

Requested by Senator OLSEN

**PROPOSED AMENDMENTS TO  
HOUSE BILL 2020**

1 On page 8 of the printed bill, delete lines 40 through 44.

2 In line 45, delete “(c)” and insert “(b)”.

3 On page 9, delete lines 25 through 32.

4 In line 33, delete “(d)” and insert “(c)”.

5 In line 35, delete “(e)” and insert “(d)”.

6 On page 11, line 32, before “The” insert “(1)”.

7 In line 33, after “Office” insert “, in consultation with the Public Utility  
8 Commission,”.

9 In line 34, after “companies” delete the rest of the line and lines 35  
10 through 39 and insert “for the exclusive benefit of retail electricity consum-  
11 ers, as defined in ORS 757.600.

12 “(1) Rules adopted under this section must:

13 “(a) Preserve the incentive for an electric company that receives a direct  
14 distribution of allowances to reduce greenhouse gas emissions from electric-  
15 ity that the electric company generates or purchases to serve the load of the  
16 electric company’s retail electricity consumers in Oregon.

17 “(b) Maintain and support competition within the wholesale and retail  
18 electricity markets by, at a minimum, requiring an electric company that  
19 receives a direct distribution of allowances to consider the full cost of  
20 greenhouse gas emissions attributable to generation of electricity when  
21 making:

1       “(A) Bids into competitive power markets; and

2       “(B) Decisions concerning dispatch, procurement and investment.

3       “(c) Subject to the oversight of the commission, allow an electric company  
4 to use allowances directly distributed under this section only to meet com-  
5 pliance obligations associated with generation of electricity to serve the load  
6 of the electric company’s retail electricity consumers in Oregon.

7       “(d) Require an electric company that receives a direct distribution of  
8 allowances to annually submit a report to the Carbon Policy Office on the  
9 electric company’s use of the allowances and receipt of proceeds from the  
10 sale of any allowances.

11       “(e) Ensure that the distribution of allowances to electric utilities and  
12 electric companies’ use of revenues received from the sale of allowances:

13       “(A) Do not provide retail electricity consumers with a cost advantage for  
14 purchasing electricity at a cost-of-service rate rather than through direct  
15 access, as defined in ORS 757.600; and

16       “(B) Do not discriminate against retail electricity consumers that pur-  
17 chase electricity through direct access relative to retail electricity consum-  
18 ers that purchase electricity at a cost-of-service rate.

19       “(3) The rules must include provisions necessary to implement direct dis-  
20 tributions of allowances to electric companies as follows:”.

21       In line 40, delete “(1)” and insert “(a)”.

22       On page 12, line 6, delete “(2)” and insert “(b)”.

23       In line 20, delete “(2)(e)” and insert “(2)(d)”.

24       On page 13, line 33, after “Act” insert “if the covered entity or opt-in  
25 entity was placed in operation after January 1, 2019”.

26       On page 28, line 9, delete “proceeds” and insert “the value”.

27       In line 10, after “sale” insert “or use”.

28       In line 13, delete “and”.

29       In line 17, delete the period and insert “;

30       “(c) To be used only in a manner that preserves the incentive for an

1 electric company that receives a direct distribution of allowances to reduce  
2 greenhouse gas emissions from electricity generated or purchased to serve  
3 the load of the electric company's retail electricity consumers in Oregon;

4 "(d) To be used only in a manner that maintains and supports competition  
5 within the wholesale and retail electricity markets by, at a minimum, re-  
6 quiring an electric company that receives a direct distribution of allowances  
7 to consider the full cost of greenhouse gas emissions attributable to the  
8 generation of electricity when making:

9 "(A) Bids into competitive power markets; and

10 "(B) Decisions concerning dispatch, procurement and investment;

11 "(e) To be used only in a manner that does not discriminate against retail  
12 electricity consumers that purchase electricity through direct access relative  
13 to retail electricity consumers that purchase electricity at a cost-of-service  
14 rate; and

15 "(f) To be used only to meet compliance obligations arising from  
16 greenhouse gas emissions attributable to electricity sold to serve the load  
17 of the electric company's retail electricity consumers in Oregon."

18 On page 32, after line 33, insert:

19 "(9) The office may adjust by rule the registration and reporting require-  
20 ments under subsection (2) of this section if necessary to accommodate par-  
21 ticipation in an energy imbalance market by persons who import, sell,  
22 allocate or distribute electricity, or as necessary to otherwise address de-  
23 velopments in electricity markets."

24 In line 34, delete "(9)" and insert "(10)".

25 In line 38, delete "(10)" and insert "(11)".

26 In line 42, delete "(11)(a)" and insert "(12)(a)".

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