## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1446 Session of 2017

INTRODUCED BY M. QUINN, TAYLOR, BRIGGS, V. BROWN, HARPER, HENNESSEY, W. KELLER, KIM, KORTZ, MARSICO, MATZIE, NEILSON, SOLOMON AND WATSON, JUNE 6, 2017

REFERRED TO COMMITTEE ON TRANSPORTATION, JUNE 6, 2017

## AN ACT

| 1<br>2<br>3<br>4<br>5<br>6 | Amending Titles 66 (Public Utilities) and 74 (Transportation) of the Pennsylvania Consolidated Statutes, in restructuring of electric utility industry, providing for transportation fueling infrastructure development; and, in turnpike, further providing for definitions and providing for Statewide electric vehicle charging and natural gas fueling networks. |
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| 7                          | The General Assembly of the Commonwealth of Pennsylvania   |
| 8                          | hereby enacts as follows:  |
| 9                          | Section 1. Title 66 of the Pennsylvania Consolidated   |
| 10                         | Statutes is amended by adding a section to read:   |
| 11                         | § 2816. Transportation fueling infrastructure development.   |
| 12                         | (a) Transportation electrification opportunity assessment  |
| 13                         | (1) Within 180 days of the effective date of this  |
| 14                         | section, the Governor or his designee shall establish a  |
| 15                         | Statewide goal for the expansion of transportation   |
| 16                         | electrification in this Commonwealth based upon a Statewide  |
| 17                         | transportation electrification opportunity assessment. The   |
| 18                         | goal shall be no less than a 50% expansion of annual   |
| 19                         | transportation electrification usage above current market  |

1 <u>forecasts for December 31, 2030, as of the effective date of</u>

2 <u>this section</u>.

(2) The Governor or his designee may also establish
regional goals for each group of priority alternative
transportation infrastructure counties that are served, in

7 <u>(b) Transportation electrification infrastructure regional</u>

whole or in part, by an electric distribution company.

framework.--

(1) An electric distribution company serving one or more priority alternative transportation infrastructure counties shall contract with a qualifying independent transportation analyst to develop a transportation electrification infrastructure regional framework for those counties.

include representatives from the Department of
Transportation, the Department of Environmental Protection,
county and municipal governments of the priority alternative
transportation infrastructure counties served by the electric
distribution company, public transit organizations and the
electric distribution company. Electric distribution
companies may include owners of vehicle fleets, experts in
transportation electrification charging infrastructure,
manufacturers of transportation electrification equipment and
other participants and stakeholders in the transportation
electrification market in the regional framework development
process.

(3) If multiple electric distribution companies serve a single priority alternative transportation infrastructure county, the electric distribution companies may elect to collaborate on the selection of a qualifying independent

| Τ  | transportation analyst for the county and allocate framework- |
|----|---|
| 2  | related costs proportionally based upon the number of         |
| 3  | customers served in the county or by another mutually         |
| 4  | agreeable method.   |
| 5  | (4) A regional framework shall provide the following          |
| 6  | information for the priority alternative transportation       |
| 7  | infrastructure counties served by the electric distribution   |
| 8  | <pre>company:</pre>   |
| 9  | (i) The extent of plug-in electric vehicle                    |
| 10 | ownership, leasing and usage as well as projected             |
| 11 | ownership, leasing and usage through December 31, 2030,       |
| 12 | or 15 years after the effective date of this section,         |
| 13 | whichever is later.   |
| 14 | (ii) The extent of nonroad transportation                     |
| 15 | electrification usage and transportation electrification      |
| 16 | <pre>charging infrastructure.</pre>                           |
| 17 | (iii) The additional transportation electrification           |
| 18 | charging infrastructure that is reasonably necessary to       |
| 19 | achieve the applicable regional goal established in           |
| 20 | accordance with subsection (a) or, if no regional goal is     |
| 21 | established, the Statewide goal established in accordance     |
| 22 | with subsection (a) as applied to the priority                |
| 23 | alternative transportation infrastructure counties served     |
| 24 | by the electric distribution company.                         |
| 25 | (iv) Recommendations regarding the geographic                 |
| 26 | distribution and general specifications of transportation     |
| 27 | electrification charging infrastructure identified in         |
| 28 | accordance with subparagraph (iii), including                 |
| 29 | recommendations specific to the deployment of electric        |
| 30 | vehicle charging infrastructure to serve low-income           |

| 1  | communities, multiunit residential buildings and              |
|----|---|
| 2  | commercial workplaces.  |
| 3  | (c) Transportation electrification infrastructure             |
| 4  | development plan  |
| 5  | (1) An electric distribution company serving one or more      |
| 6  | priority alternative transportation infrastructure counties   |
| 7  | shall file a transportation electrification infrastructure    |
| 8  | development plan with the commission for approval within 18   |
| 9  | months of the submission of a transportation electrification  |
| 10 | infrastructure regional framework for the service territory.  |
| 11 | The electric distribution company shall provide its           |
| 12 | transportation electrification infrastructure regional        |
| 13 | framework as part of the infrastructure development plan      |
| 14 | filing.   |
| 15 | (2) The infrastructure development plan shall describe        |
| 16 | the company's proposal to achieve deployment of the           |
| 17 | transportation electrification infrastructure reasonably      |
| 18 | necessary to achieve the applicable regional goal established |
| 19 | in accordance with subsection (a) or, if no regional goal is  |
| 20 | established, the Statewide goal established in accordance     |
| 21 | with subsection (a) as applied to the priority alternative    |
| 22 | transportation infrastructure counties served by the electric |
| 23 | distribution company. The infrastructure development plan     |
| 24 | shall include strategies to optimize the use of the electric  |

use rates. (3) The infrastructure development plan may include 28 29 transportation electrification charging stations owned and 30 operated by the electric distribution company and third

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distribution grid and provide opportunities for the reduction

of electric charging costs for customers, including time-of-

| 1  | parties as well as customer incentives and customer education  |
|----|--|
| 2  | programs related to installing or using transportation         |
| 3  | electrification charging stations.                             |
| 4  | (4) (i) Subject to subparagraph (ii), transportation           |
| 5  | electrification charging stations owned by the electric        |
| 6  | distribution company and stations where distribution           |
| 7  | system extension costs necessary for operation are             |
| 8  | recovered as plan costs as provided in this section shall      |
| 9  | be public access charging stations and include regional        |
| 10 | interoperability capacity.                                     |
| 11 | (ii) The commission shall exempt a station from the            |
| 12 | public access requirement if the station is installed at       |
| 13 | a multiunit residential building or commercial or              |
| 14 | industrial workplace.  |
| 15 | (d) Commission approval  |
| 16 | (1) The commission shall conduct a public hearing on           |
| 17 | each infrastructure development plan filed under subsection    |
| 18 | (c) and approve or disapprove the plan within 180 days of      |
| 19 | submission.  |
| 20 | (2) If the commission does not approve a plan, the             |
| 21 | commission shall describe in detail the reasons for            |
| 22 | disapproval, and the electric distribution company shall have  |
| 23 | 60 days to file a revised plan to address the deficiencies     |
| 24 | identified by the commission.                                  |
| 25 | (3) A revised plan shall be approved or disapproved by         |
| 26 | the commission within 60 days.                                 |
| 27 | (e) Recovery An electric distribution company shall be         |
| 28 | entitled to recover, in distribution rates established under   |
| 29 | section 1308 (relating to voluntary changes in rates), all     |
| 30 | reasonable and prudent costs incurred in the implementation of |

- 1 this section, including the costs of transportation
- 2 <u>electrification infrastructure regional frameworks and</u>
- 3 infrastructure development plans, transportation electrification
- 4 infrastructure, including annual depreciation costs and capital
- 5 costs over the life of transportation electrification charging
- 6 technology and required distribution system upgrades,
- 7 <u>incentives</u>, and education provided in accordance with an
- 8 <u>infrastructure development plan approved under subsection (d).</u>
- 9 <u>(f) Additional regional frameworks and infrastructure</u>
- 10 development plans. --
- 11 (1) An electric distribution company shall contract for
- 12 <u>an update of the regional framework required under subsection</u>
- (b) every four years.
- 14 (2) The electric distribution company shall submit the
- 15 <u>updated regional framework to the commission and file an</u>
- 16 <u>updated transportation electrification infrastructure</u>
- 17 development plan within six months of the submission of the
- 18 updated regional framework.
- 19 (3) Additional regional frameworks and infrastructure
- development plans shall be developed after December 31, 2026,
- 21 as directed by the commission.
- 22 (q) Voluntary development of transportation electrification
- 23 infrastructure development plans. -- An electric distribution
- 24 company may file a transportation electrification infrastructure
- 25 development plan for commission approval in accordance with this
- 26 section for counties within the company's service territory that
- 27 <u>do not qualify as priority alternative transportation</u>
- 28 infrastructure counties.
- 29 (h) Natural gas transportation infrastructure assessment.--
- 30 (1) Within one year of the effective date of this

- 1 <u>section</u>, the Governor or his designee shall complete a
- 2 Statewide assessment of current natural gas vehicle usage and
- 3 fueling infrastructure in this Commonwealth. The assessment
- 4 <u>shall identify opportunities and goals for the expansion of</u>
- 5 <u>natural gas vehicle usage and fueling infrastructure in this</u>
- 6 Commonwealth and make recommendations to the General Assembly
- and the commission to support the expansion.
- 8 (2) The Governor or his designee shall transmit the
- 9 assessment and recommendations to the commission for posting
- 10 on the commission's publicly accessible Internet website.
- 11 (i) Penalties. -- No electric distribution company shall be
- 12 <u>subject to penalties for failure to meet the applicable goal</u>
- 13 <u>established under subsection (a) if the electric distribution</u>
- 14 company is otherwise in compliance with its commission-approved
- 15 <u>infrastructure development plan.</u>
- 16 (j) Definitions. -- As used in this section, the following
- 17 words and phrases shall have the meanings given to them in this
- 18 subsection unless the context clearly indicates otherwise:
- 19 "Electric vehicle charging station." A facility or equipment
- 20 designed to charge batteries within plug-in electric vehicles by
- 21 permitting the transfer of electric energy to a battery or other
- 22 <u>storage device in a plug-in electric vehicle.</u>
- 23 "Plug-in electric vehicle." A motor vehicle that is powered
- 24 partly or solely by a battery that can be recharged by plugging
- 25 <u>it into an external source of electricity and which motor</u>
- 26 vehicle meets the applicable Federal and State safety standards
- 27 <u>for on-road vehicles.</u>
- 28 "Priority alternative transportation infrastructure county."
- 29 A county in this Commonwealth including all or part of a
- 30 metropolitan statistical area with a population of at least

- 1 500,000 people as defined by the United States Census Bureau.
- 2 "Qualifying independent transportation analyst." A regional
- 3 planning commission established in accordance with the laws of
- 4 this Commonwealth or an independent analyst with demonstrated
- 5 <u>expertise in transportation modeling and forecasting.</u>
- 6 <u>"Transportation electrification." The use of electricity</u>
- 7 <u>from external sources of electrical power, including the</u>
- 8 <u>electrical grid</u>, for all or part of vehicles, vessels, trains,
- 9 boats or other equipment that are mobile sources of air
- 10 pollution and greenhouse gases and the related programs and
- 11 charging and propulsion infrastructure investments to enable and
- 12 encourage this use of electricity.
- 13 Section 2. Section 8102 of Title 74 is amended by adding
- 14 definitions to read:
- 15 § 8102. Definitions.
- 16 The following words and phrases when used in this chapter
- 17 shall have the meanings given to them in this section unless the
- 18 context clearly indicates otherwise:
- 19 \* \* \*
- 20 <u>"Electric vehicle charging station." As defined in 66</u>
- 21 Pa.C.S. § 2816 (relating to transportation fueling
- 22 <u>infrastructure development</u>).
- 23 \* \* \*
- 24 "Natural gas vehicle." A motor vehicle that is able to
- 25 operate on 100% compressed natural gas fuel.
- 26 \* \* \*
- 27 <u>"Plug-in electric vehicle."</u> As defined in 66 Pa.C.S. § 2816.
- 28 \* \* \*
- 29 Section 3. Title 74 is amended by adding a section to read:
- 30 § 8124. Statewide electric vehicle charging and natural gas

- 1 <u>fueling networks.</u>
- 2 (a) Creation of Statewide networks. -- By January 31, 2020,
- 3 the department, in conjunction with the commission, shall
- 4 provide for at least two high-speed electric vehicle charging
- 5 stations and a natural gas fueling station accessible to the
- 6 public at each interstate highway rest area and welcome center.
- 7 The stations may be owned and operated by the commission, its
- 8 <u>designee</u>, or a private or nonprofit entity, including an
- 9 electric distribution company, with respect to electric vehicle
- 10 charging stations, or a natural gas distribution company, with
- 11 respect to compressed natural gas fueling stations, that
- 12 provides utility service to the applicable highway rest area or
- 13 welcome center.
- 14 (b) Cooperation. -- The Pennsylvania Public Utility Commission
- 15 shall cooperate with the department and the commission in the
- 16 <u>creation of Statewide electric vehicle charging and natural gas</u>
- 17 fueling networks required by this section.
- 18 Section 4. This act shall take effect in 60 days.