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## SENATE BILL 6692

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State of Washington 55th Legislature 1998 Regular Session

By Senators Jacobsen, Brown and Fraser

Read first time 01/27/98. Referred to Committee on Energy & Utilities.

- 1 AN ACT Relating to net metering for certain renewable energy
- 2 systems; and adding a new chapter to Title 80 RCW.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 <u>NEW SECTION.</u> **Sec. 1.** The legislature finds that it is in the 5 public interest to:
- 6 (1) Encourage private investment in renewable energy resources;
- 7 (2) Stimulate the economic growth of this state; and
- 8 (3) Enhance the continued diversification of the energy resources
- 9 used in this state.
- 10 <u>NEW SECTION.</u> **Sec. 2.** The definitions in this section apply
- 11 throughout this chapter unless the context clearly indicates otherwise.
- 12 (1) "Commission" means the utilities and transportation commission.
- 13 (2) "Customer-generator" means a user of a net metering system.
- 14 (3) "Electrical company" means a company owned by investors that
- 15 meets the definition of RCW 80.04.010.
- 16 (4) "Electric cooperative" means a cooperative or association
- 17 organized under chapter 23.86 or 24.06 RCW.

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- 1 (5) "Electric utility" means any electrical company, public utility 2 district, irrigation district, port district, electric cooperative, or 3 municipal electric utility that is engaged in the business of 4 distributing electricity to retail electric customers in the state.
- 5 (6) "Irrigation district" means an irrigation district under 6 chapter 87.03 RCW.
- 7 (7) "Municipal electric utility" means a city or town that owns or 8 operates an electric utility authorized by chapter 35.92 RCW.
- 9 (8) "Net metering" means measuring the difference between the 10 electricity supplied by an electric utility and the electricity 11 generated by a customer-generator that is fed back to the electric 12 utility over the applicable billing period.
- 13 (9) "Net metering system" means a facility for the production of 14 electrical energy that:
- 15 (a) Uses as its fuel either solar, wind, or hydropower;
- 16 (b) Has a generating capacity of not more than twenty-five 17 kilowatts;
- 18 (c) Is located on the customer-generator's premises;
- 19 (d) Operates in parallel with the electric utility's transmission 20 and distribution facilities; and
- (e) Is intended primarily to offset part or all of the customergenerator's requirements for electricity.
- (10) "Port district" means a port district within which an industrial development district has been established as authorized by Title 53 RCW.
- 26 (11) "Public utility district" means a district authorized by 27 chapter 54.04 RCW.

## 28 <u>NEW SECTION.</u> **Sec. 3.** An electric utility:

- (1) Shall offer to make available to each of its eligible customer-30 generators that has installed a net metering system an energy meter 31 that is capable of registering the flow of electricity in two 32 directions;
- 33 (2) May, at its own expense and with the written consent of the 34 customer-generator, install one or more additional meters to monitor 35 the flow of electricity in each direction;
- 36 (3) Shall not charge a customer-generator any fee or charge that 37 would increase the customer-generator's minimum monthly charge to an

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- 1 amount greater than that of other customers of the electric utility in
- 2 the same rate class as the customer-generator.
- 3 <u>NEW SECTION.</u> **Sec. 4.** Consistent with the other provisions of this
- 4 chapter, the net energy measurement must be calculated in the following
- 5 manner:
- 6 (1) The electric utility shall measure the net electricity produced
- 7 or consumed during the billing period, in accordance with normal
- 8 metering practices.
- 9 (2) If the electricity supplied by the electric utility exceeds the
- 10 electricity generated by the customer-generator and fed back to the
- 11 electric utility during the billing period, the customer-generator
- 12 shall be billed for the net electricity supplied by the electric
- 13 utility, in accordance with normal metering practices.
- 14 (3) If electricity generated by the customer-generator exceeds the
- 15 electricity supplied by the electric utility, the customer-generator:
- 16 (a) Shall be billed for the appropriate customer charges for that
- 17 month, in accordance with section 3 of this act; and
- 18 (b) Shall be credited for the excess kilowatt-hours generated
- 19 during the month, with this kilowatt-hour credit appearing on the bill
- 20 for the following month.
- 21 At the beginning of each calendar year, any remaining unused
- 22 kilowatt-hour credit accumulated during the previous year shall be sold
- 23 to the electric utility, at the wholesale power rate.
- NEW SECTION. Sec. 5. (1) A net metering system used by a
- 25 customer-generator shall meet all applicable safety and performance
- 26 standards established by the national electrical code, the institute of
- 27 electrical and electronics engineers, and underwriters laboratories.
- 28 (2) The commission, after appropriate notice and opportunity for
- 29 comment, may adopt by regulation additional control and testing
- 30 requirements for customer-generators that the commission determines are
- 31 necessary to protect public safety and system reliability.
- 32 <u>NEW SECTION.</u> **Sec. 6.** Sections 1 through 5 of this act constitute
- 33 a new chapter in Title 80 RCW.

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