Introduced by Senator Dodd (Coauthor: Senator McGuire)

(Coauthors: Assembly Members Levine and Wood)

January 16, 2018

An act to amend Sections 8386 and 8387 of the Public Utilities Code, relating to public utilities.

LEGISLATIVE COUNSEL'S DIGEST

SB 901, as introduced, Dodd. Electrical corporations: local publicly owned electric utilities: electrical cooperatives: wildfire mitigation plans and measures.

Under existing law, the Public Utilities Commission has regulatory authority over public utilities, including electrical corporations, while local publicly owned electric utilities, as defined, and electrical cooperatives, as defined, are under the direction of their governing boards. Existing law requires each electrical corporation, local publicly owned electric utility, and electrical cooperative to construct, maintain, and operate its electrical lines and equipment in a manner that will minimize the risk of catastrophic wildfire posed by those electrical lines and equipment. Existing law requires each electrical corporation to annually prepare a wildfire mitigation plan and to submit its plan to the commission for review, as specified. Existing law requires the commission to review and comment on the submitted plan, as specified. Existing law requires the governing board of a local publicly owned electric utility or electrical cooperative to determine whether any portion of the geographical area where the utility's overhead electrical lines and equipment are located has a significant risk of catastrophic wildfire resulting from those electrical lines and equipment and, if so, requires the local publicly owned electric utility or electrical cooperative, at an SB 901 —2—

interval determined by the board, to present to the board for its approval those wildfire mitigation measures the utility intends to undertake to minimize the risk of its overhead electrical lines and equipment causing a catastrophic wildfire.

This bill would require a wildfire mitigation plan prepared by an electrical corporation, and wildfire mitigation measures prepared by a local publicly owned electric utility or electrical cooperative, to include policies and procedures by which the preparing entity may assess when it may be necessary to deenergize its electrical lines and, if so, which electrical lines should be deenergized. The bill would require those policies and procedures to include relevant meteorological conditions, maps of relevant fire hazard severity zones and high fire risk areas, observations made by individuals and cameras, as applicable, of vegetation conditions near electrical lines, and communication protocols for notifying customers who may be impacted by the deenergizing of electrical lines.

Under existing law, a violation of any order, decision, rule, direction, demand, or requirement of the commission is a crime.

Because a violation of these provisions by an electrical corporation would be a crime, the bill would impose a state-mandated local program.

Additionally, by placing additional duties upon local publicly owned electric utilities, the bill would impose a state-mandated local program.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for specified reasons.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 8386 of the Public Utilities Code is 2 amended to read:
- 3 8386. (a) Each electrical corporation shall construct, maintain,
- 4 and operate its electrical lines and equipment in a manner that will
- 5 minimize the risk of catastrophic wildfire posed by those electrical
- 6 lines and equipment.

3 SB 901

(b) Each electrical corporation shall annually prepare and submit a wildfire mitigation plan for the next compliance period to the commission for review. The wildfire mitigation plan shall include:

- (1) An accounting of the responsibilities of persons responsible for executing the plan.
 - (2) The objectives of the plan.
- (3) A description of the preventive strategies and programs to be adopted by the electrical corporation to minimize the risk of its electrical lines and equipment causing catastrophic wildfires.
- (4) Policies and procedures by which the electrical corporation may assess when it may be necessary to deenergize its electrical lines and, if so, which electrical lines should be deenergized. The policies and procedures shall include, but not be limited to, all of the following:
- (A) Relevant meteorological conditions, including wind speed, humidity, and temperature.
- (B) Maps of relevant fire hazard severity zones and high fire risk areas, including fire threat ratings.
- (C) Observations made by individuals and cameras, as applicable, of vegetation conditions near electrical lines.
- (D) Communication protocols for notifying a customer who may be impacted by the deenergizing of electrical lines.

(4)

(5) A description of the metrics the electrical corporation plans to use to evaluate the plan's performance and the assumptions that underlie the use of those metrics.

(5)

(6) A discussion of how the application of previously identified metrics to previous plan performances has informed the plan.

(6)

- (7) A description of the processes and procedures the electrical corporation will use to do the following:
 - (A) Monitor and audit the implementation of the plan.
- (B) Identify any deficiencies in the plan or the plan's implementation and correct those deficiencies.
- (C) Monitor and audit the effectiveness of electrical line and equipment inspections, including inspections performed by contractors, carried out under the plan and other applicable statutes and commission rules.

39 and c $\frac{7}{40}$

SB 901 —4—

(8) Any other information that the commission may require.

- (c) The commission shall act expeditiously, but no later than 30 days before the beginning of the compliance period, to review and comment on the electrical corporation's wildfire mitigation plan.
- (d) The commission shall provide the electrical corporation with an opportunity to amend a wildfire mitigation plan in response to commission comments within 30 days.
- (e) The commission shall conduct or contract for audits to determine if an electrical corporation is satisfactorily complying with its wildfire mitigation plan.
- (f) The commission may contract with an independent third party to evaluate wildfire mitigation plans or to conduct audits and inspections authorized by this section, and may require electrical corporations to reimburse any related expenses.
- SEC. 2. Section 8387 of the Public Utilities Code is amended to read:
- 8387. (a) Each local publicly owned electric utility and electrical cooperative shall construct, maintain, and operate its electrical lines and equipment in a manner that will minimize the risk of catastrophic wildfire posed by those electrical lines and equipment.
- (b) The governing board of the local publicly owned electric utility or electrical cooperative shall determine, based on historical fire data and local conditions, and in consultation with the fire departments or other entities responsible for control of wildfires within the geographical area where the utility's overhead electrical lines and equipment are located, whether any portion of that geographical area has a significant risk of catastrophic wildfire resulting from those electrical lines and equipment.
- (c) (1) If, pursuant to subdivision (b), the governing board determines that there is a significant risk of catastrophic wildfire resulting from the utility's electrical lines and equipment, the local publicly owned electric utility or electrical cooperative shall, at an interval determined by the board, present to the board for its approval those wildfire mitigation measures the utility intends to undertake to minimize the risk of its overhead electrical lines and equipment causing a catastrophic wildfire.
- (2) The wildfire mitigation measures shall include policies and procedures by which the local publicly owned electric utility or

5 SB 901

electrical cooperative may assess when it may be necessary to deenergize its electrical lines and, if so, which electrical lines should be deenergized. The policies and procedures shall include, but not be limited to, all of the following:

- (A) Relevant meteorological conditions, including wind speed, humidity, and temperature.
- (B) Maps of relevant fire hazard severity zones and high fire risk areas, including fire threat ratings.
- (C) Observations made by individuals and cameras, as applicable, of vegetation conditions near electrical lines.
- (D) Communication protocols for notifying a customer who may be impacted by the deenergizing of electrical lines.
- (d) A fire prevention plan prepared by the local publicly owned electric utility or electrical cooperative, submitted to and approved by a federal agency as a license condition pursuant to subsection (e) of Section 4 of the Federal Power Act (16 U.S.C. Sec. 797 (e)) may, at the discretion of the governing board, be deemed to meet the requirements of this chapter for those areas covered by the fire prevention plan.
- SEC. 3. No reimbursement is required by this act pursuant to Section 6 of Article XIIIB of the California Constitution because a local agency or school district has the authority to levy service charges, fees, or assessments sufficient to pay for the program or level of service mandated by this act or because costs that may be incurred by a local agency or school district will be incurred because this act creates a new crime or infraction, eliminates a crime or infraction, or changes the penalty for a crime or infraction, within the meaning of Section 17556 of the Government Code, or changes the definition of a crime within the meaning of Section 6 of Article XIIIB of the California Constitution.