Decision Tree Structure & Transition

The Transition to Retail Competition Staff Outline § 56-579—56-582

§ 56-579. Schedule for transition to retail competition; Commission Authority.

Should the transition to retail competition be		IF YES, then specify transition time period. [staff matrix, pp. 2,3		IF YES, then which customer classes go first? [staff matrix, pp. 3,4]		IF YES, what authority should the SCC be given to vary statutory timetable.
competition be phased in? [S & T. staff matrix, pp. 1, 2.]	\Rightarrow	 1/1/2000: ISO/RPX formation complete; 7/1/2000: commence competition; 7/1/2001, full competition in place. As per HB- 1172: (i) ISO/RPXs established by 2001, (ii) transition begins in 2002, and (iii) transition completed in 2004. When transmission 	⇒	 Start retail competition for <i>all</i> customer classes at the same time. ASAP for all customer classes, but not later than 1/1/2002 for industrial customers. <i>Residential and</i> <i>small business</i> <i>customers go</i> <i>first</i>, or at least at same time as all other customer classes. SCC to determine 	$ \rightarrow $	 To delay or accelerate timetable,
		constraints		customer class		

eliminated or price regulation imposed in place for constrained areas. SCC to • determine timetable, subject to legislative guidelines. 1-2 year • unbundling period, followed by 4-5 year transition period in which rates would be capped.

phase-in.

• Phase in through pilot programs with equal percentages of *all* customer classes.

- Equal percentages of each customer classes' loads should begin retail competition simultaneously.
- Phase in customers over three years using a subscription method.

↓

NO, retail competition begins for all customer classes, and for all purposes on a date certain.



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Should the SCC]	IF YES, then how:		IF YES, then when:]	•
examine		,	ĺ	Substantial lead		j l
utilities' current		Utilities can		time needed, in		
rates before the		file rate cases		any event		
commencement		under current		Other		
of retail		statutes prior		• Other		
competition? [S.		to the				
& T. staff matrix,	⇒	transition to	 i ⇒		 	
		competition.			⇒	
pg. 5]		36 1.	 	ĺ	İ	
		Mandatory baseline rate				
		cases to (i)				
		establish base				
		rates for				
		transmission,				
		distribution,				
		and other	1			
		services that				
		will remain				
		regulated after				, , , , , , , , , , , , , , , , , , ,
		retail	I		1	
		competition for				
		generation				
		begins, and (ii)	l			
		unbundle				
		generation				
		rates for				
		competitive				I [
		purposes	I			
		Preliminary				
		cost of service				
		studies.	 			
		 Informational 				
		unbundling.	l			
		• Other.				
	Ľ		•		-	







Should pilot programs be incorporated into Virginia's transition to retail competition? [S & T Staff Matrix, pg. 7]	 IF YES, under what authority? Existing statutes & regulation administered by SCC (no need for new legislation on this issue). New statutory scheme in restructuring bill. Combination of the above. Other. 	IF PILOTS INCLUDED IN RESTRUCTURING BILL, HOW SHOULD PILOTS BE CONDUCTED: ⇒ • Large-scale pilots overseen by SCC. • Pilots for residential and small business customers, emphasizing emissions disclosures. • Emphasis on date	•
		 development; deemphasis on pricing information. Other. 	





§ 56-580. Nondiscriminatory access to transmission and distribution system.





For purposes of]	IF YES, how?				
			ļ			
nondiscriminato		Require				
ry access to		incumbent				
incumbent		utilities to				
utilities'		divest	İ	ĺ		
transmission/dis		transmission				
tribution system,		and				
should the	\Rightarrow	distribution	∣⇒	İ	⇒	
restructuring		systems.				<u> </u>
bill address		 Limit rates to 	ĺ			i
transmission		cost-of-service				
import		until				<u> </u>
constraints? [S		constraints	i	Ì		
& T Staff Matrix,		relieved.				
pg. 8]		• Other.				



NO, FERC will regulate transmission; SCC will regulate distribution. Issue will probably be addressed by ISOs, subject to FERC oversight.

§ 56-581. Independent System Operators; roles and functions.

			-			
Should Virginia		IF YES, WHICH		•		•
establish		ONES?	I			
criteria ISOs		Majority of				
must meet		board should				
concerning their		have no				
•		financial stake				
governing						
<i>boards,</i> before		in any ISO-				
permitting	\Rightarrow	controlled	$ \Rightarrow$		⇒	
incumbent		entity.	ļ			
utilities to join		Board must be				
them? [S & T		balanced			 	
Staff Matrix, pg.		between				
10].		transmission-				
		owning entities				
		and other				
		stakeholders.	1		1	
		 Residential 				
		consumers	Ì			
		should be on				
		the governing				
		board of any				
		ISO.				
		— · · · ·				
		interests must				İ
		be represented	1			
		on board.				
		• If stakeholder			 	
		board used,				
		stakeholders				
		must have an				
		actual role in				
		ISO				
		governance.				
		• Other.	1			
<u> </u>	U		1		J	I



1	ล		1			· · · · · · · · · · · · · · · · · · ·
Should Virginia		IF YES, which		•		•
establish public		ones?				
interest		Give SCC				
standards ISOs		authority to				
must meet		approve ISO				
before		participation				
permitting		on case-by-case				
incumbent	⇒		⇒		¦ ⇒	
utilities to join		scrutinizing	_		_	
them? [S & T		Ű				1
		reliability, transmission				
Staff Matrix, pg.						
10.]		constraints,				
		and market				
		power.				
		SCC can				
		develop				
		criteria.				
		 Establish 				
		Virginia				
		prototype ISO				
		board to				
		establish public				
		interest				
		criteria.				
		Address				
		minimum ISO				
		size. (matrix,				
		pg. 11).				
		P5. 11).				
L	IJ					

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NO

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	า	
Should the SCC		IF YES, to what
retain any		extent?
oversight of		• SCC can
Virginia		intervene in
incumbent		FERC
utilities		proceedings
participation in		concerning
ISOs after	\Rightarrow	such ISOs. \Rightarrow
incumbents join		SCC can assert
them? [S & T		influence
Staff Matrix, pg.		through it
10.]		authority over
		transmission
		line siting.
		SCC should
		have authority
		to determine
		whether a
		utility may
		continue in an
		ISO when an
		ISO's structure
		or operation
		changes.
		SCC should
		have rate
		regulation
		authority over
		"must run"
		units until
		competition
		eliminates
		needs for price
		regulation
		(matrix, pg. 11.
		14)
		• Other.
<u> </u>	Ш	



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	7		1		1	
If ISOs assume		IF YES, WHAT	ļ	•	l	•
responsibility		ROLES?				
for coordination		Retain				
			l			
with load-		oversight of				
serving entities,		service offered				
should the SCC		by power				
play any role in		marketers.				
ensuring service	\Rightarrow	Retail	¦⇒	1	⇒	<u> </u>
reliability? [S &		oversight of				
T Staff matrix,		reserve				
pp. 11.]		requirements			İ	
		for all				
		providers of				
		firm electric			ĺ	
		generation				
		service.		i I		
		• Other.				
<u> </u>	-1		-		-	

₽

NO

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	1		1		1	[]
If incumbent		IF YES, how?		1		1
utilities'						
transmission		 Permit 	l			
assets are		transmission				
subject to ISO		owner to	1			
control and		exercise at the				
FERC oversight,		direction of an				
should Virginia's	\Rightarrow	ISO.	İ⇒		¦ ¦⇒	
laws governing						
eminent domain		Continue to				
and rights of		apply current				
condemnation		law to				
be modified to		transmission			l	
reflect that		and				
development.?		distribution;				
[Staff matrix pg.		after transition	1			
12, 15]		to competition,				
12, 10]		however, treat	İ		İ	ĺ
		future			ļ	
			Ī			
		generation as	-			
		any other new				
		manufacturing				
		facility.	ļ			
		Keep current				
		structure in	1	! 	 	I I I
		place, but				
		consider	İ		İ	
		regional needs				
		in siting.	l		l	
		• Other.				<u> </u>
		• Other.				



§ 56-582. Regional Power Exchanges.

	a		1		1 1	
Should		IF YES, what				
Virginia's		RPX-related issues				
restructuring		could/should be				
bill mandate		addressed in				
power suppliers'		legislation:				
participation in		• Whether RPX				
an RPX? [S & T		should conform to				
Staff Matrix, pg.	⇒		⇒		 →	
12]		standard (matrix,			-	
1~]		pg. 12)			İİ	İ
		•Whether				
		bilateral				
		contracts should				
		be permitted				
		between				
		suppliers and				
		customers; RPX				
		use not				
		mandatory				
		(matrix, pg. 13).				
		• Whether the SCC				
		should be				
		directed to closely				
		monitor RPX				
		operations, and				
		exert influence				
		over these				
		operations.				
		• Whether the				
		participation by				
		electric				
		cooperatives and				
		municipal power				
		suppliers should				
		be optional				
		(matrix, pg. 14)				
		•Other.				
	IJ	5 11011		L	1	





Decision Tree Structure & Transition

Regulation of Generation and Distribution: §§ 56-583—56-588

§ 56-583. Transmission and Distribution of Electric Energy.

Should		IF YES, in what		Ì	
Virginia's		manner?		! 	i l
restructuring		• SCC should be			
legislation seek		directed to			
to address parity		develop codes			
between		of conduct			
incumbent and		governing			
new entrants	\Rightarrow	incumbent	\Rightarrow	¦⇒	4
concerning		utility relations			
access to		(concerning			-
transmission		distribution)			
and distribution		between			
systems? [S & T		affiliated and			
Staff Matrix, pg.		nonaffiliated			
15]		suppliers of			
		generation			
		services			
		• Other.			





l	1	r	п г	1	
How should		• Incumbents'	1 1		
existing IOU,		distribution			
cooperative and		service			
Municipal		preserved as			
Power System		regulated			
Distribution		services.			
System Service		Municipal			
territories be	\Rightarrow	power systems'	\Rightarrow	⇒	
preserved in a		geographic			
restructured		service			
market? [S & T		territories			
Staff Matrix, pg.		remain intact,			
17]		unless the local			
		government			
		opts into a			
		competitive			
		market.			
		Consider			
		possible			
		consolidation in			
		the future.			
	•				

§ 56-584. Regulation of rates subject to SCC jurisdiction.

In a	1	•	Generation]]	
restructured			supply only.			
market, which		•	Generation,			
electric services			initially; SCC			
should be made			given authority			
competitive? [S			to declare other			
& T Staff Matrix			services			
pg. 17]	\Rightarrow		competitive at	⇒	¦⇒	
			a future date.]]	1
		٠	Generation,			
			metering,			
			billing, and			
			data			
			management.			
		٠	SCC to			
			determine.	ĺ	 	ĺ
		•	Other.	ļ		
	-			_	_	
]					

§ 56-585. Licensure of retail electric energy suppliers.

What licensing and financial standards should be applied to suppliers of electricity in Virginia following restructuring? [S & T Staff Matrix, pp. 18, 19. Suppliers should be required to prove access to generation. Suppliers should be required to prove access to adequate reserves. Suppliers should be required to prove access to adequate reserves. Suppliers should be required to prove access to adequate reserves. Suppliers should be required to prove access to adequate reserves. Suppliers should be required to prove access to adequate reserves. Suppliers should be required to prove access to adequate reserves. Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and 		1	-				
and financial standards should be applied to suppliers of electricity in Virginia following restructuring? [S & T Staff Matrix, pp. 18, 19. ⇒ • Suppliers should post bonds to ensure performance. Suppliers should be required to prove access to adequate reserves. ⇒ • Suppliers should be required to prove access to adequate reserves. ⇒ • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to prove access to adequate reserves. • • Suppliers should be required to prove access to adequate reserves. • • Suppliers should be required to meet minimum market conduct standards. • • Suppliers should be required to meet minimum market conduct standards. • • Suppliers should be required to prove financial responsibility. • • Have SCC establish and •	What licensing		• 5	SCC to have			
standards over licensing, financial, technical and other requirements. suppliers of electricity in Virginia following restructuring? ⇒ following restructuring? bonds to ensure performance. Matrix, pp. 18, 19. . Suppliers should be required to prove access to generation. . Suppliers should be required to prove access to adequate reserves. . Suppliers should be required to prove access to adequate reserves. . Suppliers should be required to prove access to adequate reserves. . Suppliers should be required to prove access to adequate reserves. . Suppliers should be required to meet minimum market conduct standards. . Suppliers should be required to meet minimum market conduct standards. . Suppliers should be required to meet minimum market conduct standards. . Suppliers should be required to prove financial responsibility. . Have SCC establish and .			-				
should be applied to suppliers of electricity in Virginia following restructuring? [S & T Staff Matrix, pp. 18, 19. ⇒ financial, technical and other requirements. ⇒ Suppliers should post ⇒ ⇒ ⇒ Matrix, pp. 18, 19. ⇒ Suppliers should be required to prove access to generation. ⇒ Suppliers should be > Suppliers should be ⇒ required to prove access to adequate reserves. > > Suppliers should be > > Suppliers should be > > Suppliers should be > > Suppliers should be > > Suppliers should be > > Suppliers should be > > Suppliers should be > > Suppliers should be > > Suppliers should be > > Suppliers should be > > Prove financial responsibility. > > Have SCC establish and > >				-			
applied to technical and suppliers of other electricity in > Virginia > following should post restructuring? bonds to ensure [S & T Staff performance. Matrix, pp. 18, . 19. . Suppliers . should be required to prove access to generation. . Suppliers should be required to prove access to adequate reserves. . Suppliers . should be required to prove access to . adequate reserves. . Suppliers . Suppliers . Suppliers . Suppliers . Suppliers . Suppliers . Suppliers . Suppliers . Suppliers . Supplier . Supplier <							
suppliers of electricity in Virginia ⇒ other requirements. ⇒ following restructuring? ⇒ Suppliers bonds to ensure performance. ⇒ ⇒ Matrix, pp. 18, 19. = Suppliers should be required to prove access to generation. > ⇒ Suppliers should be required to prove access to adequate reserves. > > Suppliers should be required to prove access to adequate > > reserves. Suppliers should be > > Suppliers should be > > should be required to > > prove access to adequate > > > reserves. Suppliers > > Should be required to > > meet minimum market conduct standards. > Suppliers should be > required to prove financial responsibility. > > • Have SCC establish and > >							
electricity in → requirements. → Virginia → Suppliers → → following → Suppliers → → restructuring? bonds to ensure performance. → → Matrix, pp. 18, • Suppliers → → 19. • Suppliers → → Suppliers should be required to → prove access to generation. → → Suppliers should be + + should be required to + + prove access to adequate + + required to + + Suppliers + should be required to + + + meet minimum market conduct + + + should be + + + + + required to + + + + + prove financial + + + + +							
Virginia following restructuring? [S & T Staff Matrix, pp. 18, 19. ⇒ • Suppliers should post performance. Suppliers should be required to prove access to generation. • > ⇒ 19. • Suppliers should be required to prove access to generation. • > > • Suppliers should be required to prove access to adequate reserves. > > • Suppliers should be required to prove access to adequate reserves. > > • Suppliers should be required to prove access to adequate reserves. > > • Suppliers should be required to prove access to adequate reserves. > > • Suppliers should be required to meet minimum market conduct standards. > > • Suppliers should be required to prove financial responsibility. > > • Have SCC establish and > >							
following should post restructuring? bonds to ensure [S & T Staff performance. Matrix, pp. 18, • Suppliers 19. should be required to prove access to generation. • • Suppliers should be should be required to prove access to generation. • Suppliers should be reserves. • • Suppliers should be reserves. • • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to prove financial responsibility. • • Have SCC establish and		_					
restructuring? [S & T Staff Matrix, pp. 18, 19.							
[S & T Staff performance. Matrix, pp. 18, • Suppliers 19. • Suppliers should be required to prove access to generation. • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to prove financial responsibility. • Have SCC establish and • Have SCC						11	
Matrix, pp. 18, • Suppliers 19. should be required to prove access to generation. • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to prove financial responsibility. • Have SCC establish and							
19. should be required to prove access to generation. • Suppliers should be required to prove access to adequate reserves. is adequate reserves. • Suppliers should be required to meet minimum market conduct standards. is suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to prove financial responsibility. is suppliers should be required to prove financial responsibility.			-				
required to prove access to generation. • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to prove financial responsibility. • Have SCC establish and							
prove access to generation. • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to prove financial responsibility. • Have SCC establish and	19.						
generation. • Suppliers should be required to prove access to adequate reserves. • Suppliers should be required to meet minimum market conduct standards. • Suppliers should be required to prove financial responsibility. • Have SCC establish and				-			
 Suppliers should be required to prove access to adequate reserves. Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and 			-	•			
should be required to prove access to adequate reserves. Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and						l i	
required to prove access to adequate reserves. Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and							
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adequate reserves. Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and			r	required to			
 reserves. Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and 			I	prove access to			
 Suppliers should be required to meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and 			6	adequate			
 should be required to meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and 			r	reserves.			
 should be required to meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and 			• 5	Suppliers			
 meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and 						i ł	
 meet minimum market conduct standards. Suppliers should be required to prove financial responsibility. Have SCC establish and 			r	required to			
 standards. Suppliers should be required to prove financial responsibility. Have SCC establish and 							
 Suppliers should be required to prove financial responsibility. Have SCC establish and 			1	market conduct			
 should be required to prove financial responsibility. Have SCC establish and 			5	standards.			
 should be required to prove financial responsibility. Have SCC establish and 			• 5	Suppliers			
 required to prove financial responsibility. Have SCC establish and 							
 prove financial responsibility. Have SCC establish and 							
responsibility. Have SCC establish and							
Have SCC establish and							
establish and							
enforce these				enforce these			
standards.							
• Other.							
		J	- (JL	

§ 56-586. Suppliers of last resort, default suppliers, and backstop providers.

[]	_		1		1	
Who should		 Incumbent 			l	
provide default,	İ	utilities should				
supplier of last		provide all				
resort, and		three.				
emergency, or	•	Distribution				
backstop service		utilities should				
in a restructured		provide all				
market? [S & T =	⇒	three during	∣⇒		¦⇒	
Staff Matrix, pg.		transition				
19]	İ	period, then				
-		services could				
		be made				
		competitive.				
		Distribution				
		entity should				
		have supplier	İ		 	
		of last resort				
		function;	ĺ		ĺ	
		default				
		providers				
		should be				
		established				
		competitively.				
		• One entity	l		 	
		should provide				
		all of these	İ	Ì	Ì	İ
		services; should				
		be established				
		competitively.				
		~~~ ` ` ``				
		designate providers of	I 			ļ
		last resort.				
						i i
	L	• Other.	J		l	

<u>§ 56-587. Voluntary Aggregation permitted [see Consumer,</u> <u>Environment & Education decision tree].</u>

<u>§ 56-588. Metering, billing and other distribution Services</u> [addressed above in § 56-584].

<u>§ 56-589. Consumer Protections and customer service; penalties</u> [see Consumer, Environment & Education decision tree].

<u>§ 56-590. Public purpose programs [see Consumer,</u> <u>Environment & Education decision tree].</u>

§ 56-590.1. Environment. [see Consumer, Environment & Education decision tree].

<u>§ 56-590.2. Energy Efficiency. [see Consumer,</u> <u>Environment & Education decision tree].</u>

<u>§ 56-590.3. Utility Worker protection. [See</u> <u>Consumer, Environment & Education decision</u> <u>tree].</u>

<u>§ 56-591. Transition Costs [developed on a per-issue basis].</u>

§ 56-591.1. Stranded Costs. [see Stranded Costs decision tree.].

## § 56-592. Nonbypassable wires charges.

	n		1		1	
To the extent,		IF YES, what		-		
nonbypassable		criteria:				
wires charges		Must be				
are used to		competitively				
assess customers		neutral.				
for stranded		Must be				
costs and		absolutely				
transition costs,	⇒	nonbypassable.	   ⇒		¦ ⇒	
should the		<ul> <li>Assessed on a</li> </ul>			_	
General			l			
Assembly		cents-per-				
<b>v</b>		kilowatt-hour				
establish general criteria for their		basis.				
		Residential and				
imposition?		small business				
[Staff matrix, pp.		consumer must				
22, 23]		be protected		İ	İ	
		from paying a				
		disproportionat				
		e share of any				
		such pro rata				
		surcharges.				
		Customers				
		should be given				
		a buy-out	l		 	
		option to				
		ensure support				
		for innovative				
		generation				
		options, e.g.,				
		distributed				
		generation.				
		• Other.	1			
L	IJ		J	L	J	

## Decision Tree Structure & Transition

Market Power Staff Outline § 56-593.

## <u>§ 56-593. Divestitures, functional separation and</u> <u>other corporate relationships.</u>

Should the	]	IF YES, by what		IF YES, should any	1	
General		means?		limitations be	İ	¦ i
Assembly direct		Mandatory		imposed on		
or encourage		divestiture.		voluntary		
incumbent		<ul> <li>Voluntary</li> </ul>		divestiture?		
utilities to divest		Divestiture,		Should not be		
their generation		only.		permitted on		
in the interest of	$\Rightarrow$	Neither	$\Rightarrow$	the part of	¦ ⇒	{
creating a		prohibit nor		utilities serving	ļ	
competitive		require.	ĺ	areas with		
market? [S & T		<ul> <li>Give utilities</li> </ul>		transmission		
Staff Matrix, pg.		incentives to		constraints. If		
24]		divest their		permitted, sales		
		generation.		price should be		
		• Give SCC		limited to book		
		authority to	ļ	value, or below.	 	!
		mandate		• Other.		
		divestiture if				i I
		necessary to				
		mitigate or				
		eliminate				
		market power.				
	J	• Other.	J	<u> </u>	J	

	1	_	1			
Should the		IF YES, how?				
General		Require				
Assembly direct		utilities to				
the functional		restructure into				
separation of		generation,				
generation and		transmission				
distribution? [S		and				
& T Staff Matrix,	$\Rightarrow$	distribution	⇒		¦ ⇒	
pg. 25.]		units.				
		Prohibit cost-				
		shifting				
		between				
		functionally				
		separate units.				
		<ul> <li>Prohibit the</li> </ul>				
		functionally	1			
		restructured				
		entities from	Ī			Ì
		engaging in				
		anticompetitive				
		behavior, or				
		self-dealing.				
		<ul> <li>Establish codes</li> </ul>				
		of conduct to	1			
		address				
		relations	İ	İ	ĺ	i i
		between				
		functionally				
		separate units.				
		• Other.	J			L



Assembly       address         address       codes of         relationships       conduct for         between       affiliate         suppliers or       prevent cross-         distributors and       ⇒         their affiliates?       subsidies         [S & T Staff       among         Matrix, pg. 25]       affiliated         entities and       discrimination         by affiliated       entities.         •       Ensure that the         provisions of       existing         are not by-       passed under         "state action"       doctrine.	· · · · · · · · · · · · · · · · · · ·	ส		1	1	1
Assembly       address         address       codes of         relationships       conduct for         between       affiliate         suppliers or       prevent cross-         distributors and       ⇒         their affiliates?       subsidies         [S & T Staff       among         Matrix, pg. 25]       affiliated         entities and       discrimination         by affiliated       entities.         •       Ensure that the         provisions of       existing         are not by-       passed under         "state action"       doctrine.	Should the		IF YES, in what			
address       Codes of         relationships       conduct for         between       affiliate         suppliers or       transactions to         distributors and       ⇒         their affiliates?       subsidies         [S & T Staff       among         Matrix, pg. 25]       affiliated         entities and       discrimination         by affiliated       entities against         nonafiliated       entities.         •       Ensure that the         provisions of       existing         antitrust laws       are not by-         passed under       "state action"         "state action"       doctrine.	General		way:			
relationships       ⇒       conduct for affiliate transactions to prevent cross-subsidies       ⇒       ⇒         suppliers or distributors and their affiliates?       ⇒       ⇒       ⇒       ⇒         [S & T Staff       among       ⇒       ⇒       ⇒       ⇒         Matrix, pg. 25]       among       affiliated       ⇒       ⇒       ⇒         Is & T Staff       among       affiliated       ⇒       ⇒       ⇒         Matrix, pg. 25]       affiliated       entities and       ↓       ↓       ↓         Is & T Staff       among       ↓       ↓       ↓       ↓       ↓         Matrix, pg. 25]       affiliated       ↓       ↓       ↓       ↓       ↓       ↓         Matrix, pg. 25]       b       affiliated       ↓       ↓       ↓       ↓       ↓         Is a construction       by affiliated       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓       ↓	Assembly		• Establish			
between       affiliate         suppliers or       transactions to         distributors and       ⇒         their affiliates?       image: subsidies         [S & T Staff       among         Matrix, pg. 25]       affiliated         entities and       discrimination         by affiliated       entities against         nonafiliated       entities against         nonafiliated       entities.         entities against       nonafiliated         entities against       nonafiliated         entities.       entities.         entities against       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         subsidies       image: subsidies         image: subsidies       image: subsidies         image: subsidies       image: subsidies         image: subsidies       image: subsidies         image: subsidies	address		Codes of			
between       affiliate         suppliers or       transactions to         distributors and       ⇒         their affiliates?       image: subsidies         [S & T Staff       among         Matrix, pg. 25]       affiliated         entities and       discrimination         by affiliated       entities against         nonafiliated       entities against         nonafiliated       entities.         entities against       nonafiliated         entities against       nonafiliated         entities.       entities.         entities against       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         entities.       image: subsidies         subsidies       image: subsidies         image: subsidies       image: subsidies         image: subsidies       image: subsidies         image: subsidies       image: subsidies         image: subsidies	relationships		conduct for			
distributors and their affiliates?       ⇒       ⇒       ⇒         [S & T Staff       among       affiliated       among       affiliated         Matrix, pg. 25]       affiliated       entities and       affiliated       affiliated         by affiliated       entities and       discrimination       by affiliated       affiliated         entities against       nonafiliated       affiliated       affiliated       affiliated         entities.       •       Ensure that the       provisions of       affiliated       affiliated         entities.       •       Ensure that the       provisions of       affiliated       affiliated         existing       antitrust laws       are not by-       passed under       affiliated       affiliated         éxisting       antitrust laws       are not by-       affiliated       affiliated       affiliated         existing       antitrust laws       are not by-       affiliated       affiliated       affiliated	between		affiliate			
their affiliates?       subsidies         [S & T Staff       among         Matrix, pg. 25]       affiliated         entities and       discrimination         by affiliated       entities against         nonafiliated       entities.         • Ensure that the       provisions of         existing       antitrust laws         are not by-       passed under         "state action"       doctrine.	suppliers or		transactions to			
their affiliates?       subsidies         [S & T Staff       among         Matrix, pg. 25]       affiliated         entities and       discrimination         by affiliated       entities against         nonafiliated       entities.         • Ensure that the       provisions of         existing       antitrust laws         are not by-       passed under         "state action"       doctrine.	distributors and	$\Rightarrow$	prevent cross-	$\Rightarrow$	¦ ⇒	
Matrix, pg. 25]       affiliated         entities and       discrimination         by affiliated       entities against         nonafiliated       entities.         • Ensure that the       provisions of         existing       antitrust laws         are not by-       passed under         "state action"       doctrine.	their affiliates?		subsidies			
entities and discrimination by affiliated entities against nonafiliated entities.• Ensure that the provisions of existing antitrust laws are not by- passed under "state action" doctrine.	[S & T Staff		among			
discrimination       by affiliated         by affiliated       i         entities against       i         nonafiliated       i         entities.       i         • Ensure that the       i         provisions of       i         existing       i         antitrust laws       i         are not by-       passed under         "state action"       i         doctrine.       i	Matrix, pg. 25]		affiliated			
by affiliated entities against nonafiliated entities. • Ensure that the provisions of existing antitrust laws are not by- passed under "state action" doctrine.			entities and			
entities against nonafiliated entities. • Ensure that the provisions of existing antitrust laws are not by- passed under "state action" doctrine.			discrimination			
nonafiliated entities. Ensure that the provisions of existing antitrust laws are not by- passed under "state action" doctrine.			by affiliated			
entities. • Ensure that the provisions of existing antitrust laws are not by- passed under "state action" doctrine.			entities against			
Ensure that the provisions of existing antitrust laws are not by-passed under "state action" doctrine.			nonafiliated		 	1
provisions of existing antitrust laws are not by- passed under "state action" doctrine.			entities.			
existing antitrust laws are not by- passed under "state action" doctrine.			• Ensure that the			
antitrust laws are not by- passed under "state action" doctrine.			provisions of			
are not by- passed under "state action" doctrine.			existing			
passed under "state action" doctrine.			antitrust laws			
"state action" doctrine.			are not by-			
doctrine.			passed under			
			"state action"		 	
• Other.			doctrine.			
			• Other.			

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NO

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How should the General Assembly address the trend toward mergers and acquisitions in the electric utility industry, as part of Virginia's restructuring? [S & T Staff Matrix, pg. 25] →
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Should the		IF YES, how?			 	
General		<ul> <li>Encourage</li> </ul>				
Assembly adopt		construction of				
legislation		merchant plants.				
seeking to		• Encourage				
mitigate		construction of				
potential market		distributed				
power	$\Rightarrow$	generation.	$\Rightarrow$		¦ ⇒	
associated with		• Regulate rates of	ļ		ļ	
existing		generation sold				
generation? [S		in transmission-				
& T Staff Matrix,		constrained				
pp. 26, 27]		areas.				
<b>FF</b> ¹		• Authorize the				
		SCC to order				
		divestiture			 	
		(discussed in 56-				
		593)	ĺ		ĺ	i i
		,				
		• Develop licensing scheme for				
		unused space at				
		existing				
		generation sites				
		(staff matrix, pg.	ĺ			İ
			l		l	i i
		• SCC to monitor				
		potential market				
		power associated				
		with the				
		development of				
		incremental				
		generation at	İ			j i
		existing	1		 	
		generation sites.				
		(staff matrix, pg.				
		27)				
		• Other.	J		l	



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## Decision Tree Structure & Transition

#### **Other provisions**

## § 56-594. Legislative Transition Task Force established.





