



DIGEST OF SB 390 (Updated March 27, 2023 3:16 pm - DI 92)

Citations Affected: IC 4-3.

**Synopsis:** Commercial solar and wind energy ready communities. Provides that the commercial solar and wind energy ready communities development center (center) may be established within the Indiana office of energy development (office). Provides that the center, if established, shall: (1) provide comprehensive, easily accessible information concerning permits required for commercial solar projects and wind power projects; and (2) work with permit authorities (Continued next page)

Effective: July 1, 2023.

### Messmer, Koch, Randolph Lonnie M

(HOUSE SPONSORS — SOLIDAY, BARTELS, HAMILTON)

January 19, 2023, read first time and referred to Committee on Appropriations. February 23, 2023, amended, reported favorably — Do Pass. February 27, 2023, read second time, amended, ordered engrossed. February 28, 2023, engrossed. Read third time, passed. Yeas 36, nays 12.

HOUSE ACTION

March 6, 2023, read first time and referred to Committee on Utilities, Energy and Telecommunications.
March 21, 2023, reported — Do Pass.
March 27, 2023, read second time, amended, ordered engrossed.



### **Digest Continued**

concerning those projects. Requires the center to create and administer a program to certify counties and municipalities as commercial solar energy ready communities and wind energy ready communities. Requires the office to certify a county or municipality as a commercial solar energy ready community or a wind energy ready community if the county or municipality meets certain requirements, including the adoption of a commercial solar regulation or wind power regulation that includes standards that are not more restrictive than the default standards established by Indiana law. Provides that a commercial solar and wind energy ready communities incentive fund (fund) may be established by the office. Provides that if: (1) a county or municipality receives certification as a commercial solar energy ready community or a wind energy ready community; (2) a project owner constructs a commercial solar project or wind power project in the county or municipality; (3) the fund is established; and (4) there is a sufficient balance in the fund; the office may authorize the county or municipality to receive from the fund, for a period of 10 years, \$1 per megawatt hour of electricity generated by the commercial solar project or wind power project.



First Regular Session of the 123rd General Assembly (2023)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in this style type. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in this style type or this style type reconciles conflicts between statutes enacted by the 2022 Regular Session of the General Assembly.

## **ENGROSSED SENATE BILL No. 390**

A BILL FOR AN ACT to amend the Indiana Code concerning utilities.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 4-3-23.1 IS ADDED TO THE INDIANA CODE
2	AS A <b>NEW</b> CHAPTER TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2023]:
4	Chapter 23.1. Commercial Solar and Wind Energy Ready
5	Communities
6	Sec. 1. As used in this chapter, "center" refers to the
7	commercial solar and wind energy ready communities
8	development center that may be established under section 12 of
9	this chapter.
10	Sec. 2. As used in this chapter, "commercial solar project"
11	means a project involving the construction, installation, siting,
12	modification, operation, or decommissioning of one (1) or more
13	commercial solar energy systems (as defined in IC 8-1-42-2) in a
14	unit.
15	Sec. 3. As used in this chapter, "commercial solar regulation"



1	has the meaning set forth in IC 8-1-42-3.
2	Sec. 4. As used in this chapter, "fund" refers to the commercial
3	solar and wind energy ready communities incentive fund described
4	in section 16 of this chapter.
5	Sec. 5. As used in this chapter, "office" refers to the Indiana
6	office of energy development established by IC 4-3-23-3.
7	Sec. 6. As used in this chapter, "permit", with respect to a
8	project, means any state or local permit, license, certificate,
9	approval, registration, or similar form of approval required by
10	statute, administrative rule, regulation (including a commercial
11	solar regulation or a wind power regulation), ordinance, or
12	resolution.
13	Sec. 6.5. As used in this chapter, "permit authority" has the
14	meaning set forth in:
15	(1) IC 8-1-41-4, in the case of a wind power project; or
16	(2) IC 8-1-42-6, in the case of a commercial solar project.
17	Sec. 7. As used in this chapter, "project" refers to:
18	(1) a wind power project; or
19	(2) a commercial solar project.
20	Sec. 8. As used in this chapter, "project owner" has the meaning
21	set forth in:
22	(1) IC 8-1-41-5, in the case of a wind power project; or
23	(2) IC 8-1-42-7, in the case of a commercial solar project.
24	Sec. 9. As used in this chapter, "unit" means a county or a
25	municipality, as specified in:
26	(1) IC 8-1-41-6, in the case of a wind power project; or
27	(2) IC 8-1-42-8, in the case of a commercial solar project.
28	Sec. 10. As used in this chapter, "wind power project" means a
29	project involving the construction, installation, siting, modification,
30	operation, or decommissioning of one (1) or more wind power
31	devices (as defined in IC 8-1-41-7) in a unit.
32	Sec. 11. As used in this chapter, "wind power regulation" has
33	the meaning set forth in IC 8-1-41-8.
34	Sec. 12. (a) The commercial solar and wind energy ready
35	communities development center may be established within the
36	office. If established, the center shall have the following duties:
37	(1) Providing comprehensive information concerning permits
38	required for projects and related business activities in
39	Indiana, and making the information available and easily
40	accessible to:
41	(A) project owners;
42	(B) state and local government offices, departments, and



1	administrative entities; and
2	(C) the public.
3	(2) Working with permit authorities to encourage the timely
4	and efficient issuance of permits and the resolution of related
5	issues.
6	(b) The center, if established, may create and administer:
7	(1) a program for the certification of units as commercial
8	solar energy ready communities under section 13 of this
9	chapter; and
0	(2) a program for the certification of units as wind energy
1	ready communities under section 14 of this chapter.
2	Sec. 13. (a) A unit may apply to the office for certification as a
3	commercial solar energy ready community. The application must
4	be in a form and manner prescribed by the office. The office may
5	approve an application and certify a unit as a commercial solar
6	energy ready community if the office determines the following:
7	(1) That the unit has adopted a commercial solar regulation
8	that includes clear standards for the construction, installation,
9	siting, modification, operation, or decommissioning of one (1)
20	or more commercial solar energy systems (as defined in
21	IC 8-1-42-2) in the unit.
22 23 24 25	(2) That the unit's commercial solar regulation:
.3	(A) includes standards that are not more restrictive,
4	directly or indirectly, than the default standards for
.5	commercial solar energy systems set forth in IC 8-1-42;
26	(B) provides a clear and transparent process for project
27	owners to identify potential commercial solar project sites;
28	(C) does not unreasonably eliminate portions of the unit as
.9	sites for commercial solar projects;
0	(D) provides for a fair review and approval process for
1	proposed commercial solar projects, including final
2	approval that cannot be revoked; and
3	(E) includes a specific plan for using any funds from an
4	incentive granted by the office under subsection (b):
5	(i) for economic development purposes within or near
6	the commercial solar project's footprint; or
7	(ii) to otherwise benefit residents and businesses within
8	or near the commercial solar project's footprint.
9	(3) That the unit has demonstrated a commitment to
0	maintain:
-1	(A) the standards and procedural framework set forth in
-2	the unit's commercial solar regulation; and



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1	(B) all applicable zoning, land use, and planning
2	regulations;
3	with respect to any particular commercial solar project that
4	is approved under the unit's commercial solar regulation, for
5	a period of at least ten (10) years, beginning with the start
6	date of the commercial solar project's full commercial
7	operation.
8	(b) If:
9	(1) a unit receives certification as a commercial solar energy
10	ready community by the office under this section;
11	(2) after the unit's certification, a project owner constructs a
12	commercial solar project in the unit; and
13	(3) the fund is established and there is a sufficient balance in
14	the fund;
15	the office may authorize the unit to receive from the fund, for a
16	period of ten (10) years beginning with the start date of the
17	commercial solar project's full commercial operation, one dollar
18	(\$1) per megawatt hour of electricity generated by the commercial
19	solar project, if the office determines that the procedures and
20	standards set forth in the unit's commercial solar regulation were
21	adhered to in the development of the project. However, if the office
22	determines at any time after the start of the commercial solar
23	project's full commercial operation that the unit has failed to
24	continue to meet the requirement for certification set forth in
25	subsection (a)(3), the office shall discontinue the incentive granted
26	under this subsection and shall require the unit to return to the
27	fund any amounts collected by the unit under this subsection after
28	the unit's breach of the requirement for certification set forth in
29	subsection (a)(3).
30	(c) After:
31	(1) a unit receives certification as a commercial solar energy
32	ready community under this section; and
33	(2) a project owner constructs a commercial solar energy
34	facility that qualifies the unit to receive the incentive
35	payments under subsection (b);
36	the project owner shall annually report to the office the total
37	megawatt hours generated by the commercial solar energy facility
38	in the previous year.
39	Sec. 14. (a) A unit may apply to the office for certification as a
40	wind energy ready community. The application must be in a form

and manner prescribed by the office. The office may approve an

application and certify a unit as a wind energy ready community



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1	if the office determines the following:
2	(1) That the unit has adopted a wind power regulation that
3	includes clear standards for the construction, installation,
4	siting, modification, operation, or decommissioning of one (1)
5	or more wind power devices (as defined in IC 8-1-41-7) in the
6	unit.
7	(2) That the unit's wind power regulation:
8	(A) includes standards that are not more restrictive,
9	directly or indirectly, than the default standards for wind
10	power devices set forth in IC 8-1-41;
11	(B) provides a clear and transparent process for project
12	owners to identify potential wind power project sites;
13	(C) does not unreasonably eliminate portions of the unit as
14	sites for wind power projects;
15	(D) provides for a fair review and approval process for
16	proposed wind power projects, including final approval
17	that cannot be revoked; and
18	(E) includes a specific plan for using any funds from an
19	incentive granted by the office under subsection (b):
20	(i) for economic development purposes within or near
21	the wind power project's footprint; or
22	(ii) to otherwise benefit residents and businesses within
23	or near the wind power project's footprint.
24	(3) That the unit has demonstrated a commitment to
25	maintain:
26	(A) the standards and procedural framework set forth in
27	the unit's wind power regulation; and
28	(B) all applicable zoning, land use, and planning
29	regulations;
30	with respect to any particular wind power project that is
31	approved under the unit's commercial solar regulation, for a
32	period of at least ten (10) years, beginning with the start date
33	of the wind power project's full commercial operation.
34	(b) If:
35	(1) a unit receives certification as a wind energy ready
36	community by the office under this section;
37	(2) after the unit's certification, a project owner constructs a
38	wind power project in the unit; and
39	(3) the fund is established and there is a sufficient balance in
40	the fund;
41	the office may authorize the unit to receive from the fund, for a
42	period of ten (10) years beginning with the start date of the wind



power project's full commercial operation, one dollar (\$1) per megawatt hour of electricity generated by the wind power project, if the office determines that the procedures and standards set forth in the unit's wind power regulation were adhered to in the development of the project. However, if the office determines at any time after the start of the wind power project's full commercial operation that the unit has failed to continue to meet the requirement for certification set forth in subsection (a)(3), the office shall discontinue the incentive granted under this subsection and shall require the unit to return to the fund any amounts collected by the unit under this subsection after the unit's breach of the requirement for certification set forth in subsection (a)(3).

### (c) After:

- (1) a unit receives certification as a wind energy ready community under this section; and
- (2) a project owner constructs a wind energy facility that qualifies the unit to receive the incentive under subsection (b); the project owner shall annually report to the office the total megawatt hours generated by the wind energy facility in the previous year.

Sec. 15. A unit may be certified as both:

- (1) a commercial solar energy ready community under section 13 of this chapter; and
- (2) a wind energy ready community under section 14 of this chapter;

if the unit meets the requirements for certification set forth in both sections 13 and 14 of this chapter.

- Sec. 16. (a) The commercial solar and wind energy ready communities incentive fund may be established by the office for the purpose of:
  - (1) providing payments to commercial solar energy ready communities under section 13(b) of this chapter; and
  - (2) providing payments to wind energy ready communities under section 14(b) of this chapter.
  - (b) The fund, if established, shall be administered by the office.
- (c) The fund, if established, shall consist of:
  - (1) grants, gifts, and donations intended for deposit in the fund;
  - (2) federal funds;
  - (3) interest that accrues from money in the fund; and
- (4) any amounts returned to the fund by units under section 13(b) or 14(b) of this chapter.



1	(d) The treasurer of state shall invest the money in the fund not
2	currently needed to meet the obligations of the fund in the same
3	manner as other nublic money may be invested.



### COMMITTEE REPORT

Madam President: The Senate Committee on Appropriations, to which was referred Senate Bill No. 390, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Delete the title and insert the following:

A BILL FOR AN ACT to amend the Indiana Code concerning utilities.

Page 2, line 32, delete "is" and insert "may be".

Page 3, line 4, delete "shall" and insert "may".

Page 3, line 12, delete "shall" and insert "may".

Page 4, line 13, delete "shall" and insert "may".

Page 4, line 31, delete "shall" and insert "may".

Page 5, line 30, delete "shall" and insert "may".

Page 6, line 11, delete "is" and insert "may be".

Page 6, delete lines 24 through 25.

Page 6, line 26, delete "(e)" and insert "(d)".

Page 6, line 28, delete "Money in the fund".

Page 6, delete lines 29 through 41.

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to SB 390 as introduced.)

MISHLER, Chairperson

Committee Vote: Yeas 11, Nays 2.

### SENATE MOTION

Madam President: I move that Senate Bill 390 be amended to read as follows:

Page 1, line 1, delete "IC 5-28-28.6" and insert "IC 4-3-23.1".

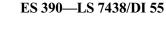
Page 1, line 4, delete "28.6." and insert "23.1.".

Page 1, line 8, delete "established by" and insert "that may be established under".

Page 2, line 3, delete "established by" and insert "described in".

Page 2, between lines 3 and 4, begin a new paragraph and insert:

"Sec. 5. As used in this chapter, "office" refers to the Indiana office of energy development established by IC 4-3-23-3.".





- Page 2, line 4, delete "5." and insert "6.".
- Page 2, line 10, delete "Sec. 6." and insert "Sec. 6.5.".
- Page 2, line 33, delete "corporation. The center has" and insert "office. If established, the center shall have".
  - Page 3, delete lines 3 through 8, begin a new paragraph and insert:
  - "(b) The center, if established, may create and administer:
    - (1) a program for the certification of units as commercial solar energy ready communities under section 13 of this chapter; and
    - (2) a program for the certification of units as wind energy ready communities under section 14 of this chapter.".
  - Page 3, line 9, delete "corporation" and insert "office".
  - Page 3, line 11, delete "corporation." and insert "office.".
  - Page 3, line 12, delete "corporation" and insert "office".
  - Page 3, line 13, delete "corporation" and insert "office".
  - Page 3, delete lines 15 through 16.
  - Page 3, line 17, delete "(2)" and insert "(1)".
  - Page 3, line 22, delete "(3)" and insert "(2)".
  - Page 3, line 34, delete "corporation" and insert "office".
  - Page 3, line 39, delete "(4)" and insert "(3)".
  - Page 4, line 10, delete "corporation" and insert "office".
  - Page 4, line 10, delete "and".
  - Page 4, line 11, delete "develops" and insert "constructs".
  - Page 4, line 12, after "unit;" insert "and
    - (3) the fund is established and there is a sufficient balance in the fund;".
  - Page 4, line 13, delete "corporation" and insert "office".
  - Page 4, line 17, delete "corporation" and insert "office".
  - Page 4, line 20, delete "corporation" and insert "office".
- Page 4, line 23, delete "(a)(4), the corporation" and insert "(a)(3), the office".
  - Page 4, line 27, delete "(a)(4)." and insert "(a)(3).
  - (c) After:
    - (1) a unit receives certification as a commercial solar energy ready community under this section; and
    - (2) a project owner constructs a commercial solar energy facility that qualifies the unit to receive the incentive payments under subsection (b);

the project owner shall annually report to the office the total megawatt hours generated by the commercial solar energy facility in the previous year.".

Page 4, line 28, delete "corporation" and insert "office".



Page 4, line 30, delete "corporation. The corporation" and insert "office. The office".

Page 4, line 32, delete "corporation" and insert "office".

Page 4, delete lines 33 through 34.

Page 4, line 35, delete "(2)" and insert "(1)".

Page 4, line 40, delete "(3)" and insert "(2)".

Page 5, line 10, delete "corporation" and insert "office".

Page 5, line 15, delete "(4)" and insert "(3)".

Page 5, line 27, delete "corporation" and insert "office".

Page 5, line 27, delete "and".

Page 5, line 28, delete "develops" and insert "constructs".

Page 5, line 29, after "unit;" insert "and

# (3) the fund is established and there is a sufficient balance in the fund;".

Page 5, line 30, delete "corporation" and insert "office".

Page 5, line 34, delete "corporation" and insert "office".

Page 5, line 36, delete "corporation" and insert "office".

Page 5, line 39, delete "(a)(4)," and insert "(a)(3),".

Page 5, line 40, delete "corporation" and insert "office".

Page 6, line 2, delete "(a)(4)." and insert "(a)(3).

### (c) After:

- (1) a unit receives certification as a wind energy ready community under this section; and
- (2) a project owner constructs a wind energy facility that qualifies the unit to receive the incentive under subsection (b); the project owner shall annually report to the office the total megawatt hours generated by the wind energy facility in the previous year."

Page 6, line 11, after "established" insert "by the office".

Page 6, line 16, delete "fund" and insert "fund, if established,".

Page 6, line 16, delete "corporation." and insert "office.".

Page 6, line 17, delete "fund consists" and insert "fund, if established, shall consist".

Page 6, between lines 20 and 21, begin a new line block indented and insert:

#### "(3) federal funds;".

Page 6, line 21, delete "(3)" and insert "(4)".

Page 6, line 22, delete "(4)" and insert "(5)".

(Reference is to SB 390 as printed February 24, 2023.

**MESSMER** 



### COMMITTEE REPORT

Mr. Speaker: Your Committee on Utilities, Energy and Telecommunications, to which was referred Senate Bill 390, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill do pass.

(Reference is to SB 390 as reprinted February 28, 2023.)

**SOLIDAY** 

Committee Vote: Yeas 13, Nays 0

### **HOUSE MOTION**

Mr. Speaker: I move that Engrossed Senate Bill 390 be amended to read as follows:

Page 2, line 17, delete "A" and insert "As".

Page 6, delete line 37.

Page 6, line 38, delete "(2)" and insert "(1)".

Page 6, line 40, delete "(3)" and insert "(2)".

Page 6, line 41, delete "(4)" and insert "(3)".

Page 6, line 42, delete "(5)" and insert "(4)".

(Reference is to ESB 390 as printed March 21, 2023.)

**JUDY** 

