1-1 1-2 1-3 1-4 1-5 1-6	By: Menéndez, Eckhardt, Zaffirini S.B. No. 114 (In the Senate - Filed November 14, 2022; February 15, 2023, read first time and referred to Committee on Business & Commerce; April 28, 2023, reported adversely, with favorable Committee Substitute by the following vote: Yeas 11, Nays 0; April 28, 2023, sent to printer.)
1-7	COMMITTEE VOTE
1-8	Yea Nay Absent PNV
1-9	Schwertner X
1-10	King X
1-11 1-12	Birdwell X Campbell X
1-12	Creighton X
1-14	Johnson X
1-15	Kolkhorst X
1 - 16 1 - 17	Menéndez X Middleton X
1-17	Nichols X
1-19	Zaffirini X
1-20	COMMITTEE SUBSTITUTE FOR S.B. No. 114 By: Menéndez
1-21	A BILL TO BE ENTITLED
1-22	AN ACT
1-23	relating to the provision of electricity service in the ERCOT power
1-24	region.
1-25	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
1-26	SECTION 1. Section 39.101(b), Utilities Code, is amended to
1-27 1-28	read as follows: (b) A customer is entitled:
1-29	(1) to be informed about rights and opportunities in
1-30	the transition to a competitive electric industry;
1-31	(2) to choose the customer's retail electric provider
1-32 1-33	consistent with this chapter, to have that choice honored, and to assume that the customer's chosen provider will not be changed
1-34	without the customer's informed consent;
1-35	(3) to have access to providers of energy efficiency
1-36	services, to on-site distributed generation, and to providers of
1-37 1-38	energy generated by renewable energy resources; (4) to be served by a provider of last resort that
1-39	offers a commission-approved standard service package;
1-40	(5) to receive sufficient information to make an
1-41	informed choice of service provider;
1-42 1-43	(6) to be protected from unfair, misleading, or deceptive practices, including protection from being billed for
1-44	services that were not authorized or provided; [and]
1-45	(7) to have an impartial and prompt resolution of
1-46	disputes with its chosen retail electric provider and transmission
1-47	and distribution utility:
1-48 1-49	(8) to participation in demand response programs through retail electric providers that offer demand response
1-50	programs; and
1-51	(9) to receive notice from the retail electric
1-52	provider that serves the customer when the independent organization
1 - 53 1 - 54	certified under Section 39.151 for the ERCOT power region issues an emergency energy alert.
1-55	SECTION 2. Subchapter Z, Chapter 39, Utilities Code, is
1-56	amended by adding Section 39.919 to read as follows:
1-57	Sec. 39.919. AVERAGE TOTAL RESIDENTIAL LOAD REDUCTION
1 - 58 1 - 59	GOALS. (a) The commission by rule shall establish goals in the ERCOT power region to reduce the average total residential load.
1-60	(b) The rules adopted under Subsection (a) must provide for

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the adoption of a program that: 2-1 2-2 (1) provides demand response <u>participation</u> to customers where reasonably available; 2-3 residential 2-4 (2) promotes the use of smart metering technology; 2-5 is capable of responding to an emergency energy (3) 2-6 alert about low operating reserves issued by the independent organization certified under Section 39.151 for the ERCOT power 2-7 2-8 region; 2-9 (4)provides for opportunities demand response 2**-**10 2**-**11 providers to contract with retail electric providers to provide demand response services; 2-12 (5) ensures the program does not impact the critical needs of vulnerable populations; 2-13 (6) facilitates the 2-14 widespread deployment of smart responsive appliances and devices in a manner that enables the customer's appliance or device to be enrolled as part of a demand 2**-**15 2**-**16 2-17 response product or plan offered by a retail electric provider; 2-18 (7) establishes the method by which the components the ratio described by Subsection (c) are calculated for purposes 2-19 2-20 2-21 of determining whether the goals described by Subsection (a) have been achieved; 2-22 (8) provides for achievement of demand reductions within both summer and winter seasons; and 2-23 (9) allows a retail electric provider that offers 2-24 2**-**25 2**-**26 demand response program under this section to obtain funding for the demand response program through an energy efficiency incentive 2-27 program established under Section 39.905. 2-28 (c) The goals described by Subsection (a) must be calculated as a ratio by dividing the amount of load reduced at peak demand by the total amount of demand, at the same time, of all residential customers who have responsive appliances or devices at their premises that reduce the electric consumption of the customers. 2-29 2-30 2-31 2-32 2-33 SECTION 3. The Public Utility Commission of Texas shall adopt rules as necessary for the adoption of a program to begin 2-34 facilitating the widespread deployment of appliances and devices capable of being part of a demand response product or plan offered 2-35 2-36 2-37 by a retail electric provider, as provided by Section 39.919(b)(6), 2-38 Utilities Code, as added by this Act, before December 31, 2024. 2-39 SECTION 4. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this 2-40 2-41 2-42 Act does not receive the vote necessary for immediate effect, this 2-43 Act takes effect September 1, 2023.

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