## MAINE STATE LEGISLATURE

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## STATE OF MAINE

123<sup>rd</sup> Legislature Second Regular and First Special Sessions



Summaries of bills, adopted amendments and laws enacted or finally passed during the Second Regular or First Special Sessions of the 123<sup>rd</sup> Maine Legislature coming from the

## JOINT STANDING COMMITTEE ON UTILITIES AND ENERGY

May 2008

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## STATE OF MAINE

 $123^{\text{RD}}$  Legislature Second Regular & First Special Sessions



# LEGISLATIVE DIGEST OF BILL SUMMARIES AND ENACTED LAWS

This Legislative Digest of Bill Summaries and Enacted Laws summarizes all bills and adopted amendments and all laws enacted or finally passed during the Second Regular or First Special Sessions of the 123<sup>rd</sup> Maine Legislature.

The *Digest* is arranged alphabetically by committee, and within each committee by LD number. The committee report(s), prime sponsor and lead co-sponsor(s), if designated, are listed below each bill title. All adopted amendments are summarized and listed by paper number. A subject index is included with each committee. The appendices include a summary of relevant session statistics, an index of all bills by LD number and an index of enacted laws by law type and chapter number.

Final action on each bill is noted to the right of the bill title. The abbreviations used for various categories of final action are as follows:

CON RES XXX Chapte	er # of Constitutional Resolution passed by both Houses
CONF CMTE UNABLE TO AGREE	Committee of Conference unable to agree; bill died
DIED BETWEEN BODIES	House & Senate disagree; bill died
DIED IN CONCURRENCE One body accept	s ONTP report; the other indefinitely postpones the bill
DIED ON ADJOURNMENT	Action incomplete when session ended; bill died
EMERGENCY	Enacted law takes effect sooner than 90 days
	SAGEEmergency bill failed to get 2/3 vote
FAILED ENACTMENT/FINAL PASSAGE	Bill failed to get majority vote
FAILED MANDATE ENACTMENT	Bill imposing local mandate failed to get 2/3 vote
NOT PROPERLY BEFORE THE BODY	Ruled out of order by the presiding officers; bill died
INDEF PP	Bill Indefinitely Postponed; bill died
ONTP (or Accepted ONTP report)	Ought Not To Pass report accepted; bill died
P&S XXX	
<i>PUBLIC XXX</i>	Chapter # of enacted Public Law
RESOLVE XXX	
UNSIGNED	Bill held by Governor
VETO SUSTAINED	Legislature failed to override Governor's Veto

The effective date for non-emergency legislation enacted in the Second Regular Session (R2) is June 30, 2008. The effective date for non-emergency legislation enacted in the First Special Session (S1) is July 18, 2008. The effective date for legislation enacted as an emergency measure is specified in the enacted law summary for those bills. Any bill summarized in this document having an LD number less than 1932 was a bill carried over from the First Regular Session of the 123<sup>rd</sup> Legislature.

<sup>&</sup>lt;sup>1</sup> The session in which each law was enacted or finally passed (R2 or S1) is included in Appendix C.

## Joint Standing Committee on Utilities and Energy

that would adversely affect the utility's ratepayers. It specifies that a transmission and distribution utility is not authorized to distribute electricity in a way that adversely affects the utility's ratepayers. It amends private and special laws of the State to prohibit Central Maine Power, Maine Public Service and Bangor Hydro-Electric from affiliating with an owner or operator of any transmission infrastructure that adversely affects the interest of the utility's ratepayers; from participating in planning, construction, operation of transmission infrastructure that adversely affects the interest of the utility's ratepayers; and from participating in being a member of an organization whose practices or procedures adversely affect the interests of the utility's ratepayers. Finally, the bill directs the Public Utilities Commission to solicit proposals for the Northern Maine Long-term Standard Offer, which is defined as the Maine Public Service Company's standard offer for the 10-year period 2009 to 2019, and specifies certain requirements that the proposal must address.

#### Committee Amendment "A" (S-521)

This amendment retains the provision in the bill that lowers the threshold for requiring a certificate of public convenience and necessity for the construction of a transmission line to any line operating at 69 kilovolts or more and removes a confusing reference in the bill to a higher-rated transmission line. The amendment strikes all other provisions in the bill. The amendment also adds a provision to allow the Public Utilities Commission to direct all investor-owned transmission and distribution utilities to enter into long-term contracts for capacity resources and associated energy. Current law limits the commission to directing investor-owned transmission and distribution utilities serving more than 50,000 customers to enter into such contracts.

## **Enacted Law Summary**

Public Law 2007, chapter 575 lowers the threshold for requiring a certificate of public convenience and necessity for the construction of a transmission line to 69 kilovolts. The law also authorizes the Public Utilities Commission to direct all investor-owned transmission and distribution utilities to enter into long-term contracts for capacity resources and associated energy. Current law limits the commission to directing investor-owned transmission and distribution utilities serving more than 50,000 customers to enter into such contracts.

## **LD 2041** An Act To Decrease Energy Costs on Swans Island and Frenchboro

P & S 36

Sponsor(s)	Committee Report	Amendments Adopted
PINGREE	OTP-AM MAJ ONTP MIN	H-708

This bill allows the Swan's Island Electric Cooperative, Inc. to sell wholesale generation service to reduce its cost of providing retail electric service.

## Committee Amendment "A" (H-708)

This amendment is the majority report of the committee. The amendment limits the authority of the Swans Island Electric Cooperative, Inc. to sell electricity in the wholesale market by placing a 3-megawatt limit on the production capacity of any generation resource operated by the cooperative. The amendment also requires that the cooperative obtain the approval of its membership by a majority vote in a referendum prior to constructing or acquiring any generation resource to be used in the sale of wholesale generation service.

#### **Enacted Law Summary**

Private and Special Law 2007, chapter 36 allows the Swan's Island Electric Cooperative, Inc. to sell wholesale generation service to reduce its cost of providing retail electric service. The law limits the cooperative's authority to sell electricity in the wholesale market by placing a 3-megawatt limit on the production capacity of any generation resource operated by the cooperative and requires that the cooperative obtain the approval of its membership by a majority vote in a referendum prior to constructing or acquiring any generation resource to be used in the sale of wholesale generation service.