C5 6lr3569 CF 6lr3468

By: Delegates Minnick, Arnick, and Weir Introduced and read first time: March 2, 2006 Assigned to: Rules and Executive Nominations Re-referred to: Economic Matters, March 9, 2006 Committee Report: Favorable with amendments House action: Adopted Read second time: April 5, 2006 CHAPTER____ 1 AN ACT concerning 2 **Baltimore County** Liquefied Natural Gas Facilities - Approval for 3 Construction or Operation - Baltimore County Task Force 4 FOR the purpose of prohibiting the construction or operation of a liquefied natural gas facility without the approval of the Public Service Commission; prohibiting 5 the Public Service Commission from granting regulatory approval for the 6 construction or operation of a liquefied natural gas facility in Baltimore County 7 8 that is located within a certain distance of a residence; and generally relating to 9 liquefied natural gas facilities establishing a Baltimore County Liquefied Natural Gas Task Force; providing for the composition and duties of the Task 10 Force; requiring the Department of the Environment to provide staffing for the 11 Task Force; prohibiting members of the Task Force from receiving 12 compensation, but authorizing certain reimbursement for certain expenses; 13 14 requiring the Task Force to report certain findings and recommendations to the 15 Governor and the General Assembly on or before a certain date; providing for the termination of this Act; and generally relating to the Baltimore County 16

18 BY repealing and reenacting, with amendments,

Liquefied Natural Gas Task Force.

- 19 Article Public Utility Companies
- 20 Section 11 101

17

- 21 Annotated Code of Maryland
- 22 (1998 Volume and 2005 Supplement)

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1	<u>Preamble</u>
	WHEREAS, The demand in the United States for natural gas for residential and industrial use and for power generation is increasing rapidly and the United States now relies on natural gas for nearly one quarter of its energy use; and
5 6	WHEREAS, Projections indicate that consumption of natural gas in North America will soon outpace production; and
	WHEREAS, Technology has made the importation of natural gas in its liquefied form feasible and cost effective, and imports of liquefied natural gas to the United States are expected to sharply increase in the next decade; and
10 11	WHEREAS, An overwhelming majority of the residents of the area have voiced their opposition to the proposed facility; and
12 13	WHEREAS, A liquefied natural gas facility has been proposed for the Sparrows Point area in eastern Baltimore County; and
14 15 16	
19	WHEREAS, Objective and accurate information about liquefied natural gas, including, most importantly, the safety aspects surrounding siting decisions should be readily available to communities near a proposed liquefied natural gas import terminal facility; and
21 22	WHEREAS, The public is entitled to know about other important aspects relating to a liquefied natural gas facility in the Sparrows Point area, such as:
23	(1) the effect on recreational and commercial boating and fishing:
24 25 26	(2) the impacts on the environment, especially on water quality, resulting from the dredging required to locate a liquefied natural gas facility in the area, and the large amounts of contaminated dredged material that will result; and
27 28	(3) the impact on residential property owners in the vicinity of the facility, particularly their ability to retain access to their properties via water; and
	WHEREAS, Representatives of local communities that may be impacted by the siting decisions involving liquefied natural gas facilities should participate in the siting process; now, therefore,
32 33	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

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1			Article - Public Utility Companies
2	11-101.		
3	(a)	(1)	In this section the following words have the meanings indicated.
4 5	approximatel	(2) y atmosp	"Liquefied natural gas" means natural gas cooled to form a liquid at heric pressure.
6 7	store, or rega	(3) sify lique	"Liquefied natural gas facility" means any facility used to produce, fied natural gas.
8 9	(b) practicable th		nmission shall adopt regulations to ensure to the greatest extent onal safety of liquefied natural gas facilities.
	\ /		The Commission shall inspect periodically each liquefied natural gas pliance with the regulations adopted under subsection (b) of this
13 14	determines r	(2) necessary	Inspections shall be conducted at intervals the Commission
15 16			nmission may enforce [these] THE regulations by any method o), § 13-201, or § 13-205 of this article.
17 18	\ /	(1) TED WI	A LIQUEFIED NATURAL GAS FACILITY MAY NOT BE CONSTRUCTED THOUT THE APPROVAL OF THE COMMISSION.
	CONSTRUC		THE COMMISSION MAY NOT GRANT ANY APPROVAL FOR THE R OPERATION OF A LIQUEFIED NATURAL GAS FACILITY IF THE LOCATED:
22			(I) IN BALTIMORE COUNTY; AND
23			(II) WITHIN 2 MILES OF ANY RESIDENCE.
24 25	[(e)] necessary to	(F) carry ou	· · · · · · · · · · · · · · · · · · ·
26 27	L \ / J		This section does not expand the definition of "public service of this article.
30	under this se	10,000 fc	A person who violates a regulation that the Commission adopts wilty of a misdemeanor and on conviction is subject to a fine not reach day the violation continues, and imprisonment not
32	<u>(a)</u>	There is	a Baltimore County Liquefied Natural Gas Task Force.
33	<u>(b)</u>	The Tas	k Force consists of the following members:

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	communities House of Del		four members from the scientific, environmental, and energy appointed by the President of the Senate and the Speaker of the			
4 5	designee;	<u>(2)</u>	the Chairman of the Public Service Commission, or the Chairman's			
6		<u>(3)</u>	the Secretary of the Environment, or the Secretary's designee;			
7		<u>(4)</u>	the Secretary of Natural Resources, or the Secretary's designee;			
8 9	Director's des	(5) signee;	the Director of the Maryland Energy Administration, or the			
12			three members nominated by the Senator representing the Maryland which the proposed liquefied natural gas facility in eastern proposed to be sited, subject to approval of the President of the			
16	(7) three members nominated by the Delegates representing the Maryland legislative district in which the proposed liquefied natural gas facility in eastern Baltimore County is proposed to be sited, subject to approval of the Speaker of the House of Delegates.					
18 19	(c) members.	The Tas	k Force shall elect the chair of the Task Force from among its			
20	<u>(d)</u>	The Dep	partment of the Environment shall provide staff for the Task Force.			
21	<u>(e)</u>	A member of the Task Force:				
22		<u>(1)</u>	may not receive compensation; but			
23 24	Travel Regu	(2) lations, a	is entitled to reimbursement for expenses under the Standard State is provided in the State budget.			
25	<u>(f)</u>	The Tas	k Force shall study:			
26 27	or regasifica	(1) tion facil	the risks and hazards of a liquefied natural gas production, storage, ity;			
28 29	regasificatio	(2) n facility	the kind and use of the proposed production, storage, or			
	characteristic	(3) cs of the	the current and projected population and demographic location of the proposed production, storage, or regasification			
33 34	production,	(4) storage, o	the current and proposed land use near the location of the proposed or regasification facility;			

- 12 (g) The Task Force shall report its findings and recommendations to the
- 13 Governor and, in accordance with § 2-1246 of the State Government Article, the
- 14 General Assembly, on or before December 31, 2006.
- 15 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 16 October 1, 2006 July 1, 2006. It shall remain effective for a period of 1 year and 1
- 17 month and, at the end of July 31, 2007, with no further action required by the General
- 18 Assembly, this Act shall be abrogated and of no further force and effect.