

1 **SENATE FLOOR VERSION**

2 April 4, 2024

3 COMMITTEE SUBSTITUTE
4 FOR ENGROSSED
5 HOUSE BILL NO. 3053

By: Boles and Williams of the
House

6 and

7 Rader of the Senate

8
9 An Act relating to energy; requiring Corporation
10 Commission to evaluate relationship between the
11 Southwest Power Pool and the state; requiring
12 preparation of certain report; establishing report
13 contents; providing report be completed by certain
14 date; providing for distribution of report; providing
15 for codification; and declaring an emergency.

16 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

17 SECTION 1. NEW LAW A new section of law to be codified
18 in the Oklahoma Statutes as Section 294 of Title 17, unless there is
19 created a duplication in numbering, reads as follows:

20 A. The Corporation Commission shall coordinate with the
21 regional transmission organization known as the Southwest Power Pool
22 (SPP) to develop and provide a reporting of the regulatory and
23 statutory frameworks addressing the role of the SPP as it pertains
24 to this state. The report shall provide a comprehensive assessment

1 of the impact of the SPP on the state's electricity infrastructure
2 and areas in which the state may desire further evaluation.

3 B. The report shall utilize the most recent twelve (12) months
4 of available data and shall include and consider the following:

5 1. An explanation of how decisions are made at the SPP,
6 including the Regional State Committee (RSC), and the impact of such
7 decisions on Oklahoma ratepayers;

8 2. The potential impact of decisions resulting from the SPP
9 process, including the RSC, on the state budget;

10 3. The current use of intermittent power sources to meet base
11 load capacity requirements and explanation on the SPP's decision-
12 making processes regarding the use of these intermittent sources;

13 4. The studies and processes used by the SPP to assess and
14 respond to demands, including transmission studies conducted;

15 5. Identification of SPP decisions and processes that may
16 impact Oklahoma's oil and natural gas industries;

17 6. Identification of areas in which Oklahoma stakeholders may
18 benefit from additional information being shared on events occurring
19 at the SPP;

20 7. The amount of power produced within Oklahoma that was
21 transmitted outside of the state through the SPP for the calendar
22 year ending December 31, 2023, the market value of such power, and
23 any benefit of this transmission to Oklahoma ratepayers;

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1 8. The cost, if any, that is built into the most recent rate
2 cases with final orders previously before the Corporation Commission
3 for the construction and maintenance of generation and transmission
4 infrastructure which is used in whole or in part for the generation
5 and transmission of power for sale outside of Oklahoma; and

6 9. An explanation of the level of input the Corporation
7 Commission has on the processes and decisions of the SPP.

8 C. 1. The Commission shall ensure the completion of the report
9 no later than December 31, 2024.

10 2. A copy of the finalized report shall be submitted
11 electronically to the following entities:

- 12 a. the Governor,
- 13 b. the Speaker of the House of Representatives,
- 14 c. the President Pro Tempore of the Senate,
- 15 d. the Chair of the Utilities Committee of the House of
16 Representatives or successor committee,
- 17 e. the Chair of the Energy and Telecommunications
18 Committee of the Senate or successor committee, and
- 19 f. the Chair of the Energy and Natural Resources
20 Committee of the House of Representatives or successor
21 committee.

22 SECTION 2. It being immediately necessary for the preservation
23 of the public peace, health or safety, an emergency is hereby
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1 declared to exist, by reason whereof this act shall take effect and
2 be in full force from and after its passage and approval.

3 COMMITTEE REPORT BY: COMMITTEE ON ENERGY AND TELECOMMUNICATIONS
4 April 4, 2024 - DO PASS AS AMENDED BY CS

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