THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1835 Session of 2007

INTRODUCED BY YEWCIC, CONKLIN, GRUCELA, HERSHEY, HESS, JAMES, PALLONE, PHILLIPS, PRESTON, REICHLEY, ROHRER, SEIP, STABACK, PAYNE AND CALTAGIRONE, SEPTEMBER 11, 2007

REFERRED TO COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY, SEPTEMBER 11, 2007

AN ACT

Amending the act of November 30, 2004 (P.L.1672, No.213), 2 entitled, "An act providing for the sale of electric energy 3 generated from renewable and environmentally beneficial sources, for the acquisition of electric energy generated 5 from renewable and environmentally beneficial sources by 6 electric distribution and supply companies and for the powers 7 and duties of the Pennsylvania Public Utility Commission," further providing for alternative energy credits; and making a related repeal. 9 10 The General Assembly of the Commonwealth of Pennsylvania 11 hereby enacts as follows: 12 Section 1. Section 3(e)(12) of the act of November 30, 2004 13 (P.L.1672, No.213), known as the Alternative Energy Portfolio Standards Act, amended July 17, 2007 (P.L.114, No.35), is 14 15 amended to read: 16 Section 3. Alternative energy portfolio standards. 17 18 (e) Alternative energy credits. --19 20 (12) (i) Unless a contractual provision explicitly

1 assigns alternative energy credits in a different manner, the owner of the alternative energy system or a customer-2. 3 generator owns any and all alternative energy credits associated with or created by the production of electric energy by such facility or customer, and the owner or customer shall be entitled to sell, transfer or take any other action to which a legal owner of property is 7 entitled to take with respect to the credits.

> (ii) This paragraph shall apply to all alternative energy credits created pursuant to this act except those created under contracts which were executed prior to the effective date of this paragraph between an electric distribution company and a cogeneration facility or a small power production facility as those terms are defined under the Public Utility Regulatory Policies Act of 1978 (Public Law 95-617, Stat. 3117).

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- 18 Section 2. Repeals are as follows:
- 19 The General Assembly declares that the repeal under 20 paragraph (2) is necessary to effectuate the addition of section 3(e)(12) of the act. 21
- Section 3.1 of the act of July 17, 2007 (P.L.114, 22 23 No.35), entitled "An act amending the act of November 30, 24 2004 (P.L.1672, No.213), entitled, 'An act providing for the 25 sale of electric energy generated from renewable and 26 environmentally beneficial sources, for the acquisition of 27 electric energy generated from renewable and environmentally 28 beneficial sources by electric distribution and supply companies and for the powers and duties of the Pennsylvania 29 30 Public Utility Commission,' further providing for the

- definitions of 'alternative energy credit,' 'customer-
- generator,' 'force majeure,' 'net metering,' and 'Tier I
- 3 alternative energy source, 'for alternative energy portfolio
- 4 standards, for portfolio requirements in other states and for
- 5 interconnection standards for customer-generator facilities,"
- 6 is repealed.
- 7 Section 3. The amendment of section 3(e)(12) of the act
- 8 shall apply to all alternative energy credits created under the
- 9 act before, on or after the effective date of this section,
- 10 regardless of when any underlying contract for the purchase of
- 11 electric energy or other products from the generator that
- 12 qualifies as an alternative energy system was executed.
- 13 Section 4. This act shall take effect immediately.