

#### 117TH CONGRESS 1ST SESSION

# S. 704

To require the Secretary of Energy to establish a grant program to improve the resiliency of the power grid to natural disasters and reduce the risk of wildfires caused by power lines, and for other purposes.

### IN THE SENATE OF THE UNITED STATES

March 11, 2021

Mr. Wyden (for himself and Mr. Merkley) introduced the following bill; which was read twice and referred to the Committee on Energy and Natural Resources

## A BILL

- To require the Secretary of Energy to establish a grant program to improve the resiliency of the power grid to natural disasters and reduce the risk of wildfires caused by power lines, and for other purposes.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,
  - 3 SECTION 1. SHORT TITLE.
  - 4 This Act may be cited as the "Disaster Safe Power
  - 5 Grid Act of 2021".
  - 6 SEC. 2. MATCHING GRANT PROGRAM.
- 7 (a) Definitions.—In this section:

1	(1) ELIGIBLE ENTITY.—The term "eligible enti-
2	ty" means an electric utility, including—
3	(A) a publicly owned electric utility;
4	(B) a municipal electric utility;
5	(C) a cooperatively owned electric utility;
6	(D) an investor-owned electric utility; and
7	(E) a Federal agency or federally owned
8	corporation that is an electric utility (as defined
9	in section 3 of the Federal Power Act (16
10	U.S.C. 796)).
11	(2) Power line.—The term "power line" in-
12	cludes a transmission line or a distribution line, as
13	applicable.
14	(3) Program.—The term "program" means
15	the program established under subsection (b).
16	(4) Secretary.—The term "Secretary" means
17	the Secretary of Energy.
18	(b) Establishment.—Not later than 90 days after
19	the date of enactment of this Act, the Secretary shall es-
20	tablish within the Office of Electricity Delivery and En-
21	ergy Reliability a program under which the Secretary shall
22	make grants to eligible entities to carry out activities
23	that—

1	(1) are supplemental to existing power grid-
2	hardening efforts of the eligible entity planned for
3	any given year;
4	(2) are designed to enhance public safety; and
5	(3)(A) reduce the risk of any power lines owned
6	or operated by the eligible entity causing a wildfire
7	or
8	(B) increase the resiliency of the power grid to
9	withstand natural disasters, such as earthquakes, ice
10	storms, wind storms, snow storms, heat storms, and
11	other natural disasters.
12	(c) APPLICATION.—
13	(1) In general.—An eligible entity desiring a
14	grant under the program shall submit to the Sec
15	retary an application at such time, in such manner
16	and containing such information as the Secretary
17	may require.
18	(2) REQUIREMENT.—As a condition of receiving
19	a grant under the program, an eligible entity shal
20	submit to the Secretary as part of the application of
21	the eligible entity under paragraph (1)—
22	(A) a wildfire mitigation plan, if the eligi-
23	ble entity seeks a grant for purposes of imple

menting a project or otherwise carrying out ac-

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1	tivities to reduce wildfire risk, as described in
2	subsection (b)(3)(A); or
3	(B) a report detailing past, current, and
4	future efforts by the eligible entity to improve
5	the resiliency of the power grid with respect to
6	natural disasters, if the eligible entity seeks a
7	grant for purposes of increasing the resiliency
8	of the power grid, as described in subsection
9	(b)(3)(B).
10	(d) Use of Grant Funds.—An eligible entity may
11	use a grant provided under the program—
12	(1) for the undergrounding of new and existing
13	power lines and circuits;
14	(2) to harden overhead power lines with fire re-
15	sistant or more resilient equipment, such as steel
16	poles and covered wires;
17	(3) to replace obsolete overhead conductors and
18	underground cables;
19	(4) to install fast-tripping protection systems;
20	(5) to construct and operate 1 or more weather
21	monitoring stations;
22	(6) to install fault location equipment or early
23	fault detection equipment;
24	(7) for the relocation of power lines to road-
25	wavs;

1	(8) to carry out vegetation or fuels management
2	activities in accordance with Federal, State, and
3	local laws (including regulations);
4	(9) to install technology or equipment to miti-
5	gate hazards from or to animals and related damage
6	to the power grid;
7	(10) to install cameras, sensors, or other tech-
8	nology that provides real-time information about
9	conditions;
10	(11) to install technology to detect downed con-
11	ductors;
12	(12) for the installation of electrical facilities
13	necessary to sustain targeted microgrid operations,
14	including storage for the integration of distributed
15	energy resources into power grid operations, for the
16	benefit of community resiliency following a main
17	power grid outage;
18	(13) to harden facilities, substations, and other
19	systems for seismic events; and
20	(14) for other, related power grid upgrades to
21	reduce the risk of wildfire ignition or damage from
22	natural disasters.
23	(e) Priority.—In making grants under the program,
24	the Secretary shall give priority to projects that, in the
25	determination of the Secretary, will generate the greatest

- 1 community benefit in improving power grid resiliency to
- 2 natural disasters or reducing the risk of wildfire ignition
- 3 from power lines or equipment relative to the cost of the
- 4 project.

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### 5 (f) Set Asides.—

- 6 (1) WILDFIRE SET ASIDE.—In making grants 7 under the program, the Secretary shall ensure that 8 not less than 40 percent of the total amounts made 9 available to eligible entities under the program are 10 made available to eligible entities that seek a grant 11 for purposes of implementing a project or otherwise 12 carrying out activities to reduce wildfire risk, as de-13 scribed in subsection (b)(3)(A).
  - (2) SMALL UTILITIES SET ASIDE.—In making grants under the program, the Secretary shall ensure that not less than 20 percent of the amounts made available to eligible entities under the program are made available to eligible entities that sell not more than 4,000,000 megawatt hours of electricity per year.

### (g) Matching Requirement.—

(1) IN GENERAL.—Except as provided in paragraph (2), as a condition of receiving a grant under the program, an eligible entity shall provide matching funds in the form of cash or an in-kind contribu-

- tion in an amount equal to not less than 100 percent
  of the amounts made available under the grant.
- 3 (2) Exception for small utilities.—With 4 respect to an eligible entity that sells not more than 5 4,000,000 megawatt hours of electricity per year, as 6 a condition of receiving a grant under the program, 7 the eligible entity shall provide matching funds in 8 the form of cash or an in-kind contribution in an 9 amount equal to not less than ½ of the amounts 10 made available under the grant.
  - (3) EXISTING EFFORTS.—On approval by the Secretary, amounts expended by an eligible entity on power grid resiliency or wildfire risk mitigation efforts during the 1-year period ending on the date on which a grant is received under the program shall count toward the matching requirement described in paragraph (1) or (2), as applicable.
- 18 (h) Federal Power Marketing Administra-19 tions.—Any amounts made available to a Federal power 20 marketing administration pursuant to a grant under the 21 program shall be nonreimbursable.
- 22 (i) BIENNIAL REPORT.—Not later than 2 years after 23 the date of enactment of this Act, and every 2 years there-24 after, the Secretary shall submit to the Committee on En-25 ergy and Natural Resources of the Senate and the Com-

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- 1 mittee on Energy and Commerce of the House of Rep-
- 2 resentatives a report describing the manner in which, and
- 3 the extent to which—
- 4 (1) the resiliency of the power grid has in-
- 5 creased under the program during the period cov-
- 6 ered by the report; and
- 7 (2) the risk of wildfires caused by power lines
- 8 has been reduced under the program during the pe-
- 9 riod covered by the report.
- 10 (j) AUTHORIZATION OF APPROPRIATIONS.—There is
- 11 authorized to be appropriated to the Secretary to carry
- 12 out the program \$10,000,000,000 for each of fiscal years
- 13 2022 through 2031.

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