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0lr3574 CF HB 1537

By: Senator Garagiola

Introduced and read first time: March 8, 2010 Assigned to: Rules Re–referred to: Finance, March 18, 2010

Committee Report: Favorable with amendments Senate action: Adopted Read second time: March 28, 2010

CHAPTER _____

1 AN ACT concerning

Renewable Energy Portfolio Standard – Renewable Energy Credits – Solar Water Heating Systems

4 FOR the purpose of providing that energy from a certain solar water heating system is $\mathbf{5}$ eligible for inclusion in meeting the renewable energy portfolio standard; 6 providing that a person that owns and operates a certain solar water heating $\overline{7}$ system shall receive a certain renewable energy credit under certain 8 circumstances; requiring the total amount of energy generated and consumed by 9 a commercial solar water heating system to be measured by a certain meter; requiring the total amount of energy generated and consumed by a residential 10 11 solar water heating system to be measured in a certain way; prohibiting a residential solar water heating system from producing more than a certain 12 13number of solar renewable energy credits in any one year; defining a certain term; altering a certain definition; requiring that certain solar water heating 14systems be installed in accordance with applicable State and local plumbing 1516 codes; and generally relating to the eligibility of solar water heating systems for 17inclusion in meeting the renewable energy portfolio standard.

- 18 BY repealing and reenacting, without amendments,
- 19 Article Public Utility Companies
- 20 Section 7–701(a)
- 21 Annotated Code of Maryland
- 22 (2008 Replacement Volume and 2009 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



$ \begin{array}{c} 1 \\ 2 \\ 3 \\ 4 \\ 5 \\ 6 \\ 7 \\ 8 \\ 9 \\ 10 \\ \end{array} $	 BY adding to Article – Public Utility Companies Section 7–701(k–1) and 7–704(g) Annotated Code of Maryland (2008 Replacement Volume and 2009 Supplement) BY repealing and reenacting, with amendments, Article – Public Utility Companies Section 7–701(l) Annotated Code of Maryland (2008 Replacement Volume and 2009 Supplement)
$\begin{array}{c} 11 \\ 12 \end{array}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
13	Article – Public Utility Companies
14	7-701.
15	(a) In this subtitle the following words have the meanings indicated.
16 17 18	(K-1) (1) "SOLAR WATER HEATING SYSTEM" MEANS A SYSTEM THAT GENERATES ENERGY USING SOLAR RADIATION FOR THE PURPOSE OF HEATING WATER.
19 20 21	(2) "SOLAR WATER HEATING SYSTEM" DOES NOT INCLUDE A SYSTEM THAT GENERATES ENERGY USING SOLAR RADIATION FOR THE SOLE PURPOSE OF HEATING A HOT TUB OR SWIMMING POOL.
22 23	(l) "Tier 1 renewable source" means one or more of the following types of energy sources:
$\frac{24}{25}$	(1) solar ENERGY, INCLUDING ENERGY FROM PHOTOVOLTAIC TECHNOLOGIES AND SOLAR WATER HEATING SYSTEMS;
26	(2) wind;
27	(3) qualifying biomass;
$\frac{28}{29}$	(4) methane from the anaerobic decomposition of organic materials in a landfill or wastewater treatment plant;
30	(5) geothermal;
31 32	(6) ocean, including energy from waves, tides, currents, and thermal differences;

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1 (7) a fuel cell that produces electricity from a Tier 1 renewable source 2 under item (3) or (4) of this subsection;

3 (8) a small hydroelectric power plant of less than 30 megawatts in 4 capacity that is licensed or exempt from licensing by the Federal Energy Regulatory 5 Commission; and

6

(9) poultry litter–to–energy.

7 7-704.

8 (G) (1) ENERGY FROM A SOLAR WATER HEATING SYSTEM IS ELIGIBLE 9 FOR INCLUSION IN MEETING THE RENEWABLE ENERGY PORTFOLIO STANDARD.

10 (2) A PERSON THAT OWNS AND OPERATES A SOLAR WATER 11 HEATING SYSTEM SHALL RECEIVE A RENEWABLE ENERGY CREDIT EQUAL TO 12 THE AMOUNT OF ENERGY, CONVERTED FROM **BTUS** TO KILOWATT HOURS, THAT 13 IS GENERATED BY THE SYSTEM THAT IS USED BY THE PERSON FOR WATER 14 HEATING.

15 (3) THE TOTAL AMOUNT OF ENERGY GENERATED AND CONSUMED
16 FOR A COMMERCIAL SOLAR WATER HEATING SYSTEM SHALL BE MEASURED BY A
17 METER THAT:

18(I) MEETS THE REQUIRED STANDARDS OF THE19INTERNATIONAL ORGANIZATION OF LEGAL METROLOGY; AND

20(II) IS CAPABLE OF PROVIDING ENERGY PRODUCTION DATA21ONLINE TO THE COMMISSION.

(4) THE TOTAL AMOUNT OF ENERGY GENERATED AND CONSUMED
 BY A RESIDENTIAL SOLAR WATER HEATING SYSTEM SHALL BE MEASURED:

24(I)1. BY A METER THAT MEETS THE REQUIRED25STANDARDS OF THE INTERNATIONAL ORGANIZATION OF LEGAL METROLOGY;26AND

27
 28 DATA ONLINE TO THE COMMISSION; OR

29 (II) BY THE SOLAR RATINGS AND CERTIFICATION 30 CORPORATION'S OG-300 ANNUAL PRODUCTION ESTIMATE FOR THE SYSTEM.

1 (5) A RESIDENTIAL SOLAR WATER HEATING SYSTEM MAY NOT 2 PRODUCE MORE THAN FIVE SOLAR RENEWABLE ENERGY CREDITS IN ANY 3 1 YEAR.

4 <u>SECTION 2. AND BE IT FURTHER ENACTED, That solar water heating</u> 5 systems, as defined in § 7–701 of the Public Utility Companies Article, as enacted by 6 <u>Section 1 of this Act, shall be installed in accordance with applicable State and local</u> 7 <u>plumbing codes.</u>

8 SECTION <u>2</u><u>3.</u> AND BE IT FURTHER ENACTED, That this Act shall take 9 effect October 1, 2010.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.