LEGISLATURE OF NEBRASKA

ONE HUNDRED NINTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 20

FINAL READING

Introduced by Cavanaugh, J., 9.

Read first time January 09, 2025

Committee: Natural Resources

- 1 A BILL FOR AN ACT relating to renewable energy; to define terms; and to
- 2 provide for electric service between a local distribution system and
- 3 an agricultural self-generation facility as prescribed.
- 4 Be it enacted by the people of the State of Nebraska,

2023
Section 1. (1) For purposes of this section:
<u>(a) Agricultural or horticultural purposes has the same meaning as</u>
<u>in section 77-1359;</u>
(b) Agricultural self-generation facility means a facility for the
production of electricity that:
<u>(i) Uses methane, wind, solar, biomass, hydropower, or geothermal</u>
resources as its energy source;
(ii) Is controlled by the owner-generator and located entirely on
the same premises as the owner-generator's electric account with the
<u>local distribution utility;</u>
(iii) Is owned, leased, or otherwise controlled by the owner-
generator and used for agricultural or horticultural purposes;
(iv) Has a rated capacity of one hundred kilowatts or less;
(v) Utilizes a device which prevents any backfeed of electricity to
the local distribution system; and
(vi) Is not used for purposes of net metering;
(c) Local distribution system means the equipment and facilities
used by a local distribution utility to distribute electricity to end-use
<u>customers;</u>
<u>(d) Local distribution utility means the owner or operator of a</u>
local distribution system. Local distribution utility includes a public
power district, a public power and irrigation district, an electric
<u>cooperative, or a municipal electric system;</u>
(e) Net metering has the same meaning as in section 70-2002; and
<u>(f) Owner-generator means the person controlling an agricultural</u>
<u>self-generation facility.</u>
(2) No local distribution utility shall deny or refuse electric
service to a customer that owns an agricultural self-generation facility.
An owner-generator is subject to the interconnection requirements, safety
standards, electric rates and charges, and service agreement requirements
of the local distribution utility in whose service area the agricultural

- 1 <u>self-generation facility is located. Nothing in this subsection shall be</u>
- 2 <u>construed to prohibit a local distribution utility from establishing the</u>
- 3 rates or fees necessary to fully cover its costs to serve a customer that
- 4 <u>is an owner-generator.</u>
- 5 (3) An owner-generator shall notify the local distribution utility
- 6 of such owner-generator's intent to install an agricultural self-
- 7 generation facility.