By: Geren H.B. No. 5066

Substitute the following for H.B. No. 5066:

By: Dean C.S.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. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Sections 37.056(c) and (c-1), Utilities Code, are amended to read as follows: The commission shall grant each certificate on a 7 (c) nondiscriminatory basis after considering: 8 9 (1) the adequacy of existing service; the need for additional service; 10 (2) 11 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 limited at transmission or distribution voltage level; or
- 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 interconnection times in areas without access to transmission
- 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.