1	TO THE HOUSE OF REPRESENTATIVES:
2	The Committee on Natural Resources and Energy to which was referred
3	Senate Bill No. 230 entitled "An act relating to improving the siting of energy
4	projects" respectfully reports that it has considered the same and recommends
5	that the House propose to the Senate that the bill be amended by striking out all
6	after the enacting clause and inserting in lieu thereof the following:
7	* * * Designation * * *
8	Sec. 1. DESIGNATION OF ACT
9	This act shall be referred to as the Energy Development Improvement Act.
10	* * * Integration of Energy and Land Use Planning * * *
11	Sec. 2. 24 V.S.A. § 4302(c)(7) is amended to read:
12	(7) To encourage the make efficient use of energy and, provide for the
13	development of renewable energy resources, and reduce emissions of
14	greenhouse gases.
15	(A) General strategies for achieving these goals include increasing
16	the energy efficiency of new and existing buildings; identifying areas suitable
17	for renewable energy generation; encouraging the use and development of
18	renewable or lower emission energy sources for electricity, heat, and
19	transportation; and reducing transportation energy demand and single
20	occupancy vehicle use.

1	(B) Specific strategies and recommendations for achieving these
2	goals are identified in the State energy plans prepared under 30 V.S.A. §§ 202
3	<u>and 202b</u> .
4	Sec. 3. 24 V.S.A. § 4345 is amended to read:
5	§ 4345. OPTIONAL POWERS AND DUTIES OF REGIONAL PLANNING
6	COMMISSIONS
7	Any regional planning commission created under this chapter may:
8	* * *
9	(6) Undertake studies and make recommendations on land development,
10	urban renewal, transportation, economic, industrial, commercial, and social
11	development, urban beautification and design improvements, historic and
12	scenic preservation, the conservation of energy and the development of
13	renewable energy resources, State capital investment plans, and wetland
14	protection.
15	* * *
16	Sec. 4. 24 V.S.A. § 4345a is amended to read:
17	§ 4345a. DUTIES OF REGIONAL PLANNING COMMISSIONS
18	A regional planning commission created under this chapter shall:
19	* * *
20	(14) With respect to proceedings under 30 V.S.A. § 248:
21	(A) have the right to appear and participate; and

1	(B) Appear appear before the Public Service Board to aid the Board
2	in making determinations under 30 V.S.A. § 248 that statute when requested
3	by the Board.
4	* * *
5	(19) Undertake studies and make recommendations on the conservation
6	of energy and the development of renewable energy resources.
7	Sec. 5. 24 V.S.A. § 4348a(a)(3) is amended to read:
8	(3) An energy element, which may include <u>an</u> analysis of energy
9	resources, needs, scarcities, costs, and problems within the region, across all
10	energy sectors, including electric, thermal, and transportation; a statement of
11	policy on the conservation and efficient use of energy and the development and
12	siting of renewable energy resources, and; a statement of policy on patterns
13	and densities of land use and control devices likely to result in conservation of
14	energy; and an identification of potential areas for the development and siting
15	of renewable energy resources and areas that are unsuitable for siting those
16	resources or particular categories or sizes of those resources.
17	Sec. 6. 24 V.S.A. § 4352 is added to read:
18	§ 4352. OPTIONAL DETERMINATION OF ENERGY
19	COMPLIANCE; ENHANCED ENERGY PLANNING
20	(a) Regional plan. A regional planning commission may submit its adopted
21	regional plan to the Commissioner of Public Service appointed under

1	30 V.S.A. § 1 for a determination of energy compliance. The Commissioner
2	shall issue such a determination in writing on finding that the regional plan
3	meets the requirements of subsection (c) of this section and allows for the
4	siting in the region of all types of renewable generation technologies.
5	(b) Municipal plan. If the Commissioner of Public Service has issued a
6	determination of energy compliance for a regional plan that is in effect, a
7	municipal legislative body within the region may submit its adopted municipal
8	plan to the regional planning commission for issuance of a determination of
9	energy compliance. The regional planning commission shall issue such a
10	determination in writing, signed by the chair of the regional planning
11	commission, on finding that the municipal plan meets the requirements of
12	subsection (c) of this section and is consistent with the regional plan.
13	(c) Enhanced energy planning; requirements. To obtain a determination of
14	energy compliance under this section, a plan must:
15	(1) in the case of a regional plan, include the energy element as
16	described in subdivision 4348a(a)(3) of this title;
17	(2) in the case of a municipal plan, include an energy element that has
18	the same components as described in subdivision 4348a(a)(3) of this title for a
19	regional plan and be confirmed under section 4350 of this title;
20	(3) be consistent with the following, with consistency determined in the
21	manner described under subdivision 4302(f)(1) of this title:

1	(A) Vermont's greenhouse gas reduction goals under 10 V.S.A.
2	<u>§ 578(a);</u>
3	(B) Vermont's 25 by 25 goal for renewable energy under 10 V.S.A.
4	<u>§ 580;</u>
5	(C) Vermont's building efficiency goals under 10 V.S.A. § 581;
6	(D) State energy policy under 30 V.S.A. § 202a and the
7	recommendations for regional and municipal energy planning pertaining to the
8	efficient use of energy and the siting and development of renewable energy
9	resources contained in the State energy plans adopted pursuant to 30 V.S.A.
10	§§ 202 and 202b (State energy plans); and
11	(E) the distributed renewable generation and energy transformation
12	categories of resources to meet the requirements of the Renewable Energy
13	Standard under 30 V.S.A. §§ 8004 and 8005; and
14	(4) meet the standards for issuing a determination of energy compliance
15	included in the State energy plans.
16	(d) State energy plans; recommendations; standards.
17	(1) The State energy plans shall include the recommendations for
18	regional and municipal energy planning and the standards for issuing a
19	determination of energy compliance described in subdivision (c)(3) of this
20	section.

1	(2) The recommendations shall provide strategies and options for
2	regional planning commissions and municipalities to employ in meeting the
3	goals and policies contained in statutes listed in subdivision (c)(3) of this
4	section.
5	(3) The standards shall consist of a list of criteria for issuing a
6	determination of energy compliance that ensure consistency with the goals and
7	policies contained in the statutes listed in subdivision (c)(3) of this section and
8	the recommendations developed pursuant to this subsection.
9	(4) In developing standards and recommendations under this subsection,
10	the Commissioner of Public Service shall consult with all persons identified
11	under 30 V.S.A. § 202(d)(1); the Secretaries of Agriculture, Food and Markets,
12	of Commerce and Community Development, of Natural Resources, and of
13	Transportation; and other affected persons.
14	(5) The Commissioner of Public Service shall provide the
15	Commissioner of Housing and Community Development with a copy of the
16	recommendations and standards developed under this subsection for inclusion
17	in the planning and land use manual prepared pursuant to section 4304 of this
18	<u>title.</u>
19	(e) Process for issuing determinations of energy compliance. Review of
20	whether to issue a determination of energy compliance under this section shall
21	include a public hearing noticed at least 15 days in advance by direct mail to

1	the requesting regional planning commission or municipal legislative body,
2	posting on the website of the entity from which the determination is requested,
3	and publication in a newspaper of general publication in the region or
4	municipality affected. The Commissioner or regional planning commission
5	shall issue the determination within two months of the receipt of a request for a
6	determination. If the determination is negative, the Commissioner or regional
7	planning commission shall state the reasons for denial in writing and, if
8	appropriate, suggest acceptable modifications. Submissions for a new
9	determination that follow a negative determination shall receive a new
10	determination within 45 days.
11	(f) Appeal. A regional planning commission aggrieved by an act or
12	decision of the Commissioner of Public Service under this section may appeal
13	to the hearing panel established by this subsection within 30 days of the act or
14	decision.
15	(1) The hearing panel shall consist of the following members:
16	(A) A member and alternate appointed by the Vermont Association
17	of Planning and Development Agencies. The initial terms of this member and
18	alternate shall be three years.
19	(B) A member and alternate appointed by the Vermont League of
20	Cities and Towns. The initial terms of this member and alternate shall be two
21	<u>years.</u>

1	(C) A member and alternate appointed by the Commissioner of
2	Public Service. The initial terms of this member and alternate shall be three
3	<u>years.</u>
4	(2) On or before November 1, 2016, each appointing authority shall
5	make initial appointments under this section.
6	(3) Following initial terms, the appointing authority shall appoint a
7	member and alternate for terms of three years. The appointing authority may
8	reappoint a member or alternate.
9	(4) The hearing panel shall elect a chair from among its members,
10	excluding alternates. A member may designate his or her alternate to serve if
11	the member is disqualified or otherwise unavailable to serve. If the chair is
12	disqualified or unavailable to serve on a matter, the members serving shall
13	elect a chair for the matter from among themselves.
14	(5) A member of the hearing panel shall not be an employee of the
15	Department of Public Service (DPS). The provisions of 12 V.S.A. § 61
16	(disqualification for interest) shall apply to the members of the hearing panel.
17	(6) The hearing panel shall conduct a de novo hearing on the act or
18	decision under appeal and shall proceed in accordance with the contested case
19	requirements of the Vermont Administrative Procedure Act. The hearing panel
20	shall issue a final decision within 90 days of the filing of the appeal.

1	(7) The hearing panel shall be entitled to the professional and
2	administrative assistance of the staff of the Natural Resources Board and
3	District Commissions under 10 V.S.A. chapter 151.
4	(g) Municipality; determination from DPS; time-limited option. Until
5	July 1, 2018, a municipality whose plan has been confirmed under section
6	4350 of this title may seek issuance of a determination of energy compliance
7	from the Commissioner of Public Service if it is a member of a regional
8	planning commission whose regional plan has not received such a
9	determination.
10	(1) The Commissioner shall issue a determination of energy compliance
11	for the municipal plan on finding that the plan meets the requirements of
12	subsection (c) of this section. The Commissioner's review of the municipal
13	plan shall be for the purpose only of determining whether a determination of
14	energy compliance should be issued because those requirements are met.
15	(2) A municipality aggrieved by an act or decision of the Commissioner
16	under this subsection may appeal in accordance with the procedures of
17	subsection (f) of this section.
18	(h) Determination; time period. An affirmative determination of energy
19	compliance issued pursuant to this section shall remain in effect until the end
20	of the period for expiration or readoption of the plan to which it applies.

1	(i) Commissioner; consultation. In the discharge of the duties assigned
2	under this section, the Commissioner shall consult with and solicit the
3	recommendations of the Secretaries of Agriculture, Food and Markets, of
4	Commerce and Community Development, of Natural Resources, and of
5	<u>Transportation.</u>
6	Sec. 7. 30 V.S.A. § 202 is amended to read:
7	§ 202. ELECTRICAL ENERGY PLANNING
8	* * *
9	(b) The Department, through the Director, shall prepare an electrical energy
10	plan for the State. The Plan shall be for a 20-year period and shall serve as a
11	basis for State electrical energy policy. The Electric Energy Plan shall be
12	based on the principles of "least cost integrated planning" set out in and
13	developed under section 218c of this title. The Plan shall include at a
14	minimum:
15	* * *
16	(4) a detailed exposition, including capital requirements and the
17	estimated cost to consumers, of how such demand shall be met based on the
18	assumptions made in subdivision (1) of this subsection and the policies set out
19	in subsection (c) of this section; and
20	(5) specific strategies for reducing electric rates to the greatest extent
21	possible in Vermont over the most immediate six-year period, for the next

1	succeeding six-year period, and long-term sustainable strategies for achieving
2	and maintaining the lowest possible electric rates over the full 20-year
3	planning horizon consistent with the goal of maintaining a financially stable
4	electric utility industry in Vermont; and
5	(6) recommendations for regional and municipal energy planning and
6	standards for issuing a determination of energy compliance pursuant to
7	<u>24 V.S.A. § 4352</u> .
8	(c) In developing the Plan, the Department shall take into account the
9	protection of public health and safety; preservation of environmental quality;
10	the relevant goals of 24 V.S.A. § 4302; the potential for reduction of rates paid
11	by all retail electricity customers; the potential for reduction of electrical
12	demand through conservation, including alternative utility rate structures; use
13	of load management technologies; efficiency of electrical usage; utilization of
14	waste heat from generation; and utility assistance to consumers in energy
15	conservation.
16	(d) In establishing plans, the Director shall:
17	(1) Consult with:
18	(A) the public;
19	(B) Vermont municipal utilities and planning commissions;
20	(C) Vermont cooperative utilities;
21	(D) Vermont investor-owned utilities;

1	(E) Vermont electric transmission companies;
2	(F) environmental and residential consumer advocacy groups active
3	in electricity issues;
4	(G) industrial customer representatives;
5	(H) commercial customer representatives;
6	(I) the Public Service Board;
7	(J) an entity designated to meet the public's need for energy
8	efficiency services under subdivision 218c(a)(2) of this title;
9	(K) other interested State agencies; and
10	(L) other energy providers; and
11	(M) the regional planning commissions.
12	* * *
13	(e) The Department shall conduct public hearings on the final draft and
14	shall consider the evidence presented at such hearings in preparing the final
15	Plan. The Plan shall be adopted no later than January 1, 2016 and readopted in
16	accordance with this section by every sixth January 4 15 thereafter, and shall
17	be submitted to the General Assembly each time the plan is adopted or
18	readopted. The provisions of 2 V.S.A. § 20(d)(expiration of required reports)
19	shall not apply to the submission to be made under this subsection.
20	* * *

I	(h) The Plans adopted under this section shall become the electrical energy
2	portion of the State Energy Plan.
3	* * *
4	(j) For the purpose of assisting in the development of municipal and
5	regional plans under 24 V.S.A. chapter 117, the Director shall, on request,
6	provide municipal and regional planning commissions with publicly available
7	information detailing the location of electric transmission and distribution
8	infrastructure in the relevant municipality or region and the capacity of that
9	infrastructure to accept additional electric generation facilities without
10	modification. In providing this information, the Director shall be entitled to
11	the assistance of the electric utilities that own electric transmission or
12	distribution systems, or both, located in Vermont, including the ability to
13	obtain from those utilities such publicly available data as the Director
14	considers necessary to discharge his or her duties under this subsection.
15	Sec. 8. 30 V.S.A. § 202b is amended to read:
16	§ 202b. STATE COMPREHENSIVE ENERGY PLAN
17	(a) The Department of Public Service, in conjunction with other State
18	agencies designated by the Governor, shall prepare a State Comprehensive
19	Energy Plan covering at least a 20-year period. The Plan shall seek to
20	implement the State energy policy set forth in section 202a of this title and

1	shall be consistent with the relevant goals of 24 V.S.A. § 4302. The Plan shall
2	include:
3	(1) a comprehensive analysis and projections regarding the use, cost,
4	supply, and environmental effects of all forms of energy resources used within
5	Vermont; and
6	(2) recommendations for State implementation actions, regulation,
7	legislation, and other public and private action to carry out the comprehensive
8	energy plan; and
9	(3) recommendations for regional and municipal energy planning and
10	standards for issuing a determination of energy compliance pursuant to
11	<u>24 V.S.A. § 4352</u> .
12	* * *
13	(c) The Department shall adopt a State Energy Plan on or before January 1.
14	2016 and shall readopt the Plan by every sixth January 4 15 thereafter. On
15	adoption or readoption, the Plan shall be submitted to the General Assembly.
16	The provisions of 2 V.S.A. § 20(d)(expiration of required reports) shall not
17	apply to such submission.
18	* * *

1	Sec. 9. INITIAL IMPLEMENTATION; RECOMMENDATIONS;
2	STANDARDS
3	(a) On or before November 1, 2016, the Department of Public Service shall
4	publish recommendations and standards in accordance with 24 V.S.A. § 4352
5	as enacted by Sec. 6 of this act. Prior to issuing these recommendations and
6	standards, the Department shall perform each of the following:
7	(1) Consult with all persons identified under 30 V.S.A. § 202(d)(1); the
8	Secretaries of Agriculture, Food and Markets, of Commerce and Community
9	Development, of Natural Resources, and of Transportation; and other affected
10	persons.
11	(2) Post on its website a draft set of initial recommendations and
12	standards.
13	(3) Provide notice and an opportunity to comment and request a public
14	hearing to all persons listed in 30 V.S.A. § 202(d)(1). The Commissioner may
15	elect to hold one or more public hearings on the Commissioner's own
16	initiative.
17	(b) In addition to the requirements of Sec. 6 of this act, the standards
18	developed under this section shall address the following elements in a manner
19	consistent with the State energy plans adopted pursuant to 30 V.S.A. §§ 202
20	and 202b:

1	(1) analysis of total current energy use across transportation, heating,
2	and electric sectors;
3	(2) identification and mapping of existing electric generation and
4	renewable resources;
5	(3) establishment of 2025, 2035, and 2050 targets for energy
6	conservation, efficiency, fuel-switching, and use of renewable energy for
7	transportation, heating, and electricity;
8	(4) analysis of amount of thermal-sector conservation, efficiency, and
9	conversion to alternative heating fuels needed to achieve these targets;
10	(5) analysis of transportation system changes and land use strategies
11	needed to achieve these targets;
12	(6) analysis of electric-sector conservation and efficiency needed to
13	achieve these targets;
14	(7) pathways and recommended actions to achieve these targets,
15	informed by this analysis;
16	(8) identification of potential areas for the development and siting of
17	renewable energy resources and of the potential electric generation from such
18	resources in the identified areas, taking into account factors including resource
19	availability, environmental constraints, and the location and capacity of electric
20	grid infrastructure; and

1	(9) identification of areas, if any, that are unsuitable for siting those
2	resources or particular categories or sizes of those resources.
3	(c) On publication under subsection (a) of this section, the specific
4	recommendations and standards shall be considered an appendix to the
5	currently adopted plans under 30 V.S.A. §§ 202 and 202b. After this
6	publication, the Department may revise these recommendations and standards
7	in accordance with the procedures for adopting and revising plans under those
8	statutes.
9	Sec. 10. TRAINING
10	Following publication of the recommendations and standards under
11	Sec. 9(a) of this act, the Department of Public Service shall conduct a series of
12	training sessions in locations across the State for municipal and regional
13	planning commissions to assist them in the development of municipal and
14	regional plans that are eligible to receive a determination of energy compliance
15	under Sec. 6 of this act, 24 V.S.A. § 4352. The Department shall develop and
16	present these sessions in collaboration with the Vermont League of Cities and
17	Towns and the Vermont Association of Planning and Development Agencies.
18	The Department shall ensure that all municipal and regional planning
19	commissions receive prior notice of the sessions.

1	* * * Siting Process; Criteria; Conditions * * *
2	Sec. 11. 30 V.S.A. § 248 is amended to read:
3	§ 248. NEW GAS AND ELECTRIC PURCHASES, INVESTMENTS, AND
4	FACILITIES; CERTIFICATE OF PUBLIC GOOD
5	(a)(1) No company, as defined in section 201 of this title, may:
6	* * *
7	(2) Except for the replacement of existing facilities with equivalent
8	facilities in the usual course of business, and except for electric generation
9	facilities that are operated solely for on-site electricity consumption by the
10	owner of those facilities and for hydroelectric generation facilities subject to
11	licensing jurisdiction under the Federal Power Act, 16 U.S.C. chapter 12,
12	subchapter 1:
13	(A) no company, as defined in section 201 of this title, and no person,
14	as defined in 10 V.S.A. § 6001(14), may begin site preparation for or
15	construction of an electric generation facility or electric transmission facility
16	within the State which is designed for immediate or eventual operation at any
17	voltage; and
18	(B) no such company may exercise the right of eminent domain in
19	connection with site preparation for or construction of any such transmission or
20	generation facility, unless the Public Service Board first finds that the same
21	will promote the general good of the State and issues a certificate to that effect.

(4)(A) With respect to a facility located in the State, the Public Service Board shall hold a nontechnical public hearing on each petition for such finding and certificate in at least one county in which any portion of the construction of the facility is proposed to be located.

6 ***

(C) At the time of filing its application with the Board, copies shall be given by the petitioner to the Attorney General and the Department of Public Service, and, with respect to facilities within the State, the Department of Health, Agency of Natural Resources, Historic Preservation Division, Agency of Transportation, Agency of Agriculture, Food and Markets, and to the chair or director of the municipal and regional planning commissions and the municipal legislative body for each town and city in which the proposed facility will be located.

15 ***

(E) The Agency of Natural Resources shall appear as a party in any proceedings held under this subsection, shall provide evidence and recommendations concerning any findings to be made under subdivision (b)(5) of this section, and may provide evidence and recommendations concerning any other matters to be determined by the Board in such a proceeding.

1	(F) The Agency of Agriculture, Food and Markets shall have the
2	right to appear as a party in proceedings held under this subsection.
3	(G) The regional planning commission for the region in which the
4	facility is located shall have the right to appear as a party in any proceedings
5	held under this subsection. The regional planning commission of an adjacent
6	region shall have the same right if the distance of the facility's nearest
7	component to the boundary of that planning commission is 500 feet or
8	10 times the height of the facility's tallest component, whichever is greater.
9	(H) The legislative body and the planning commission for the
10	municipality in which a facility is located shall have the right to appear as a
11	party in any proceedings held under this subsection. The legislative body and
12	planning commission of an adjacent municipality shall have the same right if
13	the distance of the facility's nearest component to the boundary of that
14	adjacent municipality is 500 feet or 10 times the height of the facility's tallest
15	component, whichever is greater.
16	(I) When a person has the right to appear as a party in a proceeding
17	before the Board under this chapter, the person may exercise this right by filing
18	a letter with the Board stating that the person appears through the person's duly
19	authorized representative, signed by that representative.
20	(J) This subdivision (J) applies to an application for an electric
21	generation facility with a capacity that is greater than 50 kilowatts, unless the

I	facility is located on a new or existing structure the primary purpose of which
2	is not the generation of electricity. In addition to any other information
3	required by the Board, the application for such a facility shall include
4	information that delineates:
5	(i) the full limits of physical disturbance due to the construction
6	and operation of the facility and related infrastructure, including areas
7	disturbed due to the creation or modification of access roads and utility lines
8	and the clearing or management of vegetation;
9	(ii) the presence and total acreage of primary agricultural soils as
10	defined in 10 V.S.A. § 6001 on each tract to be physically disturbed in
11	connection with the construction and operation of the facility and the amount
12	of those soils to be disturbed;
13	(iii) all visible infrastructure associated with the facility; and
14	(iv) all impacts of the facility's construction and operation under
15	subdivision (b)(5) of this section, including impacts due to the creation or
16	modification of access roads and utility lines and the clearing or management
17	of vegetation.
18	(5) The Board shall adopt rules regarding standard conditions on
19	postconstruction inspection and maintenance of aesthetic mitigation and on
20	decommissioning to be included in certificates of public good for in-state
21	facilities approved under this section. The purpose of these standard

1	conditions shall be to ensure that all required aesthetic mitigation is performed
2	and maintained and that facilities are removed once they are no longer in
3	service.
4	(6) The Board shall require any in-state wind electric generation facility
5	receiving a certificate of public good to install radar-controlled obstruction
6	lights on all wind turbines for which the Federal Aviation Administration
7	(FAA) requires obstruction lights, if the facility includes four or more wind
8	turbines and the FAA allows the use of radar-controlled lighting technology.
9	(A) Nothing in this subdivision shall allow the Board to approve
10	obstruction lights that do not meet FAA standards.
11	(B) The purpose of this subdivision is to reduce the visual impact of
12	wind turbine obstruction lights on the environment and nearby properties. The
13	General Assembly finds that wind turbine obstruction lights that remain
14	illuminated through the night create light pollution. Radar-controlled
15	obstruction lights are only illuminated when aircraft are detected in the area,
16	and therefore the use of these lights will reduce the negative environmental
17	impacts of obstruction lights.
18	(7) When a certificate of public good under this section or amendment
19	to such a certificate is issued for an in-state electric generation facility, the
20	certificate holder within 45 days shall record a notice of the certificate or
21	amended certificate, on a form prescribed by the Board, in the land records of

each municipality in which a facility subject to the certificate is located and
shall submit proof of this recording to the Board. The recording under this
subsection shall be indexed as though the certificate holder were the grantor of
a deed. The prescribed form shall not exceed one page and shall require
identification of the land on which the facility is to be located by reference to
the conveyance to the current landowner, the number of the certificate, and the
name of each person to which the certificate was issued, and shall include
information on how to contact the Board to view the certificate and supporting
documents.
(b) Before the Public Service Board issues a certificate of public good as
required under subsection (a) of this section, it shall find that the purchase,
investment, or construction:
(1) With respect to an in-state facility, will not unduly interfere with the
orderly development of the region with due consideration having been given to
the recommendations of the municipal and regional planning commissions, the
recommendations of the municipal legislative bodies, and the land
conservation measures contained in the plan of any affected municipality.
However:
(A) with With respect to a natural gas transmission line subject to

Board review, the line shall be in conformance with any applicable provisions

concerning such lines contained in the duly adopted regional plan; and, in

addition, upon application of any party, the Board shall condition any certificate of public good for a natural gas transmission line issued under this section so as to prohibit service connections that would not be in conformance with the adopted municipal plan in any municipality in which the line is located; and.

- (B) with With respect to a ground-mounted solar electric generation facility, the facility shall comply with the screening requirements of a municipal bylaw adopted under 24 V.S.A. § 4414(15) or a municipal ordinance adopted under 24 V.S.A. § 2291(28), and the recommendation of a municipality applying such a bylaw or ordinance, unless the Board finds that requiring such compliance would prohibit or have the effect of prohibiting the installation of such a facility or have the effect of interfering with the facility's intended functional use.
- shall give substantial deference to the land conservation measures and specific policies contained in a duly adopted regional and municipal plan that has received an affirmative determination of energy compliance under 24 V.S.A. § 4352. In this subdivision (C), "substantial deference" means that a land conservation measure or specific policy shall be applied in accordance with its terms unless there is a clear and convincing demonstration that other factors affecting the general good of the State outweigh the application of the measure

1	or policy. The term shall not include consideration of whether the
2	determination of energy compliance should or should not have been
3	affirmative under 24 V.S.A. § 4352.
4	* * *
5	(5) With respect to an in-state facility, will not have an undue adverse
6	effect on esthetics aesthetics, historic sites, air and water purity, the natural
7	environment, the use of natural resources, and the public health and safety,
8	with due consideration having been given to the criteria specified in 10 V.S.A.
9	§§ 1424a(d) and 6086(a)(1) through (8) and (9)(K), impacts to primary
10	agricultural soils as defined in 10 V.S.A. § 6001, and greenhouse gas impacts.
11	* * *
12	(f) However, plans for the construction of such a facility within the State
13	must be submitted by the petitioner to the municipal and regional planning
14	commissions no less than 45 days prior to application for a certificate of public
15	good under this section, unless the municipal and regional planning
16	commissions shall waive such requirement.
17	(1) Such municipal or regional planning commission may hold a public
18	hearing on the proposed plans. Such commissions shall make
19	recommendations, if any, to the Public Service Board and to the petitioner at
20	least seven days prior to filing of the petition with the Public Service Board.

1	(2) The petitioner's application shall address the substantive written	
2	comments related to the criteria of subsection (b) of this section received by	
3	the petitioner within 45 days of the submittal made under this subsection and	
4	the substantive oral comments related to those criteria made at a public hearing	
5	under subdivision (1) of this subsection.	
6	* * *	
7	(t) Notwithstanding any contrary provision of the law, primary agricultural	
8	soils as defined in 10 V.S.A. § 6001 located on the site of a solar electric	
9	generation facility approved under this section shall remain classified as such	
10	soils, and the review of any change in use of the site subsequent to the	
11	construction of the facility shall treat the soils as if the facility had never been	
12	constructed. Each certificate of public good issued by the Board for a	
13	ground-mounted solar generation facility shall state the contents of this	
14	subsection.	
15	* * * Sound Standards; Wind Generation Facilities * * *	
16	Sec. 12. SOUND STANDARDS; WIND GENERATION	
17	(a) On or before September 15, 2017, the Public Service Board (the Board)	
18	finally shall adopt rules under 3 V.S.A. chapter 25 regarding sound from wind	
19	generation facilities approved under 30 V.S.A. § 248. In developing these	
20	rules, the Board shall consider:	
21	(1) standards that apply to all wind generation facilities;	

1	(2) a methodology for determining sound levels and measurement	
2	locations for each such facility on a case-by-case basis; or	
3	(3) standards that apply to one or more categories of wind generation	
4	facilities, with a methodology for determining sound levels and measurement	
5	locations for other such facilities on a case-by-case basis.	
6	(b) Notwithstanding any contrary provision of 1 V.S.A. § 213 or 214 or	
7	3 V.S.A. § 845, rules adopted under this section shall apply to an application	
8	for a certificate of public good under 30 V.S.A. § 248 filed on or after	
9	April 15, 2016, regardless of whether such a certificate is issued prior to the	
10	effective date of the rules.	
11	Sec. 13. 30 V.S.A. § 8010 is amended to read:	
12	§ 8010. SELF-GENERATION AND NET METERING	
13	* * *	
14	(c) In accordance with this section, the Board shall adopt and implement	
15	rules that govern the installation and operation of net metering systems.	
16	* * *	
17	(3) The rules shall establish standards and procedures governing	
18	application for and issuance or revocation of a certificate of public good for net	
19	metering systems under the provisions of section 248 of this title. In	
20	establishing these standards and procedures, the rules:	

1	(A) The rules may waive the requirements of section 248 of this title	
2	that are not applicable to net metering systems, including criteria that are	
3	generally applicable to public service companies as defined in this title;	
4	(B) The rules may modify notice and hearing requirements of this	
5	title as the Board considers appropriate;.	
6	(C) The rules shall seek to simplify the application and review	
7	process as appropriate; and.	
8	(D) with With respect to net metering systems that exceed 150 kW in	
9	plant capacity, shall apply the so-called "Quechee" test for aesthetic impact as	
10	described by the Vermont Supreme Court in the case of In re Halnon, 174 Vt.	
11	515 (2002) (mem.). The rules and application form shall state the components	
12	of this test.	
13	(E) The rules shall not waive or include provisions that are less	
14	stringent than the requirements of subdivision 248(a)(4)(J) (required	
15	information) of this title.	
16	(F) This subdivision (F) applies to an application for a net metering	
17	system with a capacity that is greater than 15 kilowatts, unless the system is	
18	located on a new or existing structure the primary purpose of which is not the	
19	generation of electricity. With respect to such a system, the rules shall not	
20	waive or include provisions that are less stringent than each of the following:	

1	(i) the requirement of subdivision 248(a)(4)(C) of this title to	
2	provide a copy of the application to the Agencies of Agriculture, Food and	
3	Markets and of Natural Resources; the Department of Public Service; the	
4	Division for Historic Preservation; the municipal legislative body; and the	
5	municipal and regional planning commissions; and	
6	(ii) the requirements of subsection 248(f) (preapplication	
7	submittal) of this title.	
8	* * *	
9	(e) If a hydroelectric generation plant seeking approval as a net metering	
10	system is subject to licensing jurisdiction under the Federal Power Act,	
11	16 U.S.C. chapter 12, subchapter 1, the Board shall require the plant to obtain	
12	such approval through means other than by application for a certificate of	
13	public good under section 248 of this title.	
14	* * * Municipal Electric Utilities; Hydro Facilities;	
15	Renewable Energy Standard * * *	
16	Sec. 14. 30 V.S.A. § 8005(a)(1) is amended to read:	
17	(1) Total renewable energy.	
18	(A) Purpose; establishment. To encourage the economic and	
19	environmental benefits of renewable energy, this subdivision establishes, for	
20	the RES, minimum total amounts of renewable energy within the supply	
21	portfolio of each retail electricity provider. To satisfy this requirement, a	

provider may use renewable energy with environmental attributes attached or
any class of tradeable renewable energy credits generated by any renewable
energy plant whose energy is capable of delivery in New England.

(B) Required amounts. The amounts of total renewable energy required by this subsection shall be 55 percent of each retail electricity provider's annual retail electric sales during the year beginning on January 1, 2017, increasing by an additional four percent each third January 1 thereafter, until reaching 75 percent on and after January 1, 2032.

* *

(D) Municipal providers; petition. On petition by a provider that is a municipal electric utility serving not more than 6,000 customers, the Board may reduce the provider's required amount under this subdivision (1) for a period of up to three years. The Board may approve one such period only for a municipal provider. The Board may reduce this required amount if it finds that:

(i) the terms or conditions of an environmental permit or certification necessitate a reduction in the electrical energy generated by an in-state hydroelectric facility that the provider owns and that this reduction will require the provider to purchase other renewable energy with environmental attributes attached or tradeable renewable energy credits in order to meet this required amount; and

1	(ii) this purchase will:
2	(I) cause the provider to increase significantly its retail rates; or
3	(II) materially impair the provider's ability to meet the public's
4	need for energy services after safety concerns are addressed, in the manner set
5	forth in subdivision 218c(a)(1)(least cost integrated planning) of this title;
6	* * * Access to Public Service Board Process * * *
7	Sec. 15. ACCESS TO PUBLIC SERVICE BOARD WORKING
8	GROUP: REPORT
9	(a) Creation. There is created an Access to Public Service Board Working
10	Group (the Working Group) to be composed of the following five members:
11	(1) One member of the Public Service Board (PSB), appointed by the
12	Chair of the PSB.
13	(2) The Commissioner of Public Service or designee.
14	(3) A judicial officer of the State, appointed by the Chief Justice of the
15	Supreme Court.
16	(4) A House member of the Joint Energy Committee established under
17	2 V.S.A. chapter 17, appointed by the Speaker of the House; and
18	(5) A Senate member of the Joint Energy Committee established under
19	2 V.S.A. chapter 17, appointed by the Committee on Committees.

1	(b) Powers and duties; term.	
2	(1) The Working Group shall review the current processes for citizen	
3	participation in PSB proceedings and shall make recommendations to promote	
4	increased ease of citizen participation in those proceedings.	
5	(2) On or before December 15, 2016, the Working Group shall submit	
6	its written recommendations to the House and Senate Committees on Natural	
7	Resources and Energy, the Senate Committee on Finance, and the Joint Energy	
8	Committee.	
9	(3) The Working Group shall have the administrative, technical, and	
10	legal assistance of the staff of the PSB.	
11	(4) The appointed member of the PSB shall call the first meeting of the	
12	Working Group to occur on or before July 1, 2016. At the first meeting, the	
13	Working Group shall elect a chair from among its members.	
14	(5) The Working Group shall cease to exist on February 1, 2017.	
15	* * * Effective Dates * * *	
16	Sec. 16. EFFECTIVE DATES	
17	This act shall take effect on July 1, 2016, except that:	
18	(1) This section and Secs. 9 (initial implementation; recommendations;	
19	standards), 11 (30 V.S.A. § 248), 12 (sound standards; wind generation) and	
20	15 (Access to Public Service Board Working Group) shall take effect on	

1	passage. Sec. 6 (optional determination of	energy compliance) shall apply on	
2	passage to the activities of the Department of Public Service under Sec. 9.		
3	(2) Sec. 13 (net metering) shall take effect on January 2, 2017, and shall		
4	amend 30 V.S.A. § 8010 as amended by 2015 Acts and Resolves No. 56,		
5	Sec. 12.		
6			
7			
8	(Committee vote:)		
9			
10		Representative	
11		FOR THE COMMITTEE	