Senate Bill 210

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By: Senators Anavitarte of the 31st, Robertson of the 29th, Hufstetler of the 52nd and Halpern of the 39th

## A BILL TO BE ENTITLED AN ACT

1 To amend Article 1 of Chapter 3 of Title 46 of the Official Code of Georgia Annotated, 2 relating to generation and distribution of electricity generally, so as to enact "The Georgia 3 Homegrown Solar Act of 2023"; to require net metering to be offered by electric utilities that 4 meet a certain renewable energy penetration threshold; to provide for a short title; to provide 5 for legislative findings and declarations; to provide for definitions; to provide the Public 6 Service Commission with the authority to determine the appropriate credit available once the 7 net metering credit limit is reached; to provide for a net metering tariff for customer-sited 8 distributed solar facilities; to provide for a standard interconnection agreement for 9 customer-sited distributed solar facilities; to allow certain tax-exempt customers of an 10 electric utility to aggregate demand from multiple locations and subscribe to certain solar 11 facilities; to provide for a tariff providing for solar meter aggregation; to allow customers to 12 access their own meter usage and provide such usage data to authorized third parties; to 13 provide for related matters; to provide for an effective date; to repeal conflicting laws; and 14 for other purposes.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

SECTION 1.

17 Article 1 of Chapter 3 of Title 46 of the Official Code of Georgia Annotated, relating to

- 18 generation and distribution of electricity generally, is amended by adding a new part to read
- 19 as follows:
- 20 "Part 5
- 21 46-3-80.
- 22 This part shall be known and may be cited as 'The Georgia Homegrown Solar Act of 2023.'
- 23 46-3-81.
- 24 (a) The General Assembly finds that it is in the public interest to:
- 25 (1) Continue to encourage private investment in solar resources in the service territory
- of Georgia's largest electric utility;
- 27 (2) Stimulate economic growth and job creation in Georgia;
- 28 (3) Promote energy resilience; and
- 29 (4) Enable homes, businesses, and tax-exempt customers in Georgia to access solar
- technologies that help them manage their electric bills.
- 31 (b) The General Assembly further finds and declares that a program that builds upon the
- 32 success of 'The Georgia Cogeneration and Distributed Generation Act of 2001' with respect
- 33 to the state's largest electric utility in order to provide increased access to distributed solar
- 34 technologies is a way to encourage private investment in solar resources, stimulate
- 35 economic growth and job creation, promote energy resilience, and help consumers to
- 36 manage electric bills.
- 37 46-3-82.
- 38 As used in this part, the term:

39 (1) 'Aggregated solar facility' means a solar technology that is no more than 3 megawatts

- 40 <u>in alternating current, serves one or more tax-exempt customers, and is located within the</u>
- 41 <u>same electric service territory as such tax-exempt customers.</u>
- 42 (2) 'Avoided cost' means the incremental cost to an electric utility which, but for the
- provision of energy and capacity from a solar technology, such electric utility would
- incur to generate or procure electricity from another source.
- 45 (3) 'Commission' means the Georgia Public Service Commission.
- 46 (4) 'Customer' means an entity that uses electric power and is receiving or is eligible to
- 47 <u>receive tariffed services from an electric utility.</u>
- 48 (5) 'Customer generator' means a customer that utilizes the electric energy from a
- distributed solar facility pursuant to an electric utility's net metering tariff, and includes
- a customer that finances a solar system pursuant to Code Section 46-3-63.
- 51 (6) 'Distributed solar facility' means a facility utilized by a customer generator for the
- 52 production of electrical energy that:
- (A) Uses a solar photovoltaic system, and may include any additions or enhancements
- such as battery storage devices or advanced inverters;
- (B) Has a peak generating capacity in alternating current that is no greater than 15
- 56 <u>kilowatts for a residential application and 125 percent of the actual or expected</u>
- 57 <u>maximum annual peak demand of the property that a solar photovoltaic system serves</u>
- for a nonresidential operation;
- (C) Is located on the customer's property. For purposes of this subparagraph, the term
- 60 <u>'property' shall have the same meaning as provided in Code Section 46-3-62;</u>
- 61 (D) Operates in parallel with the electric utility's distribution facilities;
- 62 (E) Is connected to the electric utility's distribution system; and
- (F) Is intended primarily to offset part or all of the customer generator's requirements
- 64 <u>for electricity.</u>

65 (7) 'Electric utility' means any retail supplier of electricity whose rates are fixed by the

- 66 commission, and shall not include any electric membership corporation or municipal
- 67 <u>electric utility.</u>
- 68 (8) 'Net excess generation' means the number of kilowatt hours a customer generator
- 69 exported to the grid over the course of the applicable billing period that exceeds the
- 70 <u>number of kilowatt hours delivered to the customer generator from the electric utility's</u>
- 71 grid over such period.
- 72 (9) 'Net metering' means a metering and billing methodology whereby the electricity
- 73 generated by a customer-sited distributed solar facility:
- 74 (A) Offsets the customer's electricity consumption on site over the course of an
- 75 <u>applicable billing period; and</u>
- 76 (B) Offsets the average cost of the electricity supplied during the applicable billing
- period, if such distributed solar facility is subject to a tiered pricing rate structure.
- 78 (10) 'Person' means a natural person, corporation, trust, partnership, incorporated or
- 79 unincorporated association, or any other legal entity.
- 80 (11) 'Renewable capacity threshold' means the point at which an electric utility has
- 81 <u>purchased renewable energy from eligible customer generators such that the cumulative</u>
- 82 generating capacity of all renewable energy sources equals 0.2 percent of its annual peak
- 83 <u>demand in the previous year.</u>
- 84 (12) 'Solar financing agent' means any person, including an electric utility and its
- 85 <u>affiliate, whose business includes the leasing, financing, or installation of an aggregated</u>
- 86 <u>solar facility.</u>
- 87 (13) 'Solar meter aggregation' means the administrative combination of kilowatt-hour
- 88 meter readings based on the energy generated from an aggregated solar facility by a solar
- 89 <u>financing agent to be provided to a tax-exempt customer's electric utility in order to</u>
- 90 properly allocate bill credits from one or more aggregated solar facilities to the
- 91 <u>tax-exempt customer's accounts.</u>

92 (14) 'Solar technology' shall have the same meaning as provided in Code

- 93 Section 46-3-62.
- 94 (15) 'Subscriber administrator' means an entity that:
- 95 (A) Administers tax-exempt customer participation in aggregated solar facilities; or
- 96 (B) Manages the subscription relationship between tax-exempt customers and the
- 97 <u>electric utility.</u>
- 98 (16) 'Subscription' means a contract between a tax-exempt customer and a subscriber
- 99 <u>administrator or solar financing agent of an aggregated solar facility that entitles the</u>
- 100 <u>tax-exempt customer to bill credits that can be applied against the tax-exempt customer's</u>
- electric bill.
- 102 (17) 'Tax-exempt customer' means a governmental entity or any other entity that is
- exempt from state and federal income tax.
- 104 <u>46-3-83.</u>
- 105 (a) Notwithstanding any other requirements imposed on an electric utility under Part 1 of
- this article, once an electric utility has reached the renewable capacity threshold the electric
- 107 <u>utility shall:</u>
- 108 (1) Within three months:
- (A) File a net metering tariff for customer-sited distributed solar facilities in
- 110 compliance with Code Section 46-3-84; and
- (B) File a standard interconnection agreement for customer-sited distributed solar
- facilities in compliance with Code Section 46-3-85; and
- 113 (2) Within six months:
- (A) File a tariff providing for solar meter aggregation in compliance with Code
- 115 <u>Section 46-3-86; and</u>
- (B) File a data access program in compliance with Code Section 46-3-87.

117 (b) If an electric utility has previously met the renewable capacity threshold on or before

- July 1, 2023, the electric utility shall be deemed to have met the renewable capacity
- threshold on July 1, 2023, for purposes of compliance with this part.
- 120 46-3-84.
- 121 (a) Within three months of the date on which an electric utility meets the renewable
- capacity threshold, the electric utility shall file for commission review and approval a net
- 123 metering tariff for customer-sited distributed solar facilities that meets the following
- 124 requirements:
- (1) Until the cumulative generating capacity of all net metered distributed solar facilities
- in an electric utility's service territory equals 5 percent of that electric utility's annual peak
- demand in the previous year, for any customer generator that utilizes net metering, the
- applicable billing period shall then be the monthly billing period and any net excess
- generation shall be credited at the electric utility's avoided cost; provided, however, that
- any generating capacity installed pursuant to Code Section 46-3-86 shall not be subject
- to the cumulative generating thresholds set forth in this paragraph; and
- (2) Customer generators shall have the assignable and transferable right to utilize net
- metering for a period of 20 years from the date of acceptance of their interconnection
- agreement according to the regulations, terms, and conditions governing the rates and
- crediting of customer generators in effect during such time.
- 136 (b) Once the cumulative generating capacity of all net metered distributed solar facilities
- in an electric utility's service territory equals 5 percent of that electric utility's annual peak
- demand in the previous year, the commission shall commence an evidentiary proceeding
- to determine the appropriate crediting mechanism for future customer generators applying
- 140 for net metering. In establishing such appropriate crediting mechanism, the commission
- shall consider the direct and indirect economic impact of distributed solar facilities to the
- state and the avoidance of disruption to the growing market for distributed generation

143 <u>facilities</u>. An electric utility's crediting mechanism provided under paragraph (1) of

- subsection (a) of this Code section shall remain in place unless and until replaced by a final
- order of the commission pursuant to this Code section.
- 146 46-3-85.
- 147 Within three months of the date on which an electric utility meets the renewable capacity
- threshold, the electric utility shall file for commission review and approval a standard
- interconnection agreement for customer-sited distributed solar facilities that meets the
- 150 <u>following requirements:</u>
- (1) An electric utility may recover any direct costs associated with interconnecting and
- administering metering services of a customer generator as approved by the commission;
- (2) An electric utility shall not charge the customer generator any standby, capacity, or
- other fee or charge, other than a monthly service charge, so long as the customer
- generator has a total monthly bill of at least \$20.00. All other fees imposed on the
- customer generator shall:
- 157 (A) Be just, reasonable, and nondiscriminatory;
- (B) Be based on the actual cost of providing the service for which the fee is imposed;
- (C) Apply to other customers in the same customer class, including customers that are
- not customer generators; and
- (D) Be approved by the commission, after public notice and an opportunity for public
- 162 <u>comment;</u>
- 163 (3) A distributed solar facility used by a customer generator shall include, at the
- customer's own expense, all equipment necessary to meet applicable safety, power
- 165 quality, and interconnection requirements established by the National Electrical Code,
- National Electrical Safety Code, Institute of Electrical and Electronics Engineers, and
- 167 <u>Underwriters Laboratories</u>;

168 (4) An electric utility shall not require a customer generator whose distributed solar

- facility meets the standards in paragraph (3) of this Code section to comply with
- additional safety or performance standards, perform or pay for additional tests, or
- purchase additional liability insurance; and
- 172 (5) No electric utility shall be liable to any person, directly or indirectly, for loss of
- property, injury, or death resulting from the interconnection of a distributed solar facility
- to its electrical system.
- 175 46-3-86.
- 176 Within six months of the date on which an electric utility meets the renewable capacity
- 177 threshold, the electric utility shall submit for commission review and approval a tariff
- 178 providing for solar meter aggregation that meets the following requirements:
- (1) One or more tax-exempt customers may enter into an agreement with a solar
- financing agent for the installation, maintenance, and operation of an aggregated solar
- facility that is located in the territory of such tax-exempt customers' electric utility. The
- solar financing agent, or the solar financing agent's designated subscriber administrator,
- may sell subscriptions of the capacity or energy generated from the aggregated solar
- facility to such tax-exempt customers. Such transactions shall not be considered retail
- sales of electricity and shall not subject the solar financing agent to regulation under this
- chapter. The solar financing agent shall meter the energy generated from the aggregated
- solar facility and provide such metering information, along with the amount of energy
- allocated to each tax-exempt customer pursuant to a subscription agreement, to the
- electric utility in whose service territory the aggregated solar facility is located;
- 190 (2) An electric utility shall provide solar meter aggregation to all tax-exempt customers
- that seek to allocate bill credits within a single electric utility's service territory from one
- or more aggregated solar facilities. Each electric utility shall allocate credits to a

tax-exempt customer's bill as if the aggregated solar facility were located on the customer's property, as specified in subsection (a) of Code Section 46-3-84;

- 195 (3) If an aggregated solar facility and the tax-exempt customer's metered accounts are
- served by the same electric utility, a tax-exempt customer may elect to have bill credits
- from one or more aggregated solar facilities allocated to the tax-exempt customer's
- accounts within the service territory without regard to physical location;
- 199 (4) The annual allocated credits in kilowatt hours from any subscription may not exceed
- 200 125 percent of the prior three-year annual average usage of the accounts of the
- 201 <u>tax-exempt customer to which the bill credits are allocated; and</u>
- 202 (5) No electric utility shall be liable to any person, directly or indirectly, for loss of
- property, injury, or death resulting from the interconnection of an aggregated solar
- 204 <u>facility to its electrical system.</u>
- 205 46-3-87.
- 206 (a) Within six months of the date on which an electric utility meets the renewable capacity
- threshold, the electric utility shall file for commission review and approval a data access
- 208 program. Such data access program shall be designed to better enable customers'
- 209 investments in conservation and clean energy technologies, including, but not limited to,
- 210 photovoltaic solar, energy efficiency technologies, battery storage, smart thermostats, and
- 211 electric vehicles. Following notice and an opportunity to comment, the commission shall
- 212 <u>adopt or amend such proposed process, which the electric utility shall make available to</u>
- 213 <u>customers within nine months of the commission's final order.</u>
- 214 (b) An electric utility's data access program shall conform to the following requirements:
- 215 (1) As part of basic utility service, an electric utility shall provide meter usage data in
- 216 <u>electronic machine-readable form, without additional charge, to the customer or to any</u>
- 217 <u>third-party recipient to whom the customer has authorized disclosure of the customer's</u>
- 218 <u>meter usage data</u>. Such access shall conform to nationally recognized open standards and

219	<u>best practices and shall be provided in 13 minute intervals of the shortest interval</u>
220	available through existing meters;
221	(2) An electric utility shall maintain and provide at least 24 months of meter usage data
222	or the period of time that a customer has had an account at a given address, whichever is
223	less; and
224	(3) If requests are made for information other than meter usage data or data older than
225	24 months preceding the request, the electric utility may charge customers a fee to
226	provide such data. A reasonable fee shall be established by the commission based on the
227	electric utility's marginal cost to provide such data."

228 **SECTION 2.** 

229 This Act shall become effective on July 1, 2023.

230 **SECTION 3.** 

231 All laws and parts of laws in conflict with this Act are repealed.