

By: Patterson

H.B. No. 2908

Substitute the following for H.B. No. 2908:

By: King of Parker

C.S.H.B. No. 2908

A BILL TO BE ENTITLED

AN ACT

1
2 relating to a study of potential rules, procedures, and protocols
3 to eliminate or compensate for market distortion caused by certain
4 federal tax credits.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Subchapter D, Chapter 39, Utilities Code, is
7 amended by adding Section 39.159 to read as follows:

8 Sec. 39.159. ELIMINATING EFFECTS OF CERTAIN FEDERAL TAX
9 CREDITS. (a) The commission and the ERCOT independent system
10 operator shall study potential rules, operating procedures, and
11 protocols to eliminate or compensate for any distortion in
12 electricity pricing in the ERCOT power region caused by a federal
13 tax credit provided under 26 U.S.C. Section 45. The commission
14 shall request comments from interested parties as part of the
15 study.

16 (b) The scope of the study under this section must include
17 peak price formation, negative pricing, ancillary services,
18 congestion, reserve margins, and transmission and distribution
19 costs.

20 (c) The commission shall include the results of the study in
21 the report required by Section 31.003 to be submitted to the
22 legislature before January 15, 2021.

23 (d) This section expires September 1, 2021.

24 SECTION 2. This Act takes effect September 1, 2019.