APPENDIX II-J INTERIM RULEMAKING NOTICE FORM

| Proposed Interim Rule Number | | | | _ Rule Nu | mber . | Puc 902 and 909 | |
|------------------------------|---|------------------------------------|--|-----------------|---|-----------------------------------|--|
| 1. | Agency Name & Address: | | | RSA Authority: | | RSA 362-A:9, X; RSA 365:8, XII | |
| | Public Utilities Commission 21 South Fruit Street, Suite 10 Concord, New Hampshire 03301 | | | Federal Authori | ty: | | |
| | | | | Type of Action: | | | |
| | | | | Adoption | | X | |
| | | | | Amendmen | t | | |
| | | | | Repeal | *************************************** | ···· | |
| | | | | Readoption | | | |
| 5. | Filing Date: | November 14, 2013 | | Readoption | w/amer | ndment X | |
| 6. | Short Title: | Puc 902 and 909 GROUP NET METERING | | | | | |
| 7. | 7. Contact person for copies and questions including requests to accommodate persons with disabilities: | | | | | | |
| | Name: | Michael J. Sheehan | | Title: | Staff A | attorney | |
| | Address: | N.H. Public Utilities | | Phone #: | 603-27 | | |
| | | Commission | | Fax#: | 603-27 | | |
| | | 21 South Fruit Street, Suite 10 | | E-mail: | | el.Sheehan@puc.nh.gov | |
| | | Concord, NH 03301 | | | | DD Access: Relay NH | |
| | | | | | 1-800-7 NH) | 735-2964 or dial 711 (in | |
| | | | | | 1111) | | |

8. Summary explaining the effect of the rule:

Puc 902 is being readopted with amendment to amend one definition, to add four definitions related to group net metering, and to renumber the existing definitions.

Puc 909 is being adopted to implement group net metering by establishing a registration process for hosts, minimum requirements for agreements among hosts and their members, duties of the distribution utility, required annual reports, sanctions, and forms.

The interim rule is proposed to conform with Chapter 266 of the Laws of 2013 (SB 98).

9. Listing of people, enterprises, and government agencies affected by the rule:

The rules affect customer-generators and customers who wish to become hosts and members. The rules affect the distribution utilities that must calculate and administer the payments required under the statute and prepare reports. Last, the rules affect the Public Utilities Commission which must register hosts, prepare reports, and administer the new law.

10. Specific section or sections of state statute or federal statute or regulation which the rule is intended to implement.

| Rule(s) | State Statute (RSA) | Federal Statute | Federal Regulation |
|---------------------------------|-----------------------------|-----------------|--------------------|
| Puc 902 and 909 (other specific | 362-A:9, X and 365:8, XII | | |
| provisions implemented by | | | |
| specific rules listed below) | | | |
| 902.01 | 362-A:9, XIV(a) | | |
| 902.02 | 362-A:1-a | | |
| 902.03 | 362-A:1-a, II-b | | |
| 902.06 | 374-F:2, II | | |
| 902.10 | 362-A:9, XIV(a) | | |
| 902.11 | 362-A:1-a, III-a | | |
| 902.12 | 362-A:9, XIV(a) | | |
| 902.15 | 362-A:9, XIV(a) | | |
| 909.01 | 362-A:9, XIV | | |
| 909.02 | 362-A:9, XIV | | |
| 909.03 | 362-A:9, XIV(a) | | |
| 909.04 | 362-A:9, XIV(a) | | |
| 909.05 | 362-A:9, XIV(a) | | |
| 909.06 | 362-A:9, XIV(a); 362-F:10, | | |
| | IV | | |
| 909.07 | 362-A:9, XIV(c) | | |
| 909.08 | 362-A:9, XIV(e) | | |
| 909.09 | 362-A:9, XIV(a) | | |
| 909.10 | 362-A:9, XIV(a); 362-F:10, | | |
| | IV | | |
| 909.11 | 362-F:10, IV; 365:8, IV and | | |
| | XIV | | |

11. Summary of the effect upon the state if the rule were not adopted:

Absent these rules, those wishing to lower their energy costs through group net metering and to expand renewable energy in New Hampshire by developing new systems would not be able to proceed because the rules provide the necessary regulatory framework for group net metering. Also, the Commission would be in violation of the statutory mandate that it adopt rules to implement group net metering.

12. Proposed date of review by the Joint Legislative Committee on Administrative Rules:

December 19, 2013

| 13. The fiscal impact statement prepared by the Legislative Budget Assistant, if appli |
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FIS # <u>13:196</u> , dated <u>11/8/2013</u>

APPENDIX II-I

COVER SHEET FOR PROPOSED INTERIM RULE

| Pro | oposed Interin | n Rule Number Puc 909 | | Rule Number | | | | | |
|--------------------|--|---|------------------------------------|---|--|--|--|--|--|
| 1. | Agency Name & Address: | | | SA Authority: | RSA 362-A:9, XIV; 362- A:1-a, II-b; 362-F:10, IV | | | | |
| | Public Utilities Commission | | 3. Fe | ederal Authority: | | | | | |
| | 21 South Fruit Street, Suite 10 Concord, New Hampshire 03301 | | | ype of Action: | | | | | |
| | | | | Adoption | X | | | | |
| | | | | Amendment | | | | | |
| | | | | Repeal | was a second sec | | | | |
| | | | | Readoption | | | | | |
| | | | | Readoption w/amendment | | | | | |
| 5. | 5. Short Title: Puc 909 Group Net Metering | | | | | | | | |
| 6. | . Contact person for copies and questions: | | | | | | | | |
| | Name: | Michael Sheehan | | Title: | Staff Attorney | | | | |
| | Address: | N.H. Public Utilities Com | mission | Phone #: | 603-271-6028 | | | | |
| | | 21 South Fruit Street, Sui Concord, NH 03301 | te 10 | Fax: | 603-271-4033 | | | | |
| | | Concord, MII 03301 | | Email: | Michael.Sheehan@puc.nh.gov | | | | |
| ** <u>P</u> not | LEASE ATTA required for eve | <u>CH THE FOLLOWING</u> , number ery item): | red to correspo | nd to the numbers | on this sheet (a separate sheet is | | | | |
| 7. acti in R | An explanationing in accordances SA 541-A. | n of why the interim rule is neces be with RSA 541-A:19, I, and is r | sary, including not adopting an | documentary evid interim rule solely | ence to prove that the ageny is to avoid the time periods imposed | | | | |
| 8. | 8. A description of the people, enterprises, and government agencies affected by the rule. | | | | | | | | |
| 9. Sect | | | | | | | | | |
| to th | ie Office of Leg | IT 2 COPIES OF THIS COVER gislative Services, Administrative statutes or federal regulations as i | Rules. The ru | le must include an | g with 2 copies of the interim rule appendix containing the same | | | | |
| ** <u>P</u>] | LEASE SIGN T | THE FOLLOWING: | | | | | | | |
| rule | I, the adop is necessary. | ting authority,* hereby certify th | at the attached | is an accurate state | ement explaining why an interim | | | | |
| Date | e: <u>11/14</u> | (13 | Signature: | Arry (for | at | | | | |
| | | | Name: | Amy L. Ignation | IS | | | | |
| | | | Title: | | Public Utilities Commission | | | | |
| | *("Adopt | ing authority" is the official o | 11 | | t t cu | | | | |

*("Adopting authority" is the official empowered by statute to adopt the rule, or a member of the group of individuals empowered by statute to adopt the rule.)

7. An explanation of why the interim rule is necessary:

RSA 541-A:19, I provides: "An agency may adopt as an interim rule any rule which amends an existing rule, repeals an existing rule, or creates a new rule, and which is designed solely to allow the agency to: (a) Conform with a new or amended codified state statute or chaptered session law."

This proposed interim rule Puc 909, which amends the definitions section of Puc 902 and adopts a new section Puc 909 governing group net metering, is necessary to conform with a new statute, 2013 N.H. Laws Ch. 266 (SB 98), codified at RSA 362-A:9, XIV, RSA 362-A:1-a, II-b, and RSA 362-F:10, IV, which statute became effective upon passage on July 24, 2013.

8. A description of the people, enterprises, and government agencies affected by the rule.

First, the government agency affected by this rule is the Public Utilities Commission, which the statute expressly directed to verify that the specified group requirements have been met, to register hosts, to establish the process for registering and re-registering hosts, to establish the process by which changes in membership are allowed and administered, to determine the costs that are necessary to upgrade the utilities' information systems to implement group net metering, and to draft appropriate rules.

Second, the people and enterprises affected by this rule are those who wish to become hosts and those who wish to become group members. These rules provide the specific processes by which hosts and members can form groups for the purposes intended by the statute.

Third, these rules will also affect the distribution utilities because they will have to make the net metering payments required by the statute, and assemble and file the required information and periodic reports.

9. Fiscal Impact Statement.

Attached.