



Town of Veazie
Chapter 28 - Property Assessed Clean
Energy (PACE) Ordinance

Adopted:
February 27, 2012



A handwritten signature in black ink, appearing to be the name of an official, written in a cursive style.

TRUE ATTESTED
COPY

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28.01 TITLE

This ordinance shall be known and be cited as the "TOWN OF VEAZIE Property Assessed Clean Energy Ordinance or PACE Ordinance".

28.02 PREAMBLE

WHEREAS, the 124th Maine Legislature has enacted Public Law 2009, Chapter 591, "An Act to Increase the Affordability of Clean Energy for Homeowners and Businesses," also known as "the Property Assessed Clean Energy Act" or "the PACE Act"; and

WHEREAS, that Act authorizes a municipality that has adopted a Property Assessed Clean Energy ("PACE") Ordinance to establish a PACE program so that owners of qualifying property can access financing for energy saving improvements to their properties located in the Town, financed by funds awarded to the Efficiency Maine Trust ("the Trust") under the Federal Energy Efficiency and Conservation Block Grant (EECBG) Program and by other funds available for this purpose, and to enter into a contract with the Trust to administer functions of its PACE program; and

WHEREAS, the Municipality wishes to establish a PACE program; and

NOW THEREFORE, the Municipality hereby enacts the following Ordinance: on February 27, 2012 with an effective date of March 28, 2012.

28.03 PURPOSES AND ENABLING LEGISLATION

28.03.01 Purpose

By and through this ordinance, the Town of Veazie declares as its public purpose the establishment of a municipal program to enable its citizens to participate in a Property Assessed Clean Energy ("PACE") program so that owners of qualifying property can access financing for energy saving improvements to their properties located in the Town of Veazie. The Town declares its purpose and the provisions of this ordinance to be in conformity with Federal and State laws.

28.03.02 Enabling Legislation

The Town enacts this ordinance/ pursuant to Public Law 2009, Chapter 591 of the 124th Maine State Legislature - "An Act to Increase the Affordability of Clean Energy for Homeowners and Businesses," also known as "the Property Assessed Clean Energy Act" or "the PACE Act" (codified at 35-A M.R.S.A. § 10151, et seq.).

28.04 TITLE AND DEFINITIONS

28.04.01 Title

This Ordinance shall be known and may be cited as "the Town of Veazie Property Assessed Clean Energy (PACE) Ordinance" ("the Ordinance")."

28.04.02 Definitions

28.04.02.01 Energy Saving Improvement

"Energy saving improvement" means an improvement to qualifying property that is new and permanently affixed to qualifying property and that:

28.04.02.01.01

Will result in increased energy efficiency and substantially reduce energy used and;

28.04.02.01.01.01

Meets or exceeds applicable United States Environmental Protection Agency and United States Department of Energy Star program or similar energy efficiency standards established or approved by the Trust; or

28.04.02.01.01.02

Involves air sealing, insulating, and other energy efficiency improvements of residential, commercial, or industrial property in a manner approved by the Trust; or

28.04.02.01.02

Involves a renewable energy installation or an electric thermal storage system that meets or exceeds standards established or approved by the Trust.

28.04.03 Municipality

"Municipality" shall mean the Town of Veazie.

28.04.04 PACE Agreement

"Pace agreement" means an agreement between the owner of qualifying property and the Trust that authorizes the creation of a PACE mortgage on qualifying property and that is approved in writing by all owners of the qualifying property at the time of the agreement, other than mortgage holders.

28.04.05 PACE Assessment

"PACE assessment" means an assessment made against qualifying property to repay a PACE loan.

28.04.06 PACE District

"PACE district" means the area within which the Municipality establishes a PACE program hereunder, which is all that area within the Town of Veazie boundaries.

28.04.07 PACE Loan

"PACE loan" means a loan, secured by a PACE mortgage, made to the owner(s) of a qualifying property pursuant to a PACE program to fund energy saving improvements.

28.04.08 PACE Mortgage

"PACE mortgage" means a mortgage securing a loan made pursuant to a PACE program to fund energy saving improvements on qualifying property.

28.04.09 PACE Program

"PACE program" means a program established under State statute by the Trust or a municipality under which property owners can finance energy savings improvements on qualifying property.

28.04.10 Qualifying Property

"Qualifying property" means real property located in the PACE district of the Municipality.

28.04.11 Renewable Energy Installation

"Renewable energy installation" means a fixture, product, system, device or interacting group of devices installed behind the meter at a qualifying property, or on contiguous property under common ownership, that produces energy or heat from renewable sources, including, but not limited to, photovoltaic systems, solar thermal systems, biomass systems, landfill gas-to-energy systems, geothermal systems, wind (systems, wood pellet systems, and any other systems eligible for funding under Federal Qualified Energy Conservation Bonds or Federal Clean Renewable Energy Bonds.

28.04.12 Trust

"Trust" means the Efficiency Maine Trust established in 35-A M.R.S.A. §10103 and/or its agent(s), if any.

28.05 PACE PROGRAM

28.05.01 Establishment; funding

Municipality hereby establishes a PACE program allowing owners of qualifying property located in the PACE district who so choose to access financing for energy saving improvements to their property through PACE loans administered by the Trust or its agent. PACE loan funds are available from the Trust in municipalities that:

28.05.01.02

Adopt a PACE Ordinance;

28.05.01.03

Adopt and implement a local public outreach and education plan;

28.05.01.04

Enter into a PACE administration contract with the Trust to establish the terms and conditions of the Trust's administration of the municipality's PACE program.

28.05.01.05

Agree to assist and cooperate with the Trust in its administration the municipality's PACE program.

28.05.02 Amendment to PACE Program

In addition, the Municipality may from time to time amend this ordinance to use any other funding sources made available to it or appropriated by it for the express purpose of its PACE program, and the Municipality shall be responsible for administration of loans made from those other funding sources.

28.06 CONFORMITY WITH THE REQUIREMENTS OF THE TRUST

28.06.01 Standards Adopted; Rules Promulgated; Model Documents

If the Trust adopts standards, promulgates rules, or establishes model documents subsequent to the Municipality's adoption of this ordinance and those standards, rules or model documents substantially conflict with this Ordinance, the Municipality shall take necessary steps to conform this ordinance and its PACE program to those standards, rules, or model documents.

28.07 PROGRAM ADMINISTRATION; MUNICIPAL LIABILITY

28.07.01 Program Administration

28.07.01.01

PACE Administration Contract. Pursuant to 35-A M.R.S.A. §10154(2)(A)(2) and (B), the Municipality will enter into a PACE administration contract with the Trust to administer the functions of the PACE program for the Municipality. The PACE administration contract with the Trust will establish the administration of the PACE program including, without limitation, that:

28.07.01.01.01

The Trust will enter into PACE agreements with owners of qualifying property in the Municipality's PACE district;

28.07.01.01.02

The Trust or its agent, will create and record a Notice of the agreement in the Penobscot County Registry of Deeds to create a PACE mortgage;

28.07.01.01.03

The Trust or its agent, will disburse the PACE loan to the property owner;

28.07.01.01.04

The Trust or its agent, will send PACE assessment statements with payment deadlines to the property owner;

28.07.01.01.05

The Trust or its agent, will record any lien, I fended, due to nonpayment of the assessment;

28.07.01.01.06

The Trust or its agent, on behalf of the Municipality, shall promptly record the discharges of PACE mortgages upon full payment of the PACE loan.

28.07.01.02 Adoption of Education and Outreach Program

In conjunction with adopting this ordinance, the Municipality shall adopt and implement an education and outreach program so that citizens of the Municipality are made aware of home energy saving opportunities, including the opportunity to finance energy saving improvements with a PACE loan.

28.07.01.03 Assistance and Cooperation

The Municipality will assist and cooperate with the Trust in its administration of the Municipality's PACE program.

28.07.01.04 Assessments Not a Tax

PACE assessments do not constitute a tax but may be assessed and collected by the Trust in any manner determined by the Trust and consistent with applicable law.

28.08 LIABILITY OF MUNICIPAL OFFICIALS; LIABILITY OF MUNICIPALITY

28.08.01

Notwithstanding any other provision of law to the contrary, municipal officers and municipal officials, including, without limitation, tax assessors and tax collectors, are not personally liable to the Trust or to any other person for claims of whatever kind or nature under or related to a PACE program, including, without limitation, claims for or related to uncollected PACE assessments.

28.08.02

Other than the fulfillment of its obligations specified in a PACE administration contract with the Trust entered into under Article VI, § 1(A) above, a municipality has no liability to a property owner for or related to energy savings improvements financed under a PACE program.