Sixty-fourth Legislative Assembly of North Dakota

HOUSE BILL NO. 1382

Introduced by

Representatives Laning, Boe, Kempenich Senators Burckhard, Campbell, O'Connell

- 1 A BILL for an Act to create and enact a new section to chapter 49-03chapters 10-13 and 40-32
- 2 of the North Dakota Century Code, relating to the construction of electric transmission lines by
- 3 cooperatives and municipal power agencies; and to provide for application.

4 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. A new section to chapter 49-0310-13 of the North Dakota Century Code is created and enacted as follows:

Right of rural electric cooperative to construct, own, and maintain electric

transmission lines.

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

- For purposes of this section, the terms electric transmission provider, electric transmission line, electric public utility, and rural electric cooperative have the same meanings as in section 49-03-01.5.
- 2. AnExcept as provided in subsection 3, an electric transmission provider or designee may not construct an electric transmission line interconnecting with an existing electric transmission line owned, leased, or operated by a rural electric cooperative, unless the electric transmission provider or designee has provided written notice to the rural electric cooperative of its intention to do so at least one hundred eighty days before applying for a certificate of public convenience and necessity for that line. If the rural electric cooperative provides written notification to the electric transmission provider or designee and the commission, within one hundred eighty days from receipt of the written notice under this subsection, that the rural electric cooperative is willing and able to construct and operate a similar electric transmission line, the commission may not issue a certificate of public convenience and necessity for the proposed line of the electric transmission provider or designee the rural electric cooperative shall have the right to construct the line.

1 If an electric transmission line would interconnect facilities owned, leased, or operated 2 by a municipal utility or municipal power agency and by a rural electric cooperative or 3 by an electric public utility doing business in this state the following conditions apply: 4 The municipal utility or municipal power agency and the rural electric cooperative 5 or the electric public utility shall attempt to agree on all terms and conditions, 6 including design, construction, ownership, and operation of the electric 7 transmission line. 8 If parties are unable to agree, this subsection does not compel a party to 9 participate in the project or be construed as a waiver by any party of its right to 10 establish and enforce any requirements for interconnection of transmission 11 facilities to its transmission system. 12 This section must be construed and applied to the maximum extent possible in a 13 manner consistent with subsection 2 of section 49-03-02. 14 SECTION 2. A new section to chapter 40-33 of the North Dakota Century Code is created 15 and enacted as follows: 16 Right of municipal electric utilities and municipal power agencies to construct, own, 17 and maintain electric transmission lines. 18 For purposes of this section, the terms electric transmission provider, electric 19 transmission line, and electric public utility, have the same meanings as in section 20 49-03-01.5. Municipal power agency has the meaning provided in section 40-33.2-02 21 and also includes a municipal power agency of which any municipality in this state is a 22 member. 23 Except as provided in subsection 3, an electric transmission provider or designee may 24 not construct an electric transmission line interconnecting with an existing electric 25 transmission line owned, leased, or operated by a municipal utility or municipal power 26 agency, unless the electric transmission provider or designee has provided written 27 notice to the municipal utility or municipal power agency of its intention to do so. If the 28 municipal utility or municipal power agency provides written notification to the electric 29 transmission provider or designee within one hundred eighty days from receipt of the 30 written notice under this subsection, that the municipal utility or municipal power 31 agency is willing and able to construct and operate a similar electric transmission line,

13

14

15

1

2

3

- the municipal utility or municipal power agency shall have the right to construct said line.
- 3. If an electric transmission line would interconnect facilities owned, leased, or operated by a municipal utility or municipal power agency and by a rural electric cooperative or by an electric public utility doing business in this state the following conditions apply:
 - a. The municipal utility or municipal power agency and the rural electric cooperative or the electric public utility shall attempt to agree on all terms and conditions, including design, construction, ownership, and operation of the electric transmission line.
 - b. If parties are unable to agree, this subsection does not compel a party to
 participate in the project or be construed as a waiver by any party of its right to
 establish and enforce any requirements for interconnection of transmission
 facilities to its transmission system.

SECTION 3. APPLICATION. This Act applies to any electric transmission line that is scheduled to begin being constructed after December 31, 2015.