

State Corporation Commission 2014 Fiscal Impact Statement

1. Bill Number: HB1224

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: O'Quinn

3. Committee: Commerce and Labor

4. Title: Natural gas-fueled electric generation facilities; incentives.

5. Summary: Natural gas-fueled electric generation facilities; incentives. Requires an investor-owned utility designated a default service provider in the Commonwealth whose parent corporation is not headquartered in Virginia (qualified utility) to consider the generation or purchase of power in its service territory within the Commonwealth before acquiring power from plants outside the Commonwealth. The measure also authorizes a qualified utility to petition the State Corporation Commission for approval to construct or cause to be constructed a combined cycle natural gas-fueled electric generation facility to meet its native load and default service obligations, which shall (i) be located in the Virginia service territory of a qualified utility, (ii) not emit more than 1,000 pounds of carbon dioxide per megawatt-hour, (iii) be able to provide firm transmission and deliver power on a firm and on-demand basis, and (iv) provide substantial economic benefits. The qualified utility or owner of the qualified facility shall have a filed queue position in PJM Interconnection LLC for the power from the qualified facility, have made application for an air permit for the qualified facility with the Department of Environmental Quality, and have received local permits for construction and operation of the qualified facility. The construction of a qualified facility that utilizes energy resources located within the Commonwealth is declared to be in the public interest.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: None on the State Corporation Commission

8. Fiscal Implications: None on the State Corporation Commission

9. Specific Agency or Political Subdivisions Affected: State Corporation Commission and the Department of Environmental Quality

10. Technical Amendment Necessary: No

11. Other Comments: None

Date: 1/24/14 BS