JAN 2 0 2012

## A BILL FOR AN ACT

RELATING TO RENEWABLE ENERGY.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that energy security,
- 2 economic development, and reduction in carbon emissions are in
- 3 the interests of the citizens of Hawaii. Net energy metering
- 4 advances each of these goals in a manner that marshals
- 5 substantial federal moneys and private capital.
- 6 The legislature also finds that net energy metering should
- 7 continue even if the public utilities commission establishes
- 8 alternative compensation systems for distributed power
- 9 generators, such as feed-in tariffs, because net energy metering
- 10 serves a different need in the renewable energy marketplace.
- 11 The legislature further finds that customer-generators with net
- 12 energy metering contracts should be allowed to maintain those
- 13 existing contracts, even if new alternative distributed
- 14 generation procurement programs emerge.
- 15 The purpose of this Act is to ensure that existing net
- 16 energy metering contracts may be maintained even if the public
- 17 utilities commission establishes alternative mechanisms for

- 1 crediting or otherwise compensating customer-generators for
- 2 exported power.
- 3 SECTION 2. Section 269-110, Hawaii Revised Statutes, is
- 4 amended to read as follows:
- 5 "§269-110 Termination by eligible customer-generators.
- 6 (a) If an eligible customer-generator terminates the customer
- 7 relationship with the electric utility, the electric utility
- 8 shall reconcile the eligible customer-generator's consumption
- 9 and production of electricity, including any unused credits for
- 10 excess electricity from the eligible customer-generator carried
- 11 over from prior months, for the period following the last
- 12 twelve-month reconciliation period to the date of termination of
- 13 the relationship, according to the requirements set forth in
- 14 this part.
- 15 (b) If the public utilities commission at any time
- 16 establishes alternative mechanisms for crediting or otherwise
- 17 compensating eligible customer-generators for exported power,
- 18 eligible customer-generators with existing net energy metering
- 19 contracts shall have the option of maintaining those existing
- 20 net energy metering contracts rather than converting to new
- 21 alternative credits or compensation mechanisms."
- 22 SECTION 3. New statutory material is underscored.

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SECTION 4. This Act shall take effect upon its approval.

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# S.B. NO. 2287

### Report Title:

Net Energy Metering; Renewable Energy; Public Utilities Commission

### Description:

Provides eligible customer-generators with the option to maintain existing net metering contracts even if the public utilities commission establishes alternative mechanisms for crediting or otherwise compensating eligible customer-generators for exported power.

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