{deleted text} shows text that was in SB0191 but was deleted in SB0191S01.

inserted text shows text that was not in SB0191 but was inserted into SB0191S01.

DISCLAIMER: This document is provided to assist you in your comparison of the two bills. Sometimes this automated comparison will NOT be completely accurate. Therefore, you need to read the actual bills. This automatically generated document could contain inaccuracies caused by: limitations of the compare program; bad input data; or other causes.

Senator Nate Blouin proposes the following substitute bill:

GRID ENHANCING TECHNOLOGIES

2024 GENERAL SESSION STATE OF UTAH

Chief Sponsor: ₹Nate Blouin

House Sponsor: { }

LONG TITLE

General Description:

This bill {creates a grid enhancing technologies program} makes changes to the Energy Resource Procurement Act.

Highlighted Provisions:

This bill:

- defines terms;
- {establishes a grid enhancing technologies program to incentivize} outlines
 cost-effectiveness analyses and approval procedures when a large-scale electric
 {utilities to deploy technologies that increase transmission system capacity,
 efficiency, and reliability;
 }
- requires utilities to analyze grid enhancing technologies as alternatives in transmission infrastructure proceedings;

- allows cost recovery and incentives for grid enhancing technology deployments
 approved by the Public Service Commission (commission);
 - provides for expedited review for local permits for grid enhancing technology transmission line projects} utility (utility) proposes grid enhancement deployment; and
 - provides {the commission with rulemaking authority to administer incentives for the implementation of grid enhancing technology. }that a utility may recover approved costs.

Money Appropriated in this Bill:

None

Other Special Clauses:

None

Utah Code Sections Affected:

ENACTS:

{54-20-108}<u>54-17-10</u>, Utah Code Annotated 1953

Be it enacted by the Legislature of the state of Utah:

Section 1. Section {54-20-108} 54-17-10 is enacted to read:

{54-20-108}**54-17-10.** Grid enhancing technologies{ program}.

- (1) (a) As used in this section, "grid enhancing technology" means a technology that increases the capacity, efficiency, or reliability of electric transmission infrastructure.
 - (b) "Grid enhancing technology" includes:
- (i) technology that dynamically adjusts the rated capacity of transmission lines based on real-time conditions;
- (ii) advanced power flow controls used to actively control the flow of electricity across transmission lines to optimize usage and relieve congestion;
- (iii) software and hardware used to identify optimal transmission grid configurations and enable routing power flows around congestion points;
- (iv) advanced transmission line conductors that increase the power transfer capacity of transmission lines; and
 - (v) energy storage technologies that facilitate energy storage during times of excess

generation and discharge of stored energy during times of high demand to support transmission system operation.

- ({c) "Shared savings incentive" means a monetary incentive provided to a large-scale electric utility that has deployed commission-approved grid enhancing technologies, that is calculated based on the quantifiable system-wide cost savings realized as a result of the grid enhancing technologies.
- (2) There is established a grid enhancing technologies program as an innovative utility program under Section 54-20-105.
- (3) In a rate case 2) In an integrated resource plan filing, a general rate case, or other proceeding in which a large-scale electric utility proposes {the deployment of a grid enhancing technology for implementation or addition} additions or expansions to the transmission system, the large-scale electric utility shall:
- (a) analyze the cost effectiveness and timetable for deployment of grid enhancing technologies as an alternative strategy to meet electric system needs; and
 - (b) {submit the analysis to}include the analysis in the filing to the commission.
- (3) (a) The commission shall encourage the large-scale electric utility to include deployment of grid enhancing technologies in an integrated resource plan action plan.
- (b) A large-scale electric utility shall include a summary of its existing and planned grid enhancing technologies in each integrated resource plan filed with the commission.
- (4) If the commission determines, based on the analysis provided by the large-scale electric utility under Subsection (2), that deployment of grid enhancing technologies is {in the public interest the commission:
- (a) as part of an overall solutions strategy, may approve providing funds for deployment of cost effective, the commission shall approve recovery of the prudently incurred costs of the grid enhancing technologies :
 - (b) may authorize the large-scale electric utility to:
- (i) establish a balancing account that includes the commission approved funds to be used for deployment of grid enhancing technologies; and
- (ii) recover prudently incurred costs associated with commission approved deployment of grid enhancing technologies; and
 - (c) if the large-scale electric utility submits a land use application regarding a

transmission line project implementing the approved grid enhancing technologies, require a local government to:

- (i) expedite review of the land use application, while substantially complying with applicable provisions of Title 10, Chapter 9a, Municipal Land Use, Development, and Management Act; and
- (ii) make a final decision to approve or deny the land use application within 30 days after the day on which the utility submits a complete land use application.
- (5) (a) A large-scale electric utility that deploys commission-approved grid enhancing technologies is eligible for a shared savings incentive.
- (b) The shared savings incentive returns a portion of the quantifiable system-wide cost savings created by the large-scale electric utility's investment in grid enhancing technologies to the utility.
- (c) The cost savings calculations under Subsection (5)(b) shall be subject to verification by an independent third-party auditor approved by the Public Service Commission.
- (d) The shared savings incentive amount shall be distributed to the large-scale electric utility according to procedures outlined by the Public Service Commission.
- (6) An large-scale electric utility that operates a grid enhancing technologies program shall submit a written report annually on or before June 1 to the Public Utilities, Energy. and Technology Interim Committee regarding the program as required under Subsection 54-20-105(6).
- (7) The commission may make rules in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, to administer the shared savings incentive described in Subsection (5).

Section 2. Effective date.

This bill takes effect on May 1, 2024.