## LCRA TRANSMISSION SERVICES CORPORATION BOARD POLICY

### T601 – WHOLESALE ELECTRIC SERVICE POLICY

Feb. 15, 2017

### **T601.10 PURPOSE**

The purpose of this policy is to provide direction to LCRA Transmission Services Corporation (LCRA TSC) in providing wholesale electric services within Texas.

#### T601.20 DEFINITIONS

<u>Customer</u> – Any customer of LCRA TSC, including transmission service providers, distribution service providers, river authorities, municipally owned utilities, electric cooperatives, power generation companies, retail electric providers, federal power marketing agencies, exempt wholesale generators, qualifying facilities, power marketers, or other person.

**ERCOT** – Electric Reliability Council of Texas.

<u>Metering Facilities</u> – Facilities planned, designed, constructed and/or operated necessary to meter the amount of energy delivered.

<u>NERC</u> – North American Electric Reliability Corporation.

<u>PUC</u> – Public Utility Commission of Texas.

<u>Transformation Facilities</u> – Facilities planned, designed, constructed and/or operated at voltage levels below 60 kilovolts necessary to deliver wholesale power to distribution voltages.

<u>Transmission Facilities</u> – Facilities planned, designed, constructed and/or operated at voltage levels above 60 kilovolts necessary to allow economical and efficient use of generation resources to reliably serve loads.

<u>Wholesale Electric Service</u> – The provision of transmission, transformation and/or metering facilities to provide one or more of the following types of service to a customer:

- Service to a requesting customer, including a load interconnection requested by a load-serving entity and a generation interconnection requested by a generation entity.
- 2. Service to improve electric system reliability.
- 3. Service to relieve ERCOT-identified transmission constraints.
- 4. Delivery of wholesale electricity at distribution voltages within a substation.

5. Service in response to a PUC order or directive.

# **T601.30 POLICY**

LCRA TSC shall furnish nondiscriminatory wholesale electric service and open access in accordance with PUC rules, applicable tariffs, ERCOT requirements, applicable NERC Reliability Standards and other LCRA TSC requirements.

In addition, LCRA TSC shall ensure the following:

- 1. Costs for wholesale electric service desired by a customer in excess of that recommended by the applicable criteria will be the responsibility of the customer.
- 2. Appropriate financial security is furnished when a customer asks LCRA TSC to provide wholesale electric service or modification to existing facilities.
- 3. Facilities will be jointly constructed with a customer only if joint construction:
  - a) will result in significant economic and/or environmental benefits;
  - b) does not adversely impact transmission line construction, operation or maintenance; and
  - c) is agreed upon by both LCRA TSC and the customer.
- 4. Project plans for the addition of customer facilities that are to be included in the Transmission Facilities and Premises Lease shall be reviewed through LCRA TSC's annual transmission system planning process.

**EFFECTIVE**: Dec. 18, 2002. Amended March 23, 2011; Jan. 16, 2013; and Feb. 15, 2017.