

Large Load Electric Service Agreement

OVERVIEW

NV Energy has proposed the Large Load Electric Service Agreement (LLESA) to support customers with significant energy needs, such as large-scale industrial projects and data centers, while protecting existing customers.

The LLESA creates a clear, consistent framework that ensures new large-load customers pay the costs associated with the infrastructure and energy required to serve them.

WHY IT MATTERS

Nevada is experiencing rapid economic growth and increased demand for electricity from large, energy-intensive projects. These requests are not typical incremental growth; they are concentrated, high-impact developments.

The LLESA helps ensure:

- No cost shifting to existing customers
- Reliable service for all customers
- Responsible, transparent planning for future energy needs

KEY PRINCIPLES

- **Cost Responsibility:** Customers who drive the need for new energy infrastructure pay for it
- **Customer Protection:** Existing residential and business customers are shielded from additional costs
- **Transparency:** Clear, standardized agreements and pricing
- **Consistency:** Equal treatment across similarly situated large customers
- **Regulatory Oversight:** All agreements are reviewed and approved by the Public Utilities Commission of Nevada (PUCN)

HOW IT WORKS

Large customers with energy needs that typically exceed 25 megawatts and require new generation or transmission infrastructure are served under a LLESA.

LLESA customers must:

- Make long-term commitments for energy usage
- Pay minimum usage levels
- Provide financial guarantees to ensure obligations are met

This ensures infrastructure investments are fully supported, even if actual usage is lower than expected.

PROTECTING EXISTING CUSTOMERS

The LLESA includes multiple safeguards:

- Upfront cost recovery for infrastructure
- Minimum payment requirements
- Financial security protections
- Termination provisions to recover costs if projects end early

All costs tied to new demand remain with the customers creating that demand, not with existing ratepayers.

BOTTOM LINE

The LLESA balances two critical responsibilities:

- Serving new large customers and economic growth
- Protecting existing customers from increased costs and risk

It provides a fair, consistent, and transparent framework to responsibly power Nevada's future.