

Private Use Networks

And Other Behind the Meter Arrangements

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1

What is a Private Use Network?

"Private Use Network" - An electric network connected to the ERCOT Transmission Grid that contains Load that is not directly metered by ERCOT (i.e., Load that is typically netted with internal generation).

2

Three Examples

1. A refinery with an onsite natural gas plant providing both electricity and steam.
2. An oil and gas producer drawing power directly from a nearby windfarm.
3. A data center located behind a solar array.

Motivations

Offtaker Motivations:

- Increased Reliability
- Reducing Transmission Charges
- Environmental Standards and Marketing

Generator Motivations

- Avoiding Congestion and Curtailment
- Higher Prices

Is it Legal?

Self-Service – Yes

Qualifying Cogenerator – Yes

Neither – Maybe

SELF-SERVICE 02

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