

# REVISED FISCAL NOTE

Nonpartisan Services for Colorado's Legislature

(replaces fiscal note dated January 17, 2018)

**Drafting Number: Prime Sponsors:**  LLS 18-0363 Sen. Fenberg; Priola

Rep. Winter

Bill Status: House Transportation Fiscal Analyst: Marc Carey | 303-866-4102

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Bill Topic:

#### ALLOW ELEC UTIL CUST INSTALL ENERGY STORAGE EQUIP EQUIPMENT

Summary of **Fiscal Impact:**  □ State Revenue

State Expenditure (minimal)

□ State Transfer

□ TABOR Refund

□ Local Government

Date: February 15, 2018

□ Statutory Public Entity

This bill directs the Public Utilities Commission (PUC) to adopt rules regarding the use of distributed energy storage systems by customers of Colorado's investor-owned utilities. It will result in a one-time workload increase for PUC staff

in FY 2018-19.

**Appropriation Summary:** 

No appropriation is required.

**Fiscal Note** Status:

This analysis reflects the reengrossed bill.

#### **Summary of Legislation**

The bill directs the Public Utilities Commission (PUC) to adopt rules governing the installation, interconnection, and use of customer-sited distributed energy storage systems. The bill defines energy storage system and specifies principles that are to be incorporated into the rules, including that:

- the installation and use of customer-sited energy storage systems is in the public
- consumers may install these systems without the burden of unnecessary regulations or discriminatory fees;
- utility approval processes for these systems must be simple, streamlined, and affordable: and
- utilities may not require customer-sited meters to monitor these systems, except as authorized by the PUC in certain circumstances.

## **State Expenditures**

In FY 2018-19, this bill will result in a one-time workload increase for PUC staff in the Department of Regulatory Agencies to adopt rules concerning customer-sited energy storage systems. The rulemaking scope is limited and can be accomplished within existing appropriations.

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#### **Effective Date**

The bill takes effect August 8, 2018, if the General Assembly adjourns on May 9, 2018, as scheduled, and no referendum petition is filed.

## **State and Local Government Contacts**

Information Technology Regulatory Agencies