7524--A

2021-2022 Regular Sessions

IN ASSEMBLY

May 13, 2021

- Introduced by M. of A. PALMESANO, BARCLAY, TAGUE, FITZPATRICK, ANGELINO, ASHBY, BLANKENBUSH, BRABENEC, BROWN, BYRNE, BYRNES, DeSTEFANO, DURSO, FRIEND, GALLAHAN, GANDOLFO, J. A. GIGLIO, J. M. GIGLIO, GOODELL, HAWLEY, JENSEN, LAWLER, LEMONDES, MANKTELOW, McDONOUGH, MIKULIN, B. MILLER, M. MILLER, MONTESANO, MORINELLO, NORRIS, RA, REILLY, SALKA, SCHMITT, SIMPSON, SMITH, SMULLEN, TANNOUSIS, WALCZYK, WALSH -- read once and referred to the Committee on Energy -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee
- AN ACT to amend the public service law, in relation to directing the public service commission to conduct a full cost benefit analysis of the technical and economic feasibility of renewable energy systems in the state of New York and to compare such directly with other methods of electricity generation

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. The public service law is amended by adding a new section 1 66-s to read as follows: 2 3 S 66-s. Supplemental study of the costs, benefits, technical and 4 economic feasibility of meeting the New York state climate leadership 5 and community protection act renewable energy targets. 1. Not later than nine months after the effective date of this section, and every four б 7 years thereafter, the commission, on behalf of the climate action council established by section 75-0103 of the environmental conservation 8 9 law, and in consultation with the president of the New York state energy 10 research and development authority and the presiding officer of the 11 federally designated electric bulk system operator, shall publish and 12 update a comprehensive study to determine the costs, benefits and over-13 all economic feasibility of meeting the climate leadership and community 14 protection act ("CLCPA") targets for renewable energy systems in New 15 York state.

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets [-] is old law to be omitted.

LBD11125-05-1

A. 7524--A

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| 1 | 2. Such study shall include a full cost benefit analysis assessing the |
| 2 | following, including, but not limited to: |
| 3 | (a) The current state of technology in place for electric generation |
| 4 | as of the date of the study, as well as new and emerging generation |
| 5 | methods; |
| б | (b) The impact of CLCPA renewable energy target compliance on elec- |
| 7 | tricity wholesale prices, delivery rates and total bills that energy |
| 8 | consumers in this state will pay, including indirect energy costs. This |
| 9 | analysis would include the impacts of subsidies to site land-based and |
| 10 | offshore renewable energy projects, the build-out of the electric |
| 11 | infrastructure to receive and transmit renewable power, subsidies of |
| 12 | energy storage projects, and the addition of new loads associated with |
| 13 | deep electrification efforts in the residential, commercial, industrial |
| 14 | and transportation sectors. This analysis shall address both short-term |
| 15 | and long-term maintenance costs; |
| 16 | (c) Direct and indirect costs associated with the transition to heat- |
| 17 | ing and cooling provided by heat pumps powered by renewable energy |
| 18 | systems; |
| 19 | (d) The current civilian state of the art in nuclear reactor technolo- |
| 20 | gy and the role such technology could play in the transition to a clean- |
| 21 | er, more reliable, and more resilient energy portfolio in New York |
| | |
| 22 | state; |
| 23 | (e) The impact of renewable energy systems on the reliability of the |
| 24 | electric system in this state, including but not limited to, voltage |
| 25 | sags and how reliability shall be maintained when solar and wind |
| 26 | resources are not generating power, and shall also address how reliabil- |
| 27 | ity will be maintained if fast-ramping gas-fired generation is phased |
| 28 | out; |
| 29 | (f) Costs and logistical issues associated with end-of-life disposal |
| 30 | <u>of renewable energy system components;</u> |
| 31 | (g) Short-term and long-term costs associated with building-out and |
| 32 | maintaining adequate energy storage and/or battery capacity for periods |
| 33 | <u>when renewable energy systems are intermittent;</u> |
| 34 | (h) Direct and indirect transportation costs associated with such |
| 35 | matters as charging station infrastructure, a moratorium on gas pipeline |
| 36 | construction, and over-the-road transport of goods, such as perishable |
| 37 | agricultural products; |
| 38 | (i) The impact of CLCPA compliance on natural gas market prices, |
| 39 | delivery rates and total bills that energy consumers in this state will |
| 40 | pay including but not limited to short-term and long-term maintenance |
| 41 | costs; |
| 42 | (j) The impact CLCPA compliance has on the reliability of the natural |
| 43 | gas system in this state and its ability to support manufacturing proc- |
| 44 | esses for which today there are no known replacement fuels. Consider- |
| 45 | ation shall be given to the following: the utilization and dependence |
| 46 | upon natural gas by manufacturers for process purposes; the utilization |
| 47 | and dependence on natural gas service for cooking by the restaurant and |
| | |
| 48 | food-service industry, due to the ability of gas ranges and ovens to |
| 49 | heat foods more evenly than their electric counterparts; the use of |
| 50 | natural gas for heating in forty-six percent of households in the North- |
| 51 | east; and reliable and affordable alternatives for heating and other |
| 52 | services currently supplied by natural gas; |
| 53 | (k) Clarification of the impact of CLCPA compliance on industrial use |
| 54 | of fossil fuels; and |
| 55 | (1) An examination of the land use implications of major renewable |

56 electric generating facilities in the state, both from the standpoint of

A. 7524--A

| 1 | tourism and this state's tourism-based economic sectors, and potential |
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| 2 | <u>effects on the viability of agriculture in this state.</u> |
| 3 | 3. Such study shall build upon relevant expertise already at the |
| 4 | commission's disposal, along with that of the climate action council. |
| 5 | 4. The department, on behalf of the commission, shall contract with an |
| б | independent and competitively-selected consultant to undertake such |
| 7 | study. |
| 8 | 5. The department, and any contractors it may retain for such |
| 9 | purposes, shall consult with entities that have resources and expertise |
| 10 | to assist in such study, including, but not limited to, academic part- |
| 11 | ners, electric corporations, electricity generating companies, trade |
| 12 | organizations, environmental justice groups, and other stakeholders. |
| 13 | 6. Upon completion of the initial study and each updated study |
| 14 | conducted pursuant to subdivision one of this section, the department |
| 15 | shall prepare a report on such study's findings, including recommenda- |
| 16 | tions for future courses of action and/or those issues requiring further |
| 17 | investigation. The commission shall transmit such report along with the |
| 18 | study to the governor, the speaker of the assembly, the minority leader |
| 19 | of the assembly, the temporary president of the senate, the minority |
| 20 | leader of the senate, the chair of the assembly energy committee, the |
| 21 | ranking member of the assembly energy committee, the chair of the senate |
| 22 | energy and telecommunications committee, and the ranking member of the |
| 23 | senate energy and telecommunications committee no later than thirty days |
| 24 | after the study's completion. |
| 25 | 7. The Long Island power authority and the power authority of the |
| 26 | state of New York are authorized, as deemed feasible and advisable by |
| 27 | their respective boards, to make a voluntary contribution toward this |
| 28 | study. |
| 29 | 8. Upon receipt of the report of the study's findings, the commission |
| 30 | shall, within ninety days, promulgate rules and regulations necessary |
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31 for effectuating the intent of the recommendations made by the report.

32 § 2. This act shall take effect immediately.