## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 200 Session of 2013

INTRODUCED BY VITALI, BRADFORD, HANNA, STURLA, FRANKEL, BRIGGS, V. BROWN, BROWNLEE, CALTAGIRONE, M. DALEY, DAVIS, DEAN, FARINA, FREEMAN, KINSEY, MCCARTER, MCGEEHAN, MURT, O'BRIEN, SANTARSIERO, SIMS AND NEILSON, FEBRUARY 13, 2013

REFERRED TO COMMITEE ON ENVIRONMENTAL RESOURCES AND ENERGY, FEBRUARY 13, 2013

## AN ACT

1 2 3 4	Amending Title 58 (Oil and Gas) of the Pennsylvania Consolidated Statutes, further providing for distribution of fee and for Statewide initiatives; providing for the PA Sunshine Solar Program; and making a related repeal.
5	The General Assembly of the Commonwealth of Pennsylvania
6	hereby enacts as follows:
7	Section 1. Section 2314(c.2), (c.3) and (d) introductory
8	paragraph of Title 58 of the Pennsylvania Consolidated Statutes,
9	added February 14, 2012 (P.L.87, No.13), are amended and the
10	section is amended by adding a subsection to read:
11	§ 2314. Distribution of fee.
12	* * *
13	(c.2) Natural gas energy developmentFollowing
14	distributions from the fund under subsections (c) [and] $_{\scriptscriptstyle L}$ (c.1)
15	and (c.3), the following amounts shall be deposited into the
16	Marcellus Legacy Fund for distribution to the department for the
17	Natural Gas Energy Development Program under Chapter 27

1 (relating to Natural Gas Energy Development Program):

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(1) For 2011, \$10,000,000.

(2) For 2012, \$7,500,000.

4 (3) For 2013, \$2,500,000.

5 (c.3) Solar energy rebates.--From fees collected under this
6 chapter and deposited in the fund for 2013 and each year

7 thereafter, \$25,000,000 shall be distributed annually to the

8 department for the PA Sunshine Solar Program under Chapter 29

9 (relating to PA Sunshine Solar Program).

[(c.3)] (c.4) Report.--All agencies or organizations 10 receiving funds under subsections (c), (c.1) [and], (c.2) and 11 12 (c.3) shall submit a report by December 31, 2012, and December 13 31 of each year thereafter to the Secretary of the Budget and 14 the Appropriations Committee of the Senate and the 15 Appropriations Committee of the House of Representatives. The 16 report shall include an itemization and explanation of the use of all funds received under subsections (c), (c.1) [and]<sub>L</sub> (c.2) 17 18 and (c.3).

19 (d) Distribution.--Except as provided in section 2302(a.3) 20 and (a.4) (relating to unconventional gas well fee), following fee distribution under subsections (c), (c.1) [and], (c.2) and 21 (c.3), from fees collected for 2011 and each year thereafter, 22 23 60% of the revenue remaining in the fund from fees collected for 24 the prior year are hereby appropriated to counties and 25 municipalities for purposes authorized under subsection (g). 26 Counties and municipalities are encouraged, where appropriate, to jointly fund projects that cross jurisdictional lines. The 27 28 commission, after making a disbursement under subsection (f), 29 shall distribute the remaining funds appropriated as follows within three months after the date the fee is due: 30

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Section 2. Section 2315(a.1) introductory paragraph of Title
58, added February 14, 2012 (P.L.87, No.13), is amended to read:
§ 2315. Statewide initiatives.

5 \* \* \*

6 (a.1) Deposit and distribution. -- Following distribution 7 under section 2314(c), (c.1) [and], (c.2) and (c.3) (relating to 8 distribution of fee) from fees collected for 2011 and each year thereafter, 40% of the remaining revenue in the fund shall be 9 deposited into the Marcellus Legacy Fund and appropriated to the 10 commission and distributed within three months after the date 11 12 the fee is due as follows: 13 Section 3. Title 58 is amended by adding a chapter to read: 14 15 CHAPTER 29 16 PA SUNSHINE SOLAR PROGRAM 17 Sec.

18 <u>2901. Definitions.</u>

19 2902. PA Sunshine Solar Program.

20 <u>§ 2901. Definitions.</u>

21 The following words and phrases when used in this chapter

22 shall have the meanings given to them in this section unless the

23 <u>context clearly indicates otherwise:</u>

24 <u>"Commercial entity." A corporation, partnership, sole</u>

25 proprietorship, limited liability company, business trust or

26 other commercial entity approved by the Department of

27 <u>Environmental Protection</u>.

28 "Department." The Department of Environmental Protection of

29 <u>the Commonwealth.</u>

30 <u>"Entity." Any of the following:</u>

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1	(1) A residential homeowner.
2	(2) A commercial entity.
3	(3) A not-for-profit entity.
4	"Solar energy system." A solar thermal system or solar
5	photovoltaic system.
6	<u>§ 2902. PA Sunshine Solar Program.</u>
7	(a) ContinuationThe PA Sunshine Solar Program authorized
8	under section 306 of the act of July 9, 2008 (1st Sp.Sess.,
9	P.L.1873, No.1), known as the Alternative Energy Investment Act,
10	is continued under this chapter. Any funds transferred by the
11	Commonwealth Financing Authority to the department under section
12	306(a) of the Alternative Energy Investment Act shall be
13	utilized to provide rebates to entities for the cost of
14	installing solar energy systems as provided under this chapter.
15	(b) FundsFunds distributed to the department under
16	section 2314(c.3) (relating to distribution of fee) shall be
17	utilized for rebates under this chapter.
18	(c) AmountsAn entity which installs a solar energy system
19	shall be entitled to a rebate as follows:
20	(1) A solar energy system installed to generate energy
21	for a residential home shall qualify for a rebate of 10% of
22	the cost of the first ten kilowatts of installed capacity.
23	(2) A solar energy system installed to generate energy
24	for property owned and used as a commercial entity or as a
25	not-for-profit entity shall qualify for a rebate of 10% of
26	the first 100 kilowatts of installed capacity.
27	(d) GuidelinesFunds under this section shall be used in
28	accordance with guidelines adopted by the department. The
29	guidelines shall establish an application procedure.
30	(e) Administrative costsNo more than 2% of the funds
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appropriated to the department may be used for administrative 1 2 costs. 3 Section 4. Repeals are as follows: The General Assembly declares that the repeal under 4 (1)5 paragraph (2) is necessary to effectuate the addition of 58 Pa.C.S. Ch. 29. 6 Section 306 of the act of July 9, 2008 (1st 7 (2)8 Sp.Sess., P.L.1873, No.1), known as the Alternative Energy 9 Investment Act, is repealed. Section 5. The addition of 58 Pa.C.S. Ch. 29 is a 10 continuation of section 306 of the act of July 9, 2008 (1st 11 12 Sp.Sess., P.L.1873, No.1), known as the Alternative Energy 13 Investment Act. The following apply: 14 Except as otherwise provided in 58 Pa.C.S. Ch. 29, (1)15 all activities initiated under section 306 of the Alternative Energy Investment Act shall continue and remain in full force 16 17 and effect and may be completed under 58 Pa.C.S. Ch. 29. 18 Orders, regulations, rules and decisions which were made 19 under section 306 of the Alternative Energy Investment Act 20 and which are in effect on the effective date of section 4(2)of this act shall remain in full force and effect until 21 22 revoked, vacated or modified under 58 Pa.C.S. Ch. 29. 23 Contracts, obligations and collective bargaining agreements 24 entered into under section 306 of the Alternative Energy 25 Investment Act are not affected nor impaired by the repeal of 26 section 306 of the Alternative Energy Investment Act. 27 (2)Except as set forth in paragraph (3), any difference in language between 58 Pa.C.S. Ch. 29 and section 306 of the 28

Alternative Energy Investment Act is intended only to conformto the style of the Pennsylvania Consolidated Statutes and is

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not intended to change or affect the legislative intent, judicial construction or administration and implementation of section 306 of the Alternative Energy Investment Act.

4 (3) Paragraph (2) does not apply to the addition of the 5 following provisions:

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(i) 58 Pa.C.S. § 2901.

7 (ii) 58 Pa.C.S. § 2902(b), (c), (d) and (e).

8 Section 6. This act shall take effect in 60 days.