

	L.D. 2397
2 4	DATE: 3-8-00 (Filing No. H- 856)
4 6	UTILITIES AND ENERGY
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10	Reproduced and distributed under the direction of the Clerk of the House.
12	STATE OF MAINE
14	HOUSE OF REPRESENTATIVES 119TH LEGISLATURE
16	SECOND REGULAR SESSION
18	COMMITTEE AMENDMENT "A" to H.P. 1691, L.D. 2397, Bill, "An
20	Act to Expand the Opportunities for State Companies to Provid Distributed Electric Generation Services"
22	Amend the bill by striking out the title and substituting
24	the following:
26	'Resolve, to Require an Examination of Distributed Generation'
28 30	Further amend the bill by striking out everything after the title and before the summary and inserting in its place the following:
	-
32	'Sec. 1. Examination of distributed generation. Resolved: That the Public Utilities Commission shall undertake an examination of
34	the issues related to existence and likely spread of the availability and use of local electric generation designed to
36	serve the electrical demands of a single person or a small group of persons within a localized geographic area, referred to in
38	this resolve as "distributed generation." The commission shall examine at least the following:
40	
42	 The nature of distributed generation technologies currently available and those in development;
44	2. Potential impacts on transmission and distribution utilities and their customers;
46	
48	 System planning impacts both in the short and long term; The extent to which current law authorizes, limits and
50	affects the use of distributed generation;

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## **COMMITTEE AMENDMENT**

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| 2  | 5. Safety issues raised by interconnection of distributed generation to transmission and distribution systems; and                |
|----|-----------------------------------------------------------------------------------------------------------------------------------|
| 4  |                                                                                                                                   |
| 6  | 6. Policy issues and options related to the following:                                                                            |
| 8  | A. Use of distributed generation by transmission and<br>distribution utilities in lieu of line extensions;                        |
| 10 | B. Use of competitive pricing for distribution services;                                                                          |
| 12 | C. Allowing transmission and distribution utilities or affiliates of transmission and distribution utilities to be                |
| 14 | directly involved in the distributed generation business;                                                                         |
| 16 | D. Appropriateness of standby rates and station service rates for customers using distributed generation;                         |
| 18 | E. Use of net billing and metering arrangements; and                                                                              |
| 20 | F. Regulation of interconnection; and be it further                                                                               |
| 22 |                                                                                                                                   |
| 24 | Commission shall issue a report to the joint standing committee                                                                   |
| 26 | of the Legislature having jurisdiction over utilities and energy<br>matters no later than October 1, 2001 of its findings and     |
| 28 | recommendations resulting from its examination pursuant to section one of this resolve; and be it further                         |
| 30 | Sec. 3. Authority to report legislation. Resolved: That the joint                                                                 |
| 32 | standing committee of the Legislature having jurisdiction over<br>utilities and energy matters may report out legislation on      |
| 34 | distributed generation to the First Regular Session or the Second<br>Regular Session of the 120th Legislature after receiving the |
| 36 | final report of the Public Utilities Commission pursuant to section 2 of this resolve.'                                           |
| 38 | Further amend the bill by inserting at the end before the summary the following:                                                  |
| 40 |                                                                                                                                   |
| 42 | 'FISCAL NOTE                                                                                                                      |
| 44 | The Public Utilities Commission will incur some minor<br>additional costs to study distributed generation and its effects         |
| 46 | on the electric industry and consumers and to submit the required report. These costs can be absorbed within the commission's     |
| 48 | existing budgeted resources.'                                                                                                     |
| 50 | SUMMARY                                                                                                                           |
| 52 | This amendment makes the bill a resolve and replaces the                                                                          |
|    | Page 2-LR3772(2)                                                                                                                  |
|    |                                                                                                                                   |

## **COMMITTEE AMENDMENT**

COMMITTEE AMENDMENT "A" to H.P. 1691, L.D. 2397

title to reflect the content of the amendment. This amendment
directs the Public Utilities Commission to undertake an examination of distributed generation and its effects on the
electric industry and consumers. The commission is directed to issue a report of its findings and recommendations to the joint
standing committee of the Legislature having jurisdiction over utilities and energy matters not later than October 1, 2001. The committee is authorized to report out legislation on distributed generation in response to the report of the commission.

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