THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 596

Session of 2019

INTRODUCED BY MENSCH, KILLION, BOSCOLA, BROWNE, COSTA, YUDICHAK, FARNESE, SANTARSIERO, BREWSTER, FONTANA AND STREET, APRIL 30, 2019

REFERRED TO CONSUMER PROTECTION AND PROFESSIONAL LICENSURE, APRIL 30, 2019

AN ACT

2 3 4	Consolidated Statutes, in restructuring of electric utility industry, providing for transportation fueling infrastructure development.
5	The General Assembly of the Commonwealth of Pennsylvania
6	hereby enacts as follows:
7	Section 1. Title 66 of the Pennsylvania Consolidated
8	Statutes is amended by adding a section to read:
9	§ 2816. Transportation fueling infrastructure development.
10	(a) Findings and declarations The General Assembly finds
11	and declares as follows:
12	(1) Rapid improvements in battery, fuel-cell, vehicle
13	and equipment technologies are making electrified vehicles
14	and equipment more competitive options for families,
15	businesses, institutions and governmental organizations.
16	(2) Increased deployment of electric vehicles, equipment
17	and infrastructure offers the opportunity to meet more of the
18	Commonwealth's transportation needs with Pennsylvania-based

- 1 resources while reducing dependence on the importation of
- 2 transportation fuels.

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- (3) Approximately 5.6 million Pennsylvanians live in counties that are classified as being in nonattainment status 4
- 5 with Federal clean air requirements and increased deployment
- of electric transportation technologies can improve public 6
- 7 health and support economic development.
- 8 (4) Deploying infrastructure to support transportation
- 9 electrification will require coordinated planning of
- 10 transportation systems and electric infrastructure networks.
- 11 (5) Pennsylvania is a large and diverse state, and
- 12 planning for infrastructure investment should appropriately
- 13 reflect differences in regions and communities.
- 14 (6) Natural gas and hydrogen vehicles and equipment
- offer additional opportunities to meet the Commonwealth's 15
- transportation needs while investing in new technologies and 16
- reducing environmental impacts. 17
- 18 (b) Transportation electrification opportunity assessment. --
- 19 In order to support economic development opportunities arising
- from new transportation technologies, the Governor or a designee 20
- 21 of the Governor shall conduct a Statewide transportation
- electrification opportunity assessment, including opportunities 22
- for hydrogen and other fuel-cell electric vehicles supported by 23
- 24 electrical infrastructure, and establish a goal for Statewide
- expansion of transportation electrification that is 50% above 25
- 26 current market forecasts for December 31, 2030, in the
- assessment. The assessment shall be based on the forecasts of no 27
- less than three independent, nationally recognized analysts with 28
- 29 expertise in transportation and energy market forecasting. The
- goal shall be established within 60 days of the effective date 30

- 1 of this section. At the time the Statewide goal is established,
- 2 the Governor or a designee of the Governor may also establish
- 3 regional goals for each group of priority alternative
- 4 <u>transportation infrastructure counties that are served, in whole</u>
- 5 or in part, by an electric distribution company.
- 6 (c) Commission guidelines. -- No later than 180 days after the
- 7 <u>effective date of this section</u>, the commission shall issue
- 8 transportation electrification infrastructure development plan
- 9 <u>guidelines for electric distribution companies addressing the</u>
- 10 <u>following:</u>
- 11 (1) The establishment of an essential public access
- 12 <u>network, including utility-owned electric vehicle charging</u>
- 13 <u>stations and nonutility-owned stations participating in a</u>
- 14 <u>utility incentive program.</u>
- 15 (2) The electrification of public transit, school bus,
- 16 port, freight, rail and airport infrastructure, and central
- 17 charging facilities serving medium, heavy-duty and
- 18 governmental fleets. For the purpose of this paragraph,
- 19 infrastructure may include connective and inductive charging
- 20 <u>technologies and electric infrastructure supporting hydrogen-</u>
- 21 fueled vehicles and equipment.
- 22 (3) The deployment of nonutility-owned electric vehicle
- 23 <u>charging stations.</u>
- 24 (4) Requirements to ensure that electric distribution
- 25 company development plans with utility-owned charging
- 26 stations and incentive programs are implemented in a
- 27 competitive and nondiscriminatory manner and do not limit
- 28 public access to charging stations owned by third parties not
- 29 participating in utility incentive programs.
- 30 (5) Open standard communication protocols for electric

- 1 vehicle charging stations and flexible payment options,
- 2 including credit card reader and mobile payment options, to
- 3 <u>facilitate electric vehicle travel throughout this</u>
- 4 <u>Commonwealth.</u>
- 5 (6) Policies to encourage the deployment of charging
- 6 <u>infrastructure for electric vehicles and equipment in low-</u>
- 7 <u>income communities and transit serving these communities.</u>
- 8 <u>(7) The procedures for approval of transportation</u>
- 9 <u>electrification infrastructure development plans.</u>
- 10 (d) Revised quidelines. -- No later than one year before
- 11 filing an updated transportation electrification infrastructure
- 12 <u>development plan required under subsection (j), the commission</u>
- 13 <u>may issue revised guidelines to reflect technological</u>
- 14 <u>developments and changes in market conditions.</u>
- 15 (e) Transportation electrification infrastructure regional
- 16 framework.--
- 17 (1) An electric distribution company serving one or more
- 18 priority alternative transportation infrastructure counties
- 19 shall contract with a qualifying independent transportation
- 20 <u>analyst to develop a transportation electrification</u>
- 21 infrastructure regional framework for those counties.
- 22 (2) The regional framework development process shall
- 23 include representatives from the Department of
- Transportation, the Department of Environmental Protection,
- 25 county and municipal governments of the priority alternative
- transportation infrastructure counties served by the electric
- 27 distribution company, public transit organizations and the
- 28 electric distribution company. Electric distribution
- 29 companies shall invite representatives of regional planning
- 30 commissions, school districts, owners of vehicle fleets,

1	transportation network companies, nonprofit environmental
2	organizations, experts in transportation electrification
3	charging infrastructure, manufacturers of transportation
4	electrification equipment and other participants and
5	stakeholders in the transportation electrification market to
6	participate in the regional framework development process.
7	(3) If multiple electric distribution companies serve a
8	single priority alternative transportation infrastructure
9	county, the electric distribution companies may elect to
10	collaborate on the selection of a qualifying independent
11	transportation analyst for the county and allocate framework-
12	related costs proportionally based upon the number of
13	customers served in the county or by another mutually
14	agreeable method. An electric distribution company serving
15	less than 50,000 customers in a county is not required to
16	participate in the development of the framework for that
17	county.
18	(f) Transportation electrification infrastructure
19	development plan
20	(1) An electric distribution company serving one or more
21	priority alternative transportation infrastructure counties
22	shall, consistent with the guidelines established under
23	subsections (c) and (d), file a transportation
24	electrification infrastructure development plan with the
25	commission within one year of the establishment of a
26	Statewide goal under subsection (b). The electric
27	distribution company shall provide its transportation
28	electrification infrastructure regional framework as part of
29	the infrastructure development plan filing.
30	(2) The infrastructure development plan shall describe

- 1 the company's proposal to support deployment of the
- 2 <u>transportation electrification infrastructure reasonably</u>
- 3 necessary to achieve the applicable regional goal established
- 4 <u>in accordance with subsection (b) or, if no regional goal is</u>
- 5 <u>established</u>, the Statewide goal established in accordance
- 6 with subsection (b) as applied to the priority alternative
- 7 <u>transportation infrastructure counties served by the electric</u>
- 8 <u>distribution company. The infrastructure development plan</u>
- 9 shall include strategies to optimize the use of the electric
- 10 distribution grid and provide opportunities for the reduction
- of electric charging costs for customers, including time-of-
- 12 <u>use, demand management and other innovative rates.</u>
- 13 (3) Subject to the guidelines established under
- subsections (c) and (d), the infrastructure development plan
- 15 <u>may include transportation electrification charging stations</u>
- owned and operated by the electric distribution company and
- 17 third parties, incentives for customers and third-party
- 18 charging station owners and customer education programs
- 19 related to installing or using transportation electrification
- 20 charging stations.
- 21 (g) Commission approval.--
- 22 (1) The commission shall, after reasonable notice and
- 23 <u>hearing and within 270 days of submission, approve or</u>
- 24 <u>disapprove each infrastructure development plan filed under</u>
- 25 subsection (f).
- 26 (2) If the commission does not approve a plan, the
- 27 <u>commission shall describe in detail the reasons for</u>
- disapproval and the electric distribution company shall have
- 29 60 days to file a revised plan to address the deficiencies
- 30 identified by the commission.

- 1 (3) A revised plan shall be approved or disapproved by
- 2 the commission within 60 days.
- 3 (h) Recovery.--
- 4 (1) An electric distribution company shall recover, in
- 5 <u>distribution rates established under section 1308 (relating</u>
- 6 <u>to voluntary changes in rates</u>) or 1330 (relating to
- 7 <u>alternative ratemaking for utilities</u>), all reasonable and
- 8 prudent costs incurred in the implementation of this section,
- 9 including the costs of transportation electrification
- infrastructure regional frameworks and infrastructure
- 11 <u>development plans, transportation electrification</u>
- 12 <u>infrastructure</u>, including annual depreciation costs, capital
- costs over the life of transportation electrification
- charging technology and required distribution system
- 15 <u>upgrades, incentives and education provided in accordance</u>
- with an infrastructure development plan approved under
- 17 <u>subsection (g). The commission may determine</u> the appropriate
- 18 rate structure and cost allocation for the just and
- 19 <u>reasonable recovery of prudently incurred costs, which may</u>
- include any payments by customers related to a specific
- 21 electric vehicle charging station or other transportation
- 22 <u>electrification infrastructure.</u>
- 23 (2) The costs recovered under paragraph (1) by an
- 24 electric distribution company may not be otherwise
- 25 recoverable from ratepayers.
- 26 (i) Limitation on costs.--The total annual costs charged to
- 27 customers by an electric distribution company in implementing
- 28 this section may not exceed 0.25% of the total annual customer
- 29 bill amount for an electric distribution company, excluding bill
- 30 amounts for electric energy, for the 12-month period ending

- 1 December 31, 2019, or the test year upon which distribution
- 2 rates were established in the electric distribution company's
- 3 most recent base distribution rate case proceeding.
- 4 (j) Additional regional frameworks and infrastructure
- 5 <u>development plans. -- An electric distribution company shall</u>
- 6 contract for an update of the regional framework required under_
- 7 <u>subsection (e) and file an updated transportation</u>
- 8 <u>electrification infrastructure development plan required under</u>
- 9 <u>subsection (f) after five years. Additional regional frameworks</u>
- 10 and infrastructure development plans shall be developed after
- 11 <u>December 31, 2025, as directed by the commission.</u>
- 12 <u>(k) Voluntary development of transportation electrification</u>
- 13 infrastructure development plans. -- An electric distribution
- 14 company may file a transportation electrification infrastructure
- 15 development plan for commission approval in accordance with this
- 16 <u>section for counties within the company's service territory that</u>
- 17 do not qualify as priority alternative transportation
- 18 infrastructure counties. The commission approval requirements of
- 19 subsection (q) do not apply to plans filed under this
- 20 subsection. Plans filed under this subsection must include an
- 21 affirmative written statement of support by the majority of the
- 22 elected county representatives for any county included in the
- 23 <u>plan.</u>
- 24 (1) Open access for public electric vehicle charging
- 25 <u>stations.--</u>
- 26 (1) An electric vehicle operator who chooses to use a
- 27 <u>public electric vehicle charging station installed or</u>
- operated with incentives authorized under a transportation
- 29 <u>electrification infrastructure development plan or by an</u>
- 30 electric distribution company shall not be required to enroll

- 1 in a club, association or membership organization or pay a
- 2 <u>subscription fee as a condition to use the station. Nothing</u>
- 3 in this section shall prevent nonutility owners and operators
- 4 <u>of electric vehicle charging stations that are installed or</u>
- 5 <u>operated without incentives authorized under a transportation</u>
- 6 <u>electrification infrastructure development plan from</u>
- 7 <u>including those stations in a subscription or membership</u>
- 8 <u>network with variable rate structures.</u>
- 9 (2) The owner or lessee of a publicly available parking
- space, whose primary business is not electric vehicle
- 11 <u>charging services, may restrict the use of that parking</u>
- 12 space, including by limiting use to customers and visitors of
- the business.
- 14 (3) The owner or operator of a public electric vehicle
- charging station installed or operated with incentives
- 16 <u>authorized under a transportation electrification</u>
- 17 infrastructure development plan or by an electric
- distribution company shall disclose the station's geographic
- 19 location, hours of operation, charging level, hardware
- 20 compatibility, schedule of fees, accepted methods of payment
- and the amount of network roaming charges for nonmembers, if
- any, on an ongoing basis to the commission, the Department of
- 23 Revenue and the United States Department of Energy National
- 24 Renewable Energy Laboratory.
- 25 (m) Publicly funded electric vehicle charging stations. -- Any
- 26 publicly funded electric vehicle charging station using electric
- 27 <u>distribution company ratepayer funds must use open standard</u>
- 28 communication protocols and be capable of being networked and
- 29 <u>submetered at the charging station or other on-site access</u>
- 30 location. A third-party owned and operated electric vehicle

- 1 charging station may not be subject to the requirements of this
- 2 <u>subsection solely because:</u>
- 3 (1) the electric distribution company has completed or
- 4 <u>will complete a necessary line extension to provide</u>
- 5 distribution service to the station; or
- 6 (2) the station takes services under an electric vehicle
- 7 <u>incentive rate offered by the electric distribution company.</u>
- 8 (n) Construction. -- This section may not be construed to
- 9 <u>limit in any manner the establishment of third-party owned and</u>
- 10 operated electric vehicle charging stations or establish
- 11 commission jurisdiction to regulate third-party owned and
- 12 operated electric vehicle charging stations that are established
- 13 <u>without ratepayer funds</u>.
- 14 (o) Natural gas and propane-fueled transportation
- 15 infrastructure assessment.--
- 16 (1) Within one year of the effective date of this
- 17 section, the Governor or a designee of the Governor shall
- 18 complete a Statewide assessment of current natural gas and
- 19 propane-fueled vehicle usage and fueling infrastructure in
- this Commonwealth. The assessment shall identify
- 21 opportunities and goals for the expansion of natural gas and
- 22 propane-fueled vehicle usage and fueling infrastructure in
- 23 <u>this Commonwealth and make recommendations to the General</u>
- 24 Assembly and the commission to support the expansion.
- 25 (2) The Governor or a designee of the Governor shall
- transmit the assessment and recommendations to the commission
- for posting on the commission's publicly accessible Internet
- website.
- 29 (p) Alternative fuels tax. -- An electric distribution company
- 30 or third party which owns an electric vehicle charging station

- 1 <u>shall be subject to the alternative fuels tax under 75 Pa.C.S. §</u>
- 2 9004 (relating to imposition of tax, exemptions and deductions).
- 3 (q) Penalties. -- No electric distribution company shall be
- 4 <u>subject to penalties for failure to meet the applicable goal</u>
- 5 established under subsection (b).
- 6 (r) Definitions.--As used in this section, the following
- 7 words and phrases shall have the meanings given to them in this
- 8 <u>subsection unless the context clearly indicates otherwise:</u>
- 9 "Battery electric vehicle." A motor vehicle that is powered
- 10 partly or solely by a battery that can be recharged wirelessly
- 11 or by plugging it into an external source of electricity and
- 12 <u>which motor vehicle meets the applicable Federal and State</u>
- 13 <u>safety standards for on-road vehicles.</u>
- 14 <u>"Electric infrastructure supporting hydrogen-fueled vehicles</u>
- 15 and equipment." Electric infrastructure and equipment used to
- 16 <u>produce hydrogen for hydrogen-fueled vehicles and equipment.</u>
- 17 "Electric vehicle charging station." A facility or equipment
- 18 designed to charge batteries within battery electric vehicles by
- 19 permitting the transfer of electric energy to a battery or other
- 20 storage device in a battery electric vehicle. The facilities and
- 21 equipment may charge batteries through connective or inductive
- 22 means. The term includes stations which provide hydrogen to
- 23 fuel-cell electric vehicles.
- "Essential public access network." A system of charging
- 25 stations located on high-volume transportation corridors and in
- 26 high-population density urbanized areas for the purpose of
- 27 ensuring public-access charging in these areas.
- 28 "Priority alternative transportation infrastructure county."
- 29 A county in this Commonwealth with at least 200,000 people that
- 30 includes all or part of a metropolitan statistical area with a

- 1 population of at least 500,000 people as defined by the United
- 2 States Census Bureau.
- 3 "Public electric vehicle charging station." An electric
- 4 <u>vehicle charging station located at a publicly available parking</u>
- 5 space.
- 6 "Publicly available parking space." A parking space or other
- 7 <u>location that has been designated by a property owner or a</u>
- 8 <u>lessee to be available to and accessible by the public,</u>
- 9 <u>including on-street parking spaces and parking spaces in surface</u>
- 10 lots or parking garages. The term does not include a parking
- 11 space that is part of or associated with a private residence, a
- 12 parking space provided as a service by a producer of electric
- 13 <u>vehicles or a parking space that is reserved for the exclusive</u>
- 14 <u>use of an individual driver or vehicle or for a group of drivers</u>
- 15 of vehicles, including employees, tenants, visitors or residents
- 16 of a common interest development or residents of an adjacent
- 17 building.
- 18 "Qualifying independent transportation analyst." A regional
- 19 planning commission established in accordance with the laws of
- 20 this Commonwealth or an independent analyst with demonstrated
- 21 <u>expertise in transportation modeling and forecasting.</u>
- 22 "Transportation electrification." The use of electricity
- 23 from external sources of electrical power, including the
- 24 electrical grid, for all or part of vehicles, vessels, trains,
- 25 boats or other equipment that are mobile sources of air
- 26 pollution and greenhouse gases and the related programs and
- 27 <u>charging and propulsion infrastructure investments to enable and</u>
- 28 encourage this use of electricity.
- 29 "Transportation electrification infrastructure regional
- 30 framework." A framework that provides the following information

- 1 for the priority alternative transportation infrastructure
- 2 counties served by the electric distribution company:
- 3 (1) The extent of ownership, leasing and usage of
- 4 <u>battery electric vehicles, including heavy-duty battery</u>
- 5 <u>electric vehicles, as well as projected ownership, leasing</u>
- and usage through December 31, 2030, or 15 years after the
- 7 <u>effective date of this section, whichever is later.</u>
- 8 (2) The extent of nonroad transportation electrification
- 9 <u>usage and transportation electrification charging</u>
- 10 infrastructure.
- 11 (3) The additional transportation electrification
- 12 <u>charging infrastructure that is reasonably necessary to</u>
- 13 <u>achieve the applicable regional goal established in</u>
- 14 <u>accordance with subsection (b) or, if no regional goal is</u>
- 15 <u>established</u>, the Statewide goal established in accordance
- with subsection (b) as applied to the priority alternative
- 17 transportation infrastructure counties served by the electric
- distribution company.
- 19 (4) Recommendations regarding the geographic
- 20 <u>distribution and general specifications of transportation</u>
- 21 electrification charging infrastructure identified in
- accordance with paragraph (3), including recommendations
- 23 specific to the deployment of electric vehicle charging
- infrastructure to serve low-income communities, multiunit
- 25 commercial, residential and mixed-use buildings and single-
- 26 family residential homes.
- 27 Section 2. This act shall take effect in 60 days.