



# 132nd MAINE LEGISLATURE

## SECOND REGULAR SESSION-2026

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Legislative Document

No. 2037

H.P. 1367

House of Representatives, December 5, 2025

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### An Act to Update the Regional Greenhouse Gas Initiative Allowances

Submitted by the Department of Environmental Protection pursuant to Joint Rule 203.

Received by the Clerk of the House on December 3, 2025. Referred to the Committee on Environment and Natural Resources pursuant to Joint Rule 308.2 and ordered printed pursuant to Joint Rule 401.

A handwritten signature in black ink that reads "R. B. Hunt".

ROBERT B. HUNT  
Clerk

Presented by Representative KESSLER of South Portland.

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

2           **Sec. 1. 38 MRSA §580-B, sub-§3**, as amended by PL 2017, c. 323, §1, is further  
3           amended to read:

4           **3. Base annual budget.** Until January 1, 2014, the base annual carbon dioxide  
5           emissions budget is established at 5,948,902 tons of carbon dioxide. For the year 2014, the  
6           base annual carbon dioxide emissions budget is established at 3,277,250 tons of carbon  
7           dioxide. Beginning with the year 2015, the annual carbon dioxide emissions budget must  
8           decline by 2.5% each year through the year 2020. For the year 2021, the department shall  
9           establish the base annual carbon dioxide emissions budget in accordance with the model  
10          rule and with rules adopted pursuant to subsection 4. Beginning with the year 2022, the  
11          annual carbon dioxide emissions budget must decline by 2.5% of the 2014 base annual  
12          carbon dioxide emissions budget each year through the year 2030 2026. Beginning with  
13          the year 2027, the base annual carbon dioxide emissions budgets are as follows.

14           A. For the year 2027, the base annual carbon dioxide emissions budget is 2,065,595  
15          tons.

16           B. For the year 2028, the base annual carbon dioxide emissions budget is 1,807,395  
17          tons.

18           C. For the year 2029, the base annual carbon dioxide emissions budget is 1,549,196  
19          tons.

20           D. For the year 2030, the base annual carbon dioxide emissions budget is 1,290,997  
21          tons.

22           E. For the year 2031, the base annual carbon dioxide emissions budget is 1,032,797  
23          tons.

24           F. For the year 2032, the base annual carbon dioxide emissions budget is 774,598 tons.

25           G. For the year 2033, the base annual carbon dioxide emissions budget is 516,399  
26          tons.

27           H. For the year 2034, the base annual carbon dioxide emissions budget is 442,627  
28          tons.

29           I. For the year 2035, the base annual carbon dioxide emissions budget is 368,856 tons.

30           J. For the year 2036, the base annual carbon dioxide emissions budget is 295,085 tons.

31           K. For the year 2037 and each subsequent year, the base annual carbon dioxide  
32          emissions budget is 221,314 tons.

33           **Sec. 2. 38 MRSA §580-B, sub-§4, ¶C**, as enacted by PL 2007, c. 317, §17, is  
34          repealed.

35           **Sec. 3. 38 MRSA §580-B, sub-§10, ¶D**, as repealed and replaced by PL 2009, c.  
36          652, Pt. A, §61, is repealed.

37           **Sec. 4. 38 MRSA §580-C, sub-§1**, as enacted by PL 2007, c. 317, §17, is amended  
38          to read:

39           **1. Withdrawal by State.** The ability of this State to withdraw from the regional  
40          greenhouse gas initiative; or,

1                   **Sec. 5. 38 MRSA §580-C, sub-§2**, as enacted by PL 2007, c. 317, §17, is repealed.

2                   **SUMMARY**

3                   This bill amends certain provisions governing the regional greenhouse gas initiative. It  
4                   amends the amount of carbon dioxide emissions allowances the State may auction as a  
5                   participant in the regional greenhouse gas initiative for the year 2027 and each subsequent  
6                   year. It also eliminates requirements for establishing and developing carbon dioxide offset  
7                   project categories.