1	H.377
2	Introduced by Representatives Lenes of Shelburne, Zagar of Barnard,
3	Browning of Arlington, and Fields of Bennington
4	Referred to Committee on
5	Date:
6	Subject: Energy; land use; public service; facility siting; generation;
7	transmission; telecommunications; weight of municipal and regional
8	plans
9	Statement of purpose of bill as introduced: This bill proposes to ensure that
10	the Public Service Board gives great weight to the plans and recommendations
11	of municipal and regional bodies when reviewing facilities subject to each its
12	jurisdiction. The bill also proposes to ensure that generation facilities are not
13	represented to be "community" unless they meet specified criteria.
14 15	An act relating to Public Service Board siting review and to "community" generation facilities
16	It is hereby enacted by the General Assembly of the State of Vermont:
17	Sec. 1. PURPOSE
18	(a) The purposes of this act are to ensure that:
19	(1) The Public Service Board, when reviewing the siting of facilities
20	subject to its jurisdiction, gives great weight to the plans and recommendations

1	of municipal and regional bodies. The General Assembly intends that the
2	Board require a high threshold of proof when deference to such a plan or
3	recommendation is challenged.
4	(2) A municipal body may make a recommendation to the Public
5	Service Board based on the municipality's land use bylaws, which the Board
6	shall consider regardless of whether a facility is exempt from those bylaws.
7	(3) A developer of a generation facility does not represent that the
8	facility is "community" or "community-scale" unless it actually is scaled to
9	and available to serve the community and meets the community's siting
10	requirements and recommendations.
11	(b) This act constitutes remedial legislation that shall be liberally construed
12	to achieve its purpose.
13	Sec. 2. 30 V.S.A. § 201 is amended to read:
14	§ 201. DEFINITIONS
15	(a) As used in this chapter, the word "company":
16	(1) "Community scale energy generation facility" means a facility for
17	the generation of electricity that:
18	(A) conforms to each of the following:
19	(i) siting criteria established by the municipality in accordance
20	with 24 V.S.A. § 4413; and

1	(ii) a clear written community standard intended to preserve
2	aesthetics or scenic beauty contained in the municipal plan adopted under
3	24 V.S.A. chapter 117;
4	(B) is sited on a tract of land that does not exceed one acre or, if sited
5	on a larger tract, does not consume more than one acre of that tract;
6	(C) does not exceed a height of 100 feet or 20 feet above the adjacent
7	tree canopy, whichever is greater;
8	(D) has a capacity greater than 50 kilowatts and not more than
9	500 kilowatts; and
10	(E) will make the electricity it generates available to serve structures
11	in the surrounding area.
12	(2) "Company" or "companies" means and includes individuals,
13	partnerships, associations, corporations, and municipalities, owning or
14	conducting any public service business or property used in connection
15	therewith and covered by the provisions of this chapter. The term "company"
16	or "companies" also includes electric cooperatives organized and operating
17	under chapter 81 of this title, and the Vermont public power supply authority
18	Public Power Supply Authority to the extent not inconsistent with chapter 84
19	of this title, and the Vermont Hydro-electric Power Authority to the extent not
20	inconsistent with chapter 90 of this title. In the context of actions requiring
21	prior approval under section 107 of this title, the term "company" shall also

mean any individual, partnership, association, corporation, group, syndicate,
operating division, joint stock company, trust, other entity, or municipality
which would be defined as a company pursuant to this section if such approval
were to be granted.
(b) As used in this chapter, "energy" (3) "Energy" means not only the
traditional scientific characteristic of "ability to do work" but also the
substances or processes used to produce heat, light, or motion, including but
not being limited to: petroleum or other liquid fuels; natural or synthetic fuel
gas;, solid carbonaceous fuels;, solar radiation;, geothermal sources;, nuclear
sources; biomass; organic waste products; wind; or flowing water.
(4) "Substantial deference," when used in relation to a land conservation
measure or recommendation of a municipal or regional body, means that the
measure or recommendation is presumed valid, correct, and reasonable, and
that the burden of proof is on a party that contends that the Board should find
good cause not to require a facility to comply with the measure or
recommendation. To meet this burden of proof, the party must demonstrate
that requiring such compliance would cause a detriment to the general good of
the State that a reasonable person would conclude substantially exceeds the
public good furthered by the measure or recommendation.

1	Sec. 3. 30 V.S.A. § 248 is amended to read:
2	§ 248. NEW GAS AND ELECTRIC PURCHASES, INVESTMENTS, AND
3	FACILITIES; CERTIFICATE OF PUBLIC GOOD
4	(a)(1) No company, as defined in section 201 of this title, may:
5	(A) in any way purchase electric capacity or energy from outside the
6	State:
7	* * *
8	(2) Except for the replacement of existing facilities with equivalent
9	facilities in the usual course of business, and except for electric generation
10	facilities that are operated solely for on-site electricity consumption by the
11	owner of those facilities:
12	(A) no company, as defined in section 201 of this title, and no person
13	as defined in 10 V.S.A. § 6001(14), may begin site preparation for or
14	construction of an electric generation facility or electric transmission facility
15	within the State which is designed for immediate or eventual operation at any
16	voltage; and
17	(B) no such company may exercise the right of eminent domain in
18	connection with site preparation for or construction of any such transmission or
19	generation facility, unless the Public Service Board first finds that the same

will promote the general good of the State and issues a certificate to that effect.

(3) No company, as defined in section 201 of this title, and no person, as defined in 10 V.S.A. § 6001(14), may in any way begin site preparation for or commence construction of any natural gas facility, except for the replacement of existing facilities with equivalent facilities in the usual course of business, unless the Public Service Board first finds that the same will promote the general good of the State and issues a certificate to that effect pursuant to this section.

* * *

- (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.
- (B) The Public Service Board shall hold technical hearings at locations which it selects in the municipality in which the facility is located.

 When a facility is located in or will affect more than one municipality, the Board shall hold technical hearings at one or more locations readily accessible to residents of each municipality.
- (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 chairperson 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. At the time of filing its application with the Board, the petitioner shall give the Byways Advisory Council notice of the filing.

- (D) Notice of the public hearing shall be published and maintained on the Board's website for at least 12 15 days before the day appointed for the hearing. Notice of the public hearing shall be published once in a newspaper of general circulation in the county or counties in which the proposed facility will be located, and the notice shall include an Internet address where more information regarding the proposed facility may be viewed.
- (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.
- (F) The legislative body and the planning commission for the municipality in which a facility is located shall have the right to appear and participate on any application under this section seeking a certificate of public good for the facility.

1	(b) Before the Public Service Board issues a certificate of public good as
2	required under subsection (a) of this section, it shall find that the purchase,
3	investment or construction:
4	(1) with respect to an in-state facility, will not unduly interfere with the
5	orderly development of the region with due consideration substantial deference
6	having been given to the recommendations of the municipal and regional
7	planning commissions, the recommendations of the municipal legislative
8	bodies, and the land conservation measures contained in the plan of any
9	affected municipality.
10	(A) Nothing in this section or other provision of law shall prevent a
11	municipal body from basing its recommendations on a bylaw adopted under
12	24 V.S.A. chapter 117 by the municipality in which the facility is located.
13	(B) A rebuttable presumption respecting compliance with the
14	applicable plan shall be created by a letter from an affected municipal
15	legislative body or municipal planning commission concerning compliance
16	with the municipal plan and by a letter from a regional planning commission
17	concerning compliance with the regional plan.
18	(C) However, with respect to Notwithstanding any contrary
19	requirement of this section, a natural gas transmission line subject to Board
20	review, the line shall be in conformance with any applicable provisions

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

1	addition, upon application of any party, the Board shall condition any
2	certificate of public good for a natural gas transmission line issued under this
3	section so as to prohibit service connections that would not be in conformance
4	with the adopted municipal plan in any municipality in which the line is
5	located;
6	* * *
7	(r) A person shall not represent that a generation facility subject to this
8	section is "community," "community-scale," or similar term designed to
9	convey that the facility is proposed by or is to serve a group of persons in a
10	locality, unless the facility constitutes a "community scale energy generation
11	facility" under section 201 of this title.
12	Sec. 4. 24 V.S.A. § 4413 is amended to read:
13	§ 4413. LIMITATIONS ON MUNICIPAL BYLAWS
14	(a)(1) The following uses may be regulated only with respect to location,
15	size, height, building bulk, yards, courts, setbacks, density of buildings,
16	off-street parking, loading facilities, traffic, noise, lighting, landscaping, and
17	screening requirements, and only to the extent that regulations do not have the
18	effect of interfering with the intended functional use:
19	(A) State- or community-owned and operated institutions and
20	facilities.

1	(B) Public and private schools and other educational institutions
2	certified by the Agency of Education.
3	(C) Churches and other places of worship, convents, and parish
4	houses.
5	(D) Public and private hospitals.
6	(E) Regional solid waste management facilities certified under
7	10 V.S.A. chapter 159.
8	(F) Hazardous waste management facilities for which a notice of
9	intent to construct has been received under 10 V.S.A. § 6606a.
10	(G) Notwithstanding any contrary provision of Title 30, public
11	utility power generating plants and transmission facilities regulated under
12	30 V.S.A. § 248.
13	(2) Except for State-owned and -operated institutions and facilities, a
14	municipality may regulate each of the land uses listed in subdivision (1) of this
15	subsection for compliance with the National Flood Insurance Program and for
16	compliance with a municipal ordinance or bylaw regulating development in a
17	flood hazard area or river corridor, consistent with the requirements of
18	subdivision 2291(25) and section 4424 of this title. These regulations shall not
19	have the effect of interfering with the intended functional use.

This act shall take effect on passage.

6

1	(b) A bylaw under this chapter shall not regulate public utility power
2	generating plants and transmission facilities regulated under 30 V.S.A. § 248.
3	[Repealed.]
4	* * *
5	Sec. 5. EFFECTIVE DATE