GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2007

H HOUSE BILL 1052

Short Title:	Hog Farms/Methane Gas.	(Public)

Sponsors: Representatives Tucker; Faison, Luebke, and Wray.

Referred to: Energy and Energy Efficiency, if favorable, Public Utilities.

March 27, 2007

A BILL TO BE ENTITLED

AN ACT REQUIRING ELECTRIC POWER SUPPLIERS TO PURCHASE

ELECTRIC POWER FROM FACILITIES THAT USE HOG WASTE TO GENERATE ELECTRICITY.

The General Assembly of North Carolina enacts:

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SECTION 1. Article 7 of Chapter 62 of the General Statutes is amended by adding the following new section to read:

"§ 62-133.7. Pilot program for renewable energy from hog waste.

- (a) The following definitions apply in this section:
 - (1) Electric power supplier. A public utility, an electric membership corporation, or a municipality that sells electric power to retail electric power customers in the State.
 - (2) Hog farm facility. A facility that generates electric power by using hog waste and whose electric power is available for purchase by an electric power supplier on or before December 1, 2012.
- (b) The electric power suppliers in the State in the aggregate shall be required to purchase all electricity generated by hog farm facilities located within the State up to a total amount of 25 megawatts per year and at a price of no more than eighteen cents (18¢) per kilowatt hour for a period of seven years, which shall begin to run on the date the hog farm facility begins generating electric power for commercial use. After a period of seven years, an electric power supplier shall not be required to purchase electricity generated by a hog farm facility at a rate that exceeds the avoided cost rate of the electric power supplier.
- (c) All costs incurred by an electric power supplier in complying with the provisions of this section shall be considered fuel costs and may be recovered as authorized by G.S. 62-133.2."

SECTION 2. This act is effective when it becomes law.