

PIPP FAQs

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Current as of April 11, 2023 (updated as needed on a daily basis)

PIPP-1: Where can I find the calendar for the upcoming PIPP RFP?

A: The calendar for the 2023 PIPP RFP is available on the [PIPP RFP page](#) of the CBP website.

Posted 3/13/2023

PIPP-2: What is the Price-to-Beat?

A: The Price-to-Beat for the upcoming PIPP RFP is \$102.69/MWh, and a Bid that is at or above the Price-to-Beat will be automatically rejected. Please see Section III.2.8 of the PIPP Rules for additional information.

Posted 3/13/2023

PIPP-3: Can an electronic signature be used to complete the certification included within the Expression of Interest Form?

A: The Officer of the Bidder or a Representative named in the Expression of Interest Form must sign the certification within the Expression of Interest Form. The signed Expression of Interest must be submitted via electronic means to PIPP-RFP@nera.com and completed as follows:

- Printed, signed, scanned, and transmitted to the Auction Manager; or
- Completed with a digital signature, using commercially available software such as DocuSign, accompanied by a document or information verifying the identity of the signatory; or
- Completed with an electronic signature. In this case, either: (i) the Expression of Interest must be sent via email to the Auction Manager by the signatory; or (ii) the Expression of Interest must be accompanied by a verbal confirmation of the identity of the signatory provided by the signatory via phone to the Auction Manager.

Posted 3/13/2023

PIPP-4: What are the financial guarantees that are required to participate in the PIPP RFP and when are these due?

A: Financial Guarantees in the form of cash or a letter of credit are due by 12 PM on the Registration Due Date of Wednesday, April 12, 2023. The financial guarantees must be in the amount of the independent credit requirement ("ICR") due under the PIPP Agreement, which is calculated as the product of \$15,000/MW and the MW-measure of PIPP Load. The estimated MW-measure is 293.9 MW. Hence, the ICR required is \$4,408,500 (i.e., 293.9 x \$15,000).

Posted 3/13/2023

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PIPP-5: Are all bidders required to provide financial guarantees to participate in the PIPP RFP or are financial guarantees required only from bidders that do not qualify for any unsecured credit line under the terms of the PIPP Agreement?

A: Regardless of the result of the creditworthiness evaluation, all bidders in the PIPP RFP must provide financial guarantees in an amount equal to the independent credit requirement due under the PIPP Agreement in the form of cash or a letter of credit. The letter of credit must be in the form of Attachment E to the PIPP Agreement. Such cash or letter of credit is due as part of the Registration Materials by 12 PM (noon) EPT on Wednesday, April 12, 2023.

Posted 3/13/2023

PIPP-6: Is it a requirement that the Officer of the Bidder sign the Binding Bid Agreement included within the Bid Proposal Form or can another representative sign this certification? Additionally, can this certification be signed using an electronic signature?

A: It is not a requirement that only the Officer of the Bidder can sign the Binding Bid Agreement included as part of the Bid Proposal Form. The individual who signs the Binding Bid Agreement must either be the Officer of the Bidder or a Representative named in the Expression of Interest Form and must be authorized to submit the Bid.

An electronic signature may be used to sign the Binding Bid Agreement in the Bid Form. The Binding Bid Agreement must be submitted via electronic means and completed as follows:

- Printed, signed, scanned, and transmitted to the Auction Manager; or
- Completed with a digital signature, using commercially available software such as DocuSign, accompanied by a document or information verifying the identity of the signatory; or
- Completed with an electronic signature. In this case, the Binding Bid Agreement must be sent via email to the Auction Manager by the signatory or with the signatory on copy.

Posted 3/13/2023; revised 4/7/2023

PIPP-7: Can we propose modifications to the PIPP Supplier Letter of Credit? Additionally, for a Bidder or Bidder's Guarantor that is granted an Independent Credit Threshold and Credit Limit under the PIPP Agreement, and that submits the Winning Bid in the PIPP RFP, will said Bidder's financial guarantees (submitted as part of the Registration Materials) be cancelled or returned following the RFP?

A: The Form of PIPP Supplier Letter of Credit, due with a Bidder's Registration Materials, must be in the form of Attachment E to the PIPP Agreement. There is not a process for Bidders to propose modifications to the standard form of the Form of PIPP Supplier Letter of Credit.

Section III.5 of the PIPP RFP Rules describes the post-bid process under the PIPP RFP. Should a bidder submit the Winning Bid in the PIPP RFP, AEP Ohio will communicate directly

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with the Winning Bidder for execution of the Confirmation (Attachment A to the PIPP Agreement) and, as applicable, for posting or replacement of financial guarantees under the terms of the PIPP Agreement. Article 5 of the Master PIPP Agreement describes the credit requirements of the PIPP Supplier and the Guarantor as applicable. Specifically, Article 5 describes the circumstances under which the PIPP Supplier is granted an Independent Credit Threshold to satisfy the Independent Credit Requirement as well as the circumstances under which the PIPP Supplier is granted a Credit Limit to satisfy the Total Exposure Amount. Please see Article 5 of the Master PIPP Agreement. For the Bidder with the Winning Bid, it is possible that based on AEP Ohio's determination of creditworthiness the Bidder or its Guarantor, is not required to post Performance Security, in which case AEP Ohio will return the financial guarantees (either return the cash or cancel the letter of credit) posted with the Bidder Registration Materials.

Posted 4/11/2023