

FIRST REGULAR SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

No. 1095

S.P. 360

In Senate, April 2, 1987

Reference to the Committee on Utilities suggested and ordered printed.

JOY J. O'BRIEN, Secretary of the Senate Presented by Senator KANY of Kennebec. Cosponsored by Senator ERWIN of Oxford, Senator KERRY of York, Representative VOSE of Eastport.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

1 AN ACT Requiring Evaluation of New England 2 Electric Power Pool Membership. 3 4 Be it enacted by the People of the State of Maine as follows: 5 6 35 MRSA §13-D is enacted to read: 7 §13-D. New England Electric Power Pool Agreement 8 Utility review of the New England Electric 1. 9 Power Pool Agreement. The Public Utilities Commission shall require, by rule, that each Maine utility which is a member of the New England Electric Power Pool Agreement review that agreement at least every 5 10 11 12 The utilities may conduct that review joint-13 years. That review shall address the following factors 14 lv. 15 concerns and any others which the commission and

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1	finds relevant to participation in the New England
2	Electric Power Pool Agreement:
3	A. Capacity and reserve requirement;
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	B. Energy requirements including reserve re-
5	quirements;
6	C. Reliability;
- U	<u>c.</u> <u>Reliability</u> ,
7	D. Transmission and wheeling;
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8	E. Pooled purchases from outside the State;
9	F. Treatment of cogeneration contracts;
10	G. Allocation of interruptible credit;
11	H. Whether the agreement and practices encourage
12	efficient and economic decisions with respect to
13	future electric supply options;
13	<u>iucuie electric supply options,</u>
14	I. Planning of generation, power purchases and
15	transmission; and
16	J. Operation and dispatch of supply.
17	The review shall evaluate whether participation in
18	the New England Electric Power Pool Agreement is the
19	economically best option for the particular Maine
20	utility. It shall also investigate whether the allo-
21	cation of costs and benefits and responsibility for
22	planning decisions within the New England Electric
23	Power Pool Agreement is reasonable.
24	2. Review by nonmembers. The Public Utilities
25	Commission may require any Maine electric utility
26	serving more than 20,000 customers, which is not a
27	member of the New England Electric Power Pool Agree-
28	ment, to conduct reviews of the possibility of join-
29	ing the New England Electric Power Pool Agreement,
30	similar to the review of subsection 1 at intervals of
31	at least 5 years.
32	3. Public Utilities Commission review of the New
33	England Electric Power Pool Agreement. The utility
34	shall submit to the commission a report of any review
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undertaken in accordance with this section together with supporting data and additional information as required for review by the commission. If the Public Utilities Commission finds, after consideration of a utility's submission under subsection 1 or 2, that further investigation by the commission is warranted, then the commission shall proceed under section 296. This shall not preclude the commission from conducting a review of a utility's participation or nonparticipation in the New England Electric Power Pool Agreement at any time on its own motion in accordance with section 296, even if the utility has filed no submission on the issue.

STATEMENT OF FACT

15 The New England Electric Power Pool Agreement has 16 major significance for Maine utilities. The Central 17 Maine Power Company and the Bangor Hydroelectric Company, the only 2 members in the State, completed a 18 19 review of their membership in 1986. The bill requires such a review at least every 5 years.

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