

## AMENDMENTS TO HOUSE BILL NO. 1782

Sponsor: SENATOR STEFANO

Printer's No. 3324

1 Amend Bill, page 4, lines 28 and 29, by striking out "AND BE  
2 CONSISTENT WITH THE EFFICIENT CONSUMPTION OF UTILITY SERVICE"

3 Amend Bill, page 5, line 5, by inserting after "APPROVE"  
4 , modify or reject

5 Amend Bill, page 5, by inserting between lines 16 and 17

6 (2) A utility that files an application in a base rate  
7 proceeding to establish alternative rates and rate mechanisms  
8 must demonstrate that it has utilized an alternative rates  
9 and rate mechanisms design process which allowed for review  
10 and comment from all interested stakeholders. An alternative  
11 rates and rate mechanisms design process shall include the  
12 following:

13 (i) Identification of the regulatory policy goals to  
14 be achieved by the alternative rates and rate mechanisms,  
15 including customer focus, operational effectiveness,  
16 public policy responsiveness and financial performance.

17 (ii) Identification of the desired regulatory  
18 outcomes, including how the alternative rates and rate  
19 mechanisms will affect ratepayers.

20 (iii) Identification of metrics and reporting that  
21 will be used to measure the utility's performance in  
22 achieving the outcomes. Each metric shall be  
23 quantifiable, verifiable and controllable by the utility.

24 (iv) Identification of consumer protections proposed  
25 for the alternative rate mechanism.

26 Amend Bill, page 5, line 17, by striking out "(2)" and  
27 inserting

28 (3)

29 Amend Bill, page 5, line 24, by striking out "(3)" and  
30 inserting

31 (4)

Amend Bill, page 5, by inserting between lines 29 and 30

(5) An alternative rate mechanism shall be implemented in a manner that does not unreasonably discriminate against one customer class for the benefit of another and that avoids unreasonable intraclass and interclass shifting.

Amend Bill, page 6, lines 16 through 18, by striking out "BY REGULATION" in line 16, all of line 17 and "APPROVAL OF AN APPLICATION TO ESTABLISH ALTERNATIVE RATES" in line 18 and inserting

shall begin a rulemaking to establish regulations to implement this section

Amend Bill, page 6, line 30; page 7, lines 1 and 2; by striking out "WHICH MAY" in line 30 on page 6, all of line 1 and "FLUCTUATIONS IN THE NUMBER OF CUSTOMERS SERVED" in line 2 on page 7

Amend Bill, page 7, lines 7 through 9, by striking out "WHICH MAY INCLUDE, BUT NOT BE LIMITED TO," in line 7, all of line 8 and "CUSTOMERS SERVED" in line 9

Amend Bill, page 7, line 21, by striking out "FINANCIAL OR"