

SENATE BILL NO. 59—COMMITTEE ON
COMMERCE, LABOR AND ENERGY

(ON BEHALF OF THE GOVERNOR)

PREFILED DECEMBER 15, 2010

Referred to Committee on Commerce, Labor and Energy

SUMMARY—Increases the cumulative capacity of net metering systems operating within the service area of an electric utility. (BDR 58-408)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: No.

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EXPLANATION – Matter in ***bolded italics*** is new; matter between brackets **[omitted material]** is material to be omitted.

AN ACT relating to public utilities; increasing the cumulative capacity of net metering systems operating within the service area of an electric utility; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

1 Existing law requires a public utility that supplies electricity in this State to
2 offer net metering to the customer-generators operating within the service area of
3 the utility until the cumulative capacity of net metering systems operating within
4 the service area exceeds 1 percent of the peak capacity of the utility.
5 (NRS 704.773) This bill requires a public utility that supplies electricity in this
6 State to offer net metering to the customer-generators operating within the service
7 area of the utility until the cumulative capacity of net metering systems operating
8 within the service area exceeds 5 percent of the peak capacity of the utility.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN
SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 **Section 1.** NRS 704.773 is hereby amended to read as follows:
2 704.773 1. A utility shall offer net metering, as set forth in
3 NRS 704.775, to the customer-generators operating within its
4 service area until the cumulative capacity of all such net metering
5 systems is equal to **H**5 percent of the utility's peak capacity.



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1 2. If the net metering system of a customer-generator who
2 accepts the offer of a utility for net metering has a capacity of not
3 more than 100 kilowatts, the utility:

4 (a) Shall offer to make available to the customer-generator an
5 energy meter that is capable of registering the flow of electricity in
6 two directions.

7 (b) May, at its own expense and with the written consent of the
8 customer-generator, install one or more additional meters to monitor
9 the flow of electricity in each direction.

10 (c) Shall not charge a customer-generator any fee or charge that
11 would increase the customer-generator's minimum monthly charge
12 to an amount greater than that of other customers of the utility in the
13 same rate class as the customer-generator.

14 3. If the net metering system of a customer-generator who
15 accepts the offer of a utility for net metering has a capacity of more
16 than 100 kilowatts, the utility:

17 (a) May require the customer-generator to install at its own cost:
18 (1) An energy meter that is capable of measuring generation
19 output and customer load; and

20 (2) Any upgrades to the system of the utility that are required
21 to make the net metering system compatible with the system of the
22 utility.

23 (b) Except as otherwise provided in paragraph (c), may charge
24 the customer-generator any applicable fee or charge charged to other
25 customers of the utility in the same rate class as the customer-
26 generator, including, without limitation, customer, demand and
27 facility charges.

28 (c) Shall not charge the customer-generator any standby charge.
29 At the time of installation or upgrade of any portion of a net
30 metering system, the utility must allow a customer-generator
31 governed by this subsection to pay the entire cost of the installation
32 or upgrade of the portion of the net metering system.

33 4. The Commission shall adopt regulations prescribing the
34 form and substance for a net metering tariff and a standard net
35 metering contract. The regulations must include, without limitation:

36 (a) The particular provisions, limitations and responsibilities of
37 a customer-generator which must be included in a net metering tariff
38 with regard to:

39 (1) Metering equipment;
40 (2) Net energy metering and billing; and
41 (3) Interconnection,

42 At the time of installation or upgrade of any portion of a net
43 metering system.

44 (b) The particular provisions, limitations and responsibilities of
45 a customer-generator and the utility which must be included in a
standard net metering contract.



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1 (c) A timeline for processing applications and contracts for net
2 metering applicants.

3 (d) Any other provisions the Commission finds necessary to
4 carry out the provisions of NRS 704.766 to 704.775, inclusive.

5 **Sec. 2.** This act becomes effective on July 1, 2011.

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