## MAINE STATE LEGISLATURE

The following document is provided by the LAW AND LEGISLATIVE DIGITAL LIBRARY at the Maine State Law and Legislative Reference Library http://legislature.maine.gov/lawlib



Reproduced from electronic originals (may include minor formatting differences from printed original)

### STATE OF MAINE

125<sup>th</sup> Legislature First Regular Session



Summaries of bills, adopted amendments and laws enacted or finally passed

# JOINT STANDING COMMITTEE ON ENERGY, UTILITIES AND TECHNOLOGY

July 2011

### **MEMBERS:**

SEN. MICHAEL D. THIBODEAU, CHAIR SEN. CHRISTOPHER W. RECTOR SEN. PHILIP L. BARTLETT II

REP. STACEY ALLEN FITTS, CHAIR
REP. JAMES M. HAMPER
REP. DEAN A. CRAY
REP. LARRY C. DUNPHY
REP. AARON F. LIBBY
REP. JON HINCK
REP. ALEXANDER CORNELL DU HOUX
REP. ROBERTA B. BEAVERS
REP. MARK N. DION
REP. LOUIS J. LUCHINI

#### STAFF:

JEAN GUZZETTI, LEGISLATIVE ANALYST JON CLARK, DEPUTY DIRECTOR OFFICE OF POLICY AND LEGAL ANALYSIS 13 STATE HOUSE STATION AUGUSTA, ME 04333 (207) 287-1670

### STATE OF MAINE

 $125^{\text{TH}}$  LEGISLATURE FIRST REGULAR SESSION



# LEGISLATIVE DIGEST OF BILL SUMMARIES AND ENACTED LAWS

This Legislative Digest of Bill Summaries and Enacted Laws summarizes all LDs and adopted amendments and all laws enacted or finally passed during the First Regular Session of the 125<sup>th</sup> Maine Legislature.

The *Digest* is arranged alphabetically by committee and within each committee by Legislative Document (LD) number. The committee report(s), prime sponsor and lead co-sponsor(s), if designated, are listed below each LD 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 LD is noted to the right of the LD title. The following describes the various final actions.

CARRIED OVER	carried over to a subsequent session of the Legislature
CON RES XXX	chapter # of constitutional resolution passed by both houses
CONF CMTE UNABLE TO AGREE	
DIED BETWEEN HOUSES	House & Senate disagreed; legislation died
DIED IN CONCURRENCE	defeated in each house, but on different motions; legislation died
DIED ON ADJOURNMENT	action incomplete when session ended; legislation died
EMERGENCYenac	cted law takes effect sooner than 90 days after session adjournment
FAILED, EMERGENCY ENACTMENT or FINA	AL PASSAGE emergency failed to receive required 2/3 vote
FAILED, ENACTMENT or FINAL PASSAGE	failed to receive final majority vote
FAILED, MANDATE ENACTMENT	legislation proposing local mandate failed required 2/3 vote
HELD BY GOVERNORGovernor has r	not signed; final disposition to be determined at subsequent session
LEAVE TO WITHDRAW	sponsor's request to withdraw legislation granted
	ruled out of order by the presiding officer; legislation died
INDEF PP	indefinitely postponed; legislation died
	r REPORT X ought-not-to-pass report accepted; legislation died
P&S XXX	chapter # of enacted private & special law
	chapter # of enacted public Law
RESOLVE XXX	chapter # of finally passed resolve
	Legislature failed to override Governor's veto

The effective date for non-emergency legislation enacted in the First Regular Session of the 125<sup>th</sup> Legislature is September 28, 2011. The effective date for legislation enacted as an emergency measure may be found in the enacted law summary for that legislation.

### Joint Standing Committee on Energy, Utilities and Technology

agreements. In the case of a LURC agreement, the vote would be by the voters in the county "impacted" by the agreement; in the case of a consumer-owned water utility or a municipality, the voters could approve the proposed contract at a town meeting; in the case of a consumer-owned water utility, all voters in all municipalities "in which that utility operates" would be eligible to vote, the voters in each municipality would need to approve the agreement, if the utility operates in more than one municipality, no more than one referendum on a proposal would be permitted within in 12-month period and the other party to the agreement may be required to pay for the referendum.

## LD 1091 An Act To Expand the Availability of Natural Gas to the Citizens of PUBLIC 261 Maine

Sponsor(s)	Committee Report	Amendments Adopted
KATZ	OTP-AM	S-178

This bill defines a "natural gas service expansion project" (NGSEP) under the laws governing the Finance Authority of Maine (FAME) as any development for the purpose of facilitating the production, generation, transmission, delivery or furnishing of natural gas to persons located in this state. It provides that such projects are "eligible projects" but are not "major business expansion projects." As "eligible projects," NGSEPs would be eligible for FAME's mortgage insurance program (also called commercial loan insurance program) and revenue obligation securities program. As a result of not being a major business expansion project, NGSEPs would not be required to result in a net gain of at least 50 jobs to receive FAME assistance and FAME's assistance would not be limited by the \$25M revenue obligation securities loan cap applicable to major business expansion projects (10 MRSA §1043(2)(J)) and the \$120M cap on moral obligation securities for all such major business expansion projects (10 MRSA §1053(6)(B)). The bill directs FAME to consult with the Public Utilities Commission to develop a moral obligation program for NGSEPs and report back to the Legislature by January 15, 2012.

#### Committee Amendment "A" (S-178)

This amendment replaces the bill. The amendment:

- 1. Modifies the definition of "energy distribution system project" under the laws governing the Finance Authority of Maine to include systems that distribute or transmit natural gas;
- 2. Authorizes the Finance Authority of Maine to issue revenue obligation securities relating to energy distribution system projects under the program limits currently established in law for electric rate stabilization projects and provides that loans for energy distribution system projects may not exceed the limits established annually by the authority;
- 3. Establishes standards under which the Finance Authority of Maine may approve providing financial assistance to energy distribution system projects; and
- 4. Requires the Public Utilities Commission, upon request of the Finance Authority of Maine, to provide assistance in analyzing financial, economic or technical issues relating to projects regulated by the commission. At the request of the commission, the Finance Authority of Maine must assess the applicant a fee to reimburse the commission for any costs incurred by the commission that cannot be absorbed within its existing resources.

#### **Enacted Law Summary**

Public Law 2011, chapter 261:

1. Modifies the definition of "energy distribution system project" under the laws governing the Finance Authority of Maine to include systems that distribute or transmit natural gas;

### Joint Standing Committee on Energy, Utilities and Technology

- 2. Authorizes the Finance Authority of Maine to issue revenue obligation securities relating to energy distribution system projects under the program limits currently established in law for electric rate stabilization projects and provides that loans for energy distribution system projects may not exceed the limits established annually by the authority;
- 3. Establishes standards under which the Finance Authority of Maine may approve providing financial assistance to energy distribution system projects; and
- 4. Requires the Public Utilities Commission, upon request of the Finance Authority of Maine, to provide assistance in analyzing financial, economic or technical issues relating to projects regulated by the commission. At the request of the commission, the Finance Authority of Maine must assess the applicant a fee to reimburse the commission for any costs incurred by the commission that cannot be absorbed within its existing resources.

### LD 1112 An Act To Improve Maine's Renewable Energy Portfolio Standard

**ONTP** 

Sponsor(s)	Committee Report	Amendments Adopted
CORNELL DU HOUX	ONTP	
MASON		

This bill applies a 150% renewable energy credit multiplier to energy produced by efficient resources as defined under the Maine Revised Statutes, Title 35-A, section 3210, subsection 2, paragraph A.

### LD 1158 An Act To Change the Regulation of Liquefied Petroleum Gas Distribution Facilities

ONTP

Sponsor(s)	Committee Report	Amendments Adopted
FITTS	ONTP	

This bill requires the Public Utilities Commission to adopt major substantive rules regarding safety jurisdiction over certain gas utilities in conjunction with the Maine Fuel Board. Until those rules are adopted, the commission may not adopt or enforce rules that are more stringent than the requirements of federal law and regulations.

See LD 908.

## LD 1170 An Act To Establish a Code of Ethics for Individuals Involved in Grid-scale Wind Energy Development

ONTP

Sponsor(s)	Committee Report	Amendments Adopted
DUNPHY	ONTP	
WHITTEMORE		

This bill directs the Attorney General to develop through rulemaking a wind energy development code of ethics to prohibit inappropriate communications and interactions between municipal, county or state officials and wind