

SENATE BILL REPORT

HB 1416

As of March 15, 2023

Title: An act relating to applying the affected market customer provisions of the Washington clean energy transformation act to nonresidential customers of consumer-owned utilities.

Brief Description: Applying the affected market customer provisions of the Washington clean energy transformation act to nonresidential customers of consumer-owned utilities.

Sponsors: Representatives Doglio, Ramel, Berry, Lekanoff and Reed; by request of Department of Commerce.

Brief History: Passed House: 2/9/23, 58-39.

Committee Activity: Environment, Energy & Technology: 3/17/23.

Brief Summary of Bill

- Modifies the affected market customer provisions of the Clean Energy Transformation Act to include customers of consumer-owned utilities as well as those from investor-owned utilities.

SENATE COMMITTEE ON ENVIRONMENT, ENERGY & TECHNOLOGY

Staff: Kimberly Cushing (786-7421)

Background: Clean Energy Transformation Act. In 2019, the Legislature passed the Clean Energy Transformation Act (CETA), which requires Washington's electric utilities to meet 100 percent of their retail electric load using non-emitting and renewable resources by January 1, 2045. CETA requires electric utilities to eliminate coal-fired resources from their allocation of electricity by December 31, 2025, and make all retail sales of electricity greenhouse gas neutral by January 1, 2030.

Under CETA, market customers are defined as nonresidential retail electric customers of an electric utility that:

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- purchase electricity from an entity other than the utility it is directly interconnected with; or
- generate electricity to meet 100 percent of its own needs.

An affected market customer is a customer of an investor-owned utility (IOU) who becomes a market customer after May 7, 2019. Affected market customers must comply with the greenhouse gas neutral standard and the 100 percent clean electricity standard under CETA.

Summary of Bill: Affected market customers of consumer-owned utilities, as well as IOUs, must comply with the greenhouse gas neutral standard and the 100 percent clean electricity standard under CETA.

Appropriation: None.

Fiscal Note: Available.

Creates Committee/Commission/Task Force that includes Legislative members: No.

Effective Date: Ninety days after adjournment of session in which bill is passed.