DRAFT ONLY NOT APPROVED FOR INTRODUCTION

HOUSE BILL NO. [BILL NUMBER]

Extremely large electrical loads.

Sponsored by: Joint Corporations, Elections & Political Subdivisions Interim Committee

A BILL

for 1 AN ACT relating to public utilities; providing for service 2 of extremely large electrical loads pursuant to contracts as specified; providing for review of large load service 3 contracts by the public service commission; providing 4 5 rulemaking authority; specifying applicability; and 6 providing for effective dates. 7 8 Be It Enacted by the Legislature of the State of Wyoming: 9 10 **Section 1.** W.S. 37-3-120 is created to read: 11 37-3-120. Extremely large electrical loads. 12

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2	(a) As used in this section:
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4	(i) "Extremely large electrical load" or "large
5	electrical load" means a new electric load that is seventy-
6	five (75) megawatts or more;
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8	(ii) "Large load customer" means an electric
9	utility customer or potential electric utility customer
10	that is requesting electric service for an extremely large
11	electrical load;
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13	(iii) "Large load facilities" means any new
14	facilities reasonably necessary to provide safe and
15	reliable electric service for an extremely large electrical
16	load;
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18	(iv) "Large load construction contract" means a
19	contract between an electric utility, or an affiliate of
20	the utility, and a large load customer for the construction
21	of large load facilities;

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1 (v) "Large load incremental costs" means all 2 costs reasonably necessary to design, site, engineer, 3 construct, furnish and place large load facilities into 4 service; 5 (vi) "Large load maintenance costs" means the 6 costs to maintain and operate large load facilities after 7 8 they are constructed and placed into service; 9 10 (vii) "Large load service contract" means a contract between an electric utility and a large load 11 12 customer for the provision of electric service for an extremely large electrical load. 13 14 15 This section shall govern the procedures for an (b) 16 electric utility and the commission to address requests for electric service of an extremely large electrical load. Any 17 request for service of an extremely large electrical load 18 shall comply with the requirements of this section and 19 20 shall not be governed by other provisions of this title or

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those implemented pursuant to this section.

other rules or regulations of the commission, excluding

1 (c) Initiation of electric service for an extremely
2 large electrical load shall only be provided pursuant to
3 the terms of a large load service contract and a large load
4 construction contract under this section. Service to a
5 large load customer shall only be provided if the large

6 load service contract is approved by the commission

7 pursuant to subsection (j) of this section.

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An electric utility or an affiliate of the 9 (d) utility shall commence the design and construction of large 10 load facilities only after a large load construction 11 12 contract has been executed under this subsection. Each 13 large load construction contract shall be negotiated on a case-by-case basis between the electric utility or its 14 15 affiliates and the large load customer. Not later than 16 fifteen (15) days after a large load construction contract has been fully executed, the electric utility shall provide 17 18 of that contract to the commission notice 19 acknowledgment by the commission.

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21 (e) Electric service for an extremely large 22 electrical load shall be provided pursuant to a large load 23 service contract. The terms of electric service for a large

load customer shall be set forth in the large load service 1 2 contract. Each large load service contract shall be 3 negotiated on a case-by-case basis between the electric 4 utility and the large load customer. Unless otherwise specified by order of the commission, the large load 5 service contract shall provide service at the rates, terms 6 and conditions of the utility's appropriate tariff schedule 7 8 based on the load of the large load customer. Before electric service is provided to the large load customer, 9 10 the commission shall review and approve the large load service contract as provided in subsection (h) of this 11 12 section. If the large load facilities that will be used to 13 provide service to the large load customer have been 14 constructed and are owned by an affiliate of the electric 15 utility, the affiliate shall make the large load facilities 16 available for the electric utility to use in providing service to the large load customer on terms agreed to 17 between the electric utility and its affiliate. However, in 18 no case shall the terms of the agreement between the 19 20 electric utility and its affiliate impose any large load 21 incremental costs on customers other than the large load 22 customer.

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STAFF COMMENT

The highlighted language above appears to indicate that the public service commission could approve a different rate if requested as part of the contract. However, subsection (k) below limits the commission review to only the provisions of paragraphs (j)(i) and (ii), which does not specifically include a review of the rates. These provisions likely need to be conformed to make clear whether the commission can review the rates.

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15 The large load customer shall be responsible for (f) 16 all large load incremental costs according to the terms of 17 the large load construction contract. Associated impacts of state and federal income taxes and any grants or tax 18 19 credits obtained by the electric utility or an affiliate 20 associated with the large load facilities shall not be 21 included in the electric utility's ratemaking for other customers. Other utility customers shall not be required to 22

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proceeding.

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25 (g) After large load facilities have been constructed 26 and placed into service, large load maintenance costs shall 27 be included in the electric utility's overall cost of 28 service in a general rate case or other appropriate rate

fund any portion of large load incremental costs.

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2 (h) The commission shall establish rules necessary to 3 implement this section including rules for expediting the

4 review of applications filed under this section for large

5 load service contracts, including the approval or

6 disapproval of applications within forty-five (45) days of

7 the filing of the application, consistent with this

8 section.

commission determines that:

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(j) An electric utility shall file an application with the commission for approval of a large load service contract. The commission shall only approve a large load service contract if, after notice and a hearing, the

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(i) Initiation of service to the large load

17 customer under the large load construction contract will

18 not result in other customers having to pay or otherwise

19 fund any portion of the large load incremental costs;

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21 (ii) Initiation of service to the large load 22 customer under the large load construction contract or the

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service contract.

large load service contract will not do any of 1 the 2 following: 3 4 (A) Jeopardize the reliability of the 5 utility's power system; 6 7 (B) Prevent the utility from being able to 8 provide safe and reliable service to existing customers; 9 10 Increase rates for existing customers (C) through the addition of the large load facilities except to 11 12 the extent specifically authorized under this section. 13 14 (k) Commission review of a large load service contract under subsection (j) of this section shall be 15 16 limited to a review of the issues provided in paragraphs (j)(i) and (ii) of this section. Other terms of the large 17 18 load service contract and the terms of the large load construction contract shall not be subject to commission 19 20 approval. If the commission has determined that the 21 requirements of paragraphs (j)(i) and (ii) of this section 22 are satisfied, the commission shall approve the large load

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2	(m) An application under subsection (j) of this
3	section shall provide the commission with at least the
4	following information:
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6	(i) A copy of the large load service contract;
7	and
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9	(ii) Evidence sufficient to demonstrate that the
10	requirements of paragraphs (j)(i) and (ii) of this section
11	are satisfied.
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13	Section 2. W.S. 37-3-102 is amended to read:
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15	37-3-102. Only prescribed rates to be charged.
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17	Subject to a contract approved under W.S. 37-3-120 for an
18	extremely large electrical load, no public utility shall
19	directly or indirectly, by any device whatsoever, or in
20	anywise, charge, demand, collect or receive from any person
21	a greater or less or different compensation for any service
22	rendered or to be rendered by such public utility than that
23	prescribed in the schedules of such public utility then

- 1 filed and published in the manner provided in this act, nor
- 2 shall any person receive or accept any service from a
- 3 public utility for a compensation greater, less or in any
- 4 way different from that prescribed in such schedules.

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- 6 **Section 3.** The provisions of W.S. 37-3-120 as created
- 7 by this act shall apply to new requests for initial service
- 8 for an extremely large electrical load as defined in W.S.
- 9 37-3-120(a)(i) that are made on or after July 1, 2025.

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- 11 Section 4. The public service commission shall adopt
- 12 rules necessary to implement W.S. 37-3-120 not later than
- 13 July 1, 2025.

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15 Section 5.

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- 17 (a) Except as provided in subsection (b) of this
- 18 section, this act is effective immediately upon completion
- 19 of all acts necessary for a bill to become law as provided
- 20 by Article 4, Section 8 of the Wyoming Constitution.

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- 22 (b) Sections 1 and 2 of this act are effective July
- 23 1, 2025.

1 2 (END)