## STATE OF NEW YORK

3521--A

2021-2022 Regular Sessions

## IN SENATE

January 30, 2021

- Introduced by Sens. PARKER, ADDABBO, BAILEY, BIAGGI, BRESLIN, BROOKS, COMRIE, GAUGHRAN, GIANARIS, GOUNARDES, HARCKHAM, HOYLMAN, KAPLAN, LIU, MAY, MYRIE, PERSAUD, RAMOS, SKOUFIS, STAVISKY, THOMAS -- read twice and ordered printed, and when printed to be committed to the Committee on Energy and Telecommunications -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee
- AN ACT to amend the public service law, in relation to the transfer of bill credits associated with the electricity produced by community distributed generation facilities

## The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. This act shall be known and may be cited as the "Community
Solar for Disadvantaged Communities Act".

3 § 2. The Legislature hereby finds that as a result of the Climate 4 Leadership and Community Protection Act, New York State has two goals that are wholly compatible: the leading-edge goal to build six gigawatts 5 6 of distributed solar generation by 2025, and to provide benefits to disadvantaged communities through the provision of low-cost renewable 7 8 power; that recent estimates indicate New York State needs to accelerate 9 the build out of solar deployment by at least six hundred thirty mega-10 watts per year by 2025 to achieve the first goal; that New York City is 11 the home to the four most underserved counties for solar power in the state, with seven percent of the solar generation yet forty-one percent 12 13 of the population; that New York City is the home to the largest number 14 of low and moderate income rate payers, including fifty-five percent of 15 the state's low income residents; that New York city has a laudable goal 16 of two hundred fifty megawatts of community solar to address a portion 17 of the need; so New York State must pair together these two vital goals 18 to ensure that the economic and environmental benefits of renewable 19 solar power are available to all residents, especially disadvantaged

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets [-] is old law to be omitted.

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communities, through a process of removing regulatory barriers and 1 2 unlocking consumer savings, while avoiding the need for costly short-3 term transmission upgrades. 4 § 3. The public service law is amended by adding a new section 66-q to 5 read as follows: б § 66-q. Community distributed generation facility bill credits. 1. As 7 used in this section, the term "community distributed generation facili-8 ty" shall mean a photovoltaic system with a rated capacity of not more 9 than five megawatts of alternating current that is connected to an elec-10 tric system and operated in conjunction with an electric corporation's transmission and distribution facilities. Participating electric 11 customers receive a bill credit for the electricity generated in propor-12 13 tion to the size of their interest in the facility, with at least sixty 14 percent of the facility's production allocated to participating customers in increments of twenty-five kilowatts or less. 15 16 2. Within ninety days of the effective date of this section, the 17 commission shall direct electric corporations to file a model tariff providing for the transfer of bill credits associated with the electric-18 19 ity produced by community distributed generation facilities in one elec-20 tric corporation territory to the accounts of subscribers in other elec-21 tric corporation territories, and any other settlement systems and processes necessary to effectuate such transfers in a cost-effective 22 manner. Following public comment on the model tariff, the public service 23 24 commission shall, within two hundred seventy days of the effective date 25 of this section, approve tariffs to enable such transfers. 26 3. Notwithstanding the provisions of subdivision two, nothing in this 27 section shall be construed to impede community distributed generation development within a city with a population of one million or more. The 28 29 commission may, at its discretion, review the compensation mechanisms for community distributed generation sited within such city to ensure 30 the market is achieving its potential, given the limited real property 31 32 for solar development. 4. The provisions of section three hundred forty-nine-d of the general 33 business law shall also benefit customers of community distributed 34 35 generation facilities designated under this section. § 4. The public service law is amended by adding a new section 66-r to 36 37 read as follows: 38 § 66-r. Community distributed generation facility bill credits for disadvantaged communities. All community distributed generation facili-39 ties that are specifically designated for participation in the bill 40 41 credit system established under section sixty-six-q of this article 42 shall provide at least thirty-five percent of the credits from the 43 aggregate generation resulting from the designated projects under their 44 ownership to disadvantaged communities as defined under subdivision five 45 of section 75-0101 of the environmental conservation law, including 46 within low and moderate income communities as defined in the low to 47 moderate income census population analysis tool of the New York state 48 energy and research development authority pursuant to matter number 49 16-00681 of the public service commission.

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