STATE OF NEW YORK

5822

2021-2022 Regular Sessions

IN ASSEMBLY

February 25, 2021

Introduced by M. of A. MORINELLO, SAYEGH, DeSTEFANO, B. MILLER, NORRIS, SALKA, J. M. GIGLIO, TAGUE -- Multi-Sponsored by -- M. of A. DiPIETRO, MANKTELOW -- read once and referred to the Committee on Energy

AN ACT to amend the public authorities law, in relation to establishing the power authority of the state of New York shall make low cost hydropower available to certain hospitals

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

Section 1. The opening paragraph of subdivision 13 of section 1005 of the public authorities law, as amended by chapter 645 of the laws of 2006, is amended to read as follows:

Notwithstanding any other provision of law to the contrary but subject to the terms and conditions of federal energy regulatory commission licenses, to allocate or reallocate directly or by sale for resale, two 7 hundred fifty megawatts of firm Niagara project hydroelectric power as "expansion power" and four hundred forty-five megawatts of firm Niagara 9 project hydroelectric power as "replacement power" to businesses within 10 the state located within thirty miles of the Niagara project, and four 11 hundred ninety megawatts of firm and interruptible power from the Saint 12 Lawrence-FDR project as "preservation power" sold to businesses located 13 within the counties of Jefferson, Saint Lawrence and Franklin, provided that the amount of expansion power allocated to businesses in Chautauqua county on January first, nineteen hundred eighty-seven shall continue to 15 be allocated in such county and, provided further that up to seventy 16 megawatts of replacement power, up to thirty-eight and six-tenths mega-17 watts of preservation power from the Saint Lawrence-FDR project which is 18 19 relinquished or withdrawn after the effective date of chapter three 20 hundred thirteen of the laws of two thousand five which amended this subdivision and, for the period ending on December thirty-first, two 21 22 thousand six, up to twenty megawatts of other power from the Saint 23 Lawrence-FDR project which is unallocated as of the effective date of

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A. 5822 2

chapter three hundred thirteen of the laws of two thousand five which amended this subdivision, shall be allocated by the authority together 3 with such other funds of the authority as the trustees deem feasible and advisable for energy cost savings benefits pursuant to the twelfth undesignated paragraph of this section and, provided further that low cost hydropower be made available to hospitals and municipal housing authorities that are located in the county of Niagara. Provided, howev-7 8 er, that the amount of replacement, preservation power, or the addi-9 tional twenty megawatts of Saint Lawrence-FDR power for the period 10 ending December thirty-first, two thousand six made available for such 11 purpose, used for energy cost savings benefits that are relinquished by or withdrawn from a recipient thereof shall be offered by the authority 12 13 proportionately for a period of six months for reallocation to appli-14 cants who qualify respectively for replacement or preservation power 15 allocations as provided in this subdivision. [If such power is not allocated within such period it shall be allocated for the purpose of energy 16 17 cost savings benefits pursuant to subdivision (h) of section one hundred eighty-three of the economic development law. The authority shall nego-18 tiate contracts on reasonable terms and conditions to renew or extend 19 20 every permanent contract allocation of expansion power in effect on the 21 effective date of this subdivision and, to the extent consistent with such contracts, the authority shall negotiate contracts on reasonable 22 terms and conditions to extend or renew all other allocations or allot-23 ments of such power in effect on such date. The authority shall negoti-24 25 ate contracts on reasonable terms and conditions to renew or extend for 26 a period of at least five years every permanent contract allocation of 27 replacement power in effect on the effective date of chapter three hundred thirteen of the laws of two thousand five which added this 28 29 sentence and that would expire by its terms on or before the end of the 30 initial federal energy regulatory commission license for the Niagara 31 project; provided that, in negotiating the terms and conditions of such 32 contracts, the authority may consider a business' compliance with all 33 current contractual obligations, including employment and power usage 34 commitments. Contracts entered into pursuant to this subdivision shall 35 contain reasonable provisions providing for the partial or complete 36 withdrawal of the power in the event the recipient fails to maintain 37 mutually agreed levels of employment, investment, and power utilization. 38 Expansion or replacement power relinquished by businesses or withdrawn 39 by the authority shall be allocated directly or by sale for resale by the authority to businesses within the state located within thirty miles 40 41 of the Niagara project provided, that the amount of power allocated to 42 businesses in Chautauqua county on January first, nineteen hundred 43 eighty-seven shall be allocated in such county. Preservation power that 44 is relinquished by businesses or withdrawn by the authority shall be 45 allocated directly or by sale for resale by the authority within the 46 counties of Jefferson, Saint Lawrence and Franklin. Allocations made 47 pursuant to this paragraph shall be made in accordance with criteria established by the trustees. Such criteria shall address the expansion 48 of industry and employment pursuant to paragraph (a) of this subdivision 49 50 and the revitalization of existing industry pursuant to paragraph (b) of 51 this subdivision.

§ 2. This act shall take effect immediately.

52