By: DeshotelH.B. No. 3624Substitute the following for H.B. No. 3624:By: PaddieC.S.H.B. No. 3624

A BILL TO BE ENTITLED

1	AN ACT
2	relating to certain distributed electricity resources.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Chapter 35, Utilities Code, is amended by adding
5	Subchapter F to read as follows:
6	SUBCHAPTER F. DISTRIBUTED RENEWABLE GENERATION AND DISTRIBUTED
7	ENERGY STORAGE
8	Sec. 35.201. DEFINITIONS. In this subchapter:
9	(1) "Distributed renewable generation" has the
10	meaning assigned by Section 39.916.
11	(2) "Distributed energy storage" has the meaning
12	assigned by Section 39.9165.
13	Sec. 35.202. OWNER OR OPERATOR USE. (a) An owner or
14	operator of distributed renewable generation or distributed energy
15	storage that is installed on the retail electric customer's side of
16	the meter is entitled to use the generation or storage to sell
17	electricity or ancillary services at wholesale in a manner
18	consistent with the provisions of this title.
19	(b) A retail electric customer described by Subsection (a)
20	is not required to register as a power generation company under
21	Section 39.351(a).
22	SECTION 2. Subchapter Z, Chapter 39, Utilities Code, is
23	amended by adding Section 39.9165 to read as follows:
24	Sec. 39.9165. DEVICES USED WITH DISTRIBUTED RENEWABLE

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1 GENERATION AND DISTRIBUTED ENERGY STORAGE. (a) In this section: 2 (1) "Distributed renewable generation" has the 3 meaning assigned by Section 39.916. 4 (2) "Distributed energy storage" means electric 5 energy storage with a capacity of not more than 2,000 kilowatts that is installed on a retail electric customer's side of the meter. 6 (3) "Owner" means: 7 8 (A) an owner of distributed renewable generation; 9 10 (B) an owner of distributed energy storage; 11 (C) an owner of distributed renewable generation 12 and distributed energy storage; (D) a retail electric customer on whose side of 13 14 the meter distributed renewable generation or distributed energy storage is installed and operated regardless of whether the 15 customer takes ownership of the generation or storage; or 16 17 (E) a person who by contract is assigned ownership rights to energy produced from distributed renewable 18 19 generation or distributed energy storage located at the premises of the customer on the customer's side of the meter. 20 21 (b) An electric utility shall allow an owner to use an owner-supplied, UL-certified device designed to isolate and 22 disconnect household loads on the retail electric customer's side 23 24 of the meter. SECTION 3. This Act takes effect September 1, 2021. 25

C.S.H.B. No. 3624