Session of 2006

## HOUSE BILL No. 2924

By Committee on Utilities

## 2 - 14

9 AN ACT concerning electric generation; relating to parallel generation; 10 providing for net metering; repealing K.S.A. 66-1,184. 11 12Be it enacted by the Legislature of the State of Kansas: 13 Section 1. (a) As used in this section: "Electric utility" means an electric public utility, as defined in 14(1)15 K.S.A. 66-101a, and amendments thereto, or any municipally owned or 16operated electric utility. 17(2)"Eligible customer-generator" means an electric utility customer 18who owns and operates an electrical generating facility which is: (A) Lo-19cated on the customer's premises; (B) interconnected and operates in 20parallel with the electric grid; and (C) intended primarily to offset part 21or all of the customer's own electricity requirements. 22"Net energy metering" means using a single meter to measure (3)23 the difference between the total generation and total consumption of 24 electricity by an eligible customer-generator with generating facilities by 25allowing the meter to turn backward when the customer's generator is 26producing more energy than the customer's electricity requirements. 27 (b) Net energy metering shall be accomplished using a single meter, 28capable of registering the flow of electricity in two directions. An addi-29 tional meter or meters to monitor the flow of electricity in each direction 30 may be installed, with the consent of the customer-generator but the 31customer-generator shall not be required to pay the expense of any such 32 meter or its installation. If an additional meter or meters are installed, 33 the net energy metering calculation shall yield the same result as when a 34 single meter is used. The net energy metering calculation shall be made 35 by taking the difference between the electricity supplied by the electric 36 grid and the electricity generated by the eligible customer-generator and 37 fed back to the electric grid over an annual billing period. 38 (c) The state corporation commission shall develop a simple and stan-39 dard contract providing for net energy metering. 40 (d) Net energy metering shall be carried out under the following 41requirements: 42Each net energy metering contract or tariff shall be identical, with (1)43 respect to energy rates, rate structure and monthly charges, to the contract or tariff to which the same customer would be assigned if such
 customer were not an eligible customer-generator; and

3 (2) no new or additional "demand," "stand-by," "customer," "mini-4 mum monthly" or other charges shall be assessed that would serve to 5 increase a customer-generator's minimum monthly charge to an amount 6 greater than that of other customers in the rate class to which the eligible 7 customer-generator would otherwise be assigned.

8 (e) The period during which the net energy measurement is calcu-9 lated shall be annualized. The following provisions shall apply to the an-10 nualized net energy measurement:

(1) The net energy produced or consumed on a monthly basis shallbe measured in accordance with normal metering practices;

(2) if the electricity supplied by the electric distribution system exceeds the electricity generated by the customer-generator during the
month, the customer-generator shall be billed in accordance with subsection (d) for the net energy supplied;

(3) if the electricity generated by the customer-generator exceeds the
electricity supplied by the electric grid, the customer-generator shall be
credited in accordance with subsection (d) for the excess kilowatt-hours
generated and such kilowatt-hour credit shall appear on the customergenerator's next monthly bill; and

(4) at the end of the annual period, any remaining unused credit for
the excess kilowatt hours generated by the customer-generator during the
prior year shall be purchased by the local utility or distribution company
at its avoided cost.

(f) Electric generating facilities which are owned and operated by
customer-generators and use renewable energy sources shall meet safety
and power quality and interconnection codes and standards established
by the national electrical code, institute of electrical and electronics engineers and accredited testing laboratories such as underwriters
laboratories.

(g) The state corporation commission may adopt, by rules and regulations, standardized control and testing requirements for customer-generators that the commission determines are necessary to protect public safety and system reliability.

(h) No electric utility shall require a customer-generator whose renewable energy electric facilities meet the standards of subsections (f)
and (g) to install additional controls, perform or pay for additional tests
or purchase additional liability insurance.

(i) Any application by a customer-generator for interconnection to
the distribution system shall be reviewed and responded to by the distribution utility within 30 days after receipt of the application. If the application for interconnection is approved by the distribution utility, the dis-

- 1 tribution utility shall complete the interconnection within 15 working days
- 2 after approval, unless a later date is mutually agreeable to both the cus-
- 3 tomer-generator and the distribution utility.
- 4 Sec. 2. K.S.A. 66-1,184 is hereby repealed.
- 5 Sec. 3. This act shall take effect and be in force from and after its
- 6 publication in the statute book.