

State Corporation Commission 2013 Fiscal Impact Statement

1. Bill Number: HB2334

House of Origin	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron: Yancey

3. Committee: Commerce and Labor

4. Title: Electric utility regulation; sales by net metering sellers.

5. Summary: Electric utility regulation; sales by net metering sellers. Authorizes individual retail customers of electric energy to purchase electric energy from a net metering seller if three conditions are satisfied. First, the customer shall be an eligible customer-generator under Virginia's net energy metering program. Second, the customer shall be financing the acquisition, installation, maintenance, or operation of the generating facility through a power purchase agreement with the net metering seller. Third, the generating facility shall (i) have a capacity of not more than 20 kilowatts for residential customers and 500 kilowatts for nonresidential customers unless a utility elects a higher capacity limit for such a facility; (ii) use as its total source of fuel renewable energy; (iii) be located on the customer's premises and be connected to the customer's wiring on the customer's side of its interconnection with the distributor; (iv) be interconnected and operated in parallel with an electric company's transmission and distribution facilities; and (v) be intended primarily to offset all or part of the customer's own electricity requirements. A net metering seller, who is defined as a person that owns or operates a renewable energy electricity generation source on the premises owned, leased, or controlled by an eligible customer-generator and sells the electricity generated by the renewable energy generation source exclusively to the customer-generator pursuant to a power purchase agreement, is excluded from the definition of "public utility" in the Utility Facilities Act and from the definition of "supplier" in the Virginia Electric Utility Regulation Act.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: No fiscal impact on the State Corporation Commission

8. Fiscal Implications: None on the State Corporation Commission

9. Specific Agency or Political Subdivisions Affected: Virginia State Corporation Commission

10. Technical Amendment Necessary: None

11. Other Comments: None

Date: 1/21/13 TF