## As Introduced

132nd General Assembly Regular Session 2017-2018

H. B. No. 649

**Representative Becker** 

Cosponsors: Representatives Henne, Lang, Butler, Vitale, Keller, Dean

## A BILL

Т	To amend sections 101.27, 141.011, 141.04, and	1
	4928.64 of the Revised Code to enact the	2
	"Average Wage Fully Uniform Law (AWFUL)" to set	3
	the baseline compensation for General Assembly	4
	members equal to Ohio's median household income.	5

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 101.27, 141.011, 141.04, and	6
4928.64 of the Revised Code be amended to read as follows:	7
Sec. 101.27. (A)(1) Every member of the senate, except the	8
members elected president, president pro tempore, assistant	9
president pro tempore, majority whip, minority leader, assistant	10
minority leader, minority whip, and assistant minority whip,	11
shall receive as compensation a salary of fifty-one thousand six	12
hundred seventy-four dollars a equal to the statewide median	13
household income per year during the senator's term of office.	14
Every member of the house of representatives, except the members	15
elected speaker, speaker pro tempore, majority floor leader,	16
assistant majority floor leader, majority whip, assistant	17
majority whip, minority leader, assistant minority leader,	18

minority whip, and assistant minority whip, shall receive as 19 compensation a salary of fifty-one thousand six hundred seventy-20 four dollars a equal to the statewide median household income 21 per year during the representative's term of office. Such 22 salaries shall be paid in equal monthly installments during such 23 term. All monthly payments shall be made on or before the fifth 24 day of each month. Upon the death of any member of the general 25 assembly during the member's term of office, any unpaid salary 26 due such member for the remainder of the member's term shall be 27 paid to the member's surviving spouse, children, mother, or 28 father, in the order in which the relationship is set forth in 29 this section in monthly installments. 30 (2) Each member shall receive a travel reimbursement per 31 mile each way, at the same mileage rate allowed for the 32 reimbursement of travel expenses of state agents as provided by 33 rule of the director of budget and management pursuant to 34 division (B) of section 126.31 of the Revised Code, for mileage 35 not more than once a week during the session for travel incurred 36 by a member from and to the member's place of residence, by the 37 most direct highway route of public travel to and from the seat 38

(3) The member of the senate elected president and the
(4) member of the house of representatives elected speaker shall
(4) each receive as compensation a salary of eighty thousand five
(3) the statewide median household income per year during
(3) The member of the statewide term of office.

of government, to be paid quarterly on the last day of March,

June, September, and December of each year.

The member of the senate elected president pro tempore,47the member of the senate elected minority leader, the member of48

39

the house of representatives elected speaker pro tempore, and 49 the member of the house of representatives elected minority 50 leader shall each receive as compensation a salary of seventy-51 three thousand four hundred ninety-three dollars a equal to one 52 hundred forty-two per cent of the statewide median household 53 income per year during the member's term of office. The member 54 of the house of representatives elected majority floor leader 55 and the member of the senate elected assistant president pro 56 tempore shall each receive as compensation a salary of sixty-57 nine thousand two hundred twenty-seven dollars a equal to one 58 hundred thirty-four per cent of the statewide median household 59 income per year during the member's term of office. The member 60 of the senate elected assistant minority leader and the member 61 of the house of representatives elected assistant minority 62 leader shall each receive as compensation a salary of sixty-63 seven thousand ninety nine dollars a equal to one hundred thirty 64 per cent of the statewide median household income per year 65 during the member's term of office. The member of the senate 66 elected majority whip and the member of the house of 67 representatives elected assistant majority floor leader shall 68 each receive a salary of sixty four thousand nine hundred sixty-69 seven dollars a equal to one hundred twenty-six per cent of the 70 statewide median household income per year during the member's 71 term of office. The member of the senate elected minority whip, 72 the member of the house of representatives elected majority 73 whip, and the member of the house of representatives elected 74 minority whip shall each receive as compensation a salary of 75 sixty thousand seven hundred six dollars a equal to one hundred 76 seventeen per cent of the statewide median household income per 77 year during the member's term of office. The member of the house 78 of representatives elected assistant majority whip shall receive 79 as compensation a salary of fifty-six thousand four hundred-80

Page 3

forty three dollars a equal to one hundred nine per cent of the	81
statewide median household income per year during the member's	82
term of office. The member of the house of representatives	83
elected assistant minority whip and the member of the senate	84
elected assistant minority whip shall each receive a salary <del>of</del>	85
fifty-four thousand sixty dollars a equal to one hundred five	86
per cent of the statewide median household income per year	87
during the member's term of office.	88
(4) The chairperson of the finance committee of each house	89
shall receive an additional sum <del>of ten thousand dollars</del> annually	90
equal to seventeen per cent of the statewide median household	91
income. The chairperson of each standing committee of each house	92
other than the finance committee shall receive an additional sum	93
of six thousand five hundred dollars annually equal to eleven	94
per cent of the statewide median household income. The	95
chairperson of each standing subcommittee of a finance committee	96
shall receive an additional sum <del>of six thousand five hundred</del>	97
dollars annually equal to eleven per cent of the statewide	98
median household income. The vice-chairperson of the finance	99
committee of each house shall receive an additional sum <del>of five</del>	100
thousand five hundred dollars annually equal to nine per cent of	101
the statewide median household income. The ranking minority	102
member of the finance committee of each house shall receive an	103
additional sum <del>of six thousand five hundred dollars </del> annually	104
equal to eleven per cent of the statewide median household	105
income. The ranking minority member of each standing	106
subcommittee of a finance committee shall receive an additional	107
sum of five thousand dollars annually equal to eight per cent of	108
the statewide median household income. The chairperson of each	109
standing subcommittee of each house other than a standing	110
subcommittee of the finance committee shall receive an	111

additional sum of five thousand dollars annually equal to eight 112 per cent of the statewide median household income. The vice-113 chairperson and ranking minority member of each standing 114 committee of each house other than the finance committee shall 115 each receive an additional sum of five thousand dollars annually 116 equal to eight per cent of the statewide median household 117 income. Except for the ranking minority member of each standing-118 subcommittee of a finance committee, the The ranking minority 119 member of each standing subcommittee of each house other than a 120 standing subcommittee of the finance committee shall receive an 121 additional sum of two thousand five hundred dollars annually 122 equal to four per cent of the statewide median household income. 123

No member may receive more than one additional sum for124serving as chairperson, vice-chairperson, or ranking minority125member of a standing committee or standing subcommittee,126regardless of the number of standing committees or standing127subcommittees on which the member serves as chairperson, vice-128chairperson, or ranking minority member.129

(5) If a member is absent without leave, or is not excused
on the member's return, there shall be deducted from the
131
member's compensation twenty dollars for each day's absence.
132

(B) Each calendar year from 2002 through 2008, the salary
 amounts under divisions (A) (1) and (3) of this section shall be
 increased by the lesser of the following:

(1) Three per cent;

(2) The percentage increase, if any, in the consumer price137index over the twelve-month period that ends on the thirtieth138day of September of the immediately preceding year, rounded to139the nearest one-tenth of one per cent.140

<del>(C) As</del> used in this section:

(C) As used in this section:	141
(1) "Consumer price index" means the consumer price index	142
prepared by the United States bureau of labor statistics (U.S.	143
city average for urban wage earners and clerical workers: all	144
items, 1982-1984=100), or, if that index is no longer published,	145
a generally available comparable index.	146
(2) "Finance committee" means the finance committee of the	147
senate and the <del>finance appropriations <u>finance</u> committee</del> of the	148
house of representatives.	149
(2) "Statewide median household income" means the	150
statewide median household income set forth in the most recent	151
figures from the United States census bureau available the last	152
day of December to be used the following calendar year.	153
Sec. 141.011. Beginning in calendar year 2001, the annual	154
salaries of the elective officers of the state shall be as	155
follows rather than as prescribed by divisions (A) to (F) of	156
section 141.01 of the Revised Code:	157
(A)(1) In calendar year 2001 the annual salary of the	158
governor shall be one hundred twenty-six thousand four hundred	159
governor shall be one hundred twenty-six thousand four hundred ninety-seven dollars.	159 160
ninety-seven dollars.	160
ninety-seven dollars. (2) In calendar years 2002 through 2006 the annual salary	160 161
ninety-seven dollars. (2) In calendar years 2002 through 2006 the annual salary of the governor shall be one hundred thirty thousand two hundred	160 161 162
ninety-seven dollars. (2) In calendar years 2002 through 2006 the annual salary of the governor shall be one hundred thirty thousand two hundred ninety-two dollars.	160 161 162 163
<pre>ninety-seven dollars.    (2) In calendar years 2002 through 2006 the annual salary of the governor shall be one hundred thirty thousand two hundred ninety-two dollars.    (3) In calendar year 2007 the annual salary of the</pre>	160 161 162 163 164
<pre>ninety-seven dollars.    (2) In calendar years 2002 through 2006 the annual salary    of the governor shall be one hundred thirty thousand two hundred    ninety-two dollars.    (3) In calendar year 2007 the annual salary of the    governor shall be the annual salary in 2006 increased by each of</pre>	160 161 162 163 164 165

2001, to September 30, 2002, rounded to the nearest one-tenth of 169 one per cent; 170 (b) The lesser of three per cent or the percentage 171 increase, if any, in the consumer price index from October 1, 172 2002, to September 30, 2003, rounded to the nearest one-tenth of 173 one per cent; 174 (c) The lesser of three per cent or the percentage 175 increase, if any, in the consumer price index from October 1, 176 2003, to September 30, 2004, rounded to the nearest one-tenth of 177 one per cent; 178 (d) The lesser of three per cent or the percentage 179 increase, if any, in the consumer price index from October 1, 180 2004, to September 30, 2005, rounded to the nearest one-tenth of 181 one per cent; 182 (e) The lesser of three per cent or the percentage 183 increase, if any, in the consumer price index from October 1, 184 2005, to September 30, 2006, rounded to the nearest one-tenth of 185 one per cent. 186 (4) In calendar year 2008 and thereafter, the annual 187 salary of the governor shall be the annual salary in 2007 188 increased by the lesser of the following: 189 190 (a) Three per cent; (b) The percentage increase, if any, in the consumer price 191 index from October 1, 2006, to September 30, 2007, rounded to 192 the nearest one-tenth of one per cent. 193 (B)(1) In calendar year 2001 the annual salary of the 194 lieutenant governor shall be sixty-six thousand three hundred 195 six dollars. 196

Page 7

(2) In calendar years 2002 through 2006 the annual salary 197 of the lieutenant governor shall be sixty-eight thousand two 198 hundred ninety-five dollars. 199 (3) In calendar year 2007 the annual salary of the 200 lieutenant governor shall be the annual salary in 2006 increased 201 by each of the following percentages in succession: 202 (a) The lesser of three per cent or the percentage 203 increase, if any, in the consumer price index from October 1, 204 2001, to September 30, 2002, rounded to the nearest one-tenth of 205 one per cent; 206 (b) The lesser of three per cent or the percentage 207 increase, if any, in the consumer price index from October 1, 208 2002, to September 30, 2003, rounded to the nearest one-tenth of 209 one per cent; 210 (c) The lesser of three per cent or the percentage 211 increase, if any, in the consumer price index from October 1, 212 2003, to September 30, 2004, rounded to the nearest one-tenth of 213 214 one per cent; (d) The lesser of three per cent or the percentage 215 increase, if any, in the consumer price index from October 1, 216 2004, to September 30, 2005, rounded to the nearest one-tenth of 217 one per cent; 218 (e) The lesser of three per cent or the percentage 219 increase, if any, in the consumer price index from October 1, 220 2005, to September 30, 2006, rounded to the nearest one-tenth of 221 one per cent. 222 (4) In calendar year 2008 and thereafter, the annual 223 salary of the lieutenant governor shall be the annual salary in 224

2007 increased by the lesser of the following:

Page 8

Page 9

245

246

247

248

249

250

(a) Three per cent;	226	
(b) The percentage increase, if any, in the consumer price	227	
index from October 1, 2006 to September 30, 2007, rounded to the	228	
nearest one-tenth of one per cent.		
If the governor appoints the lieutenant governor as an	230	
administrative department head, the lieutenant governor may	231	
accept the salary for that office while serving as its head in	232	
lieu of the salary for the office of lieutenant governor.	233	
(C)(1) In calendar year 2001 the annual salary of the	234	
secretary of state, auditor of state, treasurer of state, and	235	
attorney general shall be ninety-three thousand four hundred	236	
forty-seven dollars.	237	
(2) In calendar year 2002 the annual salary of the	238	
secretary of state, auditor of state, treasurer of state, and	239	
attorney general shall be ninety-six thousand two hundred fifty	240	
dollars.	241	
(3) In each calendar year from 2003 through 2008, the	242	
annual salary of the secretary of state, auditor of state,	243	
treasurer of state, and attorney general shall be increased by	244	

(a) Three per cent;

the lesser of the following:

(b) The percentage increase, if any, in the consumer price index over the twelve-month period that ends on the thirtieth day of September of the immediately preceding year, rounded to the nearest one-tenth of one per cent.

(D) Upon the death of an elected executive officer of the
state listed in divisions (A) to (F) of section 141.01 of the
Revised Code during that person's term of office, an amount
253

shall be paid in accordance with section 2113.04 of the Revised254Code, or to that person's estate. The amount shall equal the255amount of the salary that the officer would have received during256the remainder of the officer's unexpired term or an amount equal257to the salary of that person's office for two years, whichever258is less.259

(E) As used in this section, "consumer price index" has
the same meaning as in section 101.27 of the Revised Code means
the consumer price index prepared by the United States bureau of
1abor statistics (U.S. city average for urban wage earners and
clerical workers: all items, 1982–1984=100), or, if that index
is no longer published, a generally available comparable index.

Sec. 141.04. (A) The annual salaries of the chief justice of the supreme court and of the justices and judges named in this section payable from the state treasury are as follows:

(1) For the chief justice of the supreme court, thefollowing amounts effective in the following years:270

(a) Beginning January 1, 2014, one hundred fifty thousandeight hundred fifty dollars;

(b) Beginning on the effective date of this amendment
 <u>September 29, 2015</u>, one hundred fifty-eight thousand four
 274
 hundred dollars;

(c) Beginning January 1, 2017, one hundred sixty-six 276 thousand three hundred fifty dollars; 277

(d) Beginning January 1, 2018, one hundred seventy-four278thousand seven hundred dollars;279

(e) Beginning January 1, 2019, and each calendar year280thereafter, one hundred eighty-three thousand four hundred fifty281

Page 10

266

267

268

271

dollars. 282 (2) For the justices of the supreme court, the following 283 amounts effective in the following years: 284 (a) Beginning January 1, 2014, one hundred forty-one 285 thousand six hundred dollars; 286 (b) Beginning on the effective date of this amendment 287 288 September 29, 2015, one hundred forty-eight thousand seven hundred dollars; 289 (c) Beginning January 1, 2017, one hundred fifty-six 290 thousand one hundred fifty dollars; 291 (d) Beginning January 1, 2018, one hundred sixty-four 292 thousand dollars; 293 (e) Beginning January 1, 2019, and each calendar year 294 thereafter, one hundred seventy-two thousand two hundred 295 dollars. 296 (3) For the judges of the courts of appeals, the following 297 amounts effective in the following years: 298 (a) Beginning January 1, 2014, one hundred thirty-two 299 thousand dollars; 300 (b) Beginning on the effective date of this amendment 301 September 29, 2015, one hundred thirty-eight thousand six 302 hundred dollars; 303 (c) Beginning January 1, 2017, one hundred forty-five 304 thousand five hundred fifty dollars; 305 (d) Beginning January 1, 2018, one hundred fifty-two 306 thousand eight hundred fifty dollars; 307 (e) Beginning January 1, 2019, and each calendar year 308

thereafter, one hundred sixty thousand five hundred dollars.	309
(4) For the judges of the courts of common pleas, the	310
following amounts effective in the following years, reduced by	311
an amount equal to the annual compensation paid to that judge	312
from the county treasury pursuant to section 141.05 of the	313
Revised Code:	314
(a) Beginning January 1, 2014, one hundred twenty-one	315
thousand three hundred fifty dollars;	316
(b) Beginning on the effective date of this amendment	317
September 29, 2015, one hundred twenty-seven thousand four	318
hundred fifty dollars;	319
(c) Beginning January 1, 2017, one hundred thirty-three	320
thousand eight hundred fifty dollars;	321
(d) Beginning January 1, 2018, one hundred forty thousand	322
five hundred fifty dollars;	323
(e) Beginning January 1, 2019, and each calendar year	324
thereafter, one hundred forty-seven thousand six hundred	325
dollars.	326
(5) For the full-time judges of a municipal court or the	327
part-time judges of a municipal court of a territory having a	328
population of more than fifty thousand, the following amounts	329
effective in the following years, reduced by an amount equal to	330
the annual compensation paid to that judge pursuant to division	331
(B)(1)(a) of section 1901.11 of the Revised Code from municipal	332
corporations and counties:	333
(a) Beginning January 1, 2014, one hundred fourteen	334
thousand one hundred dollars;	335
(b) Beginning on the effective date of this amendment	336

September 29, 2015, one hundred nineteen thousand eight hundred 337 fifty dollars; 338 (c) Beginning January 1, 2017, one hundred twenty-five 339 thousand eight hundred fifty dollars; 340 (d) Beginning January 1, 2018, one hundred thirty-two 341 thousand one hundred fifty dollars; 342 (e) Beginning January 1, 2019, and each calendar year 343 thereafter, one hundred thirty-eight thousand eight hundred 344 dollars. 345 (6) For judges of a municipal court designated as part-346 time judges by section 1901.08 of the Revised Code, other than 347 part-time judges to whom division (A) (5) of this section 348 applies, and for judges of a county court, the following amounts 349 effective in the following years, reduced by an amount equal to 350 the annual compensation paid to that judge pursuant to division 351 (A) of section 1901.11 of the Revised Code from municipal 352 corporations and counties or pursuant to division (A) of section 353 1907.16 of the Revised Code from counties: 354 (a) Beginning January 1, 2014, sixty-five thousand six 355 hundred fifty dollars; 356 (b) Beginning on the effective date of this amendment 357 September 29, 2015, sixty-eight thousand nine hundred fifty 358 dollars; 359 (c) Beginning January 1, 2017, seventy-two thousand four 360 hundred dollars; 361 (d) Beginning January 1, 2018, seventy-six thousand fifty 362 dollars; 363 (e) Beginning January 1, 2019, and each calendar year 364

Page 14

365

thereafter, seventy-nine thousand nine hundred dollars.

(B) Except as provided in sections 1901.122 and 1901.123 366 of the Revised Code, except as otherwise provided in this 367 division, and except for the compensation to which the judges 368 described in division (A) (5) of this section are entitled 369 pursuant to divisions (B)(1)(a) and (2) of section 1901.11 of 370 the Revised Code, the annual salary of the chief justice of the 371 supreme court and of each justice or judge listed in division 372 (A) of this section shall be paid in equal monthly installments 373 from the state treasury. If the chief justice of the supreme 374 court or any justice or judge listed in division (A)(2), (3), or 375 (4) of this section delivers a written request to be paid 376 biweekly to the administrative director of the supreme court 377 prior to the first day of January of any year, the annual salary 378 of the chief justice or the justice or judge that is listed in 379 division (A)(2), (3), or (4) of this section shall be paid, 380 during the year immediately following the year in which the 381 request is delivered to the administrative director of the 382 383 supreme court, biweekly from the state treasury.

(C) Upon the death of the chief justice or a justice of 384 the supreme court during that person's term of office, an amount 385 shall be paid in accordance with section 2113.04 of the Revised 386 Code, or to that person's estate. The amount shall equal the 387 amount of the salary that the chief justice or justice would 388 have received during the remainder of the unexpired term or an 389 amount equal to the salary of office for two years, whichever is 390 less. 391

(D) Neither the chief justice of the supreme court nor any
392
justice or judge of the supreme court, the court of appeals, the
393
court of common pleas, or the probate court shall hold any other
394

office of trust or profit under the authority of this state or the United States.

(E) In addition to the salaries payable pursuant to this 397 section, the chief justice of the supreme court and the justices 398 of the supreme court shall be entitled to a vehicle allowance of 399 five hundred dollars per month, payable from the state treasury. 400 The allowance shall be increased on the first day of January of 401 each odd-numbered year by an amount equal to the percentage 402 increase, if any, in the consumer price index for the 403 404 immediately preceding twenty-four month period for which information is available. 405

(F) On or before the first day of December of each year, 406 the Ohio supreme court, through its chief administrator, shall 407 notify the administrative judge of the Montgomery county 408 municipal court, the board of county commissioners of Montgomery 409 county, and the treasurer of the state of the yearly salary cost 410 of five part-time county court judges as of that date. If the 411 total yearly salary costs of all of the judges of the Montgomery 412 county municipal court as of the first day of December of that 413 same year exceeds that amount, the administrative judge of the 414 Montgomery county municipal court shall cause payment of the 415 excess between those two amounts less any reduced amount paid 416 for the health care costs of the Montgomery county municipal 417 court judges in comparison to the health care costs of five 418 part-time county court judges from the general special projects 419 fund or the fund for a specific special project created pursuant 420 to section 1901.26 of the Revised Code to the treasurer of 421 Montgomery county and to the treasurer of the state in amounts 422 proportional to the percentage of the salaries of the municipal 423 court judges paid by the county and by the state. 424

395

Page 16

425

(G) As used in this section:

(1) "Consumer price index" has the same meaning as in
 section <u>101.27</u> <u>141.011</u> of the Revised Code.
 427

(2) "Salary" does not include any portion of the cost,
premium, or charge for health, medical, hospital, dental, or
surgical benefits, or any combination of those benefits,
covering the chief justice of the supreme court or a justice or
judge named in this section and paid on the chief justice's or
the justice's or judge's behalf by a governmental entity.

Sec. 4928.64. (A) (1) As used in this section, "qualifying 434 renewable energy resource" means a renewable energy resource, as 435 defined in section 4928.01 of the Revised Code that has a 436 placed-in-service date on or after January 1, 1998, or with 437 respect to any run-of-the-river hydroelectric facility, an in-438 service date on or after January 1, 1980; a renewable energy 439 resource created on or after January 1, 1998, by the 440 modification or retrofit of any facility placed in service prior 441 to January 1, 1998; or a mercantile customer-sited renewable 442 energy resource, whether new or existing, that the mercantile 443 customer commits for integration into the electric distribution 444 utility's demand-response, energy efficiency, or peak demand 445 reduction programs as provided under division (A)(2)(c) of 446 section 4928.66 of the Revised Code, including, but not limited 447 to, any of the following: 448

(a) A resource that has the effect of improving therelationship between real and reactive power;450

(b) A resource that makes efficient use of waste heat or
other thermal capabilities owned or controlled by a mercantile
452
customer;
453

(c) Storage technology that allows a mercantile customer
more flexibility to modify its demand or load and usage
characteristics;

(d) Electric generation equipment owned or controlled by a457mercantile customer that uses a renewable energy resource.458

(2) For the purpose of this section and as it considers
appropriate, the public utilities commission may classify any
new technology as such a qualifying renewable energy resource.
461

(B) (1) By 2027 and thereafter, an electric distribution 462 utility shall provide from qualifying renewable energy 463 resources, including, at its discretion, qualifying renewable 464 energy resources obtained pursuant to an electricity supply 465 contract, a portion of the electricity supply required for its 466 standard service offer under section 4928.141 of the Revised 467 Code, and an electric services company shall provide a portion 468 of its electricity supply for retail consumers in this state 469 from qualifying renewable energy resources, including, at its 470 discretion, qualifying renewable energy resources obtained 471 pursuant to an electricity supply contract. That portion shall 472 equal twelve and one-half per cent of the total number of 473 kilowatt hours of electricity sold by the subject utility or 474 company to any and all retail electric consumers whose electric 475 load centers are served by that utility and are located within 476 the utility's certified territory or, in the case of an electric 477 services company, are served by the company and are located 478 within this state. However, nothing in this section precludes a 479 utility or company from providing a greater percentage. 480

(2) The portion required under division (B) (1) of this
section shall be generated from renewable energy resources,
including one-half per cent from solar energy resources, in
483

Page 17

accordance with the following benchmarks: 484 By end of year Renewable energy Solar energy 485 resources resources 486 2009 0.25% 0.004% 487 2010 0.50% 0.010% 488 2011 1% 0.030% 489 2012 1.5% 0.060% 490 2013 28 0.090% 491 2014 2.5% 0.12% 492 2015 2.5% 0.12% 493 2016 2.5% 0.12% 494 2017 3.5% 0.15% 495 2018 4.5% 0.18% 496 2019 5.5% 0.22% 497 2020 6.5% 0.26% 498 2021 7.5% 0.3% 499 2022 8.5% 0.34% 500 2023 9.5% 0.38% 501 2024 10.5% 0.42% 502 2025 11.5% 0.46% 503 2026 and each calendar 12.5% 0.5%. 504 505 year thereafter (3) The qualifying renewable energy resources implemented 506 by the utility or company shall be met either: 507 (a) Through facilities located in this state; or 508 (b) With resources that can be shown to be deliverable 509 into this state. 510 (C)(1) The commission annually shall review an electric 511 512 distribution utility's or electric services company's compliance

with the most recent applicable benchmark under division (B)(2) 513
of this section and, in the course of that review, shall 514
identify any undercompliance or noncompliance of the utility or 515
company that it determines is weather-related, related to 516
equipment or resource shortages for qualifying renewable energy 517
resources as applicable, or is otherwise outside the utility's 518
or company's control. 519

(2) Subject to the cost cap provisions of division (C)(3) 520 of this section, if the commission determines, after notice and 521 opportunity for hearing, and based upon its findings in that 522 523 review regarding avoidable undercompliance or noncompliance, but subject to division (C)(4) of this section, that the utility or 524 company has failed to comply with any such benchmark, the 525 commission shall impose a renewable energy compliance payment on 526 the utility or company. 527

(a) The compliance payment pertaining to the solar energy
(b) (2) of this section shall
(c) 529
(c) an amount per megawatt hour of undercompliance or
(c) 530
(c) 531

(i) Three hundred dollars for 2014, 2015, and 2016; 532

(ii) Two hundred fifty dollars for 2017 and 2018; 533

(iii) Two hundred dollars for 2019 and 2020;

(iv) Similarly reduced every two years thereafter through2026 by fifty dollars, to a minimum of fifty dollars.536

(b) The compliance payment pertaining to the renewable
energy resource benchmarks under division (B) (2) of this section
shall equal the number of additional renewable energy credits
that the electric distribution utility or electric services
540
company would have needed to comply with the applicable
541

Page 19

## H. B. No. 649 As Introduced

benchmark in the period under review times an amount that shall542begin at forty-five dollars and shall be adjusted annually by543the commission to reflect any change in the consumer price index544as defined in section 101.27 141.011 of the Revised Code, but545shall not be less than forty-five dollars.546

(c) The compliance payment shall not be passed through by the electric distribution utility or electric services company to consumers. The compliance payment shall be remitted to the commission, for deposit to the credit of the advanced energy fund created under section 4928.61 of the Revised Code. Payment of the compliance payment shall be subject to such collection and enforcement procedures as apply to the collection of a forfeiture under sections 4905.55 to 4905.60 and 4905.64 of the Revised Code.

(3) An electric distribution utility or an electric 556 services company need not comply with a benchmark under division 557 (B) (2) of this section to the extent that its reasonably 558 expected cost of that compliance exceeds its reasonably expected 559 cost of otherwise producing or acquiring the requisite 560 electricity by three per cent or more. The cost of compliance 561 shall be calculated as though any exemption from taxes and 562 assessments had not been granted under section 5727.75 of the 563 Revised Code. 564

(4) (a) An electric distribution utility or electric
565
services company may request the commission to make a force
566
majeure determination pursuant to this division regarding all or
567
part of the utility's or company's compliance with any minimum
568
benchmark under division (B) (2) of this section during the
569
period of review occurring pursuant to division (C) (2) of this
570
section. The commission may require the electric distribution

Page 20

547

548

549

550

551

552

553

554

utility or electric services company to make solicitations for 572 renewable energy resource credits as part of its default service 573 before the utility's or company's request of force majeure under 574 this division can be made. 575

(b) Within ninety days after the filing of a request by an 576 electric distribution utility or electric services company under 577 division (C)(4)(a) of this section, the commission shall 578 determine if qualifying renewable energy resources are 579 reasonably available in the marketplace in sufficient quantities 580 for the utility or company to comply with the subject minimum 581 582 benchmark during the review period. In making this determination, the commission shall consider whether the 583 electric distribution utility or electric services company has 584 made a good faith effort to acquire sufficient qualifying 585 renewable energy or, as applicable, solar energy resources to so 586 comply, including, but not limited to, by banking or seeking 587 renewable energy resource credits or by seeking the resources 588 through long-term contracts. Additionally, the commission shall 589 consider the availability of qualifying renewable energy or 590 solar energy resources in this state and other jurisdictions in 591 the PJM interconnection regional transmission organization, 592 L.L.C., or its successor and the midcontinent independent system 593 operator or its successor. 594

(c) If, pursuant to division (C)(4)(b) of this section, 595 the commission determines that qualifying renewable energy or 596 solar energy resources are not reasonably available to permit 597 the electric distribution utility or electric services company 598 to comply, during the period of review, with the subject minimum 599 benchmark prescribed under division (B)(2) of this section, the 600 commission shall modify that compliance obligation of the 601 utility or company as it determines appropriate to accommodate 602

the finding. Commission modification shall not automatically 603 reduce the obligation for the electric distribution utility's or 604 electric services company's compliance in subsequent years. If 605 it modifies the electric distribution utility or electric 606 services company obligation under division (C)(4)(c) of this 607 section, the commission may require the utility or company, if 608 sufficient renewable energy resource credits exist in the 609 marketplace, to acquire additional renewable energy resource 610 credits in subsequent years equivalent to the utility's or 611 company's modified obligation under division (C)(4)(c) of this 612 section. 613

(5) The commission shall establish a process to provide 614 for at least an annual review of the renewable energy resource 615 market in this state and in the service territories of the 616 regional transmission organizations that manage transmission 617 systems located in this state. The commission shall use the 618 results of this study to identify any needed changes to the 619 amount of the renewable energy compliance payment specified 620 under divisions (C)(2)(a) and (b) of this section. Specifically, 621 the commission may increase the amount to ensure that payment of 622 compliance payments is not used to achieve compliance with this 623 section in lieu of actually acquiring or realizing energy 624 derived from qualifying renewable energy resources. However, if 625 the commission finds that the amount of the compliance payment 626 should be otherwise changed, the commission shall present this 627 finding to the general assembly for legislative enactment. 628

(D) The commission annually shall submit to the general
 assembly in accordance with section 101.68 of the Revised Code a
 report describing all of the following:
 631

(1) The compliance of electric distribution utilities and

Page 22

Fully Uniform Law (AWFUL)."

electric services companies with division (B) of this section; 633 (2) The average annual cost of renewable energy credits 634 purchased by utilities and companies for the year covered in the 635 636 report; (3) Any strategy for utility and company compliance or for 637 encouraging the use of qualifying renewable energy resources in 638 supplying this state's electricity needs in a manner that 639 640 considers available technology, costs, job creation, and 641 economic impacts. The commission shall begin providing the information 642 described in division (D)(2) of this section in each report 643 submitted after September 10, 2012. The commission shall allow 644 and consider public comments on the report prior to its 645 submission to the general assembly. Nothing in the report shall 646 be binding on any person, including any utility or company for 647 the purpose of its compliance with any benchmark under division 648 (B) of this section, or the enforcement of that provision under 649 division (C) of this section. 650 (E) All costs incurred by an electric distribution utility 651 in complying with the requirements of this section shall be 652 bypassable by any consumer that has exercised choice of supplier 653 under section 4928.03 of the Revised Code. 654 Section 2. That existing sections 101.27, 141.011, 141.04, 655 and 4928.64 of the Revised Code are hereby repealed. 656 Section 3. This act shall be known as the "Average Wage 657

Page 23