# By: Senators Astle and Hershey

Introduced and read first time: February 3, 2017 Assigned to: Finance and Education, Health, and Environmental Affairs

A BILL ENTITLED

1 AN ACT concerning

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# Local Jurisdictions – Zoning Authority – Generating Stations

3 FOR the purpose of authorizing a local jurisdiction to adopt certain zoning regulations for 4 the siting of generating stations; requiring a local jurisdiction that adopts zoning  $\mathbf{5}$ regulations in accordance with this Act to make a certain determination regarding 6 the types of energy generating technologies that the zoning regulations will include; 7 prohibiting the siting or construction of a certain generating station beginning on 8 the date of a certain notice until certain zoning regulations are adopted or after a 9 certain period of time from the date of a certain notice, subject to a certain exception; 10requiring a local jurisdiction to provide a certain notice before proposing certain 11 zoning regulations; requiring a local jurisdiction to offer to meet with certain 12representatives of energy generation technologies that will be included in the zoning 13regulations within a certain period of time from the date of a certain notice; requiring 14a certain power plant environmental research program to identify and recommend 15certain representatives to meet with a local jurisdiction; requiring a local jurisdiction 16to consider certain factors when establishing certain zoning regulations; requiring a 17local jurisdiction to identify certain generating station sites for certain energy 18 generation technologies included in the zoning regulations; requiring the Public 19Service Commission to review and comment on a local jurisdiction's proposed zoning 20regulations; establishing that a local jurisdiction's zoning regulations in effect before 21 a certain date are deemed to be in compliance with this Act and binding on a certain 22generating station if the Commission makes a certain determination; requiring a 23local jurisdiction to comply with the requirements of this Act when amending, 24repealing, or reclassifying zoning regulations adopted under this Act; requiring the 25owner of a certain generating station to comply with zoning regulations adopted in 26accordance with this Act; authorizing the Commission to preempt a local 27jurisdiction's zoning regulations adopted in accordance with this Act under certain 28circumstances; applying this Act to charter counties and Baltimore City; prohibiting 29the Commission from issuing a certificate of public convenience and necessity for or 30 approving the construction of a certain generating station unless the construction 31complies with a local jurisdiction's zoning regulations adopted in accordance with

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



this Act; requiring a certain power plant environmental research program to study and make certain recommendations regarding certain matters; requiring the power plant environmental research program to consult with certain representatives in conducting the study and developing recommendations; requiring the program to report its findings and recommendations to the Governor and the General Assembly on or before a certain date; defining a certain term; providing for the application of this Act; and generally relating to zoning authority and generating stations.

- 8 BY repealing and reenacting, with amendments,
- 9 Article Land Use
- 10 Section 1–401(b) and 10–103(b)
- 11 Annotated Code of Maryland
- 12 (2012 Volume and 2016 Supplement)
- 13 BY adding to
- 14 Article Land Use
- 15 Section 4–211
- 16 Annotated Code of Maryland
- 17 (2012 Volume and 2016 Supplement)
- 18 BY repealing and reenacting, with amendments,
- 19 Article Public Utilities
- 20 Section 7-207(b)(1) and 7-207.1(b)
- 21 Annotated Code of Maryland
- 22 (2010 Replacement Volume and 2016 Supplement)
- 23 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 24 That the Laws of Maryland read as follows:
- 25 Article Land Use 26 1–401.
- 27 (b) The following provisions of this division apply to a charter county:

28 (1) this subtitle, including Parts II and III (Charter county 29 – Comprehensive plans);

30 (2) § 1–101(l), (m), and (o) (Definitions – "Plan", "Priority funding area", 31 and "Sensitive area");

- 32 (3) § 1–201 (Visions);
- 33 (4) § 1-206 (Required education);
- 34 (5) § 1-207 (Annual report In general);

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1		(6)	§ 1–20	08 (Annual report – Measures and indicators);
2		(7)	Title	l, Subtitle 3 (Consistency);
3		(8)	Title 1	1, Subtitle 5 (Growth Tiers);
4		(9)	§ 4–10	04(b) (Limitations – Bicycle parking);
5		(10)	§ 4-20	08 (Exceptions – Maryland Accessibility Code);
6		(11)	§ 4-21	10 (Permits and variances – Solar panels);
7		(12)	<b>§</b> 4–2	11 (GENERATING STATION ZONING);
8		<b>[</b> (12) <b>]</b>	(13)	§ 5–102(d) (Subdivision regulations – Burial sites);
9		<b>[</b> (13) <b>]</b>	(14)	§ 5–104 (Major subdivision – Review);
10		<b>[</b> (14) <b>]</b>	(15)	Title 7, Subtitle 1 (Development Mechanisms);
11		<b>[</b> (15) <b>]</b>	(16)	Title 7, Subtitle 2 (Transfer of Development Rights);
$\begin{array}{c} 12\\ 13 \end{array}$		[(16)] (Deve	```	except in Montgomery County or Prince George's County, Title at Rights and Responsibilities Agreements);
14		<b>[</b> (17) <b>]</b>	(18)	Title 7, Subtitle 4 (Inclusionary Zoning);
15		<b>[</b> (18) <b>]</b>	(19)	§ 8–401 (Conversion of overhead facilities);
$\begin{array}{c} 16 \\ 17 \end{array}$	Provisions –	- · · -		for Baltimore County only, Title 9, Subtitle 3 (Single-County ounty);
18 19	Provisions –		. ,	for Howard County only, Title 9, Subtitle 13 (Single-County nty);
$\begin{array}{c} 20\\ 21 \end{array}$	Provisions – '		. ,	for Talbot County only, Title 9, Subtitle 18 (Single–County ty); and
22		<b>[</b> (22) <b>]</b>	(23)	Title 11, Subtitle 2 (Civil Penalty).
23	4-211.			
24	(A)	(1)	Ιν τι	HIS SECTION, "LOCAL JURISDICTION" HAS THE MEANING

STATED IN § 1–101 OF THIS ARTICLE.

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1	(2) "Loc	CAL JURISDICTION" INCLUDES:
$2 \\ 3 \\ 4$		A COUNTY PLANNING BOARD AS DEFINED UNDER § 14–101 S ARTICLE WHEN THE PROVISIONS OF THIS SECTION WOULD IAT IS PRIMARILY LOCAL IN SCOPE; AND
5 6 7		A DISTRICT COUNCIL AS DEFINED UNDER § 14–101 OF THIS ROVISIONS OF THIS SECTION WOULD APPLY IN A MANNER URISDICTION OF A COUNTY PLANNING BOARD.
8	(B) (1) THIS	SECTION APPLIES TO:
9	(I)	A GENERATING STATION:
$10 \\ 11 \\ 12$	PUBLIC CONVENIENCE ARTICLE; OR	1. THAT IS REQUIRED TO OBTAIN A CERTIFICATE OF AND NECESSITY UNDER § 7–207 OF THE PUBLIC UTILITIES
$\begin{array}{c} 13\\14\end{array}$	MEGAWATTS; AND	2. WITH A GENERATION CAPACITY OF AT LEAST 2
15	(II)	A GROUP OF GENERATING STATIONS THAT:
16		1. ARE DEVELOPED BY THE SAME PERSON;
17 18	AND	2. ARE GEOGRAPHICALLY ADJACENT TO ONE ANOTHER;
19		<b>3.</b> WHEN TAKEN IN THE AGGREGATE, WOULD:
$20 \\ 21 \\ 22$	CONVENIENCE AND NEO OR	A. BE REQUIRED TO OBTAIN A CERTIFICATE OF PUBLIC CESSITY UNDER § 7–207 OF THE PUBLIC UTILITIES ARTICLE;
$\begin{array}{c} 23\\ 24 \end{array}$	MEGAWATTS.	B. HAVE A GENERATION CAPACITY OF AT LEAST 2
25	(2) This	SECTION DOES NOT APPLY TO:
26	(I)	TRANSMISSION LINES;
27	(II)	GAS PIPELINES; OR

1 (III) OIL PIPELINES.  $\mathbf{2}$ **(C)** (1) **(I)** A LOCAL JURISDICTION MAY ADOPT ZONING REGULATIONS 3 FOR THE SITING OF GENERATING STATIONS. 4 **(II)** Α LOCAL JURISDICTION THAT ADOPTS ZONING **REGULATIONS UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH SHALL:** 56 1. DETERMINE THE TYPES OF ENERGY GENERATING 7 TECHNOLOGIES THAT THE ZONING REGULATIONS WILL INCLUDE; AND 8 2. COMPLY WITH THE REQUIREMENTS OF THIS SECTION. 9 (2) **(I)** EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS 10 PARAGRAPH, BEGINNING ON THE DATE OF THE NOTICE REQUIRED UNDER 11 PARAGRAPH (3) OF THIS SUBSECTION, A GENERATING STATION THAT WILL USE AN ENERGY GENERATION TECHNOLOGY THAT WILL BE INCLUDED IN A LOCAL 1213 JURISDICTION'S ZONING REGULATIONS MAY NOT BE SITED OR CONSTRUCTED UNTIL THE DATE OF FINAL ADOPTION OF THE ZONING REGULATIONS OR 1 YEAR FROM THE 14 15DATE OF THE NOTICE, WHICHEVER IS EARLIER. 16 **(II)** SUBPARAGRAPH (1) OF THIS PARAGRAPH DOES NOT APPLY TO A GENERATING STATION THAT HAS AN APPLICATION FOR A CERTIFICATE OF 17PUBLIC CONVENIENCE AND NECESSITY SUBMITTED BEFORE THE DATE OF THE 18 19 NOTICE. 20(3) **BEFORE PROPOSING ZONING REGULATIONS FOR THE SITING OF A** 21GENERATING STATION, A LOCAL JURISDICTION SHALL PROVIDE NOTICE OF THE 22ENERGY GENERATING TECHNOLOGIES THAT THE ZONING REGULATIONS WILL 23INCLUDE IN ACCORDANCE WITH THE LOCAL JURISDICTION NOTICE PROCEDURES AND THE NOTICE REQUIREMENTS IN § 4–203 OF THIS SUBTITLE. 2425(4) **(I)** WITHIN 1 MONTH AFTER THE DATE OF THE NOTICE 26**REQUIRED UNDER PARAGRAPH (3) OF THIS SUBSECTION, A LOCAL JURISDICTION** 27SHALL OFFER TO MEET WITH REPRESENTATIVES OF EACH ENERGY GENERATING 28**TECHNOLOGY THAT THE ZONING REGULATIONS WILL INCLUDE TO DISCUSS:** 291. THE ENERGY GENERATING TECHNOLOGY'S SITING 30 **NEEDS: AND** 312. THE LOCAL JURISDICTION'S LAND USE NEEDS.

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1 (II) THE POWER PLANT ENVIRONMENTAL RESEARCH PROGRAM 2 ESTABLISHED UNDER § 3–303 OF THE NATURAL RESOURCES ARTICLE SHALL 3 IDENTIFY AND RECOMMEND REPRESENTATIVES OF EACH ENERGY GENERATING 4 TECHNOLOGY THAT THE ZONING REGULATIONS WILL INCLUDE TO MEET WITH THE 5 LOCAL JURISDICTION.

6 (5) A LOCAL JURISDICTION SHALL CONSIDER THE FOLLOWING 7 FACTORS WHEN ESTABLISHING ZONING REGULATIONS FOR THE SITING OF 8 GENERATING STATIONS:

9 (I) SITING FACTORS IDENTIFIED BY THE PUBLIC SERVICE 10 COMMISSION AS NECESSARY FOR A VIABLE GENERATING STATION BASED ON THE 11 SPECIFIC ENERGY GENERATION TECHNOLOGY, INCLUDING:

121.GRID CAPACITY WITHIN THE LOCAL JURISDICTION;13AND

142. THE LOCATION OF HIGH VOLTAGE GRID15CONNECTIONS WITHIN THE LOCAL JURISDICTION; AND

16 (II) FACTORS THAT ARE IMPORTANT TO THE GOALS AND 17 OBJECTIVES OF THE LOCAL JURISDICTION'S COMPREHENSIVE PLAN IN LIGHT OF 18 THE ZONING REGULATIONS, SUCH AS:

191. THE LOCATION AND PROTECTION OF PRIME20AGRICULTURAL SOILS, CULTURALLY OR HISTORICALLY IMPORTANT LANDS, AND21ENVIRONMENTALLY SENSITIVE LANDS;

22 **2.** IMPACTS ON THE LOCAL JURISDICTION'S 23 INFRASTRUCTURE, SUCH AS USE OF ROADWAYS AND EFFECTS ON PUBLIC SAFETY 24 SERVICES; AND

25 **3.** ANY OTHER FACTORS THE LOCAL JURISDICTION 26 CONSIDERS NECESSARY.

27 (6) A LOCAL JURISDICTION SHALL IDENTIFY VIABLE GENERATING
 28 STATION SITES FOR EACH ENERGY GENERATION TECHNOLOGY INCLUDED IN THE
 29 ZONING REGULATIONS.

30 (D) (1) THE PUBLIC SERVICE COMMISSION SHALL REVIEW AND 31 COMMENT ON A LOCAL JURISDICTION'S PROPOSED ZONING REGULATIONS, 32 INCLUDING WHETHER THE ZONING IDENTIFIES VIABLE GENERATING STATION SITES 33 BASED ON THE REQUIREMENTS OF THIS SUBSECTION. 1 (2) A LOCAL JURISDICTION'S ZONING REGULATIONS IN EFFECT 2 BEFORE JANUARY 1, 2017, SHALL BE DEEMED IN COMPLIANCE WITH THIS SECTION 3 AND BINDING ON A PROPOSED GENERATING STATION IF THE LOCAL JURISDICTION 4 SUBMITS THE ZONING REGULATIONS TO THE PUBLIC SERVICE COMMISSION FOR A 5 DETERMINATION THAT:

6 (I) THE ZONING REGULATIONS REFLECT THE FACTORS 7 IDENTIFIED IN SUBSECTION (C)(5) OF THIS SECTION; AND

8 (II) THE ZONING REGULATIONS IDENTIFY VIABLE GENERATING 9 STATION SITES FOR EACH ENERGY GENERATION TECHNOLOGY ADDRESSED IN THE 10 ZONING REGULATIONS.

11 (E) A LOCAL JURISDICTION SHALL COMPLY WITH THE REQUIREMENTS OF 12 THIS SECTION WHEN AMENDING, REPEALING, OR RECLASSIFYING ZONING 13 REGULATIONS ADOPTED UNDER THIS SECTION.

14 (F) EXCEPT AS PROVIDED IN SUBSECTION (G) OF THIS SECTION, AND 15 NOTWITHSTANDING ANY OTHER PROVISION OF LAW, THE OWNER OF A PROPOSED 16 GENERATING STATION SHALL COMPLY WITH ZONING REGULATIONS ADOPTED BY A 17 LOCAL JURISDICTION IN ACCORDANCE WITH THIS SECTION.

18 (G) THE PUBLIC SERVICE COMMISSION MAY PREEMPT A LOCAL 19 JURISDICTION'S ZONING REGULATIONS ADOPTED IN ACCORDANCE WITH THIS 20 SECTION IF:

21 (1) THE PUBLIC SERVICE COMMISSION DETERMINES THAT A 22 PROPOSED GENERATING STATION IS VITAL TO GRID INTEGRITY; AND

23(2)THERE IS NOT A VIABLE ALTERNATIVE SITE AUTHORIZED UNDER24THE ZONING REGULATIONS.

25 10-103.

26 (b) The following provisions of this division apply to Baltimore City:

- 27 (1) this title;
- 28 (2) § 1-101(m) (Definitions "Priority funding area");
- 29 (3) § 1-101(0) (Definitions "Sensitive area");
- 30 (4) § 1–201 (Visions);

1 (5)§ 1–206 (Required education);  $\mathbf{2}$ (6)§ 1–207 (Annual report – In general); 3 § 1–208 (Annual report – Measures and indicators); (7)4 Title 1, Subtitle 3 (Consistency); (8)(9)Title 1. Subtitle Parts Π III (Home Rule  $\mathbf{5}$ 4. and 6 Counties - Comprehensive Plans; Implementation); 7 (10)§ 4–104(b) (Limitations – Bicycle parking); 8 (11)§ 4–205 (Administrative adjustments); 9 (12)§ 4–207 (Exceptions – Maryland Accessibility Code); 10 § 4–210 (Permits and variances – Solar panels); (13)(14) § 4-211 (GENERATING STATION ZONING); 11 12**(**14)**] (15)** § 5–201(d) (Subdivision regulations – Burial sites); 13**[**(15)**] (16)** Title 7, Subtitle 1 (Development Mechanisms); **(**16)**] (17)** Title 7, Subtitle 2 (Transfer of Development Rights); 14**(**17)**] (18)** Title 7, Subtitle 3 (Development Rights and Responsibilities 1516 Agreements); 17**[**(18)**] (19)** Title 7, Subtitle 4 (Inclusionary Zoning); and **(**(19)**] (20)** Title 11, Subtitle 2 (Civil Penalty). 18Article - Public Utilities 19207 - 207.21(b)(1)(i) Unless a certificate of public convenience and necessity for the 22construction is first obtained from the Commission, a person may not begin construction in the State of: 23241. a generating station; or 252. a qualified generator lead line.

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1 (ii) If a person obtains Commission approval for construction under 2 § 7–207.1 of this subtitle, the Commission shall exempt a person from the requirement to 3 obtain a certificate of public convenience and necessity under this section.

4 (iii) Notwithstanding subparagraph (i) of this paragraph, a person 5 may not apply to obtain a certificate of public convenience and necessity for construction of 6 a qualified generator lead line unless:

7 1. at least 90 days before the filing of an application for a 8 certificate of public convenience and necessity, the person had in good faith offered the 9 electric company that owns that portion of the electric grid in Maryland to which the 10 qualified generator lead line would interconnect a full and fair opportunity for the electric 11 company to construct the qualified generator lead line; and

12 2. at any time at least 10 days before the filing of an 13 application for a certificate of public convenience and necessity, the electric company:

A. did not accept from the person a proposal or a negotiated version of the proposal under which the electric company would construct the qualified generator lead line; or

B. stated in writing that the electric company did not intend
to construct the qualified generator lead line.

19(IV) NOTWITHSTANDING **SUBPARAGRAPH (I)** OF THIS 20PARAGRAPH, IF A LOCAL JURISDICTION HAS ADOPTED ZONING REGULATIONS 21UNDER § 4–211 OF THE LAND USE ARTICLE, THE COMMISSION MAY NOT ISSUE A 22CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY FOR THE CONSTRUCTION 23OF A GENERATING STATION UNLESS THE CONSTRUCTION OF THE GENERATING 24STATION COMPLIES WITH THE LOCAL JURISDICTION'S ZONING REGULATIONS.

25 7-207.1.

(b) (1) The Commission shall require a person that is exempted from the requirement to obtain a certificate of public convenience and necessity to obtain approval from the Commission under this section before the person may construct a generating station described in subsection (a) of this section.

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(2) An application for approval under this section shall:

31 (i) be made to the Commission in writing on a form adopted by the32 Commission;

33 (ii) be verified by oath or affirmation; and

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1	(iii) contain information that the Commission requires, including:
$\frac{2}{3}$	1. proof of compliance with all applicable requirements of the independent system operator; and
45	2. a copy of an interconnection, operation, and maintenance agreement between the generating station and the local electric company.
6 7 8 9 10	(3) NOTWITHSTANDING PARAGRAPH (1) OF THIS SUBSECTION, IF A LOCAL JURISDICTION HAS ADOPTED ZONING REGULATIONS UNDER § 4–211 OF THE LAND USE ARTICLE, THE COMMISSION MAY NOT APPROVE THE CONSTRUCTION OF A GENERATING STATION UNLESS THE CONSTRUCTION OF THE GENERATING STATION COMPLIES WITH THE LOCAL JURISDICTION'S ZONING REGULATIONS.
11	SECTION 2. AND BE IT FURTHER ENACTED, That:
$12 \\ 13 \\ 14 \\ 15$	(a) The power plant environmental research program established under § 3–303 of the Natural Resources Article shall study and make recommendations on improving notice and communication processes between developers of generating stations, the State, and local jurisdictions.
$\begin{array}{c} 16 \\ 17 \end{array}$	(b) In conducting the study and developing recommendations, the program shall consult with representatives of:
18	(1) the Public Service Commission;
19	(2) the Maryland Energy Administration;
20	(3) the Maryland Association of Counties;
21	(4) the Maryland Municipal League;
22	(5) the Solar Energy Industries Association;
23	(6) the American Wind Energy Association;
24	(7) the Maryland Petroleum Council;
$\frac{25}{26}$	(8) the agricultural preservation community, including the Maryland Agricultural Land Preservation Foundation and the Rural Legacy Program;
$\begin{array}{c} 27\\ 28 \end{array}$	(9) the land conservation community, including the Heritage Conservation Program and the Maryland Environmental Trust; and
29 30	(10) the historic preservation communities, including the Maryland Heritage Areas Program.

1 (c) On or before December 31, 2017, the program shall submit its findings and 2 recommendations to the Governor and, in accordance with § 2–1246 of the State 3 Government Article, the General Assembly.

4 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 5 October 1, 2017.