

1.1 moves to amend H.F. No. 2486 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 "Section 1. Minnesota Statutes 2014, section 216B.241, subdivision 1c, is amended to
1.4 read:

1.5 Subd. 1c. **Energy-saving goals.** (a) The commissioner shall establish energy-saving
1.6 goals for energy conservation improvement expenditures and shall evaluate an energy
1.7 conservation improvement program on how well it meets the goals set.

1.8 (b) Each individual utility and association shall have an annual energy-savings
1.9 goal equivalent to 1.5 percent of gross annual retail energy sales unless modified by the
1.10 commissioner under paragraph (d). The savings goals must be calculated based on the
1.11 most recent three-year weather-normalized average. A utility or association may elect to
1.12 carry forward energy savings in excess of 1.5 percent for a year to the succeeding three
1.13 calendar years, except that savings from electric utility infrastructure projects allowed
1.14 under paragraph (d) may be carried forward for five years. A particular energy savings can
1.15 be used only for one year's goal.

1.16 (c) The commissioner must adopt a filing schedule that is designed to have all
1.17 utilities and associations operating under an energy-savings plan by calendar year 2010.

1.18 (d) In its energy conservation improvement plan filing, a utility or association may
1.19 request the commissioner to adjust its annual energy-savings percentage goal based on
1.20 its historical conservation investment experience, customer class makeup, load growth, a
1.21 conservation potential study, or other factors the ~~commissioner determines warrants~~ utility
1.22 or association asserts warrant an adjustment. The commissioner:

1.23 (1) must approve a request by a municipal utility or cooperative electric association
1.24 to adjust the utility's or association's annual energy-savings goal;

1.25 (2) may approve a request from a public utility to adjust its annual energy-savings
1.26 goal; and

2.1 ~~(3) may not approve~~ is prohibited from approving a plan of a public utility that
2.2 provides for an annual energy-savings goal of less than one percent of gross annual retail
2.3 energy sales from energy conservation improvements.

2.4 ~~(e) A public utility or association~~ may include in its energy conservation plan energy
2.5 savings from electric utility infrastructure projects approved by the commission under
2.6 section 216B.1636 ~~or waste heat recovery converted into electricity projects that, which~~
2.7 may count as energy savings toward the public utility's energy-savings goal only in
2.8 addition to a minimum energy-savings goal of at least one percent for energy conservation
2.9 improvements. Electric utility infrastructure projects must result in increased energy
2.10 efficiency greater than that which would have occurred through normal maintenance
2.11 activity.

2.12 ~~(f)~~ Energy savings from electric utility infrastructure projects may be included in the
2.13 energy conservation plan of a municipal utility or cooperative electric association, and may
2.14 count toward its energy savings goal. Electric utility infrastructure projects must result in
2.15 increased energy efficiency greater than that which would have occurred through normal
2.16 maintenance activity. For the purposes of this paragraph, "electric utility infrastructure
2.17 projects" has the meaning given in section 216B.1636, subdivision 1, paragraph (c), except
2.18 that the term "electric utility" means a municipal utility or cooperative electric association.

2.19 ~~(e)~~ ~~(g)~~ An energy-savings goal is not satisfied by attaining the revenue expenditure
2.20 requirements of subdivisions 1a and 1b, but can only be satisfied by meeting the
2.21 energy-savings goal established in this subdivision.

2.22 ~~(f)~~ ~~(h)~~ An association or utility is not required to make energy conservation
2.23 investments to attain the energy-savings goals of this subdivision that are not cost-effective
2.24 even if the investment is necessary to attain the energy-savings goals. For the purpose
2.25 of this paragraph, in determining cost-effectiveness, the commissioner shall consider
2.26 the costs and benefits to ratepayers, the utility, participants, and society. In addition,
2.27 the commissioner shall consider the rate at which an association or municipal utility is
2.28 increasing its energy savings and its expenditures on energy conservation.

2.29 ~~(g)~~ ~~(i)~~ On an annual basis, the commissioner shall produce and make publicly
2.30 available a report on the annual energy savings and estimated carbon dioxide reductions
2.31 achieved by the energy conservation improvement programs for the two most recent years
2.32 for which data is available. The commissioner shall report on program performance both
2.33 in the aggregate and for each entity filing an energy conservation improvement plan for
2.34 approval or review by the commissioner.

