By: Davis

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H.B. No. 2529

A BILL TO BE ENTITLED

AN ACT

2 relating to the membership of the governing body of the independent 3 organization certified for the ERCOT power region.

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

5 SECTION 1. Section 39.151, Utilities Code, is amended by 6 amending Subsections (g) and (g-1) and adding Subsection (g-2) to 7 read as follows:

maintain certification 8 (q) To independent as an 9 organization under this section, an organization's governing body must be composed of persons specified by this section and selected 10 11 in accordance with formal bylaws or protocols of the organization. 12 The bylaws or protocols must be approved by the commission and must reflect the input of the commission. The bylaws must specify the 13 process by which appropriate stakeholders elect members and, for 14 unaffiliated members, prescribe professional qualifications for 15 16 selection as a member. The bylaws must require the use of a professional search firm to identify candidates for membership of 17 unaffiliated members. The process must allow for commission input 18 in identifying candidates. The governing body must be composed of: 19

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(1) [the chairman of the commission as an ex officio nonvoting member;

22 $\left[\frac{(2)}{(2)}\right]$ the counsellor as an ex officio voting member 23 representing residential and small commercial consumer interests; 24 $\underline{(2)}\left[\frac{(3)}{(3)}\right]$ the chief executive officer of the

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1 independent organization as an ex officio voting member; (3) [(4)] six market participants elected by their 2 3 respective market segments to serve one-year terms, with: (A) one representing independent generators; 4 5 (B) one representing investor-owned utilities; (C) one representing power marketers; 6 one representing retail electric providers; 7 (D) 8 (E) one representing municipally owned utilities; and 9 10 (F) one representing electric cooperatives; (4) [(5)] one member representing industrial consumer 11 interests and elected by the industrial consumer market segment to 12 13 serve a one-year term; 14 (5) [(6)] one member representing large commercial 15 consumer interests selected in accordance with the bylaws to serve a one-year term; and 16 17 (6) (7) five members unaffiliated with any market segment and selected by the other members of the governing body to 18 serve three-year terms. 19 20 (g-1) The presiding officer of the governing body must be one of the members described by Subsection (g)(6) [(g)(7)]. 21 (g-2) To maintain certification as an independent 22 organization under this section, an organization's governing body 23 24 may not include a commissioner as a member. 25 SECTION 2. This Act takes effect September 1, 2021.

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