By: Rodriguez of Travis

H.B. No. 303

## A BILL TO BE ENTITLED

1 AN ACT

2 relating to this state's goal for renewable energy.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

4 SECTION 1. Sections 39.904(a) and (o), Utilities Code, are

5 amended to read as follows: 6 (a) It is the intent of the legislature that by January 1, 2020, at least 35 percent of the generating capacity in this state 7 will be from renewable energy technologies, with at least 2 percent 8 9 of the generating capacity in this state from solar energy technologies [2015, an additional 5,000 megawatts of generating 10 capacity from renewable energy technologies will have been 11 12 installed in this state. The cumulative installed renewable capacity in this state shall total 5,880 megawatts by January 1, 13 14 and the commission shall establish a target of 10,000 megawatts of installed renewable capacity by January 1, 2025. The 15 16 cumulative installed renewable capacity in this state shall total 2,280 megawatts by January 1, 2007, 3,272 megawatts by January 1, 17 2009, 1,264 megawatts by January 1, 2011, 5,256 megawatts by 18 January 1, 2013, and 5,880 megawatts by January 1, 2015. Of the 19 renewable energy technology generating capacity installed to meet 20 21 the goal of this subsection after September 1, 2005, the commission shall establish a target of having at least 500 megawatts 22 23 capacity from a renewable energy technology other than a source

using wind energy].

2.4

H.B. No. 303

- 1 (o) The commission may establish an alternative compliance entity that has a renewable energy purchase 2 payment. An requirement under this section may elect to pay the alternative compliance payment instead of applying renewable energy credits 4 5 toward the satisfaction of the entity's obligation under this section. [The commission may establish a separate alternative 6 compliance payment for the goal of 500 megawatts of capacity from 7 8 renewable energy technologies other than wind energy. The alternative compliance payment for a renewable energy purchase 9 10 requirement that could be satisfied with a renewable energy credit from wind energy may not be less than \$2.50 per credit or greater 11 than \$20 per credit. Prior to September 1, 2009, an alternative 12 compliance payment under this subsection may not be set above \$5 per 13 14 credit. In implementing this subsection, the commission shall 15 consider:
- 16 (1) the effect of renewable energy credit prices on retail competition;
- 18 (2) the effect of renewable energy credit prices on 19 electric rates;
- 20 (3) the effect of the alternative compliance payment 21 level on the renewable energy credit market; and
- (4) any other factors necessary to ensure the continued development of the renewable energy industry in this state while protecting ratepayers from unnecessary rate increases.
- 25 SECTION 2. This Act takes effect immediately if it receives 26 a vote of two-thirds of all the members elected to each house, as 27 provided by Section 39, Article III, Texas Constitution. If this

H.B. No. 303

- 1 Act does not receive the vote necessary for immediate effect, this
- 2 Act takes effect September 1, 2013.