



## **121st MAINE LEGISLATURE**

## FIRST REGULAR SESSION-2003

**Legislative Document** 

No. 1030

H.P. 747

House of Representatives, February 26, 2003

An Act To Allow Consumer-owned Utilities To Purchase Power at Negotiated Wholesale Rates, Terms and Conditions

Reference to the Committee on Utilities and Energy suggested and ordered printed.

Millicent M. Mac Failand

MILLICENT M. MacFARLAND Clerk

Presented by Representative MURPHY of Kennebunk. Cosponsored by Senator HATCH of Somerset and Representatives: KETTERER of Madison, PINGREE of North Haven, Senators: SAVAGE of Knox, STANLEY of Penobscot.

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

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- Sec. 1. 35-A MRSA §3207, sub-§1, ¶A, as enacted by PL 1997, c. 316, §3, is amended to read:
- A. May sell retail generation service only within their respective service territories, and are authorized to purchase electric power and energy at wholesale and to purchase such transmission and related services as may be required to effect the delivery of such power and energy to their respective service territories; and

Sec. 2. 35-A MRSA §3212, sub-§6, as enacted by PL 1997, c. 14 639, §2, is amended to read:

16 6. Notwithstanding any other Consumer-owned utilities. provision of this section, the commission is not required to 18 conduct a competitive bidding process or select a standard-offer service provider or providers for the territory of а 20 consumer-owned transmission and distribution utility if the consumer-owned transmission and distribution utility chooses one 22 more standard-offer service providers for its territory or through a competitive bidding process conducted in accordance 24 with the commission's rules governing the selection and criteria for approval of a standard-offer service provider, or if the consumer-owned transmission and distribution utility enters into 26 one or more contracts to purchase power at wholesale for the purpose of providing retail generation service within its service 28 Selection of a standard-offer service provider or territory. providers and agreements with or purchases from a standard-offer 30 service provider or providers or other wholesale power supply providers are not subject to the approval requirements of section 32 3133 or 3133-A. A consumer-owned transmission and distribution 34 utility may choose a single standard-offer service provider. Α consumer-owned transmission and distribution utility that intends 36 to choose a standard-offer service provider or providers, or to enter into a wholesale power purchase contract for the purpose of providing retail generation service within its service territory, 38 in accordance with this subsection shall notify the commission. 40

## **SUMMARY**

44 This bill provides explicit permission for consumer-owned transmission and distribution utilities to enter into wholesale power purchase agreements for the purpose of providing retail generation service within their service territories.