Amend CSHB 1365 as follows:

(1) On page 9, between lines 4 and 5, insert the following new appropriately numbered SECTION of the bill and renumber subsequent SECTIONS accordingly:

SECTION ___. Section 386.205, Health and Safety Code, is amended to read as follows:

Sec. 386.205. EVALUATION OF STATE ENERGY EFFICIENCY PROGRAMS. (a) In cooperation with the laboratory, the utility commission shall provide an annual report to the commission that, by county, quantifies the reductions of energy demand, peak loads, and associated emissions of air contaminants achieved from the programs implemented under this subchapter and from those implemented under Section 39.905, Utilities Code.

- (b) The commission shall compute energy efficiency credits based on the energy savings incentive programs under Section 39.905, Utilities Code.
- (c) The commission shall include the energy efficiency credits described by Subsection (b) in the state implementation plan.
- (2) On page 15, after line 16, add the following new appropriately numbered SECTION of the bill:

SECTION ___. Not later than the first anniversary of the effective date of this Act, the Texas Commission on Environmental Quality shall develop a method for computing energy efficiency credits as required by Section 386.205(b), Health and Safety Code, as added by this Act.