2016 Regular Session

HOUSE BILL NO. 310

## BY REPRESENTATIVE CONNICK

## PUBLIC SERVICE COMN: Provides relative to the authority of the Public Service Commission regarding pass-through charges

| 1  | AN ACT  |
|----|---|
| 2  | To enact R.S. 45:1163.2(G), relative to the Louisiana Public Service Commission; to   |
| 3  | authorize the commission to adjust the fuel adjustment charge of an electric utility; |
| 4  | and to provide for related matters.   |
| 5  | Be it enacted by the Legislature of Louisiana:  |
| 6  | Section 1. R.S. 45:1163.2(G) is hereby enacted to read as follows:                    |
| 7  | §1163.2. Establishment of rates   |
| 8  | * * *   |
| 9  | G. To ensure that costs passed through to consumers are just and reasonable,          |
| 10 | and after exercise of its authorized review and determination, the Public Service     |
| 11 | Commission may exercise its control and rate fixing authority to adjust fuel          |
| 12 | adjustment charges of an electric utility as assessed by an electric utility to rate- |
| 13 | paying consumers through operation of the utility's fuel adjustment clause.           |

## DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

## HB 310 Original

2016 Regular Session

Connick

Abstract: Authorizes the Louisiana Public Service Commission (LPSC) to adjust the fuel adjustment charge of an electric utility.

<u>Present law</u> provides for an electric utility's use of an authorized fuel adjustment clause to recoup from rate-paying customers the ongoing, actual costs of fuel and energy generation. <u>Proposed law</u> retains present law.

To ensure just and reasonable fuel adjustment charges to rate-paying customers, <u>proposed</u> <u>law</u> authorizes the LPSC to adjust the fuel adjustment charge of an electric utility that assesses recoupment charges through operation of an authorized fuel adjustment clause.

(Adds R.S. 45:1163.2(G))