

HICKORY TO LOCUST TM LINE

- CAR STAND LTD.-

City Council

August 1, 2017

DENTON MUNICIPAL ELECTRIC





Executive Summary

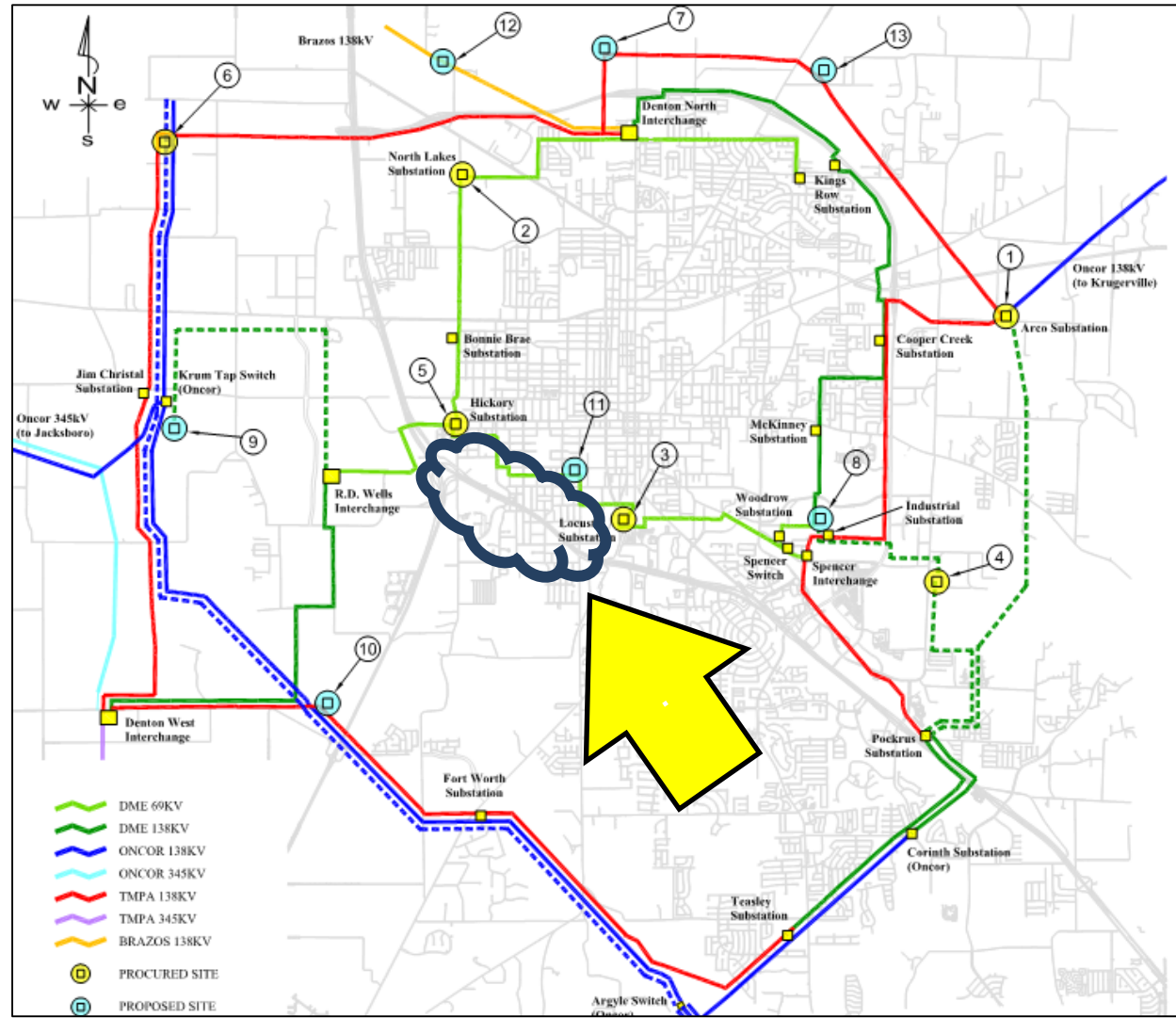
- Problem:
 - Growth and Aging Infrastructure
- DME has a responsibility to respond
- Public Involvement Process
 - Allows citizen feedback opportunity
- Consider all practical options

CIP & Regulation - Review

In addition to DME's governance structure, the utility is regulated by these state and federal agencies. FERC, NERC, and TRE ensure compliance of utilities (such as DME) that own and operate transmission systems. ERCOT and the PUCT are responsible for the integrity of the state-wide power grid.

- FERC – Federal Energy Regulatory Commission
 - Requires DME to conduct the 715 study, which helps directs DME's efforts related to the reliability of its transmission system.
- NERC – North American Electric Reliability Corporation
 - Responsible for the enforcement of reliability standards set by FERC.
- TRE – Texas Reliability Entity
 - Has delegated authority from NERC to monitor compliance with reliability standards.
- PUCT – Public Utility Commission of Texas
 - Has the authority to review and approve rate of return for transmission projects.
- ERCOT – Electric Reliability Council of Texas
 - Manages the flow of electric power to 24 million Texas customers representing approximately 90% of the state's electric load and about 75% of the Texas land area

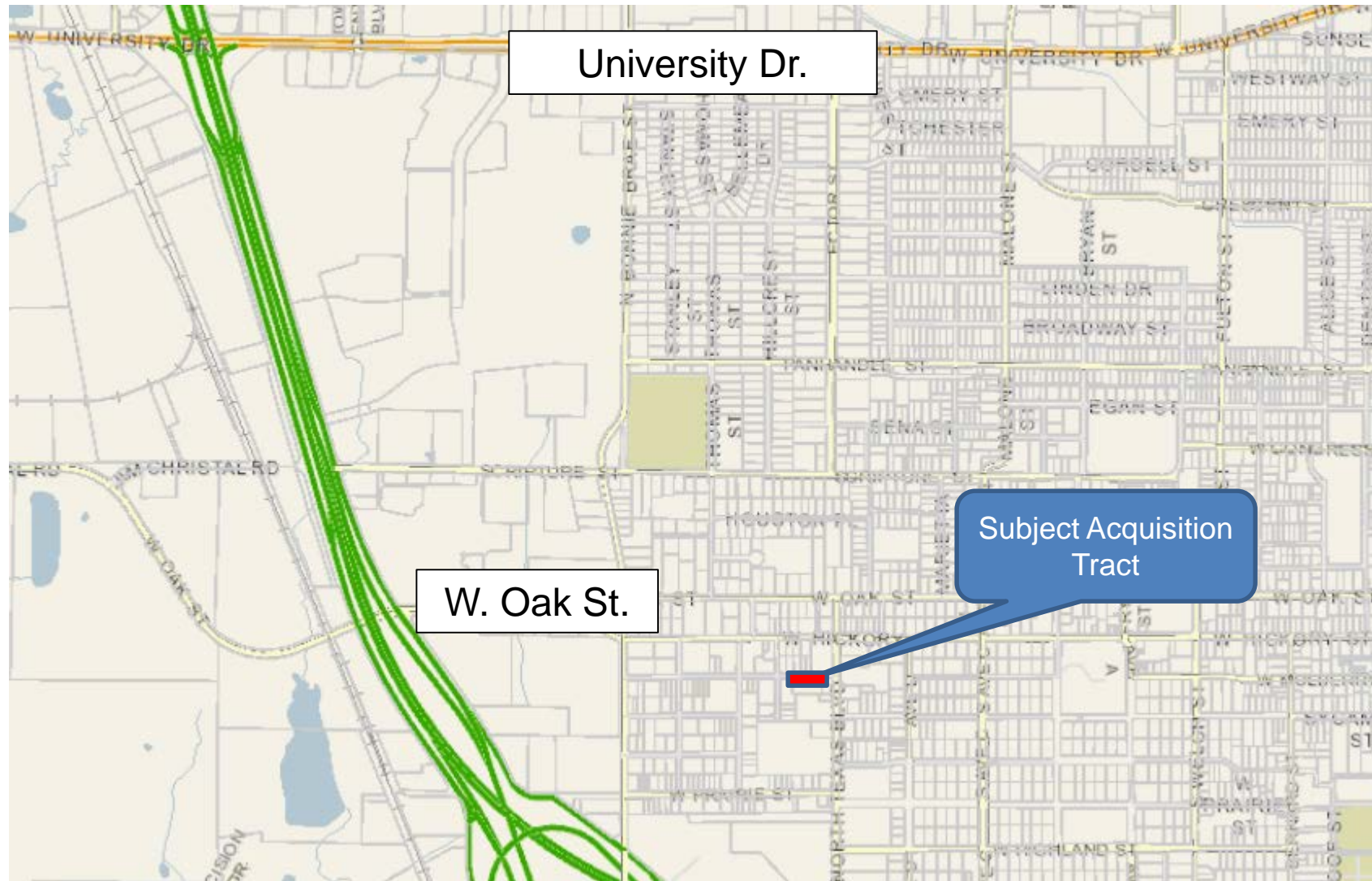
CIP TM Lines and Substation Map



History

- Rebuilding in Place
- CC Legal Brief for Route – 9/16/16
- Appraisal Amount(s) - $\$34,470 + \$14,001 = \$48,471$
- IOL(s) (\$48,471) – 5/4/17
- Landowner Counter-Offer (\$147,350) – 5/25/17
- DME Counter-Offer - \$58,165 (20% over appraisal) – 6/7/17

Location Map



Site Map

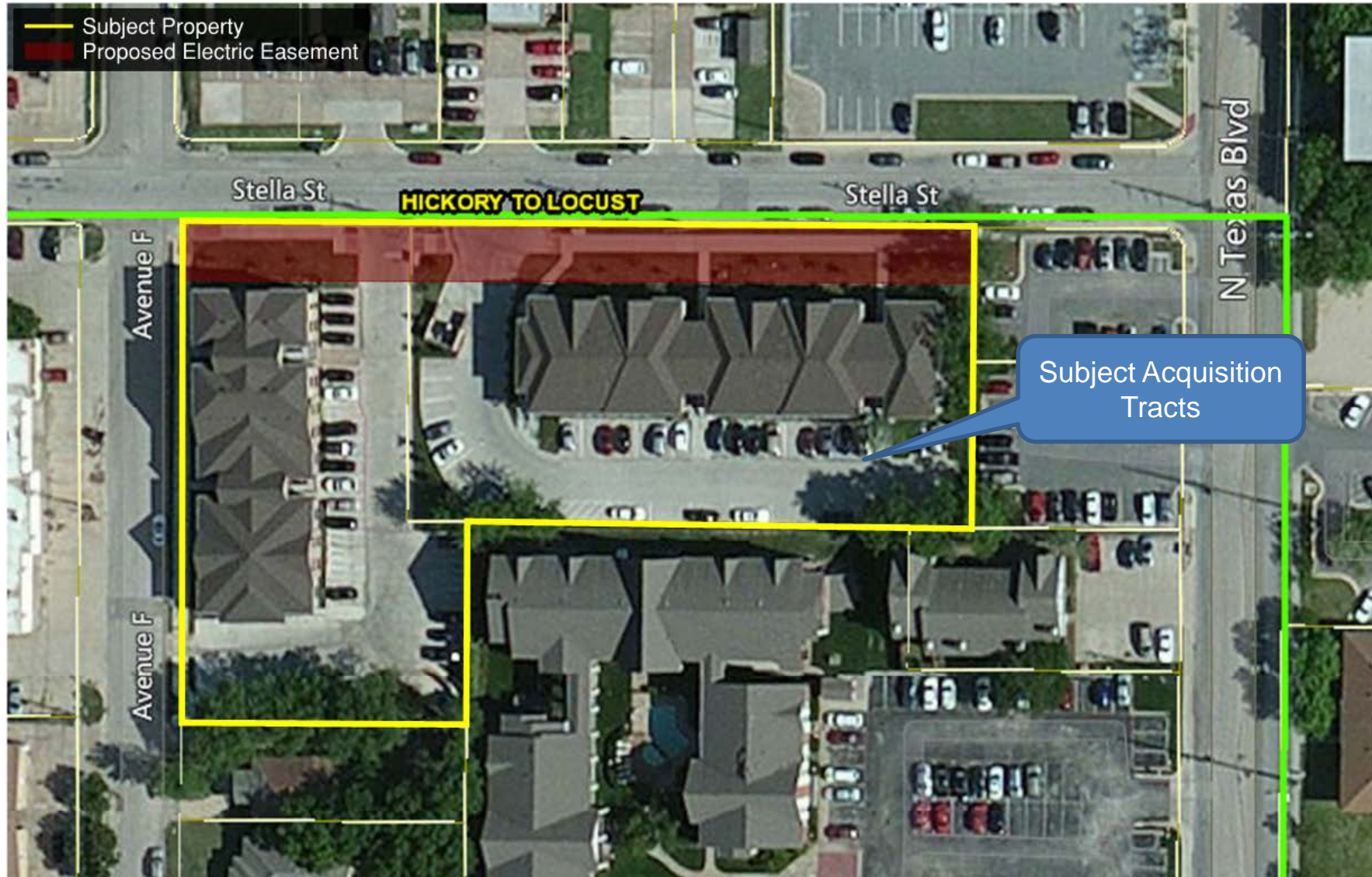


Exhibit A – Property Interests

PROPERTY LOCATION, SIZE AND SHAPE

- The subject property is located along the south side of Stella Street, east of Avenue F, 2105 Stella Street, Denton, Denton County, Texas 76201

LEGAL DESCRIPTION

- The subject is legally described as Lot 3-A, Block 8, of Owsley Park Addition, an addition to the City of Denton, Denton County, Texas.

Exhibit A – Property Interests

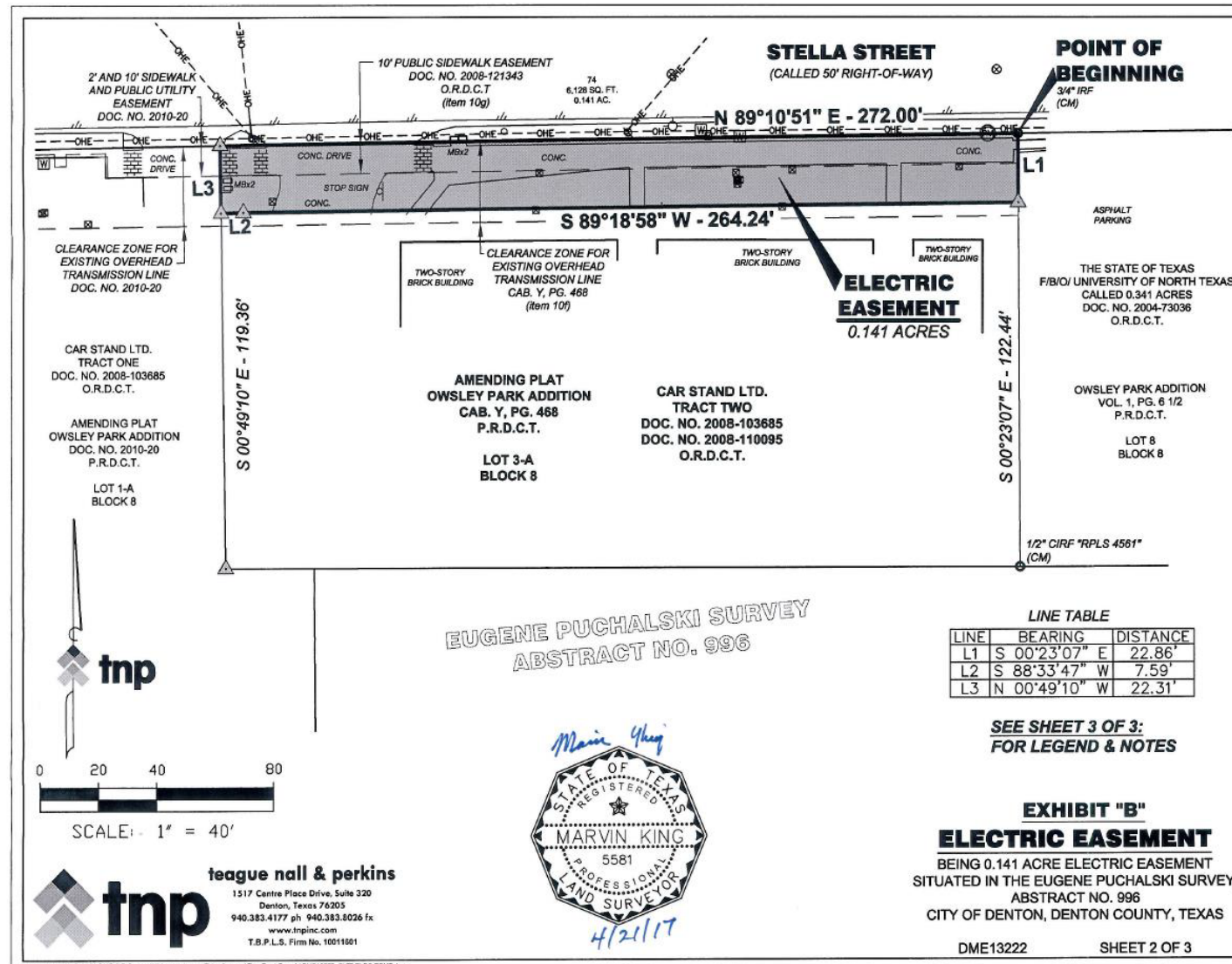


Exhibit A – Property Interests

