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HOUSE FILE <u>454</u> BY COMMITTEE ON ENERGY AND ENVIRONMENTAL PROTECTION

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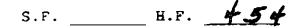
Place On Calendar

	(SUCCESSOR TO HSB 154)
House, Date $3 \cdot 15 \cdot 13$ Ayes $100$ Nays $0$ Approved $4/23/9$	Passed Senate, Date $\frac{4/21}{93}$ Vote: Ayes $\frac{49}{7}$ Nays 0

## A BILL FOR

1	An Act relating to the annual electric supply and cost review for	
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3	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:	
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	TLSB 2049HV 75	





Section 1. Section 476.6, subsection 16, Code 1993, is
amended to read as follows:

16. ANNUAL ELECTRIC ENERGY SUPPLY AND COST REVIEW. The 3 4 board shall conduct an annual proceeding for the purpose of 5 evaluating the reasonableness and prudence of a rate-regulated 6 public utility's procurement and contracting practices related 7 to the acquisition of fuel for use in generating electricity. 8 The evaluation may review the reasonableness and prudence of 9 actions taken by a rate-regulated public utility to comply 10 with the federal Clean Air Act Amendments of 1990, Pub. L. No. 11 101-549. The proceeding shall be conducted as a contested 12 case pursuant to chapter 17A. Under procedures established by 13 the board, the utility shall file information as the board 14 deems appropriate. If a utility is not taking all reasonable 15 actions to minimize its fuel and allowance transaction costs, 16 the board shall not allow the utility to recover from its 17 customers fuel and allowance transaction costs in excess of 18 those costs that would be or would have been incurred under 19 reasonable and prudent policies and practices. 20 EXPLANATION 21 This bill allows a rate-regulated public utility's annual 22 electric energy supply and cost evaluation to review the 23 reasonableness and prudence of actions taken by the utility to 24 comply with the federal Clean Air Act Amendments of 1990. 25 26 27 28 29 30 31 32 33 34 35

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HSB 154

ENERGY AND ENVIRONMENTAL PROTECTION

HOUSE FILE 454BY (PROPOSED COMMITTEE ON ENERGY AND ENVIRONMENTAL PROTECTION BILL BY CHAIRPERSON RAFFERTY)

Passed	House,	Date	Passed	Senate,	Date
Vote:	Ayes	Nays	Vote:	Ayes	Nays
	Ag	proved	•	÷	

## A BILL FOR

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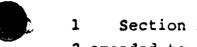
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S.F. H.F.



Section 1. Section 476.6, subsection 16, Code 1993, is
amended to read as follows:

16. ANNUAL ELECTRIC ENERGY SUPPLY AND COST REVIEW. 3 The 4 board shall conduct an annual proceeding for the purpose of 5 evaluating the reasonableness and prudence of a rate-regulated 6 public utility's procurement and contracting practices related 7 to the acquisition of fuel for use in generating electricity. 8 The evaluation may include the reasonableness and prudence of 9 actions taken by a rate-regulated public utility to comply 10 with the federal Clean Air Act Amendments of 1990, Pub. L. No. 11 101-549. The proceeding shall be conducted as a contested 12 case pursuant to chapter 17A. Under procedures established by 13 the board, the utility shall file information as the board 14 deems appropriate. If a utility is not taking all reasonable 15 actions to minimize its fuel and allowance transaction costs, 16 the board shall not allow the utility to recover from its 17 customers fuel and allowance transaction costs in excess of 18 those costs that would be have been incurred under reasonable 19 and prudent policies and practices.

## EXPLANATION

This bill allows a rate-regulated public utility's annual electric energy supply and cost evaluation to include the reasonableness and prudence of actions taken by the utility to comply with the federal Clean Air Act Amendments of 1990.

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House File 454, p. 2

customers fuel and allowance transaction costs in excess of those costs that would be or would have been incurred under reasonable and prudent policies and practices.

HOUSE FILE 454

AN ACT RELATING TO THE ANNUAL ELECTRIC SUPPLY AND COST REVIEW FOR CERTAIN PUBLIC UTILITIES.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF 10WA:

Section 1. Section 476.6, subsection 16, Code 1993, is amended to read as follows:

16. ANNUAL ELECTRIC ENERGY SUPPLY AND COST REVIEW. The board shall conduct an annual proceeding for the purpose of evaluating the reasonableness and prudence of a rate-regulated public utility's procurement and contracting practices related to the acquisition of fuel for use in generating electricity. The evaluation may review the reasonableness and prudence of actions taken by a rate-regulated public utility to comply with the federal Clean Air Act Amendments of 1990, Pub. L. No. 101-549. The proceeding shall be conducted as a contested case pursuant to chapter 17A. Under procedures established by the board, the utility shall file information as the board deems appropriate. If a utility is not taking all reasonable actions to minimize its fuel and allowance transaction costs, the board shall not allow the utility to recover from its HAROLD VAN MAANEN Speaker of the House

LEONARD L. BOSWELL President of the Senate

I hereby certify that this bill originated in the House and is known as House File 454, Seventy-fifth General Assembly.

Approved Unilal, 1993

ELIZABETH ISAACSON Chief Clerk of the House

TERRY E. BRANSTAD Governor