

SB0282/833929/1

BY: Senator Hershey

AMENDMENTS TO SENATE BILL 282, AS AMENDED
(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, after “2” insert “_”; in the same line, strike “– Extension” and substitute “and Compliance Fee”; in line 4, after the semicolon insert “altering the compliance fee for a shortfall from the required percentage of energy from Tier 2 renewable sources for the renewable energy portfolio standard in certain years;”; in line 13, strike “and” and substitute a comma; and in the same line, after “7-704(a)(4)” insert “, and 7-705(b)”.

AMENDMENT NO. 2

On page 4, after line 2, insert:

“7-705.

(b) (1) This subsection does not apply to a shortfall from the required Tier 1 renewable sources that is to be derived from offshore wind energy.

(2) If an electricity supplier fails to comply with the renewable energy portfolio standard for the applicable year, the electricity supplier shall pay into the Maryland Strategic Energy Investment Fund established under § 9-20B-05 of the State Government Article:

(i) except as provided in item (ii) of this paragraph, a compliance fee of:

(Over)

1. the following amounts for each kilowatt-hour of shortfall from required Tier 1 renewable sources other than the shortfall from the required Tier 1 renewable sources that is to be derived from solar energy:

A. 4 cents through 2016; and

B. 3.75 cents in 2017 and later;

2. the following amounts for each kilowatt-hour of shortfall from required Tier 1 renewable sources that is to be derived from solar energy:

A. 45 cents in 2008;

B. 40 cents in 2009 through 2014;

C. 35 cents in 2015 and 2016;

D. 19.5 cents in 2017;

E. 17.5 cents in 2018;

F. 15 cents in 2019;

G. 12.5 cents in 2020;

H. 10 cents in 2021;

I. 7.5 cents in 2022;

J. 6 cents in 2023; and

K. 5 cents in 2024 and later; and

3. A. EXCEPT AS PROVIDED IN ITEM B OF THIS ITEM, 1.5 cents for each kilowatt-hour of shortfall from required Tier 2 renewable sources; OR

B. .0005 CENTS FOR EACH KILOWATT-HOUR OF SHORTFALL FROM REQUIRED TIER 2 RENEWABLE SOURCES IN 2019 THROUGH 2021; or

(ii) for industrial process load:

1. for each kilowatt-hour of shortfall from required Tier 1 renewable sources, a compliance fee of:

A. 0.8 cents in 2006, 2007, and 2008;

B. 0.5 cents in 2009 and 2010;

C. 0.4 cents in 2011 and 2012;

D. 0.3 cents in 2013 and 2014;

E. 0.25 cents in 2015 and 2016; and

F. except as provided in paragraph (3) of this subsection, 0.2 cents in 2017 and later; and

2. A. EXCEPT AS PROVIDED IN ITEM B OF THIS ITEM, nothing for any shortfall from required Tier 2 renewable sources; OR

B. .0005 CENTS FOR EACH KILOWATT-HOUR OF SHORTFALL FROM REQUIRED TIER 2 RENEWABLE SOURCES IN 2019 THROUGH 2021.

(3) For industrial process load, the compliance fee for each kilowatt-hour of shortfall from required Tier 1 renewable sources is:

(i) 0.1 cents in any year during which suppliers are required to purchase ORECs under § 7-704.2 of this subtitle; and

(ii) nothing for the year following any year during which, after final calculations, the net rate impact per megawatt-hour from qualified offshore wind projects exceeded \$1.65 in 2012 dollars.”.