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Legislative Document

No. 1618

S.P. 515

In Senate, April 23, 2019

An Act To Authorize Career and Technical Education Regions To Enter into Energy Conservation Performance Contracts for School Facilities

(AFTER DEADLINE)

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 205.

Reference to the Committee on Education and Cultural Affairs suggested and ordered printed.

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DAREK M. GRANT Secretary of the Senate

Presented by Senator CARSON of Cumberland. Cosponsored by Speaker GIDEON of Freeport and Senator: MILLETT of Cumberland, Representative: KORNFIELD of Bangor.

1 Be it enacted by the People of the State of Maine as follows:

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Sec. 1. 20-A MRSA §15915, sub-§1, as repealed and replaced by PL 2011, c. 279, §1, is amended to read:

Initial agreement for energy conservation improvements. 4 A school 1. administrative unit may enter into an agreement of up to 20 years with an energy services 5 company. For the purposes of this section, "energy services company" means a company 6 or 3rd-party financing company that provides design, installation, operation, maintenance 7 and financing of energy conservation or combined energy conservation and related air 8 quality improvements at existing school administrative unit facilities. 9 The school administrative unit's costs to enter into such an agreement are not applicable to the unit's 10 school construction project costs, the debt service on which is eligible for subsidy 11 purposes under section 15907. Such an agreement is deemed to be a professional service, 12 which is not subject to the competitive bidding requirements of Title 5, section 1743-A, if 13 14 the agreement:

A. Provides for operation or maintenance of the improvement for at least 5 years or the entire term of the financing agreement if longer than 5 years;

B. Requires a guaranty by the contractor that the improvement will meet performance criteria set forth in the agreement for at least 5 years or for the entire term of the financing agreement if longer than 5 years; and

20 C. Has a total contract cost, excluding private or federal grant funds, interest and 21 operating and maintenance costs, of less than \$2,500,000 for any school building.

22 A school administrative unit may select an energy services company on the basis of a request for qualifications or a request for proposals, and it is not required to use a 23 24 competitive method set forth in this chapter and Title 5, section 1743-A and Private and Special Law 1999, chapter 79. The selection process must include at a minimum a 25 request for qualifications or a request for proposals that is advertised in a newspaper of 26 general circulation in the school administrative unit and a newspaper of general 27 circulation in the City of Augusta. The deadline for receipt of requests for qualifications 28 or requests for proposals may not be less than 15 days from the last day the advertisement 29 was published. The school administrative unit shall establish an interview committee, 30 which must include the superintendent of the school administrative unit and at least one 31 school board member. The interview committee shall interview not fewer than 3 energy 32 services companies unless a smaller number of energy services companies responds to the 33 34 request for qualifications or request for proposals. A request for qualifications or a request for proposals may not contain terms that require an energy services company to 35 have more than 3 years of experience in the energy conservation field, a minimum 36 37 number of prior projects or project references or membership in or accreditation from a 38 regional, national or international association of energy services companies or to use equipment that is not generally available to energy services companies or terms that are 39 otherwise included for the purpose of bias or favoritism toward a particular energy 40 services company. 41

42 Objections to the terms of a request for qualifications or a request for proposals under this 43 subsection are deemed waived if not delivered in writing to the office of the

superintendent of schools in that school administrative unit within 7 days of the last 1 2 publication of the newspaper advertisement. If an objection is received, the school board shall conduct a hearing on the objection within 14 days of its receipt. The school board 3 shall allow interested energy services companies to speak at the hearing and shall issue a 4 decision to either validate or invalidate the request for qualifications or the request for 5 proposals within 7 days of the close of the hearing. A decision by the school board in 6 response to an objection is a final government action subject to appeal to the Superior 7 8 Court.

9 Sec. 2. 20-A MRSA §15915, sub-§1-B is enacted to read:

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- <u>1-B. Definitions.</u> As used in this section, unless the context otherwise indicates, the
 following terms have the following meanings:
- A. "Energy services company" means a company or 3rd-party financing company
 that provides design, installation, operation, maintenance and financing of energy
 conservation or combined energy conservation and related air quality improvements
 at existing school administrative unit facilities.
- B. "School administrative unit" or "unit" includes a career and technical education
 region under chapter 313, subchapter 4.
- 18 <u>C. "School board" or "board" includes a cooperative board of a career and technical</u>
 19 education region under section 8452.
- 20D. "Superintendent" includes a career and technical education director of a career21and technical education region under section 8458.

SUMMARY

This bill adds the authority to enter into an agreement for energy conservation improvements with an energy services company to the powers and duties of a cooperative board of a career and technical education region, similar to the authority of a school administrative unit.