

Annual Plan Item 5.d – Reservation Merger

ISSUE NEEDING RESOLUTION:

What should the Service Increment of a Consolidation be?

Why we need to answer this question:

Must have a service increment due to EQR filing requirement

Resales from the Consolidation will “inherit” the service increment of the Consolidation

Redirect from a Consolidation will be assessed based on current redirect requirements and therefore will have its own Service Increment.

Option 1: Highest Service Increment

Pros:

- a. When redirecting or reselling from the consolidation, the higher service increment would provide a higher priority on which would increase the odds of the redirect or resale being approved.
- b.

Cons:

- a. Issue with the subsequent Redirect that may be perceived as gaming by increasing your service increment priority which could therefore effect any Competition that may occur in the Conditional window.
- b.

Option 2: Lowest Service Increment

Pros:

- a.

Cons:

- a. If Redirected, the service increment could be moved to a higher priority due to the duration of the redirect reservation.
- b. If Redirected the lower increment could mean the redirect is conditional longer

Option 3: based on duration of consolidation

Pros:

- a.

Cons:

- a. How would it work?
- b. What mechanism would we have to put into place to manager this?

Option 4: no service increment on consolidation

Pros:

- a.

Cons:

- a.

Option 5: lowest service increment available by the TP

Pros:

- a.

Cons:

a.

Option 6: consolidation is not a TSR

Pros:

a.

Cons:

a.

Option 7: Only allow same service increment to be consolidated together.

Pros:

a.

Cons:

a.