1 STATE OF OKLAHOMA 2 1st Session of the 54th Legislature (2013) 3 COMMITTEE SUBSTITUTE 4 HOUSE BILL NO. 1932 By: Jackson 5 6 7 COMMITTEE SUBSTITUTE An Act relating to energy; defining terms; granting 8 incumbent electric transmission owners the right to 9 construct, own and maintain certain local electric transmission facilities; granting an incumbent 10 electric transmission owner certain rights to local electric transmission facilities; providing for the rights of two or more incumbent electric transmission 11 owners to one local electric transmission facility; 12 providing for the property rights of an incumbent electric transmission owner; requiring an incumbent 1.3 electric transmission owner to give certain notice; stating results if notice is not provided; allowing 14 the Southwest Power Pool to determine the right to build under certain circumstances; providing for 15 codification; and providing an effective date. 16 17 18 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 19 SECTION 1. NEW LAW A new section of law to be codified 20 in the Oklahoma Statutes as Section 291 of Title 17, unless there is 21 created a duplication in numbering, reads as follows: 22 As used in this act: 23 1. "Commission" means the Corporation Commission;

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2. "Incumbent electric transmission owner" means any Oklahoma electric public utility, as recognized by the Commission, or its affiliates, or subsidiaries or any electric cooperative, any municipal power agency or any municipal utility that owns, operates and maintains an electric transmission facility in this state or any public utility as recognized by the Commission that is engaged in the development of a local electric transmission facility in the state as of the effective date of this act;

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- 3. "Local electric transmission facility" means a high-voltage transmission line or high-voltage associated transmission facilities with a rating of greater than sixty-nine (69) kilovolts and less than three hundred (300) kilovolts; and
- 4. "Southwest Power Pool" means the Southwest Power Pool or any federally recognized successor entity.
- SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 292 of Title 17, unless there is created a duplication in numbering, reads as follows:
- A. An incumbent electric transmission owner has the right to construct, own and maintain a local electric transmission facility that has been approved for construction in a Southwest Power Pool transmission plan and will interconnect to facilities owned by that incumbent electric transmission owner. An incumbent electric transmission owner has the right to construct, own and maintain:

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- 1. A new local electric transmission facility that connects to electric transmission facilities owned by the incumbent; and
- 2. Upgrades to the existing local electric transmission facilities of the incumbent.

- B. The right to construct, own and maintain a local electric transmission facility that will interconnect to facilities owned by two or more incumbent electric transmission owners belongs individually and equally to each incumbent electric transmission owner, unless otherwise agreed upon in writing by the electric transmission owners.
- C. Nothing in this section is intended to affect an incumbent electric transmission owner's use and control of its existing property rights including the incumbent electric transmission owner's ability to assign its rights to construct, own and maintain a local electric transmission facility. The retention, modification or transfer of existing property rights of an incumbent electric transmission owner shall remain subject to the relevant state law or regulation that granted the property right.
- SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 293 of Title 17, unless there is created a duplication in numbering, reads as follows:
- A. If the Southwest Power Pool has approved a local electric transmission facility in a Southwest Power Pool transmission plan and has formally directed the incumbent electric transmission owner

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or owners, if there is more than one owner, to construct, own and maintain the local electric transmission facility, the incumbent electric transmission owner or owners shall give notice to the Southwest Power Pool, in writing, within ninety (90) days of receipt of the direction to construct by the Southwest Power Pool, regarding its intent to construct, own and maintain the local electric transmission facility. If notice is not provided, the incumbent electric transmission owner shall surrender its right to construct, own and maintain the local electric transmission facility.
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B. If an incumbent electric transmission owner or owners give notice of intent not to construct the local electric transmission facility or fail to provide notice as required in subsection A of this section, then the Southwest Power Pool may determine whether the incumbent electric transmission owner or owners or other entity will construct, own and maintain the local electric transmission facility.

SECTION 4. This act shall become effective November 1, 2013.

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