By: Geren H.B. No. 5066

A BILL TO BE ENTITLED

1	AN ACT
2	relating to electricity service in areas of this state with a need
3	for transmission projects.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Sections 37.056(c) and (c-1), Utilities Code,
6	are amended to read as follows:
7	(c) The commission shall grant each certificate on a
8	nondiscriminatory basis after considering:
9	(1) the adequacy of existing service;
10	(2) the need for additional service;
11	(3) the effect of granting the certificate on the
12	recipient of the certificate and any electric utility serving the
13	proximate area; and
14	(4) other factors, such as:
15	(A) community values;
16	(B) recreational and park areas;
17	(C) historical and aesthetic values;
18	(D) environmental integrity;
19	(E) the probable improvement of service or
20	lowering of cost to consumers in the area if the certificate is
21	granted, including any potential economic or reliability benefits
22	associated with dual fuel and fuel storage capabilities in areas
23	outside the ERCOT power region; and

24

(F) the need for extending transmission service

- 1 where existing or projected electrical loads will be underserved,
- 2 including where:
- 3 <u>(i) the existing transmission service is</u>
- 4 unreasonably remote;
- 5 (ii) the available capacity is unreasonably
- 6 <u>limited at transmission or distribution voltage level; or</u>
- 7 <u>(iii) the electrical load cannot be</u>
- 8 interconnected in a timely manner [to the extent applicable, the
- 9 effect of granting the certificate on the ability of this state to
- 10 meet the goal established by Section 39.904(a) of this title].
- 11 (c-1) In considering the need for additional service under
- 12 Subsection (c)(2) for a reliability transmission project that
- 13 serves the ERCOT power region or under Subsection (c)(4)(F), the
- 14 commission must consider the historical load, forecasted load
- 15 growth, and additional load currently seeking interconnection,
- 16 <u>including load for which the electric utility has yet to sign an</u>
- 17 interconnection agreement, as determined by the electric utility
- 18 with the responsibility for serving the load.
- 19 SECTION 2. Section 37.057, Utilities Code, is amended to
- 20 read as follows:
- Sec. 37.057. DEADLINE FOR APPLICATION FOR NEW TRANSMISSION
- 22 FACILITY. The commission must approve or deny an application for a
- 23 certificate for a new transmission facility not later than the
- 24 180th day after [the first anniversary of] the date the application
- 25 is filed. If the commission does not approve or deny the
- 26 application on or before that date, a party may seek a writ of
- 27 mandamus in a district court of Travis County to compel the

- 1 commission to decide on the application.
- 2 SECTION 3. Subchapter D, Chapter 39, Utilities Code, is
- 3 amended by adding Sections 39.166 and 39.167 to read as follows:
- 4 Sec. 39.166. RELIABILITY PLAN FOR REGIONS WITH RAPID
- 5 ELECTRICAL LOAD GROWTH. If the commission identifies a region in
- 6 which transmission capacity is insufficient to meet the region's
- 7 existing and forecasted electrical load, as reasonably determined
- 8 by the certificated transmission service provider, the commission
- 9 shall develop and implement a reliability plan to serve existing
- 10 and forecasted electrical load in the identified region. The plan
- 11 shall ensure timely planning, identification, and approval of
- 12 necessary transmission service improvements under existing rules.
- 13 Sec. 39.167. RELIABILITY PLAN FOR PERMIAN BASIN. (a) Not
- 14 later than January 30, 2024, the commission shall develop a
- 15 reliability plan under Section 39.166 for the Permian Basin region.
- (b) The plan must:
- 17 (1) address extending transmission service to areas
- 18 where mineral resources have been found;
- 19 (2) address increasing available capacity to meet
- 20 forecasted load for the next decade; and
- 21 (3) provide available infrastructure to reduce
- 22 <u>interconnection times in areas without access to transmission</u>
- 23 <u>service.</u>
- 24 (c) This section expires September 1, 2025.
- 25 SECTION 4. The changes in law made by this Act apply only to
- 26 a proceeding affecting a certificate of public convenience and
- 27 necessity that commences on or after the effective date of this Act.

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- 1 A proceeding affecting a certificate of public convenience and
- 2 necessity that commenced before the effective date of this Act is
- 3 governed by the law in effect on the date the proceeding is
- 4 commenced, and that law is continued in effect for that purpose.
- 5 SECTION 5. This Act takes effect immediately if it receives
- 6 a vote of two-thirds of all the members elected to each house, as
- 7 provided by Section 39, Article III, Texas Constitution. If this
- 8 Act does not receive the vote necessary for immediate effect, this
- 9 Act takes effect September 1, 2023.