By: Schwertner S.B. No. 2109

A BILL TO BE ENTITLED

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- 2 relating to the provision of electricity service in this state.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 39.101(b), Utilities Code, is amended to
- 5 read as follows:
- 6 (b) A customer is entitled:
- 7 (1) to be informed about rights and opportunities in
- 8 the transition to a competitive electric industry;
- 9 (2) to choose the customer's retail electric provider
- 10 consistent with this chapter, to have that choice honored, and to
- 11 assume that the customer's chosen provider will not be changed
- 12 without the customer's informed consent;
- 13 (3) to have access to providers of energy efficiency
- 14 services, to on-site distributed generation, and to providers of
- 15 energy generated by renewable energy resources;
- 16 (4) to be served by a provider of last resort that
- 17 offers a commission-approved standard service package;
- 18 (5) to receive sufficient information to make an
- 19 informed choice of service provider;
- 20 (6) to be protected from unfair, misleading, or
- 21 deceptive practices, including protection from being billed for
- 22 services that were not authorized or provided; [and]
- 23 (7) to have an impartial and prompt resolution of
- 24 disputes with its chosen retail electric provider and transmission

- 1 and distribution utility:
- 2 (8) to participation in demand response programs
- 3 through retail electric providers and demand response providers;
- 4 and
- 5 (9) to receive notice from the retail electric
- 6 provider that serves the customer:
- 7 (A) when the independent organization certified
- 8 under Section 39.151 for the ERCOT power region issues an emergency
- 9 energy alert about low operating reserves to providers of
- 10 generation in the power region; or
- 11 (B) of imminent rolling outages and the length of
- 12 time the outages are planned or expected to last.
- SECTION 2. Subchapter Z, Chapter 39, Utilities Code, is
- 14 amended by adding Section 39.918 to read as follows:
- 15 Sec. 39.918. RESIDENTIAL DEMAND RESPONSE PROGRAM. (a) The
- 16 commission by rule shall require each retail electric provider in
- 17 the ERCOT power region to create a residential demand response
- 18 program to reduce the average total residential load by at least:
- 19 (1) one percent of peak summer and winter demand by
- 20 December 31, 2022;
- 21 (2) two percent of peak summer and winter demand by
- 22 <u>December 31, 2023;</u>
- 23 (3) three percent of peak summer and winter demand by
- 24 December 31, 2024; and
- 25 (4) five percent of peak summer and winter demand by
- 26 December 31, 2025.
- 27 (b) The rules must:

- 1 (1) ensure that demand response participation is 2 reasonably available to residential customers;
- 3 (2) promote the use of smart metering technology;
- 4 (3) ensure that demand response programs are capable
- 5 of responding to an emergency energy alert about low operating
- 6 reserves issued by the independent organization certified under
- 7 Section 39.151 for the ERCOT power region;
- 8 (4) provide opportunities for demand response
- 9 providers to contract with retail electric providers to provide
- 10 demand response services; and
- 11 (5) ensure the program does not impact the critical
- 12 needs of vulnerable populations.
- SECTION 3. Subchapter A, Chapter 186, Utilities Code, is
- 14 amended by adding Section 186.008 to read as follows:
- 15 Sec. 186.008. TRANSMISSION OUTAGE PLAN. (a) In this
- 16 section, "commission" means the Public Utility Commission of Texas.
- 17 (b) The commission by rule shall require all electric
- 18 utilities, as defined by Section 31.002, municipally owned
- 19 utilities, and electric cooperatives that own transmission and
- 20 distribution assets in this state to file and implement an outage
- 21 plan that includes a plan for shutting off customer access to
- 22 electricity in the event of the need for rolling outages to prevent
- 23 <u>brown-outs and black-outs.</u> The rules must:
- 24 (1) require the utility or cooperative to update the
- 25 plan annually;
- 26 (2) share the plan with the independent system
- 27 operator, as defined by Section 31.002, for the area in which the

- 1 utility or cooperative operates; and
- 2 (3) require the utility or cooperative to make the
- 3 plan publicly available.
- 4 (c) The commission may require an electric utility,
- 5 municipally owned utility, or electric cooperative subject to this
- 6 section to file an updated transmission outage plan if the
- 7 commission finds that a transmission outage plan on file does not
- 8 contain adequate information.
- 9 SECTION 4. This Act takes effect immediately if it receives
- 10 a vote of two-thirds of all the members elected to each house, as
- 11 provided by Section 39, Article III, Texas Constitution. If this
- 12 Act does not receive the vote necessary for immediate effect, this
- 13 Act takes effect September 1, 2021.