1	H.550
2	Introduced by Representatives Terenzini of Rutland Town, Brennan of
3	Colchester, Goslant of Northfield, Hango of Berkshire, Higley
4	of Lowell, Lefebvre of Newark, Morgan, L. of Milton, Morgan,
5	M. of Milton, Page of Newport City, and Peterson of Clarendon
6	Referred to Committee on
7	Date:
8	Subject: Public service; energy; energy efficiency charge
9	Statement of purpose of bill as introduced: This bill proposes to limit the
10	energy efficiency charge for net metering customers to the net consumption of
11	electricity.
12	An act relating to the energy efficiency charge for net metering customers
13	It is hereby enacted by the General Assembly of the State of Vermont:
14	Sec. 1. 30 V.S.A. § 209 is amended to read:
15	§ 209. JURISDICTION; GENERAL SCOPE
16	* * *
17	(d) Energy efficiency.
18	* * *
19	(3) Energy efficiency charge; regulated fuels. In addition to its existing
20	authority, the Commission may establish by order or rule a volumetric charge
	VT LEG #358406 v.1

## BILL AS INTRODUCED 2022

1	to customers for the support of energy efficiency programs that meet the
2	requirements of section 218c of this title, with due consideration to the State's
3	energy policy under section 202a of this title and to its energy and economic
4	policy interests under section 218e of this title to maintain and enhance the
5	State's economic vitality. The charge shall be known as the energy efficiency
6	charge, shall be shown separately on each customer's bill, and shall be paid to
7	a fund administrator appointed by the Commission and deposited into the
8	Electric Efficiency Fund. When such a charge is shown, notice as to how to
9	obtain information about energy efficiency programs approved under this
10	section shall be provided in a manner directed by the Commission. This notice
11	shall include, at a minimum, a toll-free telephone number, and to the extent
12	feasible shall be on the customer's bill and near the energy efficiency charge.
13	* * *
14	(B)(i) The charge established by the Commission pursuant to this
15	subdivision (3) shall be in an amount determined by the Commission by rule or
16	order that is consistent with the principles of least-cost integrated planning as
17	defined in section 218c of this title. As circumstances and programs evolve,
18	the amount of the charge shall be reviewed for unrealized energy efficiency
19	potential and shall be adjusted as necessary in order to realize all reasonably
20	available, cost-effective energy efficiency savings. The amount of the charge
21	for a customer with a net metering system, as defined in section 8002 of this

1	title, shall be applied only to the amount of electricity the customer consumes
2	from the grid.
3	(ii) In setting the amount of the charge and its allocation, the
4	Commission shall determine an appropriate balance among the following
5	objectives; provided, however, that particular emphasis shall be accorded to
6	the first four of these objectives: reducing the size of future power purchases;
7	reducing the generation of greenhouse gases; limiting the need to upgrade the
8	State's transmission and distribution infrastructure; minimizing the costs of
9	electricity; reducing Vermont's total energy demand, consumption, and
10	expenditures; providing efficiency and conservation as a part of a
11	comprehensive resource supply strategy; providing the opportunity for all
12	Vermonters to participate in efficiency and conservation programs; and
13	targeting efficiency and conservation efforts to locations, markets, or
14	customers where they may provide the greatest value.
15	(iii) The Commission, by rule or order, shall establish a process by
16	which a customer who pays an average annual energy efficiency charge under
17	this subdivision (3) of at least \$5,000.00 may apply to the Commission to self-
18	administer energy efficiency through the use of an energy savings account
19	which that shall contain a percentage of the customer's energy efficiency
20	charge payments as determined by the Commission. The remaining portion of

## BILL AS INTRODUCED 2022

- 1 the charge shall be used for systemwide energy benefits. The Commission in
- 2 its rules or order shall establish criteria for approval of these applications.
- 3 \*\*\*4 Sec. 2. EFFECTIVE DATE
- 5 <u>This act shall take effect on July 1, 2022.</u>