By: Hunter H.B. No. 3387

## A BILL TO BE ENTITLED

	AN ACT

- 2 relating to the participation of aggregated distributed energy
- 3 resources in the ERCOT market.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 31.002(17), Utilities Code, is amended
- 6 to read as follows:
- 7 (17) "Retail electric provider" means a person that
- 8 sells electric energy to retail customers in this state. A retail
- 9 electric provider may not own or operate generation assets but may
- 10 <u>aggregate distributed energy resources</u>. The term does not include
- 11 a person not otherwise a retail electric provider who owns or
- 12 operates equipment used solely to provide electricity charging
- 13 service for consumption by an alternatively fueled vehicle, as
- 14 defined by Section 502.004, Transportation Code.
- 15 SECTION 2. Section 39.351, Utilities Code, is amended by
- 16 amending Subsection (a) and adding Subsection (a-1) to read as
- 17 follows:
- 18 (a) A person may not generate electricity unless the person
- 19 is:
- 20 (1) registered with the commission as a power
- 21 generation company in accordance with this section; or
- 22 (2) aggregating distributed energy resources under
- 23 Section 39.3515.
- 24 (a-1) A person may register as a power generation company by

- 1 filing the following information with the commission:
- 2 (1) a description of the location of any facility used
- 3 to generate electricity;
- 4 (2) a description of the type of services provided;
- 5 (3) a copy of any information filed with the Federal
- 6 Energy Regulatory Commission in connection with registration with
- 7 that commission; and
- 8 (4) any other information required by commission rule,
- 9 provided that in requiring that information the commission shall
- 10 protect the competitive process in a manner that ensures the
- 11 confidentiality of competitively sensitive information.
- 12 SECTION 3. Subchapter H, Chapter 39, Utilities Code, is
- 13 amended by adding Section 39.3515 to read as follows:
- 14 Sec. 39.3515. AGGREGATED DISTRIBUTED ENERGY RESOURCES. (a)
- 15 A person who aggregates distributed energy resources shall:
- 16 (1) comply with rules, guidelines, and registration
- 17 requirements established by the commission and by Chapter 17 and
- 18 this chapter that apply to distributed energy resources; and
- 19 (2) ensure the compliance of a subcontractor, an
- 20 agent, or any other entity compensated by the person for all
- 21 <u>distributed energy resource activities conducted on the person's</u>
- 22 behalf by a subcontractor, agent, or other entity.
- 23 <u>(b) The commission may establish rules and registration</u>
- 24 requirements for the aggregation of distributed energy resources.
- 25 SECTION 4. This Act takes effect September 1, 2023.