83rd OREGON LEGISLATIVE ASSEMBLY--2025 Regular Session

Enrolled House Bill 3863

Sponsored by Representative HELM; Representative GAMBA

CHAPTER

AN ACT

Relating to qualifying facilities under the Public Utility Regulatory Policies Act of 1978; amending ORS 758.535; and prescribing an effective date.

Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 758.535 is amended to read:

758.535. (1) The Public Utility Commission shall establish minimum criteria that a cogeneration facility or small power production facility must meet to qualify as a qualifying facility under ORS 543.610, 757.005 and 758.505 to 758.555.

(2) The terms and conditions for the purchase of energy or energy and capacity from a qualifying facility shall:

(a) Be established by rule by the commission if the purchase is by a public utility;

(b) Be adopted by an electric cooperative or people's utility district according to the applicable provision of ORS chapter 62 or 261; and

(c) Be established by a municipal utility according to the requirements of the municipality's charter and ordinance.

(3) The rules or policies adopted under subsection (2) of this section also shall:

(a) Establish safety and operating requirements necessary to adequately protect all systems, facilities and equipment of the electric utility and qualifying facility;

(b) Establish the eligibility cap for standard avoided costs rates and contracts for the purchase of energy or energy and capacity from qualifying facilities at no less than 10 megawatts;

[(b)] (c) Be consistent with applicable standards required by the Public Utility Regulatory Policies Act of 1978 (P.L. 95-617); and

[(c)] (d) Be made available to the public at the commission's office.

<u>SECTION 2.</u> This 2025 Act takes effect on the 91st day after the date on which the 2025 regular session of the Eighty-third Legislative Assembly adjourns sine die.

Passed by House April 14, 2025	Received by Governor:
Timothy G. Sekerak, Chief Clerk of House	Approved:
Julie Fahey, Speaker of House	
Passed by Senate May 13, 2025	Tina Kotek, Governor
	Filed in Office of Secretary of State:
Rob Wagner, President of Senate	

Tobias Read, Secretary of State