#### 40:55D-66.12

#### LEGISLATIVE HISTORY CHECKLIST

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**LAWS OF**: 2009 **CHAPTER**: 244

NJSA: 40:55D-66.12 (Provides for regulation of small wind energy systems by municipalities)

BILL NO: A3740 (Substituted for S2528)

**SPONSOR(S)** DeAngelo and Others

DATE INTRODUCED: February 9, 2009

**COMMITTEE:** ASSEMBLY: Housing and Local Government

SENATE: ---

AMENDED DURING PASSAGE: Yes

**DATE OF PASSAGE:** ASSEMBLY: January 11, 2010

**SENATE:** January 11, 2010

**DATE OF APPROVAL:** January 16, 2010

FOLLOWING ARE ATTACHED IF AVAILABLE:

**FINAL TEXT OF BILL** (First reprint enacted)

A3740

SPONSOR'S STATEMENT: (Begins on page 4 of introduced bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes

SENATE: No

(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, *may possibly* be found at www.njleg.state.nj.us)

FLOOR AMENDMENT STATEMENT: No

LEGISLATIVE FISCAL ESTIMATE: Yes

S2528

SPONSOR'S STATEMENT: (Begins on page 4 of introduced bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: No

SENATE: Yes Econ. 12-3-09

Budg. 12-14-09

FLOOR AMENDMENT STATEMENT: Yes

LEGISLATIVE FISCAL ESTIMATE: Yes 12-15-09

1-15-10

(continued)

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	REPORTS:	No
	HEARINGS:	No
	NEWSPAPER ARTICLES:	No

LAW/RWH

# [First Reprint]

# ASSEMBLY, No. 3740

# STATE OF NEW JERSEY

### 213th LEGISLATURE

INTRODUCED FEBRUARY 9, 2009

**Sponsored by:** 

Assemblyman WAYNE P. DEANGELO
District 14 (Mercer and Middlesex)
Assemblywoman PAMELA R. LAMPITT
District 6 (Camden)
Assemblyman JOHN F. MCKEON
District 27 (Essex)
Assemblywoman LINDA R. GREENSTEIN
District 14 (Mercer and Middlesex)

Co-Sponsored by:

Senators B.Smith, Baroni and Beck

#### **SYNOPSIS**

Provides for regulation of small wind energy systems by municipalities.

#### **CURRENT VERSION OF TEXT**

As reported by the Assembly Housing and Local Government Committee on January 4, 2010, with amendments.

(Sponsorship Updated As Of: 1/12/2010)

1	AN ACT concerning small wind energy systems and supplementing
2	Title 40 of the Revised Statutes.

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

 <sup>1</sup>[1. For the purposes of this act:

"Small wind energy system" means a wind energy conversion system consisting of a wind turbine, a tower, and associated control or conversion electronics, which has a rated capacity consistent with applicable construction codes and which will be used primarily for onsite consumption;

"System height" means the height above grade of the tower plus the wind generator.

"Tower height" means the height above grade of the fixed portion of the tower, excluding the wind generator; and

"Wind generator" means blades and associated mechanical and electrical conversion components mounted on top of the tower.

- <sup>1</sup>[2.] <u>1. a.</u> Ordinances adopted by municipalities to regulate the installation and operation of small wind energy systems shall not unreasonably limit such installations or unreasonably hinder the performance of such installations. <sup>1</sup>An application for development or appeal involving a small wind energy system shall comply with the appropriate notice and hearing provisions otherwise required for the application or appeal pursuant to the "Municipal Land Use Law," P.L.1975, c.291 (C.40:55D-1 et seq.).
- <u>b.</u> <sup>1</sup> Unreasonable limits or hindrances to performance <sup>1</sup> <u>of a small</u> wind energy system <sup>1</sup> shall include the following:
- <sup>1</sup>(1) Prohibiting small wind energy systems in all districts within the municipality;
- <sup>1</sup>(2)<sup>1</sup> Restricting tower height or system height through application of a generic ordinance or regulation on height that does not specifically address allowable tower height or system height of a small wind energy system;
- <sup>1</sup>(3)<sup>1</sup> Requiring a setback from property boundaries for a tower that is greater than 150 percent of the system height. In a municipality that does not adopt specific setback requirements for small wind energy systems, any small wind energy system shall be set back from the nearest property boundary a distance at least equal to 150 percent of the system height; provided, however, that this <sup>1</sup>setback<sup>1</sup> requirement may be <sup>1</sup>[modified] reduced<sup>1</sup> by the zoning board of adjustment <sup>1</sup> or, if otherwise appropriate, by the planning

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

<sup>&</sup>lt;sup>1</sup>Assembly AHO committee amendments adopted January 4, 2010.

- 1 board upon application in an individual case if the applicant
- 2 establishes the conditions for a variance under <sup>1</sup>[this act] the
- "Municipal Land Use Law," P.L.1975, c.291 (C.40:55D-1 et seq.) 3
- to the board's satisfaction<sup>1</sup>; 4
- 5  $\frac{1}{4}$  Setting a noise level limit lower than 55 decibels, as 6 measured at the site property line, or not allowing for limit overages
- 7 during short-term events such as utility outages and severe wind
- 8 storms; and
- 9 <sup>1</sup>(5)<sup>1</sup> Setting electrical or structural design criteria that exceed
- applicable <sup>1</sup>[State, federal, or international building or electrical 10
- 11 codes or laws provisions of the State Uniform Construction Code
- promulgated pursuant to the "State Uniform Construction Code 12
- 13 Act," P.L.1975, c.217 (C.52:27D-119 et seq.) and technical
- 14 bulletins issued pursuant to section 2 of P.L., c. (C.)
- 15 (pending before the Legislature as this bill).
- c. If the Commissioner of Environmental Protection has issued 16
- 17 a permit for the development of a small wind energy system under
- 18 the "Coastal Area Facility Review Act," P.L.1973, c.185 (C.13:19-1
- 19 et seq.), prior to the effective date of P.L., c. (C.) (pending
- 20 before the Legislature as this bill), provisions of subsection b. of
- 21 this section shall not apply to an application for development for
- 22 that small wind energy system if the provisions of that subsection
- 23 would otherwise prohibit approval of the application or require the
- 24 approval to impose restrictions or limitations on the small wind
- 25 energy system, including but not limited to restrictions or
- 26 limitations on tower height or system height, the setback of the
- 27 system from property boundaries, and noise levels.
  - d. For the purposes of this section:
- 29 "Small wind energy system" means a wind energy conversion
- 30 system consisting of a wind turbine, a tower, and associated control
- or conversion electronics, which has a rated capacity consistent 31
- 32 with applicable provisions of the State Uniform Construction Code
- 33 promulgated pursuant to the "State Uniform Construction Code
- 34 Act," P.L.1975, c.217 (C.52:27D-119 et seq.) and technical
- 35 bulletins issued pursuant to section 2 of P.L. , c. (C. )
- 36 (pending before the Legislature as this bill), and which will be used
- 37 primarily for onsite consumption;
- 38 "System height" means the height above grade of the tower plus
- 39 the wind generator;
- 40 "Tower height" means the height above grade of the fixed
- 41 portion of the tower, excluding the wind generator; and
- 42 "Wind generator" means blades and associated mechanical and
- 43 electrical conversion components mounted on top of the tower<sup>1</sup>.

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- <sup>1</sup>[3.] 2. Within 10 months of enactment of 45 this act
- P.L., c. (C. ) (pending before the Legislature as this bill), 46
- the Director of the Division of Codes and Standards in the 47

#### A3740 [1R] DEANGELO, LAMPITT

Department of Community Affairs<sup>1</sup>, in consultation with the 1 2 Department of Environmental Protection, shall promulgate issue 1 a technical bulletin which shall include model municipal 3 ordinances for the construction of small wind energy systems. Prior 4 5 to issuance of the technical bulletin, the director shall hold one or 6 more public hearings and solicit comments from interested parties. 7 The Division of Codes and Standards in the Department of 8 Community Affairs shall <sup>1</sup>[provide a copy of the technical bulletin 9 to every municipal governing body post the technical bulletin on

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its Internet website<sup>1</sup>.

<sup>1</sup>[4.] 3. Small wind energy systems shall be built to comply with all applicable Federal Aviation Administration requirements, including 14 C.F.R. part 77, subpart B regarding installations close to airports, and all applicable airport zoning regulations.

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<sup>1</sup>[5.] 4.<sup>1</sup> A small wind energy system that is out of service for a continuous 12-month period shall be deemed abandoned. The <sup>1</sup>[planning board] <u>municipal zoning enforcement officer</u> <sup>1</sup> may issue a notice of abandonment to the owner of an abandoned small wind energy system. The owner shall have the right to respond to the notice of abandonment within 30 days from the receipt date. The <sup>1</sup>[planning board] municipal zoning enforcement officer <sup>1</sup> shall withdraw the notice of abandonment and notify the owner that the notice has been withdrawn if the owner provides the '[planning board municipal zoning enforcement officer with information demonstrating the small wind energy system has not been abandoned. If the small wind energy system is determined to be abandoned, the owner of the small wind energy system shall remove the wind generator from the tower at the owner's sole expense within three months of receipt of notice of abandonment. If the owner fails to remove the wind generator from the tower, the <sup>1</sup>[planning board] municipality may pursue a legal action to have the wind generator removed at the owner's expense.

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<sup>1</sup>[6. When the building inspector or municipal officer charged with or responsible for the enforcement of building codes determines that a use or structure proposed in a building permit application will have the potential for regional impact and no such determination has previously been made by another municipal planning board, he or she shall notify the local governing body. The building inspector or municipal officer charged with or responsible for the enforcement of building codes shall also notify by certified mail the regional planning board and the affected municipalities,

45 who shall be provided 30 days to submit comment to the local

#### A3740 [1R] DEANGELO, LAMPITT

governing body and the building inspector prior to the issuance of the building permit. ] 1

- <sup>1</sup>[7. a. A building inspector or municipal officer charged with or responsible for the enforcement of building codes shall notify the owner or tenant of any property abutting upon the site of a proposed small wind energy system by mail upon application for a building permit to construct a small wind energy system. Affected owners and tenants shall be afforded a 30-day comment period prior to the issuance of a building permit. An appeal may be made to the municipal planning board or to the zoning board of adjustment, as may be appropriate.
  - b. The cost of notification shall be borne by the applicant.
- c. The building inspector or municipal officer charged with or responsible for the enforcement of building codes shall provide notice of the application for a building permit to the municipal governing body. 1

<sup>1</sup>[8.] <u>5.</u> This act shall take effect immediately.

# ASSEMBLY, No. 3740

# STATE OF NEW JERSEY

## 213th LEGISLATURE

INTRODUCED FEBRUARY 9, 2009

**Sponsored by:** 

Assemblyman WAYNE P. DEANGELO
District 14 (Mercer and Middlesex)
Assemblywoman PAMELA R. LAMPITT
District 6 (Camden)
Assemblyman JOHN F. MCKEON
District 27 (Essex)

#### **SYNOPSIS**

Provides for regulation of small wind energy systems by municipalities.

#### **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 6/5/2009)

**AN ACT** concerning small wind energy systems and supplementing 2 Title 40 of the Revised Statutes.

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

1. For the purposes of this act:

"Small wind energy system" means a wind energy conversion system consisting of a wind turbine, a tower, and associated control or conversion electronics, which has a rated capacity consistent with applicable construction codes and which will be used primarily for onsite consumption;

"System height" means the height above grade of the tower plus the wind generator.

"Tower height" means the height above grade of the fixed portion of the tower, excluding the wind generator; and

"Wind generator" means blades and associated mechanical and electrical conversion components mounted on top of the tower.

2. Ordinances adopted by municipalities to regulate the installation and operation of small wind energy systems shall not unreasonably limit such installations or unreasonably hinder the performance of such installations. Unreasonable limits or hindrances to performance shall include the following:

Prohibiting small wind energy systems in all districts within the municipality;

Restricting tower height or system height through application of a generic ordinance or regulation on height that does not specifically address allowable tower height or system height of a small wind energy system;

Requiring a setback from property boundaries for a tower that is greater than 150 percent of the system height. In a municipality that does not adopt specific setback requirements for small wind energy systems, any small wind energy system shall be set back from the nearest property boundary a distance at least equal to 150 percent of the system height; provided, however, that this requirement may be modified by the zoning board of adjustment upon application in an individual case if the applicant establishes the conditions for a variance under this act:

Setting a noise level limit lower than 55 decibels, as measured at the site property line, or not allowing for limit overages during short-term events such as utility outages and severe wind storms; and

Setting electrical or structural design criteria that exceed applicable State, federal, or international building or electrical codes or laws.

#### A3740 DEANGELO, LAMPITT

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1 3. Within 10 months of enactment of this act, the Director of the 2 Division of Codes and Standards in the Department of Community 3 Affairs shall promulgate a technical bulletin which shall include model municipal ordinances for the construction of small wind 4 5 energy systems. Prior to development, the director shall hold one or more public hearings and solicit comments from interested parties. 6 7 The Division of Codes and Standards in the Department of 8 Community Affairs shall provide a copy of the technical bulletin to 9 every municipal governing body.

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4. Small wind energy systems shall be built to comply with all applicable Federal Aviation Administration requirements, including 14 C.F.R. part 77, subpart B regarding installations close to airports, and all applicable airport zoning regulations.

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5. A small wind energy system that is out of service for a continuous 12-month period shall be deemed abandoned. The planning board may issue a notice of abandonment to the owner of an abandoned small wind energy system. The owner shall have the right to respond to the notice of abandonment within 30 days from the receipt date. The planning board shall withdraw the notice of abandonment and notify the owner that the notice has been withdrawn if the owner provides the planning board with information demonstrating the small wind energy system has not been abandoned. If the small wind energy system is determined to be abandoned, the owner of the small wind energy system shall remove the wind generator from the tower at the owner's sole expense within three months of receipt of notice of abandonment. If the owner fails to remove the wind generator from the tower, the planning board may pursue a legal action to have the wind generator removed at the owner's expense.

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6. When the building inspector or municipal officer charged with or responsible for the enforcement of building codes determines that a use or structure proposed in a building permit application will have the potential for regional impact and no such determination has previously been made by another municipal planning board, he or she shall notify the local governing body. The building inspector or municipal officer charged with or responsible for the enforcement of building codes shall also notify by certified mail the regional planning board and the affected municipalities, who shall be provided 30 days to submit comment to the local governing body and the building inspector prior to the issuance of the building permit.

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7. a. A building inspector or municipal officer charged with or responsible for the enforcement of building codes shall notify the owner or tenant of any property abutting upon the site of a proposed

#### A3740 DEANGELO, LAMPITT

small wind energy system by mail upon application for a building permit to construct a small wind energy system. Affected owners and tenants shall be afforded a 30-day comment period prior to the issuance of a building permit. An appeal may be made to the municipal planning board or to the zoning board of adjustment, as may be appropriate.

- b. The cost of notification shall be borne by the applicant.
- c. The building inspector or municipal officer charged with or responsible for the enforcement of building codes shall provide notice of the application for a building permit to the municipal governing body.

8. This act shall take effect immediately.

#### **STATEMENT**

This bill provides for the regulation of small wind energy systems by municipalities. Specifically, the bill prohibits municipalities from adopting ordinances or resolutions regarding the installation and operation of small wind energy systems that unreasonably limit such installations or unreasonably hinder the performance of such installations.

The bill requires the Director of the Division of Codes and Standards in the Department of Community Affairs to promulgate a technical bulletin which includes model municipal ordinances for the construction of small wind energy systems, after holding one or more public hearings and soliciting comments from interested parties. A copy of the technical bulletin shall be provided to every municipal governing body.

The bill provides that small wind energy systems shall be built to comply with all applicable Federal Aviation Administration requirements, including 14 C.F.R. part 77, subpart B regarding installations close to airports, and all applicable airport zoning regulations.

The bill provides a procedure for deeming a small wind energy system to be abandoned, and for the withdrawal of the notice of abandonment or the removal of the system after the owner's receipt of a notice of abandonment, as well as a procedure for notifying regional planning boards when a proposed small wind energy system will have a regional impact.

Finally, the bill provides that a building inspector or municipal officer charged with or responsible for the enforcement of building codes shall notify the owner or tenant of any property abutting upon the site of a proposed small wind energy system by mail upon application for a building permit to construct a small wind energy system. Affected owners and tenants shall be afforded a 30-day comment period prior to the issuance of a building permit. An

#### A3740 DEANGELO, LAMPITT

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- 1 appeal may be made to the municipal planning board or to the
- 2 zoning board of adjustment, as may be appropriate. The cost of
- 3 notification shall be borne by the applicant. The building inspector
- 4 or municipal officer charged with or responsible for the
- 5 enforcement of building codes shall provide notice of the
- 6 application for a building permit to the local governing body.

# ASSEMBLY HOUSING AND LOCAL GOVERNMENT COMMITTEE

#### STATEMENT TO

#### ASSEMBLY, No. 3740

with committee amendments

## STATE OF NEW JERSEY

DATED: JANUARY 4, 2010

The Assembly Housing and Local Government Committee reports favorably Assembly Bill No. 3740 with committee amendments.

As amended, the bill provides for the regulation of small wind energy systems by municipalities. Specifically, the bill prohibits municipalities from adopting ordinances regarding the installation and operation of small wind energy systems that unreasonably limit such installations or unreasonably hinder the performance of such installations.

The bill requires the Director of the Division of Codes and Standards in the Department of Community Affairs (DCA), in consultation with the Department of Environmental Protection, to promulgate a technical bulletin which includes model municipal ordinances for the construction of small wind energy systems, after holding one or more public hearings and soliciting comments from interested parties. A copy of the technical bulletin shall be posted on the DCA's Internet website.

The bill provides that small wind energy systems shall be built to comply with all applicable Federal Aviation Administration requirements.

The amended bill exempts from its provisions an applicant for the development of a small wind energy system from the restrictions set forth in the bill, such as those concerning height, setbacks and noise, if the applicant has already been issued a permit under the "Coastal Area Facility Review Act," N.J.S.A.13:19-1 et seq.

As amended, the bill provides a procedure for deeming a small wind energy system to be abandoned, and for the withdrawal of the notice of abandonment or the removal of the system after the owner's receipt of a notice of abandonment, as well as a procedure for notifying county planning boards when a proposed small wind energy system will have a regional impact. The amended bill makes the municipal zoning enforcement officer responsible for duties related to notices of abandonment.

#### **COMMITTEE AMENDMENTS:**

The committee amended the bill to:

- 1. Clarify that the regulation of small wind energy systems be consistent with the provisions of the State Uniform Construction Code;
- 2. Require that the technical bulletin regarding model municipal ordinances for construction of small wind energy systems be developed by DCA in consultation with the DEP and that that bulletin be posted on the DCA's Internet website;
- 3. Provide that the municipal zoning enforcement office, rather than the planning board is responsible for notices of abandonment of small wind energy systems;
- 4. Exempt an applicant for the development of a small wind energy system from the restrictions set forth in the bill, such as those concerning height, setbacks, and noise, if the applicant has already been issued a permit under CAFRA;
- 5. Eliminate provisions concerning notice to the county and nearby municipalities and property owners because they were found to be confusing and duplicative of those already contained in current law;
- 6. Make technical changes and clarifications to the bill.

# ASSEMBLY, No. 3740 STATE OF NEW JERSEY 213th LEGISLATURE

DATED: DECEMBER 16, 2009

#### **SUMMARY**

Synopsis: Provides for regulation of small wind energy systems by

municipalities.

**Type of Impact:** No or negligible State cost; minor cost to municipal governments.

Agencies Affected: Department of Community Affairs; municipal planning boards and

building code enforcement agencies.

#### Office of Legislative Services Estimate

Fiscal Impact	Year 1	Year 2	Year 3
State Cost	Negligible	No impact	No impact
Local Cost	Minor administrative costs		

- The cost to Department of Community Affairs (DCA) of preparing and distributing a technical bulletin to municipal governing bodies would be nonexistent or negligible.
- The cost to local governments of performing the various notification and hearing activities required under the bill would not be significant.

#### **BILL DESCRIPTION**

Assembly Bill No. 3740 of 2009 prohibits municipalities from adopting ordinances or resolutions regarding the installation and operation of small wind energy systems that unreasonably limit or hinder the performance of such installations.

The bill requires the Director of the Division of Codes and Standards in the DCA to promulgate a technical bulletin that includes model municipal ordinances for the construction of small wind energy systems, after holding one or more public hearings and soliciting comments from interested parties. A copy of the technical bulletin shall be provided to every municipal governing body.

The bill establishes a statutory assumption that a small wind energy system in disuse for 12 consecutive months has been abandoned and provides for notification to the owner by the



municipal planning board of its finding of such abandonment. Upon such a finding, the owner must pay for removing the system or demonstrate its non-abandonment.

The bill provides that when a municipal code enforcement official finds that a use or structure proposed in a building permit application may have regional impact, and no municipal planning board has theretofore made such a finding, the official shall notify the local governing body, plus the regional planning board and the affected municipalities, who shall have 30 days to submit comments to the local government body and the official before the permit is issued.

Finally, the bill provides that a municipal code enforcement official shall notify the owner or tenant of any property abutting upon the site of a proposed small wind energy system by mail upon application for a building permit to construct a small wind energy system. Affected owners and tenants shall have 30 days in which to comment prior to the issuance of a building permit. An appeal may be made to the municipal planning board or to the zoning board of adjustment, as appropriate. The applicant shall bear the cost of notification. The building code enforcement official shall notify local governing body of the building permit application.

#### FISCAL ANALYSIS

#### EXECUTIVE BRANCH

None received.

#### OFFICE OF LEGISLATIVE SERVICES

The Office of Legislative Services believes that the bill's requirement that the director of DCA's Division of Codes and Standards prepare a technical bulleting of model ordinances for small wind energy system construction could be met through the use of existing staff, and that the cost to the department of distributing the bulletin to municipal governing bodies would be negligible. At the local level, the bill's new activity requirements are limited to (1) code official notification to owners of a finding of small wind energy system abandonment, (2) code official notification to local bodies and officials that a proposed use or structure may have regional impact, and (3) municipal planning board hearings of abutter appeals of building permits to construct a small wind energy system. The Office of Legislative Services notes that these activities are unlikely to require the hiring of additional local staff, and that any cost to local governments of performing these activities would not be significant.

Section: Authorities, Utilities, Transportation and Communications

Analyst: Donald S. Margeson

Section Chief

Approved: David J. Rosen

Legislative Budget and Finance Officer

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L. 1980, c.67 (C. 52:13B-6 et seq.).

# SENATE, No. 2528

# STATE OF NEW JERSEY 213th LEGISLATURE

INTRODUCED FEBRUARY 2, 2009

Sponsored by: Senator BOB SMITH District 17 (Middlesex and Somerset) Senator BILL BARONI

**District 14 (Mercer and Middlesex)** 

Co-Sponsored by: Senator Beck

#### **SYNOPSIS**

Provides for regulation of small wind energy systems by municipalities.

#### **CURRENT VERSION OF TEXT**

As introduced.



1	AN ACT concerning small wind energy systems and supplementing
2	Title 40 of the Revised Statutes.

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

1. For the purposes of this act:

"Small wind energy system" means a wind energy conversion system consisting of a wind turbine, a tower, and associated control or conversion electronics, which has a rated capacity consistent with applicable construction codes and which will be used primarily for onsite consumption;

"System height" means the height above grade of the tower plus the wind generator.

"Tower height" means the height above grade of the fixed portion of the tower, excluding the wind generator; and

"Wind generator" means blades and associated mechanical and electrical conversion components mounted on top of the tower.

2. Ordinances adopted by municipalities to regulate the installation and operation of small wind energy systems shall not unreasonably limit such installations or unreasonably hinder the performance of such installations. Unreasonable limits or hindrances to performance shall include the following:

Prohibiting small wind energy systems in all districts within the municipality;

Restricting tower height or system height through application of a generic ordinance or regulation on height that does not specifically address allowable tower height or system height of a small wind energy system;

Requiring a setback from property boundaries for a tower that is greater than 150 percent of the system height. In a municipality that does not adopt specific setback requirements for small wind energy systems, any small wind energy system shall be set back from the nearest property boundary a distance at least equal to 150 percent of the system height; provided, however, that this requirement may be modified by the zoning board of adjustment upon application in an individual case if the applicant establishes the conditions for a variance under this act;

Setting a noise level limit lower than 55 decibels, as measured at the site property line, or not allowing for limit overages during short-term events such as utility outages and severe wind storms; and

Setting electrical or structural design criteria that exceed applicable State, federal, or international building or electrical codes or laws.

3. Within 10 months of enactment of this act, the Director of the Division of Codes and Standards in the Department of Community Affairs shall promulgate a technical bulletin which shall include model municipal ordinances for the construction of small wind energy systems. Prior to development, the director shall hold one or more public hearings and solicit comments from interested parties. The Division of Codes and Standards in the Department of Community Affairs shall provide a copy of the technical bulletin to every municipal governing body.

4. Small wind energy systems shall be built to comply with all applicable Federal Aviation Administration requirements, including 14 C.F.R. part 77, subpart B regarding installations close to airports, and all applicable airport zoning regulations.

5. A small wind energy system that is out of service for a continuous 12-month period shall be deemed abandoned. The planning board may issue a notice of abandonment to the owner of an abandoned small wind energy system. The owner shall have the right to respond to the notice of abandonment within 30 days from the receipt date. The planning board shall withdraw the notice of abandonment and notify the owner that the notice has been withdrawn if the owner provides the planning board with information demonstrating the small wind energy system has not been abandoned. If the small wind energy system is determined to be abandoned, the owner of the small wind energy system shall remove the wind generator from the tower at the owner's sole expense within three months of receipt of notice of abandonment. If the owner fails to remove the wind generator from the tower, the planning board may pursue a legal action to have the wind generator removed at the owner's expense.

6. When the building inspector or municipal officer charged with or responsible for the enforcement of building codes determines that a use or structure proposed in a building permit application will have the potential for regional impact and no such determination has previously been made by another municipal planning board, he or she shall notify the local governing body. The building inspector or municipal officer charged with or responsible for the enforcement of building codes shall also notify by certified mail the regional planning board and the affected municipalities, who shall be provided 30 days to submit comment to the local governing body and the building inspector prior to the issuance of the building permit.

7. a. A building inspector or municipal officer charged with or responsible for the enforcement of building codes shall notify the owner or tenant of any property abutting upon the site of a proposed

#### S2528 B. SMITH, BARONI

small wind energy system by mail upon application for a building permit to construct a small wind energy system. Affected owners and tenants shall be afforded a 30-day comment period prior to the issuance of a building permit. An appeal may be made to the municipal planning board or to the zoning board of adjustment, as may be appropriate.

- b. The cost of notification shall be borne by the applicant.
- c. The building inspector or municipal officer charged with or responsible for the enforcement of building codes shall provide notice of the application for a building permit to the municipal governing body.

8. This act shall take effect immediately.

#### **STATEMENT**

This bill provides for the regulation of small wind energy systems by municipalities. Specifically, the bill prohibits municipalities from adopting ordinances or resolutions regarding the installation and operation of small wind energy systems that unreasonably limit such installations or unreasonably hinder the performance of such installations.

The bill requires the Director of the Division of Codes and Standards in the Department of Community Affairs to promulgate a technical bulletin which includes model municipal ordinances for the construction of small wind energy systems, after holding one or more public hearings and soliciting comments from interested parties. A copy of the technical bulletin shall be provided to every municipal governing body.

The bill provides that small wind energy systems shall be built to comply with all applicable Federal Aviation Administration requirements, including 14 C.F.R. part 77, subpart B regarding installations close to airports, and all applicable airport zoning regulations.

The bill provides a procedure for deeming a small wind energy system to be abandoned, and for the withdrawal of the notice of abandonment or the removal of the system after the owner's receipt of a notice of abandonment, as well as a procedure for notifying regional planning boards when a proposed small wind energy system will have a regional impact.

Finally, the bill provides that a building inspector or municipal officer charged with or responsible for the enforcement of building codes shall notify the owner or tenant of any property abutting upon the site of a proposed small wind energy system by mail upon application for a building permit to construct a small wind energy system. Affected owners and tenants shall be afforded a 30-day comment period prior to the issuance of a building permit. An

#### S2528 B. SMITH, BARONI

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- 1 appeal may be made to the municipal planning board or to the
- 2 zoning board of adjustment, as may be appropriate. The cost of
- 3 notification shall be borne by the applicant. The building inspector
- 4 or municipal officer charged with or responsible for the
- 5 enforcement of building codes shall provide notice of the
- 6 application for a building permit to the local governing body.

#### SENATE ECONOMIC GROWTH COMMITTEE

#### STATEMENT TO

#### **SENATE, No. 2528**

## STATE OF NEW JERSEY

DATED: DECEMBER 3, 2009

The Senate Economic Growth Committee reports favorably Senate Bill, No. 2528.

This bill provides for the regulation of small wind energy systems by municipalities. Specifically, the bill prohibits municipalities from adopting ordinances or resolutions regarding the installation and operation of small wind energy systems that unreasonably limit such installations or unreasonably hinder the performance of such installations.

The bill requires the Director of the Division of Codes and Standards in the Department of Community Affairs to promulgate a technical bulletin which includes model municipal ordinances for the construction of small wind energy systems, after holding one or more public hearings and soliciting comments from interested parties. A copy of the technical bulletin shall be provided to every municipal governing body.

The bill provides that small wind energy systems shall be built to comply with all applicable Federal Aviation Administration requirements, including 14 C.F.R. part 77, subpart B regarding installations close to airports, and all applicable airport zoning regulations.

The bill provides a procedure for deeming a small wind energy system to be abandoned, and for the withdrawal of the notice of abandonment or the removal of the system after the owner's receipt of a notice of abandonment, as well as a procedure for notifying regional planning boards when a proposed small wind energy system will have a regional impact.

Finally, the bill provides that a building inspector or municipal officer charged with or responsible for the enforcement of building codes shall notify the owner or tenant of any property abutting upon the site of a proposed small wind energy system by mail upon application for a building permit to construct a small wind energy system. Affected owners and tenants shall be afforded a 30-day comment period prior to the issuance of a building permit. An appeal may be made to the municipal planning board or to the zoning board of adjustment, as may be appropriate. The cost of notification shall be borne by the applicant. The building inspector or municipal officer charged with or responsible for the enforcement of building codes

shall provide notice of the application for a building permit to the local governing body.

#### SENATE BUDGET AND APPROPRIATIONS COMMITTEE

#### STATEMENT TO

#### SENATE, No. 2528

with committee amendments

### STATE OF NEW JERSEY

DATED: DECEMBER 14, 2009

The Senate Budget and Appropriations Committee reports favorably Senate Bill No. 2528, with committee amendments.

As amended, the bill provides for the regulation of small wind energy systems by municipalities. Specifically, the bill prohibits municipalities from adopting ordinances or resolutions regarding the installation and operation of small wind energy systems that unreasonably limit such installations or unreasonably hinder the performance of such installations.

The bill requires the Director of the Division of Codes and Standards in the Department of Community Affairs (DCA), in consultation with the Department of Environmental Protection, to promulgate a technical bulletin which includes model municipal ordinances for the construction of small wind energy systems, after holding one or more public hearings and soliciting comments from interested parties. A copy of the technical bulletin shall be posted on the DCA's Internet website.

The bill provides that small wind energy systems shall be built to comply with all applicable Federal Aviation Administration requirements.

As amended, the bill provides a procedure for deeming a small wind energy system to be abandoned, and for the withdrawal of the notice of abandonment or the removal of the system after the owner's receipt of a notice of abandonment, as well as a procedure for notifying county planning boards when a proposed small wind energy system will have a regional impact.

Finally, as amended, the bill provides that a permit applicant shall notify the owner of any property within 200 feet of a proposed small wind energy system by certified mail upon application for a building permit to construct any such system. Affected owners shall be afforded a 30-day comment period prior to the issuance of a zoning approval for such a building permit and shall have standing to appeal the granting of zoning approval. The cost of notification shall be borne by the applicant. The municipal zoning officer shall provide the local governing body notice of the application for the zoning approval that is prerequisite to the issuance of a building permit.

#### **COMMITTEE AMENDMENTS:**

The committee amendments:

- 1) Clarify that the regulation of small wind energy systems be consistent with the provisions of the State Uniform Construction Code;
- 2) Require that the technical bulletin regarding model municipal ordinances for construction of small wind energy systems be developed by DCA in consultation with the DEP and that that bulletin be posted on the DCA's Internet website;
- 3) Charge the municipal zoning enforcement officer, rather than the local planning board, with responsibilities under the bill related to small wind energy systems deemed abandoned;
- 4) Require the permit applicant to notify the county planning board and the governing bodies of any adjoining municipality as well as any owners within 200 feet of the property of the permit application; and
- 5) Require that the permit applicant provide proof of providing such notices.

#### **FISCAL IMPACT**:

The Office of Legislative Services (OLS) believes that the bill's requirement that the director of DCA's Division of Codes and Standards prepare a technical bulleting of model ordinances for small wind energy system construction could be met through the use of existing staff, and that the cost to the department of posting the bulletin on the Internet would be virtually zero. At the local level, the bill's new activity requirements are limited to (1) zoning enforcement officers' notification to owners of a finding of small wind energy system abandonment, and (2) municipal planning and zoning board hearings of appeals of building permits to construct a small wind energy system. The OLS notes that these activities are unlikely to require the hiring of additional local staff, and that any cost to local governments of performing these activities would not be significant.

#### STATEMENT TO

# [First Reprint] **SENATE, No. 2528**

with Senate Floor Amendments (Proposed by Senator SMITH)

ADOPTED: JANUARY 7, 2010

These floor amendments would exempt an applicant for the development of a small wind energy system from the restrictions set forth in the bill, such as those concerning height, setbacks and noise, if the applicant has already been issued a permit under CAFRA.

The amendments also eliminate some provisions concerning notice to the county and nearby municipalities and property owners because they were found to be confusing and duplicative of those already contained under current law. The amendments also incorporate some technical changes and clarifications to the bill.

# LEGISLATIVE FISCAL ESTIMATE SENATE, No. 2528 STATE OF NEW JERSEY 213th LEGISLATURE

DATED: DECEMBER 15, 2009

#### **SUMMARY**

Synopsis: Provides for regulation of small wind energy systems by

municipalities.

**Type of Impact:** No or negligible State cost; minor cost to municipal governments.

Agencies Affected: Department of Community Affairs; municipal planning boards and

building code enforcement agencies.

#### Office of Legislative Services Estimate

Fiscal Impact	Year 1	Year 2	Year 3
State Cost	Negligible	No impact	No impact
Local Cost		Minor administrative costs	

- The cost to Department of Community Affairs (DCA) of preparing and distributing a technical bulletin to municipal governing bodies would be nonexistent or negligible.
- The cost to local governments of performing the various notification and hearing activities required under the bill would not be significant.

#### **BILL DESCRIPTION**

Senate Bill No. 2528 of 2009 prohibits municipalities from adopting ordinances or resolutions regarding the installation and operation of small wind energy systems that unreasonably limit or hinder the performance of such installations.

The bill requires the Director of the Division of Codes and Standards in the DCA to promulgate a technical bulletin that includes model municipal ordinances for the construction of small wind energy systems, after holding one or more public hearings and soliciting comments from interested parties. A copy of the technical bulletin shall be provided to every municipal governing body.

The bill establishes a statutory assumption that a small wind energy system in disuse for 12 consecutive months has been abandoned and provides for notification to the owner by the



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municipal planning board of its finding of such abandonment. Upon such a finding, the owner must pay for removing the system or demonstrate its non-abandonment.

The bill provides that when a municipal code enforcement official finds that a use or structure proposed in a building permit application may have regional impact, and no municipal planning board has theretofore made such a finding, the official shall notify the local governing body, plus the regional planning board and the affected municipalities, who shall have 30 days to submit comments to the local government body and the official before the permit is issued.

Finally, the bill provides that a municipal code enforcement official shall notify the owner or tenant of any property abutting upon the site of a proposed small wind energy system by mail upon application for a building permit to construct a small wind energy system. Affected owners and tenants shall have 30 days in which to comment prior to the issuance of a building permit. An appeal may be made to the municipal planning board or to the zoning board of adjustment, as appropriate. The applicant shall bear the cost of notification. The building code enforcement official shall notify local governing body of the building permit application.

#### FISCAL ANALYSIS

#### **EXECUTIVE BRANCH**

None received.

#### OFFICE OF LEGISLATIVE SERVICES

The Office of Legislative Services believes that the bill's requirement that the director of DCA's Division of Codes and Standards prepare a technical bulleting of model ordinances for small wind energy system construction could be met through the use of existing staff, and that the cost to the department of distributing the bulletin to municipal governing bodies would be negligible. At the local level, the bill's new activity requirements are limited to (1) code official notification to owners of a finding of small wind energy system abandonment, (2) code official notification to local bodies and officials that a proposed use or structure may have regional impact, and (3) municipal planning board hearings of abutter appeals of building permits to construct a small wind energy system. The Office of Legislative Services notes that these activities are unlikely to require the hiring of additional local staff, and that any cost to local governments of performing these activities would not be significant.

Section: Authorities, Utilities, Transportation and Communications

Analyst: Donald S. Margeson

Section Chief

Approved: David J. Rosen

Legislative Budget and Finance Officer

This fiscal estimate has been prepared pursuant to P.L.1980, c.67 (C.52:13B-6 et seq.).

#### LEGISLATIVE FISCAL ESTIMATE

[Second Reprint]

## SENATE, No. 2528 STATE OF NEW JERSEY 213th LEGISLATURE

DATED: JANUARY 15, 2010

#### **SUMMARY**

**Synopsis:** Provides for regulation of small wind energy systems by

municipalities.

**Type of Impact:** No or negligible State cost; minor cost to municipal governments.

Agencies Affected: Department of Community Affairs; municipal zoning enforcement

agencies.

#### Office of Legislative Services Estimate

Fiscal Impact	Year 1	Year 2	<u>Year 3</u>
State Cost	Negligible	\$0	\$0
Local Cost	Minor administrative costs - See comments below		

- The cost to the Department of Community Affairs (DCA) of preparing a technical bulletin and posting the bulletin on a DCA website would be nonexistent or negligible.
- The cost to local governments of implementing the bill's provisions concerning abandoned small wind energy systems would not be significant.

#### **BILL DESCRIPTION**

Senate Bill No. 2528 (2R) of 2009 prohibits municipalities from adopting ordinances or resolutions regarding the installation and operation of small wind energy systems that unreasonably limit or hinder the performance of such installations.

The bill requires the Director of the Division of Codes and Standards in the DCA to promulgate a technical bulletin that includes model municipal ordinances for the construction of small wind energy systems, after holding one or more public hearings and soliciting comments from interested parties. A copy of the technical bulletin shall be posted on the Division's Internet website.

The bill establishes a statutory assumption that a small wind energy system in disuse for 12 consecutive months has been abandoned and provides for notification to the owner by the



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municipal zoning enforcement officer of a finding of such abandonment. Upon such a finding, the owner must pay for removing the system or demonstrate its non-abandonment. If a system determined to have been abandoned is not removed by the owner, the municipality is authorized to pursue legal action for such removal.

#### FISCAL ANALYSIS

#### **EXECUTIVE BRANCH**

None received.

#### OFFICE OF LEGISLATIVE SERVICES

The Office of Legislative Services believes that the bill's requirement that the director of DCA's Division of Codes and Standards prepare a technical bulletin of model ordinances for small wind energy system construction could be met through the use of existing staff, and that the cost to the department of posting the bulletin on the Division's website would be negligible. At the local level, the bill's new activity requirements are limited to zoning official notification to owners of a finding of small wind energy system abandonment and, in a few cases, municipal pursuit of legal action to compel removal at the owner's expense. The Office of Legislative Services notes that these activities are unlikely to require the hiring of additional local staff, and that any cost to local governments of performing these activities would not be significant.

Section: Authorities, Utilities, Transportation and Communications

Analyst: Donald S. Margeson

Section Chief

Approved: David J. Rosen

Legislative Budget and Finance Officer

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L. 1980, c.67 (C. 52:13B-6 et seq.).