## LEGISLATURE OF NEBRASKA

# ONE HUNDRED FOURTH LEGISLATURE

#### FIRST SESSION

# **LEGISLATIVE BILL 583**

Introduced by Schilz, 47; Kolowski, 31; Mello, 5; Nordquist, 7; Pansing Brooks, 28.

Read first time January 21, 2015

## Committee:

- 1 A BILL FOR AN ACT relating to the State Energy Office; to require a state
- 2 energy plan; and to provide powers and duties.
- 3 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. (1) The Legislature finds that:
- 2 (a) Comprehensive planning enables the state to address its energy
- 3 <u>needs, challenges, and opportunities and to capture the economic benefits</u>
- 4 of energy production and technological innovation;
- 5 (b) Significant improvements in energy efficiency and investments in
- 6 new clean and renewable energy resources and technologies may affect
- 7 energy costs and efforts should be made to mitigate cost increases and
- 8 ensure that Nebraska's electricity rates remain competitive; and
- 9 <u>(c) Extensive research has been done and is available from the</u>
- 10 <u>state's public power entities and it is in the best interest of the state</u>
- 11 <u>to utilize the resources, including data, experience, and knowledge, that</u>
- 12 <u>the utilities offer to create a comprehensive state energy plan.</u>
- 13 (2) The State Energy Office shall develop and adopt an integrated
- 14 state energy plan on or before December 31, 2015, and review such plan
- 15 periodically as the office deems necessary. The office may organize
- 16 technical and working committees of individuals representing public and
- 17 nonpublic entities with expertise in energy development and
- 18 responsibilities to Nebraska residents as consumers of energy to assist
- 19 in the creation and subsequent updates of the plan. The office may
- 20 organize an advisory committee of individuals with diverse energy-related
- 21 interests. The chairperson of the Appropriations Committee of the
- 22 Legislature, the chairperson of the Natural Resources Committee of the
- 23 Legislature, and three members of the Legislature selected by the
- 24 Executive Board of the Legislative Council shall be ex officio members of
- 25 such advisory committee.
- 26 (3) The plan shall include a review of and recommendations for the
- 27 <u>appropriate roles of state government, policymakers, political</u>
- 28 <u>subdivisions</u>, and private industry in energy planning.
- 29 (4) The plan shall include short-term and long-term objectives that
- 30 will: Ensure a secure, reliable, and stable energy system for the
- 31 residents and businesses in the state; maintain and improve the state's

- 1 cost-competitive energy supply and ensure access to affordable energy for
- 2 all residents; promote sustainable economic growth, job creation, and
- 3 economic development; and provide the means for the state's energy policy
- 4 to adapt to changing circumstances.
- 5 (5) The state energy plan shall include, but not be limited to:
- 6 (a) Analysis of the state's current utility structure and supply and
- 7 demand projections;
- 8 (b) References to and comparisons with other state plans affecting
- 9 energy and opportunities for partnerships;
- 10 (c) Goals and recommendations:
- 11 (i) To ensure access to cost-competitive energy supplies at the
- 12 lowest practicable environmental cost and maximum economic benefits;
- 13 (ii) For future economic and investment decisions, state, local, and
- 14 <u>federal government coordination</u>, and public-private partnerships;
- 15 (iii) To incorporate new technologies and opportunities for energy
- 16 diversification that will maximize Nebraska resources and support local
- 17 economic development;
- 18 (iv) For an affordable and reliable energy grid;
- 19 (v) To pursue demand-side options wherever economically and
- 20 <u>environmentally practicable;</u>
- 21 (vi) For marketing and promoting the state's renewable energy
- 22 resources, including solar, wind, geothermal, and biomass;
- 23 (vii) For advanced transportation technologies, alternative fuels,
- 24 and infrastructure;
- 25 <u>(viii) To develop and enhance oil, natural gas, and electricity</u>
- 26 production and distribution;
- 27 <u>(ix) For energy system resiliency and supply distribution</u>
- 28 preparedness and response;
- 29 (x) For a uniform process for responding to and preparing for
- 30 proposed federal laws, rules, and regulations;
- 31 (xi) For removing barriers to increased development of renewable

1 energy for export, including the development of a transmission

- 2 <u>development strategy for the state; and</u>
- 3 (xii) For a mechanism to measure the plan's progress;
- 4 (d) An analysis completed by the State Energy Office of the impacts
- 5 to energy producers and customers resulting from federal regulations to
- 6 reduce carbon dioxide emissions from fossil-fuel-fired electric
- 7 generating units, including the effect on energy markets and reliability
- 8 and the commercial availability of technology required to comply with
- 9 such regulations. The analysis shall include the state's responsibilities
- 10 <u>and duties under the federal regulations, policy options, and</u>
- 11 <u>recommendations for compliance.</u>
- 12 Sec. 2. The State Energy Office shall: (1) Develop and disseminate
- 13 impartial, transparent, and objective energy information and analysis,
- 14 while taking full advantage of the capabilities of the state's agencies,
- 15 public power entities, postsecondary educational institutions, federal
- 16 agencies, and other organizations with relevant expertise and analytical
- 17 capabilities; (2) actively seek to maximize federal and other nonstate
- 18 funding and support to the state for energy efficiency, renewable energy,
- 19 emerging energy technologies, and other activities of benefit to the
- 20 state's overall energy future; (3) work with transmission and
- 21 distribution entities, state agencies involved in the issuance of permits
- 22 for energy generation facilities, and other relevant entities to ensure
- 23 that the state energy plan recommends a productive and consistent method
- 24 of working with and marketing the state's natural resources to developers
- 25 of renewable generation who are interested in building energy generation
- 26 facilities or developing or utilizing energy transmission infrastructure
- 27 in the state; and (4) monitor energy transmission capacity planning and
- 28 policy affecting the state and the regulatory approval process for the
- 29 development of energy infrastructure and make recommendations to the
- 30 Governor and electronically to the Legislature as necessary to facilitate
- 31 energy infrastructure planning and development.

2015

Sec. 3. The State Energy Office is authorized to obtain detailed

information regarding the costs of generation, transmission, and

distribution of electricity from the state's public power districts,

public power and irrigation districts, municipalities, and cooperatives

<u>in order to carry out the requirements of section 2 of this act.</u>

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