# CERTIFICATION OF ENROLLMENT

# SUBSTITUTE HOUSE BILL 1117

Chapter 200, Laws of 2023

68th Legislature 2023 Regular Session

POWER SUPPLY ADEQUACY—ENERGY RESOURCE ADEQUACY STAKEHOLDER MEETINGS

EFFECTIVE DATE: July 23, 2023

Passed by the House April 14, 2023 CERTIFICATE Yeas 96 Nays 0 I, Bernard Dean, Chief Clerk of the House of Representatives of the LAURIE JINKINS State of Washington, do hereby Speaker of the House of certify that the attached is SUBSTITUTE HOUSE BILL 1117 as Representatives passed by the House of Representatives and the Senate on the dates hereon set forth. Passed by the Senate April 11, 2023 Yeas 47 Nays 2 BERNARD DEAN Chief Clerk DENNY HECK President of the Senate Approved May 1, 2023 2:51 PM FILED May 2, 2023

JAY INSLEE

Secretary of State State of Washington

Governor of the State of Washington

## SUBSTITUTE HOUSE BILL 1117

### AS AMENDED BY THE SENATE

Passed Legislature - 2023 Regular Session

#### State of Washington 68th Legislature 2023 Regular Session

Environment & (originally Energy sponsored bv Representatives Mosbrucker, Dye, Leavitt, Schmidt, Christian, and Walsh)

READ FIRST TIME 02/16/23.

- AN ACT Relating to addressing the extent to which Washington 1 2 residents are at risk of rolling blackouts and power supply
- 3 inadequacy events; amending RCW 19.280.065; creating a new section;
- and providing an expiration date. 4

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- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 NEW SECTION. Sec. 1. The legislature finds that the electric 7 grid is undergoing profound changes. Due to decreasing costs of 8 renewable generation and policies like the clean transformation act, the grid is gradually evolving from one built to 9 10 deliver to the customer electricity from centralized 11 generation plants to one with variable energy resources like wind 12 turbines and solar panels dispersed geographically across a broad 13 landscape. As described in the 2021 Washington state energy strategy, 14 the grid that our region is transitioning to will require greater 15 transmission capacity and make greater use of energy storage and 16 customer-side resources to manage the generation on the supply side.
  - clean electricity replaces fossil fuels in the economy, the transmission and distribution infrastructure, the sticks and wires of the grid, must meet increasingly complex service requirements and loads. The changing demand includes, but is not limited to, population changes, vehicle charging, serving other

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specialized technology that requires high power quality, electrification of building-related end uses now served by fossil fuels, electricity deployed on the customer side of the meter through net metering, community solar programs, and the growth of demand response programs.

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Further, the clean energy transformation act requires that utilities making investments in new resources after May 2019, rely on energy efficiency, demand response, renewable resources, and energy storage to the maximum extent feasible, while transitioning away from coal and natural gas-fired generation. Electric utilities are actively working to ensure resource adequacy through the development of explicit resource adequacy standards and a standardized resource adequacy program. This work is ongoing and should result in a binding and enforceable program with a robust public oversight mechanism. Understanding and addressing any energy adequacy challenges created by a deeply decarbonized grid is key to keeping the state's supply of electricity reliable.

- 18 **Sec. 2.** RCW 19.280.065 and 2020 c 63 s 2 are each amended to 19 read as follows:
  - (1) At least once every twelve months, the department and the commission shall jointly convene a meeting of representatives of the investor-owned utilities and consumer-owned utilities, regional planning organizations, transmission operators, energy analytics experts at Pacific Northwest national laboratory, and stakeholders to discuss the current, short-term, and long-term adequacy of energy resources to serve the state's electric needs, and address specific steps the utilities can take to coordinate planning in light of the significant changes to the Northwest's power system but not limited to, technological developments, including, retirements of legacy baseload power generation resources, and changes in laws and regulations affecting power supply options. The department and commission shall provide a summary of these meetings, including any specific action items, to the governor and legislature within sixty days of the meeting.
  - (2) In 2023, the meeting convened by the department and the commission pursuant to subsection (1) of this section must address strategies to ensure power supply adequacy to avoid the risk of rolling blackouts. The meeting must also focus discussion on the extent to which proposed laws and regulations may require new state

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- 1 policy for resource adequacy. The stakeholder meeting should seek to
- 2 <u>identify</u> regulatory and statutory incentives to enhance and ensure
- 3 resource adequacy and reliability. If regional energy analytics
- 4 capability is established at Pacific Northwest national laboratory,
- 5 the department and the commission must invite the Pacific Northwest
- 6 <u>national laboratory to the meeting to provide relevant analytics to</u>
- 7 <u>inform the discussion</u>.
- 8 (3) This section expires January 1, ((2025)) 2031.

Passed by the House April 14, 2023. Passed by the Senate April 11, 2023. Approved by the Governor May 1, 2023. Filed in Office of Secretary of State May 2, 2023.

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