Facilities between the Transmission Provider and the owner or operator of such HVDC Facilities.

***HVDC Agreement Services*** shall mean the services provided by the Transmission Provider under an HVDC Agreement.

***HVDC Agreement Cost Recovery Fee*** shall mean the fee established under this Schedule 35 for the provision of HVDC Agreement Services by the Transmission Provider.

#### II. HVDC AGREEMENT COST RECOVERY FEE

The charges under this Schedule 35 applicable to each Transmission Customer taking HVDC Service pursuant to Section 27A of the Tariff shall be computed using the formula set forth in Part III of this Schedule 35. For purposes of this Schedule 35, all references to billing units of Reserved Capacity shall mean the billing determinants for Transmission Service provided under Section 27A of the Tariff with respect to HVDC Facilities referenced in a FERC-accepted HVDC Agreement.

### **III. RATE FORMULA AND MONTHLY CHARGES**

The monthly charges to be billed under Schedule 35 shall be computed by multiplying the Reserved Capacity Rate under Schedule 10 by the billing units of Reserved Capacity and by the duration of the reservation.

The Schedule 35 charges for Transmission Customers taking HVDC Service under Section 27A of the Tariff shall be calculated for each Point-To-Point Transmission Service reservation and their total monthly Schedule 35 charges shall be the sum of the charges for each of those Point-to-Point Transmission Service reservations during the month.

The following formula shall be used to calculate the charges associated with each reservation:

$$PtP35_t = (CR_t \times RC_t \times HR_t); \text{ where;}$$

t = the effective month.

PtP35 = Schedule 35 charge associated with a Section 27A Point-To-Point Transmission Service reservation.

CR = the Capacity Rate established by the

Transmission Provider in accordance with Part II, Section A of the Transmission Provider's Schedule 10.

RC = the Reserved Capacity for a Section 27A Point-To-Point Transmission Services reservation.

HR = the duration, in hours, of the reservation within the month.