

(7A) Public Entity Exemption. A Capacity Market Seller that is a Public Power Entity or an Electric Cooperative (as defined in Article 1 of the Reliability Assurance Agreement) may qualify MOPR Screened Generation Resources for a Public Entity Exemption in any RPM Auction for any Delivery Year if the Capacity Market Seller demonstrates that the MOPR Screened Generation Resources satisfy all of the following criteria:

- i. The entity's Owned and Contracted Capacity is constructed or procured in a manner that is consistent with the Public Power Entity's or Electric Cooperative's longstanding business model to provide for the long-term power supply needs of its customers and/or members, as demonstrated by documents including power supply contracts with its customer and/or members, company business charter, or other governing documents for the Public Power Entity or Electric Cooperative; and
- ii. The costs associated with the entity's Owned and Contracted Capacity are recoverable through the entity's rates to its customers and or members.