A BILL FOR AN ACT

RELATING TO NET ENERGY METERING.

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

1 SECTION 1. The legislature finds that Hawaii has supported 2 its growing solar energy market with incentives including tax 3 credits, net metering, and feed-in tariffs. Numerous policies 4 have been introduced in recent years to encourage the use of renewable energy and work toward the goals of the Hawaii Clean 5 Energy Initiative. The legislature further finds that although 6 incentives have encouraged many residential users to invest in 7 solar technology for their homes, only twenty-two to twenty-8 9 seven per cent of residential buildings in the State are 10 suitable for hosting on-site photovoltaic energy systems due to 11 structural features, shading, or ownership issues. The 12 legislature further finds that solar energy programs need to 13 provide options for residents or tenants in multi-unit buildings, residences or other buildings with rooftops that do 14 not allow for photovoltaic system placement, or persons who 15 16 otherwise cannot install a photovoltaic system on-site. The 17 legislature finds that group net metering is an approach that has been used in other states and municipalities to make 18 HB LRB 12-0633-1.doc

photovoltaic energy generation more accessible to households and
consumers and broaden investment in solar energy.

3 The legislature finds that participation in a group net 4 metering program can help consumers lower their up-front 5 purchase costs for solar energy systems. Group net metering may 6 also help the State reach its solar energy goals faster by 7 accelerating solar purchases. The legislature also finds that 8 group net metering projects create an opportunity for many 9 people to invest in solar energy who are otherwise unable to install a photovoltaic energy system on their own rooftop. 10 11 Virtual net metering, a type of group net metering that is 12 available to entire communities, enables participants to receive 13 utility bill credits or another agreed-upon form of compensation for the electricity produced by their share of a jointly-owned 14 15 photovoltaic system.

16 The purpose of this Act is to encourage further investment 17 in photovoltaic energy in Hawaii by directing public electric 18 utilities to permit group net metering and directing the public 19 utilities commission to adopt rules for group net metering. 20 SECTION 2. Chapter 269, Hawaii Revised Statutes, is

21 amended by adding a new section to part VI to be appropriately22 designated and to read as follows:



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1	" <u>§</u> 269	9- Group net metering. (a) Beginning July 1,
2	2013, an e	electric utility shall provide group net metering at
3	the reques	st of an eligible customer-generator.
4	<u>(b)</u>	No later than July 1, 2013, the public utilities
5	commission	n shall adopt rules, pursuant to chapter 91, relating
6	to group 1	net metering that prescribe, at a minimum, the
7	following:	
8	(1)	The number of customer-generators that may participate
9		in a group net metering system;
10	(2)	The allowable geographic distribution of customers
11		that may participate in a group net metering system;
12	(3)	The total number of kilowatts that may be aggregated
13		among all customers participating in a group net
14		metering system;
15	(4)	The distribution of excess electricity credits among
16		meters or customers within a group net metering
17		system; and
18	(5)	A standard contract or tariff providing for group net
19		metering; provided that rate classes for customers
20		shall not change due to participation in group net
21		metering."



2 amended by adding a new definition to be appropriately inserted 3 and to read as follows: "Group net metering" means a group of customers, or a 4 single customer with multiple meters, of an electric utility 5 6 located within the same electric utility service area who have elected to combine meters as a single billing entity for the 7 8 purposes of net energy metering." SECTION 4. New statutory material is underscored. 9 SECTION 5. This Act shall take effect upon its approval. 10 11 INTRODUCED BY: 3. Fee Hekoluma hu la a Belant JAN 2 3 2012 LRB 12-0633-1.doc HB

SECTION 3. Section 269-101, Hawaii Revised Statutes, is

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Report Title: Net Energy Metering; Group Net Metering; Public Utilities Commission

Description:

Authorizes group net metering among electric utility customers beginning 7/1/2013. Directs the PUC to adopt rules for group net metering.

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