

	(EMERGENCY) (After Deadline)
	SECOND REGULAR SESSION
	ONE HUNDRED AND ELEVENTH LEGISLATURE
Leg	pislative Document No. 2234
S.P	. 833 In Senate, March 13, 1984
	Approved for introduction by a majority of the Legislative Council
-	suant to Joint Rule 27. Referred to the Committee on Energy and Natural Resources. Sent down concurrence and ordered printed.
	JOY J. O'BRIEN, Secretary of the Senate
	sented by Senator Kany of Kennebec. Cosponsors: Representative Carter of Winslow, Representative Joseph of terville and Representative Matthews of Winslow.
	STATE OF MAINE
	IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-FOUR
	AN ACT Encouraging an Alternative to Landfill Disposal of Solid Waste.
	Emergency preamble. Whereas, Acts of the Legis-
	ture do not become effective until 90 days after journment unless enacted as emergencies; and
-	Whereas, municipal solid waste recovery projects
pro	ovide a threefold public benefit of diversifying
	ergy sources, stabilizing and reducing long-term
	nicipal disposal costs and reducing environmental gradation of limited ground water resources; and
	Whereas, these municipal solid waste recovery
	ojects can benefit more than 100 municipalities
pa: and	rticipating in regional projects throughout Maine;

Whereas, the viability of these public projects can affect the health, safety and cost of disposal of more than 50% of Maine's people; and

4 Whereas, the municipal waste to energy projects 5 are publically accountable and therefore face a much 6 longer and more enhaustive decision-making process; 7 and

8 Whereas, the Public Utilities Commission's rates, 9 rules and decisions have not sufficiently recognized 10 the greater public benefit and greater competitive 11 disadvantages that municipal solid waste recovery 12 projects have; and

Whereas, the public benefits offered by these projects make it imperative that they be given top priority by enactment of this legislation as emergency legislation; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

23 Be it enacted by the People of the State of Maine as 24 follows:

25 Sec. 1. 35 MRSA §2322, first ¶, as enacted by PL 26 1979, c. 421, §2, is amended to read:

27 §2322. Purpose

28 The Legislature finds that it is in the best in-29 terest of the State to reduce the state's dependence 30 upon fossil fuels for its energy needs. It is neces-31 sary to diversify energy producing systems and energy 32 sources to ensure an adequate and reliable supply of 33 energy for Maine citizens. The Legislature further 34 finds that the development of small energy production 35 facilities using renewable resources and cogeneration facilities will have a significant and beneficial ef-36 fect upon this State. The Legislature further finds that the replacement of fossil fuels by municipal 37 38

1 solid waste reduces dependence upon fossil fuels, diversifies energy sources, reduces municipal costs and reduces the negative environmental effects of 2 3 4 solid waste disposal. 5 Sec. 2. 35 MRSA §2323, as amended by PL 1981, c. 698, §173, is further amended to read: 6 7 §2323. Definitions 8 As used in this chapter, unless the context oth-9 erwise indicates, the following terms shall have the 10 following meanings. 11 Cogenerator. "Cogenerator" means a municipal-1. 12 ity, person or corporation: 13 Owning or operating a facility which gener-Α. 14 ates electricity and steam or other useful forms 15 of energy which are used for commercial, industrial, heating or cooling purposes; and 16 Not primarily engaged in the generation or 17 в. 18 sale of electric power, other than the power gen-19 erated at the cogeneration facility. 20 For purposes of this chapter, a cogenerator shall be 21 considered not primarily engaged in the generation or sale of electric power if 50% or less of the 22 equity 23 interest in the cogeneration facility is owned by a 24 public utility, a subsidiary of a public utility or an affiliate of a public utility. 25 26 Associate. "Associate" means any person or 1-A. corporation other than a public utility that substan-27 28 tially participates in the ownership or operation of 29 a cogeneration or small power production facility, or 30 any person or corporation that contracts to receive 31 the thermal output of a cogeneration facility. 1-B. Existing transmission and distribution line improvement costs. "Existing transmission and distri-32 33 34 bution line improvement costs" means any costs the 35 utility reasonably incurs for upgrading and improving 36 transmission and distribution lines and related facilities that are already operable as part of that 37 38 utility's existing power grid.

1 1-C. Interconnection costs. "Interconnection 2 costs" means the reasonable costs incurred solely due 3 to connecting the qualifying facility with the exist-4 ing facilities of the electric utility purchasing the 5 power. Interconnection costs do not include the costs 6 of improvements to existing transmission and distri-7 bution lines.

8 <u>1-D. Municipal solid waste. "Municipal solid</u> 9 <u>waste" means solid waste emanating from domestic and</u> 10 <u>commercial sources over which municipalities are au-</u> 11 <u>thorized to exercise control.</u>

12 1-E. Municipal solid waste energy recovery facility. "Municipal solid waste energy recovery facility" means a "small power producer," as defined by this chapter, which depends upon municipal solid waste for its primary source of energy. For the purposes of this definition, "primary" means at least 50%.

Renewable resources. "Renewable resources" 19 2. 20 mean resources that are capable of being reproduced, replenished or restored following the use of these 21 22 resources and resources that are inexhaustible. Re-23 newable resources shall include biomass, wood, water, 24 waste, solid waste, as defined by Title 38, section 25 1303, solar and wind, but shall exclude nuclear fuel sources, coal and oil. 26

Small power producer. "Small power producer" 27 3. means a municipality, person or corporation owning or 28 operating a power production facility with a power 29 30 production capacity which, together with any other 31 facilities located at the same site, does not exceed 32 megawatts of electricity and which depends upon 80 33 renewable resources for its primary source of energy. For purposes of this chapter, a power producer shall not be considered a "small power producer" if more 34 35 than 50% of the equity interest in the power produc-36 tion facility is owned by a public utility, a subsid-37 38 iary of a public utility or an affiliate of a public 39 utility.

40 Sec. 3. 35 MRSA §2326, as repealed and replaced 41 by PL 1981, c. 450, §7, is amended to read:

## 1 §2326. Transactions

2 The rate paid by the public utility for the pur-3 chase of electricity as described this in section 4 shall be determined by the small power producer or 5 cogenerator and the public utility electric company б cooperative. In the event that the small power or 7 producer or cogenerator and the public utility elec-8 tric company or cooperative are unable to agree to a 9 contract for electricity, or to a price for the elec-10 tricity purchased by the public utility, or to an eq-11 uitable apportionment of existing transmission and 12 distribution line improvement costs, the commission 13 shall require the utility to purchase the power at 14 such rates and under such terms as the commission shall establish by rule or order. Any terms, rules 15 16 or orders established by the commission shall provide 17 for payment at the highest rate established by the 18 commission, under this section, to any municipal sol-19 id waste energy recovery facility that is capable of 20 delivering electricity on or before December 31, 21 The equitable apportionment of existing trans-1989. 22 mission and distribution line improvement costs by 23 the commission shall be based upon the benefits to 24 the small power producer or cogenerator and the pub-25 utility electric company or cooperative. lic The 26 commission shall render a decision within 90 days 27 from receipt of a petition signed by a small power 28 producer, cogenerator, public utility electric compa-29 ny or electric cooperative for commission 30 intercession.

31 **Emergency clause.** In view of the emergency cited 32 in the preamble, this Act shall take effect when ap-33 proved.

34 STATEMENT OF FACT
35 The purpose of this bill is set out in the emergency preamble.
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