THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2040 Session of 2015

INTRODUCED BY F. KELLER, CARROLL, CUTLER, HARKINS, A. HARRIS, MILLARD, MOUL, RADER, ROSS, SANKEY, THOMAS, WATSON AND ZIMMERMAN, MAY 23, 2016

REFERRED TO COMMITTEE ON COMMERCE, MAY 23, 2016

AN ACT

- Amending the act of November 30, 2004 (P.L.1672, No.213), 1 entitled, "An act providing for the sale of electric energy 2 generated from renewable and environmentally beneficial 3 sources, for the acquisition of electric energy generated 5 from renewable and environmentally beneficial sources by electric distribution and supply companies and for the powers 6 and duties of the Pennsylvania Public Utility Commission," 7 further providing for portfolio requirements in other states. 8 9 The General Assembly of the Commonwealth of Pennsylvania 10 hereby enacts as follows: 11 Section 1. Section 4 of the act of November 30, 2004 12 (P.L.1672, No.213), known as the Alternative Energy Portfolio 13 Standards Act, amended July 17, 2007 (P.L.114, No.35), is 14 amended to read: 15 Section 4. Portfolio requirements in other states. 16 (a) General rule. -- If an electric distribution supplier or 17 electric generation company provider sells electricity in any 18 other state and is subject to renewable energy portfolio
- 20 and shall indicate how it satisfied those renewable energy

19

requirements in that state, they shall list any such requirement

- 1 portfolio requirements. To prevent double-counting, the electric
- 2 distribution supplier or electric generation company shall not
- 3 satisfy Pennsylvania's alternative energy portfolio requirements
- 4 using alternative energy used to satisfy another state's
- 5 portfolio requirements or alternative energy credits already
- 6 purchased by individuals, businesses or government bodies that
- 7 do not have a compliance obligation under this act unless the
- 8 individual, business or government body sells those credits to
- 9 the electric distribution company or electric generation
- 10 supplier. Energy derived from alternative energy sources inside
- 11 the geographical boundaries of this Commonwealth shall be
- 12 eligible to meet the compliance requirements under this act.
- 13 Energy derived from alternative energy sources located outside
- 14 the geographical boundaries of this Commonwealth but within the
- 15 service territory of a regional transmission organization that
- 16 manages the transmission system in any part of this Commonwealth
- 17 shall only be eligible to meet the compliance requirements of
- 18 electric distribution companies or electric generation suppliers
- 19 located within the service territory of the same regional
- 20 transmission organization. For purposes of compliance with this
- 21 act, alternative energy sources located in the PJM
- 22 Interconnection, L.L.C. regional transmission organization (PJM)
- 23 or its successor service territory shall be eligible to fulfill
- 24 compliance obligations of all Pennsylvania electric distribution
- 25 companies and electric generation suppliers. Energy derived from
- 26 alternative energy sources located outside the service territory
- 27 of a regional transmission organization that manages the
- 28 transmission system in any part of this Commonwealth shall not
- 29 be eliqible to meet the compliance requirements of this act.
- 30 Electric distribution companies and electric generation

- 1 suppliers shall document that this energy was not used to
- 2 satisfy another state's renewable energy portfolio standards.
- 3 (b) Solar photovoltaic technology. -- To meet the requirements
- 4 of this section, all solar photovoltaic technology registered in
- 5 <u>accordance with this act shall directly deliver the electricity</u>
- 6 <u>it generates to the distribution system operated by an electric</u>
- 7 <u>distribution company operating within this Commonwealth and</u>
- 8 <u>currently obligated to meet the compliance requirements</u>
- 9 contained in this act.
- 10 Section 2. This act shall take effect in 60 days.