

485			
(1		LD 1347
`_'	2	Date (0/23/23	(Filing No S-432)
	3	Reproduced and distributed under the direction of	f the Secretary of the Senate
	4	STATE OF MAI	NE
	5	SENATE	
	6	131ST LEGISLAT	URE
	7	FIRST SPECIAL SE	SSION
	8 9	SENATE AMENDMENT "A" to COMMITTE L D 1347, "An Act to Eliminate the Current Net Ene	
	10 11	Amend the amendment by striking out the 2nd i the following	nstructional paragraph and inserting
	12	'Amend the bill by striking out all of the emergen	cy preamble '
	13	Amend the amendment by striking out all of the e	mergency preamble
	14 15	Amend the amendment by striking out the 3rd inst following	ructional paragraph and inserting the
	16 17	'Amend the bill by striking out everything after t following '	he enacting clause and inserting the
	18	Amend the amendment by striking out all of section	ons 2 and 3
	19	Amend the amendment by inserting after section 2	3 the following
	20 21	'Sec. 4. 35-A MRSA §3209-A, sub-§2, as en is amended to read	acted by PL 2019, c 478, Pt A, §3,
	22 23 24 25 26	2. Financial interest required. The Except as of commission shall allow a customer to participate in n a financial interest in a distributed generation resource a net energy billing arrangement on the effective dat ownership, a lease agreement or a power purchase agr	et energy billing if the customer has e or in a generation resource that has te of this section, including facility
	27	Sec. 5. 35-A MRSA §3209-A, sub-§2-A 1s er	nacted to read
	28 29 30	2-A. Net energy billing termination. Except as and notwithstanding any provision of law to the comperson may not participate in net energy billing under	ntrary, after December 31, 2044, a
	31	Amend the amendment by striking out all of section	on 5 and inserting the following
	32	'Sec. 5. 35-A MRSA §3209-A, sub-§3-A 15 e	nacted to 1 ead
	33 34	<u>3-A. Shared financial interest; 20-customer lim</u> the following limitations apply	itation. Beginning October 1, 2023,

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ROS	SENATE AMENDMENT "A" to COMMITTEE AMENDMENT "A" to HP 861, LD 1347
1	A Except as provided in paragraph B, no more than 20 customers of an investor-
2	owned transmission and distribution utility may share a financial interest in a
3 4	distributed generation resource and participate in net energy billing under this section.
4 5	In order to qualify to participate in net energy billing under this paragraph, the distributed generation resource must be located on the same side of a meter as one of
6	the 20 customers and serve the electric load of that customer and at least 50% of the
7	net energy billing credits associated with the output of the distributed generation
8	resource must be allocated to the retail account of that customer
9	B The limitation under paragraph A does not apply to
10	(1) A customer participating in net energy billing under this section pursuant to a
11	net energy billing agreement that was entered into prior to October 1, 2023, or
12	(2) A municipality participating in net energy billing under this section in
13	connection with a distributed generation resource if the distributed generation
14 15	resource is located on the same side of a meter as the municipality and serves the electric load of that municipality and at least 25% of the net energy billing credits
16	associated with the output of the distributed generation resource are allocated to
17	the retail account of that municipality
18	An amendment, revision or reissuance of an agreement under this paragraph that occurs
19	after October 1, 2023 may not be interpreted to affect the date on which the agreement
20	was initially executed '
21	Amend the amendment by striking out all of section 7 and inserting the following
22	'Sec. 7. 35-A MRSA §3209-A, sub-§4-A is enacted to read
23 24	<u>4-A. System size beginning October 1, 2023</u> Beginning October 1, 2023, the following limitations apply
25	A Except as provided in paragraph B, the nameplate capacity of a distributed
26	generation resource that may be used for net energy billing under this section may not
27	be more than one megawatt, except that, if a municipality is the customer participating
28 29	in net energy billing, the nameplate capacity of a distributed generation resource located in that municipality that may be used for the net energy billing may be greater
30	than one megawatt as long as not more than one megawatt of metered electricity from
31	the resource is used for net energy billing
32	B The limitation under paragraph A does not apply to a customer participating in net
33	energy billing under this section pursuant to a net energy billing agreement that was
34	entered into prior to October 1, 2023
35	Sec. 8. 35-A MRSA §3209-A, sub-§9 is enacted to read
36	9. Applicability to projects between one megawatt and 2 megawatts. A distributed
37	generation resource with a nameplate capacity of greater than one megawatt and not more
38 39	than 2 megawatts may be used for net energy billing under this section only if the requirement of paragraph A is met
40	A On or before December 31, 2024, the proposed distributed generation resource must
40	reach commercial operation by the date specified in the net energy billing agreement
42	or by the date specified with an allowable modification to that agreement

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SENATE AMENDMENT "A" to COMMITTEE AMENDMENT "A" to H P 861, L D 1347

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1 2 3 4 5 6 7	An entity proposing the development of a distributed generation resource that does not meet the requirement of paragraph A may petition the commission for a good-cause exemption due to external delays outside of the entity's control, which the commission may grant if it finds that without the external delays the entity could reasonably have been expected to meet the requirement, except that a distributed generation resource that receives a good-cause exemption may not be used for net energy billing under this section unless it has reached commercial operation by December 31, 2025
8	Sec. 9. 35-A MRSA §3209-A, sub-§10 is enacted to read
9 10 11	10. Consumer-owned small project exception; rules. In accordance with this subsection, the commission may approve the use of a consumer-owned small project in net energy billing under this section
12 13 14 15	A For the purposes of this subsection, "consumer-owned small project" means a distributed generation resource with a nameplate capacity of one megawatt or less that is wholly owned by the customers receiving the net energy billing credits associated with the output of the distributed generation resource
16 17	<u>B</u> A consumer-owned small project is not subject to the limitations established in subsections 2-A and 3-A
18 19	<u>C</u> The commission may not approve more than 10 consumer-owned small projects under this subsection
20 21 22	D The commission may adopt rules to implement this subsection Rules adopted pursuant to this subsection are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A
23 24 25	Nothing in this subsection prohibits the use of a distributed generation resource for net energy billing if that distributed generation resource qualifies for net energy billing under subsection 3-A or 4-A
26	Sec. 10. 35-A MRSA §3209-A, sub-§11 is enacted to read
27 28 29	<u>11. Single customer exception.</u> Notwithstanding any provision of this section to the contrary, a distributed generation resource may be used for net energy billing if the distributed generation resource
30	A Is owned by a customer,
31	B Is used to serve the electric load of that customer only, and
32 33 34	<u>C</u> Meets the criterion that 100% of the net energy billing credits associated with the output of the distributed generation resource are allocated to the retail account of that customer '
35	Amend the amendment by striking out all of section 9 and inserting the following
36	'Sec. 9. 35-A MRSA §3209-B, sub-§3-A is enacted to read
37 38	<u>3-A. System size beginning October 1, 2023.</u> Beginning October 1, 2023, the following limitations apply
39 40 41	A Except as provided in paragraph B, the nameplate capacity of a distributed generation resource that may be used for net energy billing under this section may not be more than one megawatt

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ROS	SENATE AMENDMENT " λ " to COMMITTEE AMENDMENT "A" to H P 861, L D 1347
1 2 3	<u>B</u> The limitation under paragraph A does not apply to a customer participating in net energy billing under this section pursuant to a net energy billing agreement that was entered into prior to October 1, 2023 '
4	Amend the amendment by striking out all of section 11 and inserting the following
5	'Sec. 11. 35-A MRSA §3209-B, sub-§4-A is enacted to read
6	4-A. Shared financial interest, 20-customer limitation beginning October 1, 2023
7	Beginning October 1, 2023, the following limitations apply
8	A Except as provided in paragraph B, no more than 20 customers of an investor-
9	owned transmission and distribution utility may share a financial interest in a
10	distributed generation resource and participate in net energy billing under this section
11	In order to qualify to participate in net energy billing under this paragraph, the
12	distributed generation resource must be located on the same side of a meter as one of
13 14	the 20 customers and serve the electric load of that customer and at least 50% of the
14	net energy billing credits associated with the output of the distributed generation resource must be allocated to the retail account of that customer
16	<u>B</u> The lumitation under paragraph A does not apply to
17	
17	(1) A customer participating in net energy billing under this section pursuant to a net energy billing agreement that was entered into prior to October 1, 2023, or
19	(2) A municipality participating in net energy billing under this section in
20	connection with a distributed generation resource if the distributed generation
21	resource is located on the same side of a meter as the municipality and serves the
22	electric load of that municipality and at least 25% of the net energy billing credits
23	associated with the output of the distributed generation resource are allocated to
24	the retail account of that municipality
25	An amendment, revision or reissuance of an agreement under this paragraph that occurs
26	after October 1, 2023 may not be interpreted to affect the date on which the agreement was
27	initially executed
28	Sec. 12. 35-A MRSA §3209-B, sub-§5, ¶D, as enacted by PL 2019, c 478, Pt A,
29	§4, 1s amended to read
30	D A customer participating in the program who remains eligible to participate in the
31	program must be allowed to receive a bill credit based on the tariff rate for a period of
32	no less than 20 years from the date of first receiving the ciedit or through December
33	31, 2044, whichever is first to occur
34	Sec. 13. 35-A MRSA §3209-B, sub-§5-A is enacted to read
35	5-A. Net energy billing termination. Notwithstanding any provision of law to the
36	contrary, after December 31, 2044 a person may not participate in net energy billing under
37	this section
38	Sec. 14. 35-A MRSA §3209-B, sub-§7, as enacted by PL 2021, c 390, §2, 1s
39	amended to read
40	7. Applicability. The applicability of this section is limited by the requirements of
41	section 3209-A, subsection subsections 7 and 9

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ROS	SENATE AMENDMENT " * to COMMITTEE AMENDMENT "A" to H P 861, L D 1347
) 1 2	Amend the amendment in section 12 in §3209-C by inserting after the headnote the following
3 4 5 6	'Notwithstanding the provisions of sections 3209-A and 3209-B, the commission may periodically review and by rule alter the amount of compensation that a customer with a financial interest in a distributed generation resource receives as a result of participating in net energy billing in accordance with this section and section 101.'
7 8 9	Amend the amendment in section 12 in §3209-C in subsection 1 in the first 2 lines (page 5, lines 14 and 15 in amendment) by striking out the following " <u>Notwithstanding</u> the provisions of sections 3209-A and 3209-B, the" and inserting the following ' <u>The</u> '
10 11 12	Amend the amendment in section 12 in §3209-C in subsection 2 in the first line (page 5, line 24 in amendment) by striking out the following " <u>Notwithstanding the provisions of sections 3209-A and 3209-B, the</u> " and inserting the following ' <u>The</u> '
13	Amend the amendment by striking out all of section 13 and inserting the following
14	Sec. 13. 35-A MRSA §3209-D is enacted to read
15	§3209-D. Distributed generation procurement
16 17 18 19 20	The commission may direct an investor-owned transmission and distribution utility to enter into one or more contracts for energy or renewable energy credits from distributed generation resources in accordance with this section. The commission may not require a distributed generation resource to contract for the sale of energy or renewable energy credits under this section.
21 22	1. Definition. As used in this section, unless the context otherwise indicates, the following term has the following meaning
23 24 25	A "Distributed generation resource" means an electric generating facility that uses a renewable fuel or technology under section 3210, subsection 2, paragraph B-3, is located in the service territory of a transmission and distribution utility in the State and
26 27	(1) Has met or is reasonably likely to meet the requirements of section 3209-A, subsection 7, paragraph E, as determined by the commission, or
28 29	(2) Has a nameplate capacity of at least one megawatt and not more than 2 megawatts and
30 31 32	(a) Is a member of a cluster study conducted by the transmission and distribution utility with which the distributed generation resource is seeking to interconnect, or
33 34	(b) Is likely to receive required transmission approval from the New England independent system operator on or before April 30, 2024
35 36 37	2 Competitive solicitations and initial procurement The commission shall conduct one or more competitive solicitations in order to select distributed generation resources for contracts under this subsection
38 39 40	A No later than November 1, 2023, the commission shall initiate the first competitive solicitation in order to select distributed generation resources for contracts pursuant to this subsection

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ROS	SENATE AMENDMENT " A" to COMMITTEE AMENDMENT "A" to H P 861, L D 1347
1	B The commission shall select for a contract under this section any bid relating to a
	distributed generation resource that the commission finds will result in substantial
2 3	savings to ratepayers as compared to the cost of the distributed generation resource
4	remaining in a net energy billing arrangement under section 3209-A or 3209-B In
5	reviewing bids and establishing a contract price under this subsection, the commission
6	shall determine and consider the levelized cost of the energy that will be purchased
7	under the contract
8	3. Additional contracting authority. After conducting one or more competitive
9	solicitations under subsection 2, the commission may direct an investor-owned
10	transmission and distribution utility to enter into one or more additional contracts for
11	energy or renewable energy credits from distributed generation resources if the commission
12	finds that such contracts are in the public interest
13	A A contract for energy or renewable energy credits from a distributed generation
14	resource under this subsection may not establish a price for such energy or renewable
15	energy credits that is greater than the highest price established in the procurements
16	under subsection 2
17	4. Contract terms. A contract entered into pursuant to this section must be for a term
18	of no more than 20 years unless the commission finds a contract for a longer term to be in
19	the public interest
20	5. Net energy billing agreement termination A distributed generation resource that
21	is awarded a contract under this section is ineligible for net energy billing under section
22	<u>3209-A or section 3209-B and the commission shall require that all net energy billing</u>
23 24	arrangements or agreements be terminated as a condition of awarding a contract under this section
25	6. Report. The commission shall include in its biennial report required by section
26 27	<u>3210-G, subsection 3 information regarding the status of contracts for energy or renewable</u> energy credits from distributed generation resources pursuant to this section, including, but
28	not limited to, the number of distributed generation resources that have been awarded
20	contracts, the total capacity of those resources and the estimated ratepayer savings as a
30	result of those contracts '
31	Amend the amendment by striking out all of section 15 and inserting the following
32	Sec. 15. 35-A MRSA §3209-F is enacted to read
33	§3209-F. Net energy billing cost recovery
34	The commission shall ensure that benefits of distributed generation under net energy
35	billing are reported and net energy billing costs are allocated in accordance with this
36	section
37	1. Definitions. As used in this section, unless the context otherwise indicates, the
38	following terms have the following meanings
39	A "Benefits of distributed generation under net energy billing" means all benefits
40	determined by the commission to be reasonably attributable to distributed generation
41	projects under sections 3209-A and 3209-B, including but not limited to
42	(1) Avoided energy and capacity costs In determining avoided energy and
43	capacity costs, the commission shall use reasonable estimates of energy and

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ROS	SENATE AMENDMENT "A" to COMMITTEE AMENDMENT "A" to H P 861, L D 1347		
1 2 3 4	capacity market prices and account for transmission and distribution line losses The commission may determine different avoided costs for different time periods, including, but not limited to, peak and off-peak periods and summer and winter periods,		
5 6 7 8	(2) Avoided transmission and distribution costs In determining avoided transmission and distribution costs, the commission shall use estimates of the marginal transmission and distribution costs and may determine different avoided costs for different time periods,		
9 10 11	(3) Avoided fossil fuel costs The commission shall determine avoided fossil fuel costs based on estimated reductions in oil, gas or other fossil fuel use and estimated market prices for these fuels,		
12	(4) Avoided transmission and distribution line losses,		
13	(5) Demand reduction induced price effects,		
14 15	(6) Transmission and distribution plant extensions or upgrades funded by net energy billing customers, and		
16	(7) Any other benefits identified by the commission		
17 18	<u>B</u> "Net energy billing" means net energy billing arrangements under section 3209-A or 3209-B		
19 20 21 22 23	C "Net energy billing costs" means all legitimate and verifiable costs incurred by a transmission and distribution utility directly attributable to net energy billing "Net energy billing costs" does not include any costs incurred by a project sponsor as defined in section 3209-A, subsection 1, paragraph D, a net energy billing customer or any other entity, as determined by the commission by rule		
24 25 26	2. Determination of costs and benefits. The commission annually shall determine the net energy billing costs and benefits of distributed generation under net energy billing for the previous year		
27 28 29 30 31 32 33 34	A When determining the benefits of distributed generation under net energy billing, the commission shall use any available regional avoided energy supply cost study that the commission finds to be applicable to the determination and that has been developed through a transparent process, with input from state agencies, public advocates and utilities or energy efficiency administrators from at least 3 other states in New England When relevant information specific to this State is not provided in the regional study, the commission may use the regional information in the regional study or information from other sources supported by evidence in the commission's record		
35 36 37 38 39 40	<u>B</u> The commission shall allocate to each investor-owned transmission and distribution utility its pro rata share of net energy billing costs. The allocation must be based on each utility's total retail kilowatt-hour energy sales to ratepayers that pay net energy billing costs. The commission may determine the means to be used for the allocation required under this subsection, and those means may include the direct transfer of funds between transmission and distribution utilities.		
41	3. Reporting of costs and benefits. The commission shall submit an annual report no		
42	later than March 31st to the joint standing committee of the Legislature having jurisdiction		
43	over utilities matters describing net energy billing costs and benefits of distributed		

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SENATE AMENDMENT "A" to COMMITTEE AMENDMENT "A" to H P 861, L D 1347

generation under net energy billing determined by the commission under subsection 2 The report must include, but is not limited to, costs authorized to be collected by transmission and distribution utilities in rates and benefits directly received by ratepayers The commission shall distinguish costs and benefits that are monetized from costs and benefits that are not monetized If costs or benefits are monetized, the commission shall specify the entities to which the monetized value accrues, which may include, but are not limited to, electricity customers, electricity supply providers and transmission and distribution utilities

9 **4 Rules** The commission shall adopt rules necessary to implement this section Rules 10 adopted by the commission under this subsection are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A 11

12 Sec. 16. 35-A MRSA §3210-G, sub-§3, as enacted by PL 2019, c 477, §2, is amended to read 13

14 3. Report. No later than March 31, 2023 and biennially thereafter, the commission 15 shall submit a report regarding the status of contracts for Class IA resources under this 16 section and the status of contracts for energy or renewable energy credits from distributed 17 generation resources under section 3209-D to the joint standing committee of the 18 Legislature having jurisdiction over utilities and energy matters. The report must include, 19 but is not limited to, a description of Class IA resources participating in competitive 20 solicitations, information about the resources selected for contracts and the selection 21 process, the benefits and costs of the contracts and recommendations about how to further 22 stimulate investment in Class IA resources or achieve ratepayer benefits from Class IA 23 resources The report may include information about benefits and costs of the contracts to 24 the State's economy, environmental quality or electricity consumers over both the short and 25 long terms Any analysis of the benefits or costs of the contracts must be based on a forecast 26 of all avoided costs resulting from the contracts that is transparent and balanced over the 27 long term '

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Amend the amendment by striking out all of section 17 and inserting the following

29 'Sec. 17. Interconnection of energy storage. In developing rules governing the 30 interconnection of renewable resources and energy storage pursuant to the Maine Revised Statutes, Title 35-A, section 3474, subsection 3, the Public Utilities Commission shall 31 consider whether modification of an interconnection application for the sole purpose of 32 33 adding an energy storage system should materially impact the position of the project in an 34 interconnection queue

35 Sec. 18. Cost management report. By December 1, 2024, the Public Utilities 36 Commission shall submit a report to the joint standing committee of the Legislature having 37 jurisdiction over energy matters regarding the proceedings and any actions taken under the Maine Revised Statutes, Title 35-A, section 3209-E 38

39 Sec. 19. Appropriations and allocations. The following appropriations and 40 allocations are made

- 41 **EXECUTIVE DEPARTMENT**
- 42 **Distributed Solar and Energy Storage Program N470**
- 43 Initiative Provides allocations to establish the program

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ROS	SENATE AMENDMENT "	"A" to HP 861, LD 13	47	
1 2 3	OTHER SPECIAL REVENUE FUNDS All Other	2023-24 \$500	2024-25 \$500	
4	OTHER SPECIAL REVENUE FUNDS TOTAL	\$500	\$500	
5 6 7 8	EXECUTIVE DEPARTMENT DEPARTMENT TOTALS	2023-24	2024-25	
8 9 10	OTHER SPECIAL REVENUE FUNDS	\$500	\$500	
11	DEPARTMENT TOTAL - ALL FUNDS	\$500	\$500	
12	PUBLIC UTILITIES COMMISSION			
13	Public Utilities - Administrative Division 0184			
14 15	Initiative Provides allocations for expenditures related and related STA-CAP	to contracted consul	ting services	
16	OTHER SPECIAL REVENUE FUNDS	2023-24	2024-25	
17	All Other	\$385,735	\$0	
18 19	OTHER SPECIAL REVENUE FUNDS TOTAL	\$385,735	<u> </u>	
20	Public Utilities - Administrative Division 0184	<i></i>	<i>4</i> °	
21 22		Initiative Provides allocations for expenditures related to updating a model of avoided		
23 24 25	OTHER SPECIAL REVENUE FUNDS All Other	2023-24 \$0	2024-25 \$50,511	
25	OTHER SPECIAL REVENUE FUNDS TOTAL	\$0	\$50,511	
27	Public Utilities - Administrative Division 0184			
28	Initiative Provides allocations for expenditures related to	o contracted services		
29 30	OTHER SPECIAL REVENUE FUNDS All Other	2023-24 \$101,020	2024-25 \$0	
31 32 33	OTHER SPECIAL REVENUE FUNDS TOTAL	\$101,020	\$0	
33	PUBLIC UTILITIES COMMISSION			
35	DEPARTMENT TOTALS	2023-24	2024-25	
36		0404 755	450 511	
37 38	OTHER SPECIAL REVENUE FUNDS	\$486,755	\$50,511	
39	DEPARTMENT TOTAL - ALL FUNDS	\$486,755	\$50,511	
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41	SECTION TOTALS	2023-24	2024-25	

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ROS	SENATE AMENDMENT "	A" to HP 861, LD 134	7	
1 2 3	OTHER SPECIAL REVENUE FUNDS	\$487,255	\$51,011	
4	SECTION TOTAL - ALL FUNDS	\$487,255	\$51,011	
5	,			
6 7	Amend the amendment by relettering or ienumbering any nonconsecutive Part letter or section number to read consecutively			
8	SUMMARY			
9	This amendment makes the following changes to Con	nmittee Amendment	"A"	
10	1 It removes the emergency preamble and clause			
11 12	2 It provides that a person is prohibited from participating in the kilowatt-hour credit and tariff rate net energy billing programs after December 31, 2044			
13 14 15 16 17 18 19	3 It changes the effective date of the limitation on the number of customers who may share a financial interest in a distributed generation resource in the kilowatt-hour credit and tariff rate net energy billing programs to October 1, 2023 and increases the limit from 10 customers to 20 customers The amendment creates an exception from the limitation for a municipality if the distributed generation resource is on the same side of the meter as the municipality and at least 25% of the net energy billing credits associated with the output of the distributed generation resource are allocated to the municipality			
20 21 22 23 24	4 Beginning October 1, 2023, it limits the nameplate capacity of a distributed generation resource participating in the kilowatt-hour credit or tariffiate net energy billing program to one megawatt or less unless the customer of the distributed generation resource is a municipality. It establishes an exception for customers participating in accordance with an agreement entered into prior to October 1, 2023.			
25 26 27	5 It establishes limitations on participation in the kilowatt-hour credit and tariff rate net energy billing programs for distributed generation resources with a nameplate capacity of greater than one megawatt and not more than 2 megawatts			
28 29 30 31 32 33	6 It creates a limited exception from the kilowatt program limitations to allow a distributed generation reso of less than or equal to one megawatt to participate in net generation resource is wholly owned by the customers is credits associated with the output of the distributed genera- limited to a total of 10 distributed generation resources	ource with a namepl energy billing if the receiving the net en	ate capacity e distributed ergy billing	
34 35 36 37 38	7 It allows a distributed generation resource to be use energy billing program if the distributed generation resource is used to serve the electric load of that customer only and credits associated with the distributed generation resource a of that customer	ce 1s owned by the cu I 100% of the net en	ustomer and ergy billing	
39 40 41 42	8 It provides that a customer participating in the tariff who remains eligible to participate in the program may re- tariff rate for a period of no less than 20 years from the da through December 31, 2044, whichever is first to occur	eceive a bill credit b	ased on the	

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SENATE AMENDMENT " , to COMMITTEE AMENDMENT "A" to H P 861, L D 1347

9 It directs the Public Utilities Commission to conduct one or more competitive solicitations in order to select distributed generation resources for contracts for energy or renewable energy credits. The commission must initiate the first competitive solicitation by November 1, 2023. To select a distributed generation resource for a contract, the commission must find that the selection will result in substantial savings to ratepayers as compared to the cost of the distributed generation resource remaining in a net energy billing arrangement. The amendment allows the commission to direct investor-owned transmission and distribution utilities to enter into one or more additional contracts for energy or renewable energy credits if the commission finds that the contracts are in the public interest. The amendment requires the commission to report on the status of such contracts in a biennial report.

10 It requires the Public Utilities Commission to annually determine the net energy billing costs and benefits of distributed generation under net energy billing programs for the previous year and to allocate to each investor-owned transmission and distribution utility its pro rata share of net energy billing costs The allocation must be based on each utility's total retail kilowatt-hour energy sales to ratepayers that pay net energy billing costs

11 It requires the Public Utilities Commission, in adopting interconnection rules, to consider whether modification of an interconnection application for the sole purpose of adding an energy storage system should materially impact the position of the project in an interconnection queue

12 It requires the Public Utilities Commission to submit a one-time report to the joint standing committee of the Legislature having jurisdiction over energy matters regarding the commission proceedings and any actions taken with respect to opt-in program designs

13 It removes the requirement that the commission adopt rules governing solar energy generation resources with a nameplate capacity of less than 5 megawatts

FISCAL NOTE REQUIRED

(See attached)

Johon SPONSORED BY (Senator GROHOSKI, N.)

30 COUNTY: Hancock

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131st MAINE LEGISLATURE

LD 1347

LR 1811(03)

An Act to Eliminate the Current Net Energy Billing Policy in Maine

Fiscal Note for Senate Amendment "A to Committee Amendment "A" (S-432) Sponsor: Sen. Grohoski of Hancock Fiscal Note Required: Yes

Fiscal Note

	FY 2023-24	FY 2024-25	Projections FY 2025-26	Projections FY 2026-27
Appropriations/Allocations Other Special Revenue Funds	\$101,020	\$50,511	\$50,511	\$50.511
Revenue Other Special Revenue Funds	\$101,020	\$50,511	\$50,511	\$50,511

Fiscal Detail and Notes

This amendment adds additional criteria for the Public Utilities Commission to consider when soliciting procurement bids from distributed energy resources. It also adds an annual reporting requirement for the PUC regarding Net Energy Billing costs and benefits for customers and transmission and distribution utilities. The amendment adds an additional one-time allocation to the PUC of \$101,020 in fiscal year 2023-24 and adds ongoing allocations of \$50,511 beginning in fiscal year 2024-25. An increase in the assessment on impacted utilities will fund these allocations