FIRST ENGROSSMENT

Sixty-fourth Legislative Assembly of North Dakota

ENGROSSED 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 chapters 10-13 and 40-33 of the North
- 2 Dakota Century Code, relating to the construction of electric transmission lines by cooperatives
- 3 and municipal power agencies; and to provide for application.

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

5 SECTION 1. A new section to chapter 10-13 of the North Dakota Century Code is created 6 and enacted as follows:

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

8 transmission lines.

7

- 9 For purposes of this section, the terms electric transmission provider, electric 1.
- 10 transmission line, electric public utility, and rural electric cooperative have the same 11 meanings as in section 49-03-01.5.
- 12 <u>2.</u> Except as provided in subsection 3, an electric transmission provider or designee may
- 13 not construct an electric transmission line interconnecting with an existing electric
- 14 transmission line owned, leased, or operated by a rural electric cooperative, unless the
- 15 electric transmission provider or designee has provided written notice to the rural
- 16 electric cooperative of its intention to do so. If the rural electric cooperative provides
- 17 written notification to the electric transmission provider or designee within one hundred
- 18 eighty days from receipt of the written notice under this subsection, that the rural
- 19 electric cooperative is willing and able to construct and operate a similar electric
- 20 transmission line, the rural electric cooperative shall have the right to construct the 21
 - line.
- 22 3. If an electric transmission line would interconnect facilities owned, leased, or operated 23 by a municipal utility or municipal power agency and by a rural electric cooperative or
- 24 by anrural electric cooperative and facilities owned, leased, or operated by a municipal

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1		utility, a municipal power agency, or an electric public utility doing business in this state				
2	1	the following conditions apply:				
3		<u>a.</u>	The rural electric cooperative and municipal utility or, municipal power agency			
4			and the rural electric cooperative, or the electric public utility shall attempt to			
5			agree on all terms and conditions, including design, construction, ownership, and			
6			operation of the electric transmission line.			
7		<u>b.</u>	If parties are unable to agree, this subsection does not compel a party to			
8			participate in the project or be construed as a waiver by any party of its right to			
9			establish and enforce any requirements for interconnection of transmission			
10	I		facilities to its transmission system.			
11	<u>4.</u>	<u>This</u>	section must be construed and applied to the maximum extent possible in a			
12		<u>manı</u>	ner consistent with subsection 2 of section 49-03-02. For purposes of this section,			
13		<u>a "m</u>	unicipal utility" means anything a municipality is allowed to possess under section			
14		<u>40-3</u>	3-01 and a "municipal power agency" has the meaning provided in section			
15		<u>40-3</u>	3.2-02.			
16	SECTION 2. A new section to chapter 40-33 of the North Dakota Century Code is created					
17	7 and enacted as follows:					
18	18 Right of municipal electric utilities and municipal power agencies to construct, own,					
19 and maintain electric transmission lines.						
20	<u>1.</u>	<u>For p</u>	purposes of this section, the terms electric transmission provider, electric			
21		<u>trans</u>	mission line, and electric public utility, have the same meanings as in section			
22		<u>49-0</u> ;	3-01.5. Municipal power agency has the meaning provided in section 40-33.2-02			
23		and a	also includes a municipal power agency of which any municipality in this state is a			
24		mem	iber.			
25	<u>2.</u>	<u>Exce</u>	pt as provided in subsection 3, an electric transmission provider or designee may			
26		<u>not c</u>	construct an electric transmission line interconnecting with an existing electric			
27		<u>trans</u>	mission line owned, leased, or operated by a municipal utility or municipal power			
28		<u>agen</u>	cy, unless the electric transmission provider or designee has provided written			
29		<u>notic</u>	e to the municipal utility or municipal power agency of its intention to do so. If the			
30		<u>muni</u>	icipal utility or municipal power agency provides written notification to the electric			
31		<u>trans</u>	mission provider or designee within one hundred eighty days from receipt of the			

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1		<u>writ</u>	ten notice under this subsection, that the municipal utility or municipal power		
2		agency is willing and able to construct and operate a similar electric transmission line,			
3		<u>the</u>	municipal utility or municipal power agency shall have the right to construct said		
4		line.			
5	<u>3.</u>	<u>lf a</u>	n electric transmission line would interconnect facilities owned, leased, or operated		
6		<u>by a</u>	a municipal utility or municipal power agency and facilities owned, leased, or		
7		ope	erated by a rural electric cooperative or by an electric public utility doing business in		
8		<u>this</u>	state the following conditions apply:		
9		<u>a.</u>	The municipal utility or municipal power agency and the rural electric cooperative		
10			or the electric public utility shall attempt to agree on all terms and conditions,		
11			including design, construction, ownership, and operation of the electric		
12			transmission line.		
13		<u>b.</u>	If parties are unable to agree, this subsection does not compel a party to		
14			participate in the project or be construed as a waiver by any party of its right to		
15			establish and enforce any requirements for interconnection of transmission		
16			facilities to its transmission system.		
17	17 SECTION 3. APPLICATION. This Act applies to any electric transmission line that is				
18	scheduled to begin being constructed after December 31, 2015.				