4th Sub. S.B. 115 SUSTAINABLE TRANSPORTATION AND ENERGY PLAN ACT

HOUSE FLOOR AMENDMENTS

AMENDMENT 5

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Representative **Patrice M. Arent** proposes the following amendments:

- 1. Page 14, Lines 415 through 424:
 - 415 (b) The commission { shall } may authorize a large-scale electric utility that is allowed to
 - 416 charge a customer for demand side management under Subsection (2)(a) to:
 - 417 (i) if requested by the large-scale electric utility, capitalize the annual costs incurred for
 - 418 <u>demand side management provided in Subsection (2)(a);</u>
 - 419 (ii) amortize the annual cost for demand side management over a period of 10 years;
 - 420 (iii) apply a carrying charge to the unamortized balance that is equal to the large-scale
 - electric utility's pretax weighted average cost of capital approved by the commission in the
 - 422 large-scale electric utility's most recent general rate proceeding; and
 - 423 (iv) recover the amortization cost described in Subsection (2)(b)(ii) and the carrying
 - 424 <u>charge described in Subsection (2)(b)(iii) in customer rates.</u>
- 2. Page 17, Lines 491 through 494:
 - 491 (8) {A} The commission may exempt a customer that is paying a contract rate under an agreement with a large-scale
 - 492 electric utility as of January 1, 2016 { is exempt } from the costs recovered under Subsection (3),
 - 493 except for costs created by or arising from the Utah solar incentive program included in
 - 494 Subsection 54-7-12.8(3)(b).
- 3. Page 19, Lines 558 through 561:
 - (d) Beginning June 1, 2016, for an electrical corporation with an energy balancing
 - account established before January 1, 2016, the commission shall evaluate whether to allow an electrical
 - corporation to recover 100% of the electrical corporation's prudently incurred costs as
 - determined and approved by the commission under this section.