LCRA TRANSMISSION SERVICES CORPORATION BOARD POLICY

T601 – WHOLESALE ELECTRIC SERVICE POLICY

June 18, 2025

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.

NERC – North American Electric Reliability Corporation.

PUC – Public Utility Commission of Texas.

<u>Transformation Facilities</u> – Facilities planned, designed, constructed and/or operated at voltage levels below 60 kilovolts necessary to transform electric power and energy from LCRA TSC's standard transmission voltages to voltages below 60 kV, or from voltages below 60 kV to LCRA TSC's standard transmission voltage.

<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:

- 1. 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.

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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 facilities 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 in accordance with LCRA TSC's financial security standards 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.

EFFECTIVE: Dec. 18, 2002. Amended March 23, 2011; Jan. 16, 2013; Feb. 15, 2017; and June 18, 2025.