HOUSE BILL NO. 377

INTRODUCED BY RANEY, WEEDING, HARP, T. BECK, YELLOWTAIL, DRISCOLL, GILBERT BY REQUEST OF THE ENVIRONMENTAL QUALITY COUNCIL

IN THE HOUSE

JANUARY 24, 1991

INTRODUCED AND REFERRED TO COMMITTEE ON NATURAL RESOURCES.

DO PASS AS AMENDED. REPORT ADOPTED.

INTRODUCED AND REFERRED TO COMMITTEE

COMMITTEE RECOMMEND BILL

FIRST READING.

FEBRUARY 12, 1991

FEBRUARY 13, 1991 PRINTING REPORT.

FEBRUARY 14, 1991 ON MOTION, CONSIDERATION PASSED

FEBRUARY 15, 1991 SECOND READING, DO PASS AS AMENDED.

FEBRUARY 16, 1991 ENGROSSING REPORT.

FEBRUARY 18, 1991 THIRD READING, PASSED. AYES, 96; NOES, 4.

TRANSMITTED TO SENATE.

IN THE SENATE

FEBRUARY 19, 1991

FIRST READING.

ON NATURAL RESOURCES.

COMMITTEE RECOMMEND BILL BE

APRIL 2, 1991

CONCURRED IN. REPORT ADOPTED.

APRIL 4, 1991 SECOND READING, CONCURRED IN.

APRIL 5, 1991 THIRD READING, CONCURRED IN. AYES, 37; NOES, 13.

RETURNED TO HOUSE.

IN THE HOUSE

APRIL 5, 1991

SENT TO ENROLLING.

RECEIVED FROM SENATE.

REPORTED CORRECTLY ENROLLED.

52nd Legislature

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INTRODUCED BY Carey aledan HARP T-Back

BY REQUEST OF THE ENVIRONMENTAL QUALITY COUNCIL

Dusised Hurbert Rollywith 4 A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING A 5 6 CERTIFICATION AND LICENSING PROCESS FOR MEGALANDFILLS; 7 PROVIDING FOR CONTRACTS FOR INFORMATION; REQUIRING THE 8 SUBMISSION OF LONG-RANGE PLANS; REOUIRING A CERTIFICATE OF 9 SITE ACCEPTABILITY: SPECIFYING ENVIRONMENTAL FACTORS TO BE 10 EVALUATED; REQUIRING A FILING FEE; PROVIDING A CONTESTED 11 CASE HEARINGS PROCESS; SPECIFYING DECISIONMAKING CRITERIA; 12 REQUIRING A LICENSE; REQUIRING MONITORING; PROVIDING FOR 13 ENFORCEMENT BY RESIDENTS; PROVIDING A MECHANISM TO RECOVER 14 DAMAGES FOR CONTAMINATION OF A DRINKING WATER SUPPLY: 15 PROVIDING FOR JUDICIAL REVIEW; PROVIDING PENALTIES FOR 16 VIOLATIONS; PROVIDING A SURETY BOND; AND PROVIDING AN 17 IMMEDIATE EFFECTIVE DATE."

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STATEMENT OF INTENT

A statement of intent is required for this bill because it grants rulemaking authority to the board of health and environmental sciences and to the department of health and environmental sciences. It is the intent of the legislature that these regulations be designed to protect the public health, safety, and welfare and the environment.



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2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

NEW SECTION. Section 1. short title. [Sections 1
through 36] may be cited as the "Montana Megalandfill Siting
Act".

NEW SECTION. Section 2. Purpose. (1) It is 6 the 7 constitutionally declared policy of this state to maintain 8 and improve a clean and healthful environment for present 9 and future generations, to protect the environment from and prevent unreasonable depletion 10 degradation and 11 degradation of natural resources, and to provide for 12 administration and enforcement to attain these objectives.

13 (2) The construction of solid waste facilities that dispose of over 200,000 tons of waste a year (megalandfills) 14 15 may be necessary to meet increasing state and national needs for solid waste disposal capacity. However, due to the 16 17 volume of waste processed, megalandfills may adversely 18 affect the environment, surrounding communities, and the 19 welfare of the citizens of this state. Therefore, it is 20 necessary to ensure that the location, construction, and 21 operation of megalandfills will produce minimal adverse 22 effects on the environment and upon the citizens of this 23 state by providing that a megalandfill may not be constructed or operated within this state without a 24 certificate of site acceptability pursuant to [section 11] 25

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INTRODUCED BILL

and a license to operate acquired pursuant to [section 26] 1 and 75-10-221. 2

NEW SECTION. Section 3. Definitions. As used in 3 [sections 1 through 36], the following definitions apply: 4

5 (1) "Application" means an application for 6 certificate and license submitted in accordance with [sections 11 through 28] and the rules adopted under 7 [sections 11 through 28]. 8

(2) "Board" means the board of health and environmental 9 sciences provided for in 2-15-2104. 10

11 (3) "Certificate" means the certificate of site acceptability issued by the board under [section 11] that is 12 required for siting a megalandfill. 13

(4) "Commence to construct" means: 14

(a) any clearing of land, excavation, construction, or 15 other action that would affect the environment of the site, 16 except that the term does not mean changes for securing 17 geological data, including necessary borings to ascertain 18 subsurface conditions: 19

(b) the modification or upgrading of an existing solid 20 21 waste disposal facility into a megalandfill, except that the term does not pertain to maintenance or repair of an 22 existing facility. 23

24 (5) "Department" means the department of health and environmental sciences provided for in Title 2, chapter 15, 25

1 part 21.

2 (6) "Dispose" or "disposal" means the discharge, 3 injection, deposit, dumping, spilling, leaking, or placing of any solid waste into or onto the land so that the solid 4 waste or any constituent of it may enter the environment or 5 be emitted into the air or discharged into any water, б 7 including ground waters.

8 (7) "Megalandfill" means any new or existing solid 9 waste landfill facility that accepts more than 200,000 tons 10 a year of solid waste.

(8) "Person" means an individual, firm, partnership, 11 12 company, association, corporation, city, town, local governmental entity, or any other governmental or private 13 14 entity, whether organized for profit or not.

15 (9) (a) "Solid waste" means all putrescible and nonputrescible wastes, including but not limited to garbage; 16 rubbish; refuse; ashes; sludge from sewage treatment plants, 17 18 water supply treatment plants, or air pollution control 19 facilities; construction and demolition wastes; dead animals, including offal; discarded home and industrial 20 21 appliances; wood products or wood byproducts; and inert 22 materials.

23 (b) "Solid waste" does not mean municipal sewage, industrial wastewater effluents, mining wastes regulated 24 under the mining and reclamation laws administered by the 25

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department of state lands, slash and forest debris regulated
 under laws administered by the department of state lands, or
 marketable byproducts.

4 (10) "Solid waste landfill" means any publicly or 5 privately owned landfill or landfill unit that receives 6 household waste or other types of waste, including 7 commercial waste, nonhazardous sludge, and industrial solid 8 waste. The term does not include land application units, 9 surface impoundments, injection wells, or waste piles.

NEW SECTION. Section 4. Adoption of rules by board. 10 The board may adopt rules implementing the certification 11 provisions of [sections 1 through 36], including rules 12 regarding the filing and contents of the application, proof 13 of service and notice requirements, environmental factors to 14 be evaluated, filing fee, hearings process, and other 15 components of the certificate and certification process that 16 the board considers necessary. 17

NEW SECTION. Section 5. Adoption of rules by department. The department may adopt rules implementing the licensing provisions of (sections 1 through 36), including rules regarding the contents of the application, monitoring, and other components of the license and licensing process that the department considers necessary.

24 <u>NEW SECTION.</u> Section 6. Contracts for information. (1)
25 The department may contract with a potential applicant under

[sections 1 through 36] in advance of the filing of a formal
 application for the development of information or the
 provision of services by the department required under
 [sections 1 through 36].

5 (2) Payments made to the department under a contract 6 must be credited against the fee payable under [section 16]. 7 <u>NEW SECTION.</u> Section 7. Grants, gifts, and funds. The 8 department may receive grants, gifts, and other funds from 9 any public or private source to assist in its activities 10 under [sections 1 through 36].

11 NEW SECTION. Section 8. Money solid to waste management account. All fees, taxes, fines, and penalties 12 13 collected under [sections 1 through 36], except those 14 collected by a justice's court, must be deposited in the solid waste management account as provided in 75-10-117 for 15 use by the department in carrying out its functions and 16 responsibilities related to solid waste management. 17

18 NEW SECTION. Section 9. Annual long-range plan 19 submitted -- contents -- available to public. (1) A person may not file an application for a certificate of site 20 acceptability required by [section 11] unless the 21 22 megalandfill has been adequately identified in a long-range plan at least 2 years pricr to acceptance of an application 23 by the department. 24

(2) The annual long-range plan must be submitted by

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1 July 1 of each year and must include the following:

2 (a) the general location, size, and type of all 3 facilities to be owned and operated by the person for which 4 construction is projected during the ensuing 2 years, as 5 well as those facilities to be closed during the planning 6 period;

7 (b) a description of the efforts to involve 8 environmental protection and land use planning agencies in 9 the planning process, as well as other efforts to identify 10 and minimize environmental problems at the earliest possible 11 stage in the planning process;

12 (c) projections of the demand for the service rendered 13 by the person and an explanation of the basis for those 14 projections and a description of the manner and extent to 15 which the proposed facilities will meet the projected 16 demand; and

17 (d) additional information that the department by rule 18 or the department on its own initiative or upon the advice 19 of interested state agencies requests in order to carry out 20 the purposes of [sections 1 through 36].

(3) The plan must be furnished to the governing body of each county in which any facility included in the plan under subsection (2)(a) is proposed to be located and must be made available to the public by the department. The applicant shall give public notice throughout the state by publishing 1 at least once a week for 2 consecutive weeks a summary of 2 the proposed plan in newspapers of general circulation. The 3 plan must also be filed with the environmental quality 4 council, the department of highways, the department of state lands, the department of fish, wildlife, and parks, the 5 department of commerce, and the department of natural 6 7 resources and conservation. Interested persons may obtain a 8 copy of the plan by written request and payment to the 9 department of the costs of copying the plan.

NEW SECTION. Section 10. Study of included facilities. 10 11 If a person identifies a proposed facility in its long-range 12 plan, submitted pursuant to [section 9], as one on which 13 construction is proposed within the 2-year period following submission of the plan, the department shall begin to 14 15 examine and evaluate the proposed site to determine whether 16 construction of the proposed facility would unduly impair 17 the environmental values described in [section 15]. The study may be continued until a person files an application 18 19 for a certificate under (section 11). Information gathered 20 under this section may be used to support findings and 21 recommendations required for issuance of a certificate and a 22 license.

23 <u>NEW SECTION.</u> Section 11. Certificate required. (1) A
24 person may not construct a megalandfill in the state without
25 first applying for and obtaining a certificate of site

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1 acceptability from the board.

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2 (2) A certificate may only be issued pursuant to
3 (sections 11 through 25).

4 NEW SECTION. Section 12. Certificate transferable. A 5 certificate may be transferred, subject to the approval of 6 the board, to a person who agrees to comply with the terms, 7 conditions, and modifications contained in [sections 1 8 through 36].

9 <u>NEW SECTION.</u> Section 13. Application -- filing and 10 contents -- proof of service and notice. (1) (a) An 11 applicant shall file with the department an application for 12 a certificate under (section 11) in a form the board 13 requires, containing the following information:

14 (i) a description of the proposed location and of the 15 facility to be built;

16 (ii) a summary of any studies that have been made of the 17 environmental impact of the facility;

18 (iii) a description of at least three reasonable 19 alternate locations for the facility, a general description 20 of the comparative merits and detriments of each location 21 submitted, and a statement of the reasons why the proposed 22 location is best suited for the facility;

23 (iv) baseline data for the primary and reasonable24 alternate locations;

25 (v) at the applicant's option, an environmental study

plan to satisfy the requirements of [sections 1 through 36];
and

3 (vi) other information that the applicant considers4 relevant or that the board by order or rule may require.

(b) A copy or copies of the studies referred to in
subsection (1)(a)(ii) must be filed with the department, if
ordered, and must be available for public inspection.

8 (2) An application must be accompanied by proof of 9 service of a copy of the application on the chief executive 10 officer of each unit of local government, each county 11 commissioner, city or county planning board, and solid waste 12 district, and each federal agency charged with the duty of protecting the environment or of planning land use located 13 in the area in which any portion of the proposed facility is 14 15 proposed or is alternatively proposed to be located and on 16 the following state government agencies:

17 (a) environmental quality council;

18 (b) department of fish, wildlife, and parks;

19 (c) department of state lands;

- 20 (d) department of commerce;
- 21 (e) department of highways; and

22 (f) department of natural resources and conservation.

(3) An application must be accompanied by proof that
public notice was given to persons residing in the area in
which any portion of the proposed facility is proposed or is

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alternatively proposed to be located by publication of a
 summary of the application in newspapers of general
 circulation that will substantially inform those persons of
 the application.

5 <u>NEW SECTION.</u> Section 14. Supplemental material --6 amendments. (1) An application for an amendment of an 7 application or a certificate must be in a form and contain 8 information as the board by rule or the department by order 9 prescribes. Notice of an amendment must be given as provided 10 in [section 13(3) and (4)].

11 (2) An application may be amended by an applicant any 12 time prior to the report made by the department under 13 [section 17]. If the proposed amendment prevents the 14 department from carrying out its duties and responsibilities 15 under [sections 1 through 36], the department may require 16 additional filing fees as the department determines 17 necessary or may require a new application and filing fee.

18 (3) The applicant shall submit supplemental material in 19 a timely manner as requested by the department or as offered 20 by the applicant to explain, support, or provide details 21 with respect to an item described in the original 22 application. This supplemental material may be submitted 23 without filing an application for an amendment. The 24 department's determination as to whether information is 25 supplemental or whether an application for amendment is

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1 required is conclusive.

2 <u>NEW SECTION.</u> Section 15. Environmental factors 3 evaluated during certification. In evaluating applications 4 for a certificate of site acceptability, the department 5 shall give consideration to the following list of 6 environmental factors and regulations, where applicable, and 7 may by rule add to the factors enumerated in this section:

8 (1) siting criteria for municipal solid waste landfills
9 consistent with federal requirements as described in 40 CFR
10 part 258;

11 (2) siting criteria described under the Montana Solid 12 Waste Management Act, Title 75, chapter 10, part 2, and 13 rules adopted under that part;

14 (3) the Montana solid waste management plan;

15 (4) solid waste disposal needs, including:

16 (a) availability and desirability of alternative 17 sources of solid waste disposal in lieu of the proposed 18 facility;

(b) promotional activities of the applicant that mayhave given rise to the need for the facility;

21 (c) social benefits resulting from the facility, 22 including protection of public health and environmental 23 quality; and

24 (d) integrated waste management activities that could25 reduce the need for additional solid waste disposal

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capacity; (6) water resources impacts, including: 1 1 (5) land use impacts, including: (a) hydrologic studies of the adequacy of water supply 2 2 the area of land required and its ultimate use; and the impact of the facility on streamflow, lakes, and 3 (a) 3 (b) consistency with state and regional solid waste 4 reservoirs; 4 5 plans; 5 (b) hydrologic studies of the impact of the facility on (c) consistency with existing and projected nearby land 6 ground water, including vadose zone studies describing the 6 7 use; potential for leachate to migrate from the facility to 7 (d) alternative uses of the site; 8 8 ground water; (e) the impact on the population already in the area (c) an inventory of effluents, including physical, 9 9 and the population attracted by construction or operation of chemical, and biological characteristics; 10 10 11 the facility; 11 (d) hydrologic studies of effects of effluents on (f) the impact of availability of solid waste disposal receiving waters; 12 12 at the facility on growth patterns and population dispersal; (e) the effect of the facility on water quality; 13 13 (g) construction materials and practices, including (f) the facility's projected water uses; 14 14 quality control and quality assurance plans to be followed (q) the effects on plant and animal life, including 15 15 during construction of all phases of the proposed facility; algae, macroinvertebrates, and fish population; 16 16 (h) scenic impacts; 17 17 (h) effects on unique or otherwise significant (i) the effects on natural systems, wildlife, and plant ecosystems, such as wetlands; and 18 18 19 life; 19 (i) ground water, vadose zone, and methane gas (j) the impacts on important historic, architectural, 20 20 monitoring systems and programs; and archaeological, and cultural areas and features; (7) characteristics of solid wastes that will 21 21 public facilities and 22 (k) the impacts on 22 disposed of at the facility, including: accommodations; and 23 23 (a) the rate of solid waste disposal; (1) opportunities for joint use with solid waste 24 24 (b) the solid waste handling practices proposed to be disposal-intensive industries; 25 used; and 25

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(c) the present and expected future physical and
 chemical characteristics of the solid waste.

3 NEW SECTION. Section 16. Filing fee -- accountability -- refund -- use. (1) (a) The applicant shall pay to the 4 5 department a filing fee as provided in this section based 6 upon the department's estimated costs of processing the 7 application for a certificate. The filing fee must be deposited in the solid waste management account for the use 8 of the department in administering [sections 1 through 36]. 9 10 The initial filing fee may not exceed the following scale based upon the megalandfill's projected annual tonnage of 11 12 waste:

(i) a base fee of \$40,000; plus

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14 (ii) 20 cents per ton for every ton of waste over 15 200,000 tons.

16 (b) The department may allow a credit against the fee 17 payable under this section for the applicant's costs of 18 developing information or providing services required under [sections 1 through 36] or required for preparation of an 19 20 environmental impact statement under the Montana 21 Environmental Policy Act, Title 75, chapter 1, part 1, or 22 the National Environmental Policy Act, 42 U.S.C. 4321, et seq. The applicant may submit the information or a 23 description of the services performed to the department, 24 together with an accounting of the expenses incurred in 25

1 preparing the information or performing the services. The 2 department shall evaluate the applicability, validity, and usefulness of the data or services and determine the 3 expenses that may be credited against the filing fee payable 4 under this section. Upon 30 days' notice to the applicant, 5 6 this credit may at any time be reduced if the department 7 determines that the amount to be credited is necessary to carry out its responsibilities under [sections 1 through 8 9 361.

10 (2) (a) The department may contract with an applicant 11 after the filing of a formal application for the development 12 of information or the provision of services required under 13 [sections 1 through 36]. The contract may continue an agreement entered into pursuant to [section 6]. Payments 14 15 made to the department under a contract must be credited 16 against the fee payable under this section. The revenue 17 derived from the filing fee must be sufficient to enable the 18 department and the board to carry out their responsibilities 19 under [sections 1 through 36]. The department may amend a 20 contract to require additional payments for necessary 21 expenses up to the limits set forth in subsection (1)(a)22 upon 30 days' notice to the applicant. The department and 23 applicant may enter into a contract that exceeds the scale 24 provided in subsection (1)(a).

25 (b) If a contract is not entered into, the applicant

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shall pay the filing fee in installments in accordance with
 a schedule of installments developed by the department;
 however, an installment may not exceed 20% of the total
 filing fee provided for in subsection (1).

5 (3) The applicant is entitled to an accounting of money 6 spent and to a refund with interest at the rate of 6% a year 7 of the portion of the filing fee not spent by the department 8 in carrying out its responsibilities under [sections 1 9 through 36]. A refund must be made after all administrative 10 and judicial remedies have been exhausted by all parties to 11 the certification proceedings.

12 (4) The revenue derived from the filing fees must be 13 used by the department in compiling the information required 14 for rendering a decision on a certificate and for carrying 15 out other responsibilities of the department and the board 16 under [sections 1 through 36].

NEW SECTION. Section 17. Study, evaluation, and report on proposed facility. (1) After receipt of an application, the department shall within 90 days notify the applicant in writing that:

21 (a) the application is accepted as complete; or

(b) the application is not complete and list the deficiencies. Upon correction of these deficiencies and resubmission by the applicant, the department shall within 30 days notify the applicant in writing that the application 1 is in compliance and is accepted as complete.

(2) Upon receipt of an application complying with 2 [sections 9 through 17], the department shall commence an 3 intensive study and evaluation of the proposed facility and 4 its effects, considering all applicable criteria listed in 5 [section 24]. The department shall use, to the extent it б 7 considers applicable, valid and useful existing studies and reports submitted by the applicant or compiled by a state or 8 federal agency. 9

(3) Within 1 year following acceptance of a complete 10 11 application for a facility, the department shall make a report to the board that must contain the department's 12 studies, evaluations, recommendations, other pertinent 13 14 documents resulting from its study and evaluation, and an environmental impact statement or analysis prepared pursuant 15 to the Montana Environmental Policy Act, Title 75, chapter 16 17 1, part 1, if applicable.

18 <u>NEW SECTION.</u> Section 18. Voiding of application. An
 19 application may be voided by the department for:

20 (1) any material and knowingly false statement in the
21 application or in accompanying statements or studies
22 required of the applicant;

(2) failure to file an application in substantially the
form and content required by [section 13] and the rules
adopted under (section 13); or

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(3) failure to deposit the filing fee as provided in
 [section 16].

NEW SECTION. Section 19. Hearing date -- location --3 4 department to act as staff. (1) Upon receipt of the 5 department's report submitted under [section 17], the board shall set a date for a hearing to begin not more than 120 6 days after receipt of the report. A certification hearing 7 8 must be conducted by the board in Helena or in the county 9 seat of the county in which the facility or the greatest portion of the facility is to be located. 10

11 (2) Except as provided in [section 21], the department 12 shall act as the staff for the board throughout the 13 decisionmaking process and the board may request that the 14 department present testimony or cross-examine witnesses as 15 the board considers necessary and appropriate.

NEW SECTION. Section 20. Certificate amendments. (1) 16 Within 30 days after notice of an amendment to a certificate 17 is given as provided in [section 14], including notice to 18 all active parties to the original proceeding, the 19 20 department shall determine whether the proposed change in 21 the facility would result in a material increase in any environmental impact caused by the facility or a substantial 22 change in the location of all or a portion of the facility 23 24 as set forth in the certificate. If the department determines that the proposed change would result in a 25

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material increase in any environmental impact caused by the facility or a substantial change in the location of all or a portion of the facility, the board shall hold a hearing in the same manner as a hearing is held on an application for a certificate. After the hearing, the board shall grant, deny, or modify the amendment with conditions it considers appropriate.

(2) In cases where the department determines that the 8 proposed change in the facility would not result in a 9 material increase in any environmental impact or would not 10 11 be a substantial change in the location of all or a portion 12 of the facility, the board shall grant the amendment either as applied for or upon terms or conditions as the board 13 14 considers appropriate unless the department's determination is appealed to the board within 15 days after notice of the 15 16 department's determination is given.

17 (3) If the department or the board, under subsection 18 (4), determines that a hearing is required because the 19 proposed change would result in a material increase in any 20 environmental impact of the facility or a substantial change 21 in the location of all or a portion of the facility, the 22 applicant has the burden of showing by clear and convincing 23 evidence that the amendment should be granted.

24 (4) If the department determines that the proposed25 change in the facility would not result in a material

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increase in any environmental impact or would not be a 1 substantial change in the location of all or a portion of 2 the facility and a hearing is required because the 3 department's determination is appealed to the board as 4 provided in subsection (2), the appellant has the burden of 5 showing by clear and convincing evidence that, the proposed 6 change in the facility would result in a material increase 7 in any environmental impact of the facility or a substantial 8 change in the location of all or a portion of the facility 9 as set forth in the certificate. 10

NEW SECTION. Section 21. Hearing examiner 11 restrictions -- duties. (1) The board shall appoint a 12 hearing examiner to conduct certification proceedings under 13 [sections 1 through 36]. The hearing examiner may not be a 14 member of the board or an employee of the department or the 15 board. A hearing examiner must be appointed within 20 days 16 after the department's report has been filed with the board. 17 (2) A prehearing conference must be held, following 18 notice, within 60 days after the department's report has 19

(3) The prehearing conference must be organized and
 supervised by the hearing examiner.

been filed with the board.

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(4) The prehearing conference must be directed toward a
determination of the issues presented by the application,
the department's report, and an identification of the

witnesses and documentary exhibits to be presented by the
 active parties who intend to participate in the hearing.

3 (5) The hearing examiner shall require the active 4 parties to submit, in writing, and serve upon the other 5 active parties all direct testimony that they propose and any studies, investigations, reports, or other exhibits that 6 7 any active party wishes the board to consider. These written 8 exhibits and any documents that the board itself wishes to 9 use or rely on must be submitted and served at least 20 days prior to the date set for the hearing. For good cause shown, 10the hearing examiner may allow the introduction of new 11 12 evidence at any time.

13 (6) The hearing examiner shall allow discovery that 14 must be completed before the commencement of the hearing 15 upon good cause shown and under other conditions as the 16 hearing examiner prescribes.

17 (7) Public witnesses and other interested public 18 parties may appear and present oral testimony at the hearing 19 or submit written testimony to the hearing examiner at the 20 time of their appearance. These witnesses are subject to 21 cross-examination.

(8) The hearing examiner shall issue a prehearing order specifying the issues of fact and of law, identifying the witnesses of the active parties, naming the public witnesses and other interested parties who have submitted written

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1 testimony in lieu of appearance, outlining the order in 2 which the hearing will proceed, setting forth those criteria 3 listed in [section 24] as to which no issue of fact or law 4 has been raised and that are conclusively presumed and are 5 not subject to further proof except for good cause shown, 6 and any other special rules to expedite the hearing that the 7 hearing examiner adopts with the approval of the board.

8 (9) At the conclusion of the hearing, the hearing 9 examiner shall declare the hearing closed and shall, within 10 60 days of that date, prepare and submit to the board 11 proposed findings of fact, conclusions of law, and a 12 recommended decision.

13 (10) The hearing examiner appointed to conduct a 14 certification proceeding under this section shall ensure 15 that the time of the proceeding, from the date the 16 department's report is filed with the board until the 17 recommended report and order of the examiner is filed with 18 the board, does not exceed 9 calendar months unless extended 19 by the board for good cause.

(11) The board or hearing examiner may waive all or a
portion of the procedures set forth in subsections (2)
through (8) to expedite the hearing for a facility when the
department has recommended approval of a facility and no
objections have been filed.

25 NEW SECTION. Section 22. Parties to certification

1 proceeding -- waiver -- statement of intent to participate. 2 (1) The parties to a certification proceeding or to a 3 proceeding involving the issuance of a decision, opinion, 4 order, certification, or permit by the board under [sections 1 through 36] may include as active parties: 5 6 (a) the applicant; 7 (b) each political entity, unit of local government, 8 and government agency entitled to receive service of a copy 9 of the application under [section 13]; 10 (c) a person entitled to receive service of a copy of 11 the application under [section 13]; 12 (d) a nonprofit organization formed in whole or in part 13 to: 14 (i) promote conservation or natural beauty; 15 (ii) protect the environment, personal health, or other biological values; 16 17 (iii) preserve historical sites; 18 (iv) promote consumer interests; 19 (v) represent commercial and industrial groups; or 20 (vi) promote the orderly development of the areas in 21 which the facility is to be located; and 22 (e) any other interested person who establishes an 23 interest in the proceeding. 24 (2) The department must be an active party in any

certification proceeding in which the department recommends

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1 denial of all or a portion of a facility.

2 (3) The parties to a certification proceeding may also
3 include, as public parties, any Montana citizen and any
4 party referred to in subsections (1)(b) through (1)(e).

5 (4) A party waives the right to be a party if the party6 does not participate in the hearing before the board.

7 (5) Each unit of local government entitled to receive 8 service of a copy of the application under [section 13] shall file with the board a statement showing whether the 9 unit of local government intends to participate in the 10 11 certification proceeding. If the unit of local government does not intend to participate, it shall list in this 12 statement its reasons for failing to do so. This statement 13 of intent must be published before the proceeding begins in 14 15 a newspaper of general circulation within the jurisdiction 16 of the applicable unit of local government.

17 NEW SECTION. Section 23. Record of hearing procedure -- rules of evidence -- burden of proof. (1) Any 18 studies, investigations, reports, or other documentary 19 20 evidence, including those prepared by the department, that 21 any party wishes the board to consider or that the board itself expects to use or rely upon must be made a part of 22 23 the record.

24 (2) A record must be made of the hearing and of all25 testimony taken.

1 (3) In a certification proceeding held under [section 2 19], the applicant has the burden of showing by clear and 3 convincing evidence that the application should be granted 4 and that the criteria of [section 24] are met.

5 (4) All proceedings under [sections 19 through 23] are 6 governed by the procedures set forth in [sections 19 through 7 23], the procedural rules adopted by the board, and the Montana Rules of Evidence unless one or more rules of 8 9 evidence are waived by the hearing examiner upon a showing of good cause by one or more of the parties to the hearing. 10 No other rules of procedure or evidence apply except that 11 the contested case procedures of the Montana Administrative 12 13 Procedure Act apply if not in conflict with the procedures set forth in [sections 19 through 23] or the procedural 14 rules adopted by the board. 15

NEW SECTION. Section 24. Decision of board -- findings 16 necessary for certification. (1) Within 180 days after 17 submission of the recommended decision by the department, 18 the board shall make complete findings, issue an opinion, 19 20 and render a final decision upon the record, either granting 21 or denying the application for a certificate as filed or 22 granting it upon terms, conditions, or modifications of the siting of the facility as the board considers appropriate. 23

(2) The board may not grant a certificate either asproposed by the applicant or as modified by the board unless

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1	(a) the items listed in subsections (2)(a) and (2)(b);
2	(b) the benefits to the applicant and the state
3 г	resulting from the proposed facility;
4	(c) the effects of the economic activity resulting from
5 t	the proposed facility;
6	(d) the effects of the proposed facility on the public
7 ł	health, welfare, and safety; and
8	(e) any other factors that it considers relevant.
9	NEW SECTION. Section 25. Conditions imposed. If the
10	board determines that the location of all or a part of the
	proposed megalandfill should be modified, it may condition
	its certificate upon the modification, provided that the
	persons residing in the area affected by the modification
	have been given reasonable notice of the modification.
	NEW SECTION. Section 26. License required. (1) A
	person may not commence to construct a megalandfill in the
	state without first applying for and obtaining a license
	pursuant to 75-10-221. The licensing process must be
19	concurrent with the certification process required in
20	[section 11 through 25].
21	(2) The department shall make the decision to grant or
22	deny the license within 30 days of the certification
23	decision, as provided in [section 24].
24	(3) Once a license has been issued, a megalandfill may
25	not be constructed, operated, or maintained except in
	2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24

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conformity with the license and any terms, conditions, and
 modifications contained in the license.

3 <u>NEW SECTION.</u> Section 27. License transferable. A 4 license may be transferred, subject to the approval of the 5 department, to a person who agrees to comply with the terms, 6 conditions, and modifications contained in [sections 1 7 through 36].

8 <u>NEW SECTION.</u> Section 28. Opinion issued with decision 9 -- contents. (1) In rendering a decision on an application 10 for a license for a megalandfill, the department shall issue 11 an opinion stating its reasons for the action taken.

12 (2) In addition to the requirements of 75-10-221, any 13 license issued by the department shall include the 14 following:

15 (a) an environmental evaluation statement related to 16 the megalandfill being certified. The statement must include 17 but not be limited to analysis of the following information:

18 (i) the environmental impact of the proposed facility;

19 (ii) any adverse environmental effects that cannot be 20 avoided by issuance of the license;

(iii) problems and objections raised by other federaland state agencies and interested groups; and

23 (iv) alternatives to the proposed facility;

(b) a plan for monitoring environmental effects of theproposed facility;

1 (c) a plan for monitoring the certified megalandfill 2 site between the time of certification and completion of 3 construction; and

4 (d) a statement signed by the applicant showing 5 agreement to comply with the requirements of [sections 1 6 through 36] and the conditions of the certificate.

7 <u>NEW SECTION.</u> Section 29. Monitoring. The department 8 shall monitor the operations of all certificated facilities 9 to ensure continuing compliance with [sections 1 through 36] 10 and with certificates issued under [section 11] and to 11 discover and prevent noncompliance with [sections 1 through 12 36] or certificates issued under [section 11].

NEW SECTION. Section 30. Revocation or suspension of license. A license may be revoked or suspended by the department following notice and an opportunity for a hearing before the department for:

17 (1) any material false statement in the application or 18 in accompanying statements or studies required of the 19 applicant if a true statement would have warranted the 20 department's refusal to grant a license;

21 (2) failure to comply with the terms or conditions of 22 the certificate; or

23 (3) violation of any provision of [sections 1 through
24 36], rules adopted under [sections 1 through 36], or orders
25 of the department.

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NEW SECTION. Section 31. Enforcement by residents. (1) 1 A person with knowledge that a requirement of [sections] 2 3 through 36] or a rule adopted under [sections 1 through 36] is not being enforced by a public officer or employee whose 4 duty it is to enforce the requirement or rule may bring the 5 failure to enforce to the attention of the public officer or 6 employee by a written statement under oath that states the 7 8 specific facts of the failure to enforce the requirement or 9 rule. Knowingly making false statements or charges in the 10 statements subjects the person to the penalties prescribed for a violation of 45-7-202. 11

12 (2) If the public officer or employee neglects or 13 refuses for an unreasonable time after receipt of the 14 statement to enforce the requirement or rule, the person may 15 bring an action of mandamus in the district court of the 16 first judicial district of Montana. If the court finds that a requirement of [sections 1 through 36] or a rule adopted 17 18 under [sections 1 through 36] is not being enforced, the 19 court may order the public officer or employee whose duty it is to enforce the requirement or rule to perform those 20 21 duties. If he fails to do so, the public officer or employee 22 must be held in contempt of court and is subject to the penalties provided by law. 23

24 <u>NEW SECTION.</u> Section 32. Action to recover damages to 25 water supply. An owner of an interest in real property who

obtains all or part of his supply of water for domestic, 1 agricultural, industrial, or other legitimate use from a 2 surface or underground source may sue a person to recover 3 damages for contamination, diminution, or interruption of 4 the water supply proximately resulting from the operation of 5 a facility. The remedy provided in this section does not 6 exclude the use of any other remedy that may be available 7 under the laws of the state. 8

9 <u>NEW SECTION.</u> Section 33. Judicial review of department 10 and board of health decisions. (1) An applicant aggrieved by 11 the final decision of the board on an application for a 12 certificate or the final decision of the department on an 13 application for a license may obtain judicial review of that 14 decision by filing a petition in district court.

15 (2) The judicial review procedure is the same as that16 for contested cases under Title 2, chapter 4, part 7.

17 (3) This section does not prohibit the department from
18 holding a hearing on all matters that are not the subject of
19 a pending appeal by the applicant under subsection (1).

20 <u>NEW SECTION.</u> Section 34. Penalties for violation --21 civil action by attorney general. (1) (a) A person who 22 commences to construct or operate a megalandfill without 23 obtaining a certificate required under [section 11] and a 24 license required under [section 26], who constructs, 25 operates, or maintains a facility other than in compliance

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with the certificate or violates any other provision of (sections 1 through 36) or any rule or order adopted under (sections 1 through 36), or who knowingly submits false information in any report, long-range plan, or application required by (sections 1 through 36) is liable for a civil penalty as provided in subsection (2).

7 (b) Each day of a continuing violation constitutes a8 separate offense.

9 (c) The penalty is recoverable in a civil suit brought 10 by the attorney general on behalf of the state in the 11 district court of the first judicial district of Montana.

12 (2) A person who knowingly violates the provisions of 13 subsection (1) shall be fined not more than \$25,000 for each 14 violation or be imprisoned for not more than 1 year, or 15 both. Each day of a continuing violation constitutes a 16 separate offense.

17 (3) In addition to any penalty provided in subsection 18 (1) or (2), whenever the department determines that a person 19 is violating or is about to violate any of the provisions of 20 [sections 1 through 36], it may refer the matter to the 21 attorney general who may bring a civil action on behalf of 22 the state in the district court of the first judicial 23 district of Montana for injunctive or other appropriate 24 relief against the violation and to enforce [sections] 25 through 36] or a certificate issued under [section 11]. Upon a proper showing, a permanent or preliminary injunction or
 temporary restraining order must be granted without bond.

3 (4) The department shall also enforce [sections 1
4 through 36] and may bring legal actions to accomplish the
5 enforcement through its own legal counsel.

6 (5) All fines and penalties collected must be deposited
7 in the solid waste management account for the use of the
8 department in administering [sections 1 through 36].

g NEW SECTION. Section 35. Order not stayed by appeal -stay or suspension by court -- limitations. An appeal from a 10 department order does not automatically stay or suspend the 11 12 operation of the order. The court may, upon motion by a 13 party, stay or suspend, in whole or in part, the operation of the department's order on terms the court considers just. 14 The court's action must be in accordance with the practice 15 16 of courts exercising equity jurisdiction, subject to the following limitations: 17

18 (1) A stay may not be granted without notice to the19 parties and an opportunity to be heard by the court.

(2) A department order may not be stayed or suspended
without finding that irreparable damage would otherwise
result to the party seeking the stay or suspension, and a
stay or suspension must specify the nature of the damage.

24 <u>NEW SECTION.</u> Section 36. Surety bond. If an order of
25 the department is stayed or suspended, the court may require

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a bond with good and sufficient surety conditioned that the 1 party petitioning for review answer for all damages caused 2 by the delay in enforcing the order of the department. The 3 4 cost of the bond is not chargeable to the applicant as part of the fee. If the party petitioning for review prevails 5 upon final resolution of an appeal, the party does not 6 forfeit bond and is not responsible for damages caused by 7 8 delay.

NEW SECTION. Section 37. Codification instruction.
[Sections 1 through 36] are intended to be codified as an
integral part of Title 75, chapter 10, and the provisions of
Title 75, chapter 10, apply to [sections 1 through 36].
NEW SECTION. Section 38. Effective date. [This act] is

14 effective on passage and approval.

-End-

STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for HB0377, as introduced,

DESCRIPTION OF PROPOSED LEGISLATION:

A bill to establish a certification and licensing process for "mega-landfills".

ASSUMPTIONS:

- Rules for long-range plan submittals and procedures for contracts for information will be developed by DHES in FY92. 1. DHES will develop written application and licensing rules, procedures for orders and a fee system for supplemental material.
- 2. The Montana State Solid Waste Management Plan will be developed during the biennium (as required under separate legislation, HB0160). A solid waste fee system (proposed under separate legislation) would be in place to generate revenues for this legislation.
- One long-range plan will be submitted to DHES within the biennium. 3.
- 4. 50 requests for copies of the long-range plan will be processed by DHES in FY92.
- 5. No applications for a certificate of site acceptability will be received during the biennium.
- 6. The following personnel in addition to current level would be required: 0.25 FTE Database Technician (Grade 12, Step 2), and 0.50 FTE Administrative Assistant (Grade 10, Step 2).

FISCAL IMPACT:

Expenditures:

	FY 92			FY 93		
	<u>Current Law</u>	<u>Proposed_Law</u>	<u>Difference</u>	<u>Current Law</u>	Proposed Law	Difference
FTE	0.00	0.75	0.75	0.00	0.75	0.75
Personal Services	0	16,621	16,621	0	16,585	16,585
Operating Expenses	0	30,000	<u>30,000</u>	0	44,000	<u>44,000</u>
Total	0	46,621	46,621	0	60,585	60,585
Funding:						
Solid Waste Fees (02)	0	46,621	46,621	0	60,585	60,585

EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

HB0377 would not, in itself, affect county or municipal revenues or expenditures.

ROD SUNDSTED, BUDGET DIRECTOR Office of Budget and Program Planning

BOB RANEY, PRIMARY SPONSOF

Fiscal Note for <u>HB0377</u>, as introduced.

52nd Legislature

HB 0377/02

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2

APPROVED BY COMM. ON NATURAL RESOURCES

1	HOUSE BILL NO. 377
2	INTRODUCED BY RANEY, WEEDING, HARP, T. BECK, YELLOWTAIL,
3	DRISCOLL, GILBERT
4	BY REQUEST OF THE ENVIRONMENTAL QUALITY COUNCIL
5	
6	A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING A
7	CERTIFICATION AND LICENSING PROCESS FOR MEGALANDFILLS;
8	PROVIDING FOR CONTRACTS FOR INFORMATION; REQUIRING THE
9	SUBMISSION OF LONG-RANGE PLANS; REQUIRING A CERTIFICATE OF
10	SITE ACCEPTABILITY; SPECIFYING ENVIRONMENTAL FACTORS TO BE
11	EVALUATED; REQUIRING A FILING FEE; PROVIDING A CONTESTED
12	CASE HEARINGS PROCESS; SPECIFYING DECISIONMAKING CRITERIA;
13	REQUIRING A LICENSE; REQUIRING MONITORING; PROVIDING FOR
14	ENFORCEMENT BY RESIDENTS; PROVIDING A MECHANISM TO RECOVER
15	DAMAGES FOR CONTAMINATION OF A DRINKING WATER SUPPLY;
16	PROVIDING FOR JUDICIAL REVIEW; PROVIDING PENALTIES FOR
17	VIOLATIONS; PROVIDING A SURETY BOND; AND PROVIDING AN
18	IMMEDIATE EFFECTIVE DATE."

19 20

STATEMENT OF INTENT

21 A statement of intent is required for this bill because 22 it grants rulemaking authority to the board of health and 23 environmental sciences and to the department of health and 24 environmental sciences. It is the intent of the legislature 25 that these regulations be designed to protect the public

Nontana Legislative Council

health, safety, and welfare and the environment.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

4 NEW SECTION. Section 1. short title. [Sections] 5 through 36] may be cited as the "Montana Megalandfill Siting 6 Act".

7 NEW SECTION. Section 2. Purpose. (1) It is the 8 constitutionally declared policy of this state to maintain and improve a clean and healthful environment for present 9 10 and future generations, to protect the environment from 11 degradation and prevent unreasonable depletion and 12 degradation of natural resources, and to provide for 13 administration and enforcement to attain these objectives.

14 (2) The construction of solid waste facilities that 15 dispose of over 200,000 tons of waste a year (megalandfills) 16 may be necessary to meet increasing state and national needs 17 for solid waste disposal capacity. However, due to the 18 volume of waste processed, megalandfills may adversely affect the environment, surrounding communities, and the 19 welfare of the citizens of this state. Therefore, it is 20 21 necessary to ensure that the location, construction, and operation of megalandfills will produce minimal adverse 22 23 effects on the environment and upon the citizens of this 24 state by providing that a megalandfill may not be constructed or operated within this state 25 without a SECOND READING

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1 certificate of site acceptability pursuant to [section 11]
2 and a license to operate acquired pursuant to [section 26]
3 and 75-10~221.

<u>NEW SECTION.</u> Section 3. Definitions. As used in
[sections 1 through 36], the following definitions apply:

6 (1) "Application" means an application for a 7 certificate and license submitted in accordance with 8 [sections 11 through 28] and the rules adopted under 9 [sections 11 through 28].

(2) "Board" means the board of health and environmental
sciences provided for in 2-15-2104.

12 (3) "Certificate" means the certificate of site 13 acceptability issued by the board under [section 11] that is 14 required for siting a megalandfill.

15 (4) "Commence to construct" means:

16 (a) any clearing of land, excavation, construction, or 17 other action that would affect the environment of the site, 18 except that the term does not mean changes for securing 19 geological data, including necessary borings to ascertain 20 subsurface conditions;

21 (b) the modification or upgrading of an existing solid 22 waste disposal facility into a megalandfill, except that the 23 term does not pertain to maintenance or repair of an 24 existing facility.

25 (5) "Department" means the department of health and

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environmental sciences provided for in Title 2, chapter 15,
 part 21.

3 (6) "Dispose" or "disposal" means the discharge, 4 injection, deposit, dumping, spilling, leaking, or placing 5 of any solid waste into or onto the land so that the solid 6 waste or any constituent of it may enter the environment or 7 be emitted into the air or discharged into any water, 8 including ground waters.

9 (7) "Megalandfill" <u>OR "FACILITY"</u> means any new or 10 existing solid waste landfill facility that accepts more 11 than 200,000 tons a year of solid waste <u>OR ANY ASH MONOFILL</u> 12 <u>THAT ACCEPTS 35,000 TONS OR MORE A YEAR OF SOLID WASTE</u>

13 INCINERATOR ASH, EITHER FLY ASH OR BOTTOM ASH.

14 (8) "Person" means an individual, firm, partnership,
15 company, association, corporation, city, town, local
16 governmental entity, or any other governmental or private
17 entity, whether organized for profit or not,

18 (9) (a) "Solid waste" means all putrescible and 19 nonputrescible wastes, including but not limited to garbage; 20 rubbish; refuse; ashes; sludge from sewage treatment plants, 21 water supply treatment plants, or air pollution control 22 facilities; construction and demolition wastes; dead 23 animals, including offal; discarded home and industrial 24 appliances; wood products or wood byproducts; and inert 25 materials.

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1 (b) "Solid waste" does not mean municipal sewage, 2 industrial wastewater effluents, mining wastes regulated 3 under the mining and reclamation laws administered by the 4 department of state lands, slash and forest debris regulated 5 under laws administered by the department of state lands, or 6 marketable byproducts.

7 (10) "Solid waste landfill" means any publicly or 8 privately owned landfill or landfill unit that receives 9 household waste or other types of waste, including 10 commercial waste, nonhazardous sludge, and industrial solid 11 waste. The term does not include land application units, 12 surface impoundments, injection wells, or waste piles.

NEW SECTION. Section 4. Adoption of rules by board. 13 The board may adopt rules implementing the certification 14 provisions of [sections 1 through 36], including rules 15 regarding the filing and contents of the application, proof 16 of service and notice requirements, environmental factors to 17 be evaluated, filing fee, hearings process, and other 18 components of the certificate and certification process that 19 the board considers necessary. 20

21 <u>NEW SECTION.</u> Section 5. Adoption of rules by 22 department. The department may adopt rules implementing the 23 licensing provisions of [sections 1 through 36], including 24 rules regarding the contents of the application, monitoring, 25 and other components of the license and licensing process

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1 that the department considers necessary.

2 <u>NEW SECTION.</u> Section 6. Contracts for information. (1) 3 The department may contract with a potential applicant under 4 [sections 1 through 36] in advance of the filing of a formal 5 application for the development of information or the 6 provision of services by the department required under 7 [sections 1 through 36].

8 (2) Payments made to the department under a contract
9 must be credited against the fee payable under [section 16].
10 <u>NEW SECTION.</u> Section 7. Grants, gifts, and funds. The
11 department may receive grants, gifts, and other funds from
12 any public or private source to assist in its activities
13 under [sections 1 through 36].

14 NEW SECTION. Section 8. Money to solid waste 15 management account. All fees, taxes, fines, and penalties 16 collected under [sections 1 through 36], except those 17 collected by a justice's court, must be deposited in the 18 solid waste management account as provided in 75-10-117 for 19 use by the department in carrying out its functions and 20 responsibilities related to solid waste management.

 NEW SECTION.
 Section 9. Annual
 long-range
 plan

 submitted -- contents -- available to public. (1)
 A person

 may not file an application for a certificate of site

 acceptability required by [section 11] unless the

 megalandfill has been adequately identified in a long-range

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plan at least 2 years prior to acceptance of an application
by the department.

3 (2) The annual long-range plan must be submitted by4 July 1 of each year and must include the following:

5 (a) the general location, size, and type of all 6 facilities to be owned and operated by the person for which 7 construction is projected during the ensuing 2 years, as 8 well as those facilities to be closed during the planning 9 period;

10 (b) a description of the efforts to involve 11 environmental protection and land use planning agencies in 12 the planning process, as well as other efforts to identify 13 and minimize environmental problems at the earliest possible 14 stage in the planning process;

15 (c) projections of the demand for the service rendered 16 by the person and an explanation of the basis for those 17 projections and a description of the manner and extent to 18 which the proposed facilities will meet the projected 19 demand; and

(d) additional information that the department by rule
or the department on its own initiative or upon the advice
of interested state agencies requests in order to carry out
the purposes of [sections 1 through 36].

24 (3) The plan must be furnished to the governing body of25 each county in which any facility included in the plan under

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1 subsection (2)(a) is proposed to be located and must be made available to the public by the department. The applicant 2 shall give public notice throughout the state by publishing 3 at least once a week for 2 consecutive weeks a summary of Δ 5 the proposed plan in newspapers of general circulation. The 6 plan must also be filed with the environmental quality 7 council, the department of highways, the department of state 8 lands, the department of fish, wildlife, and parks, the 9 department of commerce, and the department of natural 10 resources and conservation. Interested persons may obtain a 11 copy of the plan by written request and payment to the 12 department of the costs of copying the plan.

13 NEW SECTION. Section 10. Study of included facilities. 14 If a person identifies a proposed facility in its long-range 15 plan, submitted pursuant to [section 9], as one on which 16 construction is proposed within the 2-year period following 17 submission of the plan, the department shall begin to 18 examine and evaluate the proposed site to determine whether 19 construction of the proposed facility would unduly impair 20 the environmental, SOCIAL, AND ECONOMIC values described in 21 [section 15]. The study may be continued until a person 22 files an application for a certificate under [section 11]. 23 Information gathered under this section may be used to 24 support findings and recommendations required for issuance 25 of a certificate and a license.

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<u>NEW SECTION.</u> Section 11. Certificate required. (1) A
 person may not construct a megalandfill in the state without
 first applying for and obtaining a certificate of site
 acceptability from the board.

5 (2) A certificate may only be issued pursuant to
6 [sections 11 through 25].

NEW SECTION. Section 12. Certificate transferable. A
certificate may be transferred, subject to the approval of
the board, to a person who agrees to comply with the terms,
conditions, and modifications contained in [sections 1
through 36].

12 <u>NEW SECTION.</u> Section 13. Application -- filing and 13 contents -- proof of service and notice. (1) (a) An 14 applicant shall file with the department an application for 15 a certificate under [section 11] in a form the board 16 requires, containing the following information:

17 (i) a description of the proposed location and of the 18 facility to be built;

19 (ii) a summary of any studies that have been made of the 20 environmental impact, SOCIAL, AND ECONOMIC IMPACTS of the 21 facility;

(iii) a description of at least three reasonable
alternate locations for the facility, a general description
of the comparative merits and detriments of each location
submitted, and a statement of the reasons why the proposed

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location is best suited for the facility;

2 (iv) baseline data for the primary and reasonable 3 alternate locations;

4 (v) at the applicant's option, an environmental study
5 plan to satisfy the requirements of [sections 1 through 36];
6 and

7 (vi) other information that the applicant considers
8 relevant or that the board by order or rule may require.

9 (b) A copy or copies of the studies referred to in
10 subsection (1)(a)(ii) must be filed with the department, if
11 ordered, and must be available for public inspection.

12 (2) An application must be accompanied by proof of 13 service of a copy of the application on the chief executive 14 officer of each unit of local government, each county 15 commissioner, city or county planning board, and solid waste 16 district, and each federal agency charged with the duty of 17 protecting the environment or of planning land use located 18 in the area in which any portion of the proposed facility is proposed or is alternatively proposed to be located and on 19 20 the following state government agencies:

- 21 (a) environmental quality council;
- 22 (b) department of fish, wildlife, and parks;
- 23 (c) department of state lands;
- 24 (d) department of commerce;
- 25 (e) department of highways; and
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(f) department of natural resources and conservation. 1 2 (3) An application must be accompanied by proof that public notice was given to persons residing in the area in . 3 which any portion of the proposed facility is proposed or is 4 5 alternatively proposed to be located by publication of a 6 summary of the application in newspapers of general 7 circulation that will substantially inform those persons of 8 the application.

9 <u>NEW SECTION.</u> Section 14. Supplemental material --10 amendments. (1) An application for an amendment of an 11 application or a certificate must be in a form and contain 12 information as the board by rule or the department by order 13 prescribes. Notice of an amendment must be given as provided 14 in [section 13(3) and (4)].

15 (2) An application may be amended by an applicant any 16 time prior to the report made by the department under 17 (section 17]. If the proposed amendment prevents the 18 department from carrying out its duties and responsibilities 19 under (sections 1 through 36), the department may require 20 additional filing fees as the department determines 21 necessary or may require a new application and filing fee.

(3) The applicant shall submit supplemental material in
a timely manner as requested by the department or as offered
by the applicant to explain, support, or provide details
with respect to an item described in the original

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application. This supplemental material may be submitted
 without filing an application for an amendment. The
 department's determination as to whether information is
 supplemental or whether an application for amendment is
 required is conclusive.

6 <u>NEW SECTION.</u> Section 15. Environmental, SOCIAL, AND 7 <u>ECONOMIC</u> factors evaluated during certification. In 8 evaluating applications for a certificate of site 9 acceptability, the department shall give consideration to 10 the following list of environmental factors and regulations, 11 where applicable, and may by rule add to the factors 12 enumerated in this section:

(1) siting criteria for municipal solid waste landfills
 consistent with federal requirements as described in 40 CFR
 part 258;

16 (2) siting criteria described under the Montana Solid
17 Waste Management Act, Title 75, chapter 10, part 2, and
18 rules adopted under that part;

19 (3) the Montana solid waste management plan;

20 (4) solid waste disposal needs, including:

21 (a) availability and desirability of alternative
22 sources of solid waste disposal in lieu of the proposed
23 facility;

(b) promotional activities of the applicant that mayhave given rise to the need for the facility;

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1	(c) social benefits <u>CHANGES</u> resulting from the	1	archaeological, and cultural areas and features;
2	facility, including protection of public health and	2	(k) the impacts on public facilities and
3	environmental quality; and	3	accommodations; and
4	(d) integrated waste management activities that could	4	(1) opportunities for joint use with solid waste
5	reduce the need for additional solid waste disposal	5	disposal-intensive industries; AND
6	capacity;	6	(M) THE ECONOMIC IMPACT ON THE LOCAL AREA, LOCAL
7	(5) land use impacts, including:	7	GOVERNMENT INFRASTRUCTURE, AND EXISTING INDUSTRY;
8	(a) the area of land required and its ultimate use;	8	(6) water resources impacts, including:
9	(b) consistency with state and regional solid waste	9	(a) hydrologic studies of the adequacy of water supply
10	plans;	10	and the impact of the facility on streamflow, lakes, and
11	(c) consistency with existing and projected nearby land	11	reservoirs;
12	use;	12	(b) hydrologic studies of the impact of the facility on
13	(d) alternative uses of the site;	13	ground water, including vadose zone studies describing the
14	(e) the impact on the population already in the area	14	potential for leachate to migrate from the facility to
15	and the population attracted by construction or operation of	15	ground water;
16	the facility;	16	(c) an inventory of effluents, including physical,
17	(f) the impact of availability of solid waste disposal	17	chemical, and biological characteristics;
18	at the facility on growth patterns and population dispersal;	18	(d) hydrologic studies of effects of effluents on
19	(g) construction materials and practices, including	19	receiving waters;
20	quality control and quality assurance plans to be followed	20	(e) the effect of the facility on water quality;
21	during construction of all phases of the proposed facility;	21	<pre>(f) the facility's projected water uses;</pre>
22	(h) scenic impacts;	22	(g) the effects on plant and animal life, including
23	(i) the effects on natural systems, wildlife, and plant	23	algae, macroinvertebrates, and fish population;
24	life;	24	(h) effects on unique or otherwise significant
25	(j) the impacts on important historic, architectural,	25	ecosystems, such as wetlands; and
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1 (i) ground water, vadose zone, and methane qas monitoring systems and programs; and 2 3 (7) characteristics of solid wastes that will be 4 disposed of at the facility, including: S (a) the rate of solid waste disposal; 6 (b) the solid waste handling practices proposed to be used: and 7 8 (c) the present and expected future physical and 9 chemical characteristics of the solid waster; AND 10 (D) INSPECTION PRACTICES FOR PREVENTING THE ILLEGAL DUMPING OF HAZARDOUS WASTE INTO THE FACILITY; 11 12 (8) TRANSPORTATION PRACTICES, INCLUDING: 13 (A) ROUTE AND MODE OF TRANSPORTING WASTE; 14 (B) ENVIRONMENTAL, SOCIAL, AND ECONOMIC IMPACTS OF 15 TRANSPORTATION FACILITIES; AND 16 (C) TRANSFER FACILITIES. 17 NEW SECTION. Section 16. Filing fee -- accountability -- refund -- use. (1) (a) The applicant shall pay to the 18 department a filing fee as provided in this section based 19 upon the department's estimated costs of processing the 20 21 application for a certificate. The filing fee must be 22 deposited in the solid waste management account for the use 23 of the department in administering [sections 1 through 36]. 24 The initial filing fee may not exceed the following scale 25 based upon the megalandfill's projected annual tonnage of HB 0377/02

1	waste:	
2	(i)	а

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(i) a base fee of \$40,000; plus

(ii) 20 cents per ton for every ton of waste over 3 200,000 tons. 4

(b) The department may allow a credit against the fee 5 payable under this section for the applicant's costs of 6 7 developing information or providing services required under 8 [sections 1 through 36] or required for preparation of an statement under the Montana 9 environmental impact Environmental Policy Act, Title 75, chapter 1, part 1, or 10 the National Environmental Policy Act, 42 U.S.C. 4321, et 11 seq. The applicant may submit the information or a 12 description of the services performed to the department, 13 together with an accounting of the expenses incurred in 14 15 preparing the information or performing the services. The department shall evaluate the applicability, validity, and 16 usefulness of the data or services and determine the 17 expenses that may be credited against the filing fee payable 18 under this section. Upon 30 days' notice to the applicant, 19 this credit may at any time be reduced if the department 20 determines that the amount to be credited is necessary to 21 22 carry out its responsibilities under [sections 1 through 23 36].

(2) (a) The department may contract with an applicant 24after the filing of a formal application for the development 25

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1 of information or the provision of services required under 2 [sections 1 through 36]. The contract may continue an 3 agreement entered into pursuant to [section 6]. Payments 4 made to the department under a contract must be credited against the fee payable under this section. The revenue 5 6 derived from the filing fee must be sufficient to enable the 7 department and the board to carry out their responsibilities 8 under (sections 1 through 36). The department may amend a 9 contract to require additional payments for necessary 10 expenses up to the limits set forth in subsection (1)(a) 11 upon 30 days' notice to the applicant. The department and 12 applicant may enter into a contract that exceeds the scale 13 provided in subsection (1)(a).

14 (b) If a contract is not entered into, the applicant 15 shall pay the filing fee in installments in accordance with 16 a schedule of installments developed by the department; 17 however, an installment may not exceed 20% of the total 18 filing fee provided for in subsection (1).

19 (3) The applicant is entitled to an accounting of money 20 spent and to a refund with interest at the rate of 6% a year 21 of the portion of the filing fee not spent by the department 22 in carrying out its responsibilities under [sections 1 23 through 36]. A refund must be made after all administrative 24 and judicial remedies have been exhausted by all parties to 25 the certification proceedings.

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1 (4) The revenue derived from the filing fees must be 2 used by the department in compiling the information required 3 for rendering a decision on a certificate and for carrying 4 out other responsibilities of the department and the board 5 under [sections 1 through 36].

6 <u>NEW SECTION.</u> Section 17. Study, evaluation, and report 7 on proposed facility. (1) After receipt of an application, 8 the department shall within 90 days notify the applicant in 9 writing that:

10 (a) the application is accepted as complete; or

(b) the application is not complete and list the deficiencies. Upon correction of these deficiencies and resubmission by the applicant, the department shall within 30 days notify the applicant in writing that the application is in compliance and is accepted as complete.

16 (2) Upon receipt of an application complying with 17 [sections 9 through 17], the department shall commence an intensive study and evaluation of the proposed facility and 18 its effects, considering all applicable criteria listed in 19 [section 24]. The department shall use, to the extent it 20 considers applicable, valid and useful existing studies and 21 reports submitted by the applicant or compiled by a state or 22 federal agency. 23

(3) Within 1 year following acceptance of a completeapplication for a facility, the department shall make a

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report to the board that must contain the department's studies, evaluations, recommendations, other pertinent documents resulting from its study and evaluation, and an environmental impact statement or analysis prepared pursuant to the Montana Environmental Policy Act, Title 75, chapter 1, part-tr if applicable.

NEW SECTION. Section 18. Voiding of application. An
application may be voided by the department for:

9 (1) any material and knowingly false statement in the
10 application or in accompanying statements or studies
11 required of the applicant;

12 (2) failure to file an application in substantially the
13 form and content required by [section 13] and the rules
14 adopted under [section 13]; or

15 (3) failure to deposit the filing fee as provided in 16 [section 16].

17 NEW SECTION. Section 19. Hearing date -- location --18 department to act as staff. (1) Upon receipt of the 19 department's report submitted under [section 17], the board 20 shall set a date for a hearing to begin not more than 120 21 days after receipt of the report. A certification hearing 22 must be conducted by the board in Helena or in the county 23 seat of the county in which the facility or the greatest 24 portion of the facility is to be located.

(2) Except as provided in [section 21], the department

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shall act as the staff for the board throughout the
 decisionmaking process and the board may request that the
 department present testimony or cross-examine witnesses as
 the board considers necessary and appropriate.

NEW SECTION. Section 20. Certificate amendments. (1) 5 6 Within 30 days after notice of an amendment to a certificate 7 is given as provided in [section 14], including notice to 8 all active parties to the original proceeding, the 9 department shall determine whether the proposed change in 10 the facility would result in a material increase in any 11 environmental impact, SOCIAL, AND ECONOMIC IMPACTS caused by 12 the facility or a substantial change in the location of all 13 or a portion of the facility as set forth in the 14 certificate. If the department determines that the proposed 15 change would result in a material increase in any environmental impact caused by the facility or a substantial 16 17 change in the location of all or a portion of the facility, 18 the board shall hold a hearing in the same manner as a 19 hearing is held on an application for a certificate. After 20 the hearing, the board shall grant, deny, or modify the 21 amendment with conditions it considers appropriate.

(2) In cases where the department determines that the proposed change in the facility would not result in a material increase in any environmental impact or would not be a substantial change in the location of all or a portion

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of the facility, the board shall grant the amendment either as applied for or upon terms or conditions as the board considers appropriate unless the department's determination is appealed to the board within 15 days after notice of the department's determination is given.

6 (3) If the department or the board, under subsection 7 (4), determines that a hearing is required because the 8 proposed change would result in a material increase in any 9 environmental impact of the facility or a substantial change 10 in the location of all or a portion of the facility, the 11 applicant has the burden of showing by clear and convincing 12 evidence that the amendment should be granted.

13 (4) If the department determines that the proposed change in the facility would not result in a material 14 increase in any environmental impact or would not be a 15 substantial change in the location of all or a portion of 16 the facility and a hearing is required because the 17 18 department's determination is appealed to the board as provided in subsection (2), the appellant has the burden of 19 20 showing by clear and convincing evidence that the proposed change in the facility would result in a material increase 21 in any environmental impact of the facility or a substantial 22 change in the location of all or a portion of the facility 23 as set forth in the certificate. 24

25 NEW SECTION. Section 21. Bearing examiner -

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restrictions -- duties. (1) The board shall appoint a hearing examiner to conduct certification proceedings under (sections 1 through 36). The hearing examiner may not be a member of the board or an employee of the department or the board. A hearing examiner must be appointed within 20 days after the department's report has been filed with the board. (2) A prehearing conference must be held, following

8 notice, within 60 days after the department's report has
9 been filed with the board.

i0 (3) The prehearing conference must be organized andsupervised by the hearing examiner.

12 (4) The prehearing conference must be directed toward a 13 determination of the issues presented by the application, 14 the department's report, and an identification of the 15 witnesses and documentary exhibits to be presented by the 16 active parties who intend to participate in the hearing.

17 (5) The hearing examiner shall require the active 18 parties to submit, in writing, and serve upon the other 19 active parties all direct testimony that they propose and 20 any studies, investigations, reports, or other exhibits that 21 any active party wishes the board to consider. These written 22 exhibits and any documents that the board itself wishes to 23 use or rely on must be submitted and served at least 20 days 24 prior to the date set for the hearing. For good cause shown, 25 the hearing examiner may allow the introduction of new

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1 evidence at any time.

2 (6) The hearing examiner shall allow discovery that 3 must be completed before the commencement of the hearing 4 upon good cause shown and under other conditions as the 5 hearing examiner prescribes.

6 (7) Public witnesses and other interested public 7 parties may appear and present oral testimony at the hearing 8 or submit written testimony to the hearing examiner at the 9 time of their appearance. These witnesses are subject to 10 cross-examination.

11 (8) The hearing examiner shall issue a prehearing order 12 specifying the issues of fact and of law, identifying the 13 witnesses of the active parties, naming the public witnesses 14 and other interested parties who have submitted written 15 testimony in lieu of appearance, outlining the order in which the hearing will proceed, setting forth those criteria 16 17 listed in [section 24] as to which no issue of fact or law 18 has been raised and that are conclusively presumed and are not subject to further proof except for good cause shown, 19 and any other special rules to expedite the hearing that the 20 21 hearing examiner adopts with the approval of the board.

(9) At the conclusion of the hearing, the hearing
examiner shall declare the hearing closed and shall, within
60 days of that date, prepare and submit to the board
proposed findings of fact, conclusions of law, and a

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1 recommended decision.

2 (10) The hearing examiner appointed to conduct a 3 certification proceeding under this section shall ensure 4 that the time of the proceeding, from the date the 5 department's report is filed with the board until the 6 recommended report and order of the examiner is filed with 7 the board, does not exceed 9 calendar months unless extended 8 by the board for good cause.

9 (11) The board or hearing examiner may waive all or a 10 portion of the procedures set forth in subsections (2) 11 through (8) to expedite the hearing for a facility when the 12 department has recommended approval of a facility and no 13 objections have been filed.

NEW SECTION. Section 22. Parties to certification proceeding -- waiver -- statement of intent to participate.
(1) The parties to a certification proceeding or to a proceeding involving the issuance of a decision, opinion, order, certification, or permit by the board under [sections 1 through 36] may include as active parties:

20 (a) the applicant;

(b) each political entity, unit of local government,
and government agency entitled to receive service of a copy

23 of the application under [section 13];

24 (c) a person entitled to receive service of a copy of25 the application under [section 13];

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(d) a nonprofit organization formed in whole or in part 1 2 to: (i) promote conservation or natural beauty; 3 (ii) protect the environment, personal health, or other 4 biological values; 5 (iii) preserve historical sites; 6 (iv) promote consumer interests; 7 (v) represent commercial and industrial groups; or 8 (vi) promote the orderly development of the areas in 9 which the facility is to be located; and 10 (e) any other interested person who establishes an 11 interest in the proceeding. 12 (2) The department must be an active party in any 13 certification proceeding in which the department recommends 14 denial of all or a portion of a facility. 15 (3) The parties to a certification proceeding may also 16 include, as public parties, any Montana citizen and any 17 party referred to in subsections (1)(b) through (1)(e). 18 (4) A party waives the right to be a party if the party 19 does not participate in the hearing before the board. 20 (5) Each unit of local government entitled to receive 21 service of a copy of the application under [section 13] 22 shall file with the board a statement showing whether the 23 unit of local government intends to participate in the 24 certification proceeding. If the unit of local government 25

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does not intend to participate, it shall list in this
 statement its reasons for failing to do so. This statement
 of intent must be published before the proceeding begins in
 a newspaper of general circulation within the jurisdiction
 of the applicable unit of local government.

6 NEW SECTION. Section 23. Record of hearing procedure -- rules of evidence -- burden of proof. (1) Any 7 8 studies, investigations, reports, or other documentary evidence, including those prepared by the department, that 9 any party wishes the board to consider or that the board 10 11 itself expects to use or rely upon must be made a part of 12 the record.

13 (2) A record must be made of the hearing and of all14 testimony taken.

15 (3) In a certification proceeding held under [section 16 19], the applicant has the burden of showing by clear and 17 convincing evidence that the application should be granted 18 and that the criteria of [section 24] are met.

(4) All proceedings under [sections 19 through 23] are governed by the procedures set forth in [sections 19 through 21 23], the procedural rules adopted by the board, and the Montana Rules of Evidence unless one or more rules of evidence are waived by the hearing examiner upon a showing of good cause by one or more of the parties to the hearing. No other rules of procedure or evidence apply except that

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the contested case procedures of the Montana Administrative
 Procedure Act apply if not in conflict with the procedures
 set forth in [sections 19 through 23] or the procedural
 rules adopted by the board.

5 NEW SECTION. Section 24. Decision of board -- findings 6 necessary for certification. (1) Within 180 days after submission of the recommended decision by the department, 7 8 the board shall make complete findings, issue an opinion, 9 and render a final decision upon the record, either granting 10 or denying the application for a certificate as filed or 11 granting it upon terms, conditions, or modifications of the 12 siting of the facility as the board considers appropriate.

(2) The board may not grant a certificate either as
proposed by the applicant or as modified by the board unless
it finds and determines:

16 (a) the nature of the probable environmental impact;
17 (b) that the facility minimizes adverse environmental
18 impact, considering the state of available technology and
19 the nature and economics of the various alternatives;

(c) that the location of the facility as proposed
conforms to applicable state and local laws and regulations,
except that the board may refuse to apply any local law or
regulation if it finds that, as applied to the proposed
facility, the law or regulation is unreasonably restrictive
in view of the existing technology, of factors of cost or

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economics, or of the needs of consumers, whether located
 inside or outside of the directly affected government
 subdivisions;

4 (d) that the facility will serve the public interest;

5 (e) any impacts of the facility according to each of 6 the criteria listed in [section 15];

7 (f) that the proposed site is better suited for a
8 landfill than alternate sites in the state where the waste
9 originates; and

10 (g) that the applicant has fully mitigated the loss of 11 wildlife habitat, either through onsite or offsite habitat 12 improvements.

13 (3) In determining that the facility will serve the14 public interest, the board shall consider:

15 (a) the items listed in subsections (2)(a) and (2)(b);

16 (b) the benefits to the applicant and the state 17 resulting from the proposed facility;

18 (c) the effects of the economic activity resulting from

19 the proposed facility;

20 (d) the effects of the proposed facility on the public

21 health, welfare, and safety; and

22 (e) any other factors that it considers relevant.

NEW SECTION. Section 25. Conditions imposed. If the
 board determines that the location of all or a part of the
 proposed megalandfill should be modified, it may condition

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its certificate upon the modification, provided that the
 persons residing in the area affected by the modification
 have been given reasonable notice of the modification.

4 <u>NEW SECTION.</u> Section 26. License required. (1) A 5 person may not commence to construct a megalandfill in the 6 state without first applying for and obtaining a license 7 pursuant to 75-10-221. The licensing process must be 8 concurrent with the certification process required in 9 [section 11 through 25].

(2) The department shall make the decision to grant or
deny the license within 30 days of the certification
decision, as provided in [section 24].

13 (3) Once a license has been issued, a megalandfill may
14 not be constructed, operated, or maintained except in
15 conformity with the license and any terms, conditions, and
16 modifications contained in the license.

NEW SECTION. Section 27. License transferable. A
license may be transferred, subject to the approval of the
department, to a person who agrees to comply with the terms,
conditions, and modifications contained in [sections 1
through 36].

NEW SECTION. Section 28. Opinion issued with decision
 -- contents. (1) In rendering a decision on an application
 for a license for a megalandfill, the department shall issue
 an opinion stating its reasons for the action taken.

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1 (2) In addition to the requirements of 75-10-221, any 2 license issued by the department shall include the 3 following:

4 (a) an environmental evaluation statement related to 5 the megalandfill being certified. The statement must include 6 but not be limited to analysis of the following information:

(i) the environmental impact of the proposed facility;

8 (ii) any adverse environmental effects that cannot be
9 avoided by issuance of the license;

(iii) problems and objections raised by other federal
and state agencies and interested groups; and

12 (iv) alternatives to the proposed facility;

13 (b) a plan for monitoring environmental effects of the 14 proposed facility;

15 (c) a plan for monitoring the certified megalandfill
16 site between the time of certification and completion of
17 construction; and

(d) a statement signed by the applicant showing
agreement to comply with the requirements of [sections 1
through 36] and the conditions of the certificate.

21 <u>NEW SECTION.</u> Section 29. Monitoring. The department 22 shall monitor the operations of all certificated facilities 23 to ensure continuing compliance with [sections 1 through 36] 24 and with certificates issued under [section 11] and to 25 discover and prevent noncompliance with [sections 1 through

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1 36] or certificates issued under [section 11].

2 <u>NEW SECTION.</u> Section 30. Revocation or suspension of 3 license. A license may be revoked or suspended by the 4 department following notice and an opportunity for a hearing 5 before the department for:

6 (1) any material false statement in the application or 7 in accompanying statements or studies required of the 8 applicant if a true statement would have warranted the 9 department's refusal to grant a license;

10 (2) failure to comply with the terms or conditions of 11 the certificate; or

12 (3) violation of any provision of [sections 1 through
13 36], rules adopted under [sections 1 through 36], or orders
14 of the department.

15 NEW SECTION. Section 31. Enforcement by residents. (1) 16 A person with knowledge that a requirement of [sections 1 17 through 36] or a rule adopted under [sections 1 through 36] 18 is not being enforced by a public officer or employee whose 19 duty it is to enforce the requirement or rule may bring the 20 failure to enforce to the attention of the public officer or 21 employee by a written statement under oath that states the 22 specific facts of the failure to enforce the requirement or 23 rule. Knowingly making false statements or charges in the 24 statements subjects the person to the penalties prescribed 25 for a violation of 45-7-202.

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(2) If the public officer or employee neglects or 1 refuses for an unreasonable time after receipt of the 2 3 statement to enforce the requirement or rule, the person may bring an action of mandamus in the district court of the 4 5 first judicial district of Montana. If the court finds that a requirement of [sections 1 through 36] or a rule adopted 6 under [sections 1 through 36] is not being enforced, the 7 court may order the public officer or employee whose duty it 8 9 is to enforce the requirement or rule to perform those 10 duties. If he fails to do so, the public officer or employee 11 must be held in contempt of court and is subject to the penalties provided by law. 12

NEW SECTION. Section 32. Action to recover damages to 13 14 water supply. An owner of an interest in real property who 15 obtains all or part of his supply of water for domestic, 16 agricultural, industrial, or other legitimate use from a 17 surface or underground source may sue a person to recover damages for contamination, diminution, or interruption of 18 19 the water supply proximately resulting from the operation of 20 a facility. The remedy provided in this section does not 21 exclude the use of any other remedy that may be available 22 under the laws of the state.

23 <u>NEW SECTION.</u> Section 33. Judicial review of department
24 and board of health decisions. (1) An applicant aggrieved by
25 the final decision of the board on an application for a

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certificate or the final decision of the department on an
 application for a license may obtain judicial review of that
 decision by filing a petition in district court.

4 (2) The judicial review procedure is the same as that 5 for contested cases under Title 2, chapter 4, part 7.

6 (3) This section does not prohibit the department from
7 holding a hearing on all matters that are not the subject of
8 a pending appeal by the applicant under subsection (1).

9 NEW SECTION. Section 34. Penalties for violation --10 civil action by attorney general. (1) (a) A person who 11 commences to construct or operate a megalandfill without 12 obtaining a certificate required under [section 11] and a 13 license required under [section 26], who constructs, 14 operates, or maintains a facility other than in compliance 15 with the certificate or violates any other provision of 16 [sections 1 through 36] or any rule or order adopted under 17 [sections 1 through 36], or who knowingly submits false 18 information in any report, long-range plan, or application required by [sections 1 through 36] is liable for a civil 19 20 penalty as provided in subsection (2).

(b) Each day of a continuing violation constitutes a
 separate offense.

(c) The penalty is recoverable in a civil suit brought
by the attorney general on behalf of the state in the
district court of the first judicial district of Montana.

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1 (2) A person who knowingly violates the provisions of 2 subsection (1) shall be fined not more than \$25,000 for each 3 violation or be imprisoned for not more than 1 year, or 4 both. Each day of a continuing violation constitutes a 5 separate offense.

б (3) In addition to any penalty provided in subsection 7 (1) or (2), whenever the department determines that a person 8 is violating or is about to violate any of the provisions of [sections 1 through 36], it may refer the matter to the 9 10 attorney general who may bring a civil action on behalf of 11 the state in the district court of the first judicial 12 district of Montana for injunctive or other appropriate 13 relief against the violation and to enforce [sections] 14 through 36] or a certificate issued under [section 11]. Upon 15 a proper showing, a permanent or preliminary injunction or 16 temporary restraining order must be granted without bond.

17 (4) The department shall also enforce [sections 1
18 through 36] and may bring legal actions to accomplish the
19 enforcement through its own legal counsel.

20 (5) All fines and penalties collected must be deposited
21 in the solid waste management account for the use of the
22 department in administering [sections 1 through 36].

23 <u>NEW SECTION.</u> Section 35. Order not stayed by appeal - 24 stay or suspension by court -- limitations. An appeal from a
 25 department order does not automatically stay or suspend the

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operation of the order. The court may, upon motion by a
 party, stay or suspend, in whole or in part, the operation
 of the department's order on terms the court considers just.
 The court's action must be in accordance with the practice
 of courts exercising equity jurisdiction, subject to the
 following limitations:

7 (1) A stay may not be granted without notice to the8 parties and an opportunity to be heard by the court.

9 (2) A department order may not be stayed or suspended 10 without finding that irreparable damage would otherwise 11 result to the party seeking the stay or suspension, and a 12 stay or suspension must specify the nature of the damage.

NEW SECTION, Section 36. Surety bond. If an order of 13 14 the department is stayed or suspended, the court may require 15 a bond with good and sufficient surety conditioned that the 16 party petitioning for review answer for all damages caused 17 by the delay in enforcing the order of the department. The cost of the bond is not chargeable to the applicant as part 18 19 of the fee. If the party petitioning for review prevails 20 upon final resolution of an appeal, the party does not 21 forfeit bond and is not responsible for damages caused by 22 delay.

<u>NEW SECTION.</u> Section 37. Codification instruction.
[Sections 1 through 36] are intended to be codified as an
integral part of Title 75, chapter 10, and the provisions of

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- 1 Title 75, chapter 10, apply to [sections 1 through 36].
- 2 NEW SECTION. Section 38. Effective date. [This act] is
- 3 effective on passage and approval.

-End-

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1 2

1	HOUSE BILL NO. 377
2	INTRODUCED BY RANEY, WEEDING, HARP, T. BECK, YELLOWTAIL,
3	DRISCOLL, GILBERT
4	BY REQUEST OF THE ENVIRONMENTAL QUALITY COUNCIL
5	
6	A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING A
7	CERTIFICATION AND LICENSING PROCESS FOR MEGALANDFILLS;
8	PROVIDING FOR CONTRACTS FOR INFORMATION; REQUIRING THE
9	SUBMISSION OF LONG-RANGE PLANS; REQUIRING A CERTIFICATE OF
10	SITE ACCEPTABILITY; SPECIFYING ENVIRONMENTAL FACTORS TO BE
11	EVALUATED; REQUIRING A FILING FEE; PROVIDING A CONTESTED
12	CASE HEARINGS PROCESS; SPECIFYING DECISIONMAKING CRITERIA;
13	REQUIRING A LICENSE; REQUIRING MONITORING; PROVIDING FOR
14	ENFORCEMENT BY RESIDENTS; PROVIDING A MECHANISM TO RECOVER
15	DAMAGES FOR CONTAMINATION OF A DRINKING WATER SUPPLY;
16	PROVIDING FOR JUDICIAL REVIEW; PROVIDING PENALTIES FOR
17	VIOLATIONS; PROVIDING A SURETY BOND; AND PROVIDING AN
18	IMMEDIATE EFFECTIVE DATE."

19 20

STATEMENT OF INTENT

21 A statement of intent is required for this bill because 22 it grants rulemaking authority to the board of health and 23 environmental sciences and to the department of health and 24 environmental sciences. It is the intent of the legislature 25 that these regulations be designed to protect the public

cana Legislative Council

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health, safety, and welfare and the environment.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

4 <u>NEW SECTION.</u> Section 1. Short title. [Sections 1 5 through 36] may be cited as the "Montana Megalandfill Siting 6 Act".

NEW SECTION. Section 2. Purpose. 7 (1) It is the constitutionally declared policy of this state to maintain 8 9 and improve a clean and healthful environment for present 10 and future generations, to protect the environment from 11 degradation and prevent unreasonable depletion and 12 degradation of natural resources, and to provide for 13 administration and enforcement to attain these objectives.

14 (2) The construction of solid waste facilities that 15 dispose of over 200,000 tons of waste a year (megalandfills) may be necessary to meet increasing state and national needs 16 17 for solid waste disposal capacity. However, due to the volume of waste processed, megalandfills may adversely 18 19 affect the environment, surrounding communities, and the welfare of the citizens of this state. Therefore, it is 20 21 necessary to ensure that the location, construction, and 22 operation of megalandfills will produce minimal adverse 23 effects on the environment and upon the citizens of this 24 state by providing that a megalandfill may not be 25 constructed or operated within this state without a THIRD READING

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AS AMENDED

1 certificate of site acceptability pursuant to [section 11]
2 and a license to operate acquired pursuant to [section 26]
3 and 75-10-221.

<u>NEW SECTION.</u> Section 3. Definitions. As used in
[sections 1 through 36], the following definitions apply:

6 (1) "Application" means an application for a 7 certificate and license submitted in accordance with 8 [sections 11 through 28] and the rules adopted under 9 [sections 11 through 28].

10 (2) "Board" means the board of health and environmental
11 sciences provided for in 2-15-2104.

12 (3) "Certificate" means the certificate of site
13 acceptability issued by the board under [section 11] that is
14 required for siting a megalandfill.

(4) "Commence to construct" means:

15

(a) any clearing of land, excavation, construction, or
other action that would affect the environment of the site,
except that the term does not mean changes for securing
geological data, including necessary borings to ascertain
subsurface conditions;

(b) the modification or upgrading of an existing solid
waste disposal facility into a megalandfill, except that the
term does not pertain to maintenance or repair of an
existing facility.

25 (5) "Department" means the department of health and

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environmental sciences provided for in Title 2, chapter 15,
 part 21.

3 (6) "Dispose" or "disposal" means the discharge, 4 injection, deposit, dumping, spilling, leaking, or placing 5 of any solid waste into or onto the land so that the solid 6 waste or any constituent of it may enter the environment or 7 be emitted into the air or discharged into any water, 8 including ground waters.

9 (7) "Megalandfill" <u>OR "PACILITY"</u> means any new or 10 existing solid waste landfill facility that accepts more 11 than 200,000 tons a year of solid waste <u>OR ANY ASH MONOFILL</u> 12 <u>THAT ACCEPTS 35,000 TONS OR MORE A YEAR OF SOLID WASTE</u> 13 INCINERATOR ASH, EITHER FLY ASH OR BOTTOM ASH.

(0) "Person" means an individual, firm, partnership,
company, association, corporation, city, town, local
governmental entity, or any other governmental or private
entity, whether organized for profit or not.

18 (9) (a) "Solid waste" means all putrescible and 19 nonputrescible wastes, including but not limited to garbage; 20 rubbish; refuse; ashes; sludge from sewage treatment plants, 21 water supply treatment plants, or air pollution control 22 facilities; construction and demolition wastes; dead animals, including offal; discarded home and industrial 23 appliances; wood products or wood byproducts; and inert 24 materials. 25

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(b) "Solid waste" does not mean municipal sewage,
 industrial wastewater effluents, mining wastes regulated
 under the mining and reclamation laws administered by the
 department of state lands, slash and forest debris regulated
 under laws administered by the department of state lands, or
 marketable byproducts.

7 (10) "Solid waste landfill" means any publicly or
8 privately owned landfill or landfill unit that receives
9 household waste or other types of waste, including
10 commercial waste, nonhazardous sludge, and industrial solid
11 waste. The term does not include land application units,
12 surface impoundments, injection wells, or waste piles.

NEW SECTION. Section 4. Adoption of rules by board. 13 14 The board may adopt rules implementing the certification provisions of [sections 1 through 36], including rules 15 regarding the filing and contents of the application, proof 16 17 of service and notice requirements, environmental factors to 18 be evaluated, filing fee, hearings process, and other components of the certificate and certification process that 19 20 the board considers necessary.

21 <u>NEW SECTION.</u> Section 5. Adoption of rules by 22 department. The department may adopt rules implementing the 23 licensing provisions of [sections 1 through 36], including 24 rules regarding the contents of the application, monitoring, 25 and other components of the license and licensing process HB 0377/03

1 that the department considers necessary.

2 <u>NEW SECTION.</u> Section 6. Contracts for information. (1) 3 The department may contract with a potential applicant under 4 [sections 1 through 36] in advance of the filing of a formal 5 application for the development of information or the 6 provision of services by the department required under 7 [sections 1 through 36].

8 (2) Payments made to the department under a contract
9 must be credited against the fee payable under [section 16].
10 <u>NEW SECTION.</u> Section 7. Grants, gifts, and funds. The
11 department may receive grants, gifts, and other funds from
12 any public or private source to assist in its activities
13 under [sections 1 through 36].

14 NEW SECTION. Section 8. Money to soliđ waste 15 management account. All fees, taxes, fines, and penalties 16 collected under [sections 1 through 36], except those 17 collected by a justice's court, must be deposited in the 18 solid waste management account as provided in 75-10-117 for 19 use by the department in carrying out its functions and 20 responsibilities related to solid waste management.

21 <u>NEW SECTION.</u> Section 9. Annual long-range plan 22 submitted -- contents -- available to public. (1) A person 23 may not file an application for a certificate of site 24 acceptability required by [section 11] unless the 25 megalandfill has been adequately identified in a long-range

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plan at least 2 years prior to acceptance of an application
 by the departme t.

3 (2) The annual long-range plan must be submitted by4 July 1 of each year and must include the following:

5 (a) the general location, size, and type of all 6 facilities to be owned and operated by the person for which 7 construction is projected during the ensuing 2 years, as 8 well as those facilities to be closed during the planning 9 period;

10 (b) a description of the efforts to involve 11 environmental protection and land use planning agencies in 12 the planning process, as well as other efforts to identify 13 and minimize environmental problems at the earliest possible 14 stage in the planning process;

15 (c) projections of the demand for the service rendered 16 by the person and an explanation of the basis for those 17 projections and a description of the manner and extent to 18 which the proposed facilities will meet the projected 19 demand; and

(d) additional information that the department by rule
or the department on its own initiative or upon the advice
of interested state agencies requests in order to carry out
the purposes of [sections 1 through 36].

(3) The plan must be furnished to the governing body ofeach county in which any facility included in the plan under

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subsection (2)(a) is proposed to be located and must be made 1 available to the public by the department. The applicant 2 shall give public notice throughout the state by publishing 3 at least once a week for 2 consecutive weeks a summary of 4 the proposed plan in newspapers of general circulation. The 5 plan must also be filed with the environmental quality 6 council, the department of highways, the department of state 7 lands, the department of fish, wildlife, and parks, the 8 department of commerce, and the department of natural 9 resources and conservation. Interested persons may obtain a 10 copy of the plan by written request and payment to the 11 department of the costs of copying the plan. 12

NEW SECTION. Section 10. Study of included facilities. 13 If a person identifies a proposed facility in its long-range 14 plan, submitted pursuant to {section 9], as one on which 15 construction is proposed within the 2-year period following 16 submission of the plan, the department shall begin to 17 examine and evaluate the proposed site to determine whether 18 construction of the proposed facility would unduly impair 19 the environmental, SOCIAL, AND ECONOMIC values described in 20 [section 15]. The study may be continued until a person 21 files an application for a certificate under [section 11]. 22 Information gathered under this section may be used to 23 support findings and recommendations required for issuance 24 of a certificate and a license. 25

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<u>NEW SECTION.</u> Section 11. Certificate required. (1) A
 person may not construct a megalandfill in the state without
 first applying for and obtaining a certificate of site
 acceptability from the board.

5 (2) A certificate may only be issued pursuant to 6 [sections 11 through 25].

7 <u>NEW SECTION.</u> Section 12. Certificate transferable. A 8 certificate may be transferred, subject to the approval of 9 the board, to a person who agrees to comply with the terms, 10 conditions, and modifications contained in [sections 1 11 through 36].

12 <u>NEW SECTION.</u> Section 13. Application -- filing and 13 contents -- proof of service and notice. (1) (a) An 14 applicant shall file with the department an application for 15 a certificate under [section 11] in a form the board 16 requires, containing the following information:

17 (i) a description of the proposed location and of the 18 facility to be built;

(ii) a summary of any studies that have been made of the
environmental impact, SOCIAL, AND ECONOMIC IMPACTS of the
facility;

(iii) a description of at least three reasonable
alternate locations for the facility, a general description
of the comparative merits and detriments of each location
submitted, and a statement of the reasons why the proposed

1 location is best suited for the facility;

2 (iv) baseline data for the primary and reasonable3 alternate locations;

4 (v) at the applicant's option, an environmental study
5 plan to satisfy the requirements of [sections 1 through 36];
6 and

7 (vi) other information that the applicant considers
8 relevant or that the board by order or rule may require <u>OR</u>
9 THAT THE DEPARTMENT BY ORDER OR RULE MAY REQUIRE.

(b) A copy or copies of the studies referred to in
subsection (1)(a)(ii) must be filed with the department, if
ordered, and must be available for public inspection.

13 (2) An application must be accompanied by proof of 14 service of a copy of the application on the chief executive 15 officer of each unit of local government, each county 16 commissioner, city or county planning board, and solid waste 17 district, and each federal agency charged with the duty of 18 protecting the environment or of planning land use located 19 in the area in which any portion of the proposed facility is 20 proposed or is alternatively proposed to be located and on the following state government agencies: 21

- 22 (a) environmental quality council;
- 23 (b) department of fish, wildlife, and parks;
- 24 (c) department of state lands;
- 25 (d) department of commerce;

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1 (e) department of highways; and

2 (f) department of natural resources and conservation.

3 (3) An application must be accompanied by proof that 4 public notice was given to persons residing in the area in 5 which any portion of the proposed facility is proposed or is 6 alternatively proposed to be located by publication of a 7 summary of the application in newspapers of general 8 circulation that will substantially inform those persons of 9 the application.

10 <u>NEW SECTION.</u> Section 14. Supplemental material -11 amendments. (1) An application for an amendment of an
12 application or a certificate must be in a form and contain
13 information as the board by rule or the department by order
14 prescribes. Notice of an amendment must be given as provided
15 in [section 13(3) and (4)].

16 (2) An application may be amended by an applicant any 17 time prior to the report made by the department under 18 (section 17). If the proposed amendment prevents the 19 department from carrying out its duties and responsibilities 20 under (sections 1 through 36), the department may require 21 additional filing fees as the department determines 22 necessary or may require a new application and filing fee.

(3) The applicant shall submit supplemental material in
a timely manner as requested by the department or as offered
by the applicant to explain, support, or provide details

1 with respect to an item described in the original 2 application. This supplemental material may be submitted 3 without filing an application for an amendment. The 4 department's determination as to whether information is 5 supplemental or whether an application for amendment is 6 required is conclusive.

7 NEW SECTION. Section 15. Environmental, SOCIAL, AND 8 ECONOMIC factors evaluated during certification. In evaluating applications for a certificate of 9 site acceptability, the department shall give consideration to 10 11 the following list of environmental factors and regulations, 12 where applicable, and may by rule add to the factors 13 enumerated in this section:

14 (1) siting criteria for municipal solid waste landfills
15 consistent with federal requirements as described in 40 CFR
16 part 258;

17 (2) siting criteria described under the Montana Solid
18 Waste Management Act, Title 75, chapter 10, part 2, and
19 rules adopted under that part;

20 (3) the Montana solid waste management plan;

21 (4) solid waste disposal needs, including:

(a) availability and desirability of alternative
 sources <u>METHODS</u> of solid waste disposal in lieu of the
 proposed facility;

25 (b) promotional activities of the applicant that may

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1	have given rise to the need for the facility;	1	(j) the
2	(c) social benefits <u>CHANGES</u> resulting from the	2	archaeologica
3	facility, including protection of public health and	3	(k) the
4	environmental quality; and	4	accommodation
5	(d) integrated waste management activities that could	5	(1) opp
6	reduce the need for additional solid waste disposal	6	disposal-int
7	capacity;	7	(M) THE
8	(5) land use impacts, including:	8	GOVERNMENT I
9	(a) the area of land required and its ultimate use;	9	(6) wat
10	(b) consistency with state and regional solid waste	10	(a) hyd
11	plans;	11	and the impa
12	(c) consistency with existing and projected nearby land	12	reservoirs;
13	use;	13	(b) hyd
14	(d) alternative uses of the site;	14	ground wate
15	(e) the impact on the population already in the area	15	potential fo
16	and the population attracted by construction or operation of	16	ground water
17	the facility;	17	(c) an
18	(f) the impact of availability of solid waste disposal	18	chemical, a
19	at the facility on growth patterns and population dispersal;	19	(d) hy
20	(g) construction materials and practices, including	20	receiving w
21	quality control and quality assurance plans to be followed	21	(e) th
22	during construction of all phases of the proposed facility;	22	(f) th
23	<pre>(h) scenic impacts;</pre>	23	(g) th
24	(i) the effects on natural systems, wildlife, and plant	24	algae, macr
25	life;	25	(h) ef

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(j) the impacts on important historic, architectural, aeological, and cultural areas and features; and public facilities

mmodations; and

(1) opportunities for joint use with solid waste

on

osal-intensive industries; AND

(M) THE ECONOMIC IMPACT ON THE LOCAL AREA, LOCAL

RNMENT INFRASTRUCTURE, AND EXISTING INDUSTRY;

(6) water resources impacts, including:

impacts

(a) hydrologic studies of the adequacy of water supply the impact of the facility on streamflow, lakes, and ervoirs;

(b) hydrologic studies of the impact of the facility on und water, including vadose zone studies describing the ential for leachate to migrate from the facility to und water;

(c) an inventory of effluents, including physical,

mical, and biological characteristics;

(d) hydrologic studies of effects of effluents on eiving waters;

(e) the effect of the facility on water quality;

(f) the facility's projected water uses;

(g) the effects on plant and animal life, including

gae, macroinvertebrates, and fish population;

significant (h) effects on unique or otherwise

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1 ecosystems, such as wetlands; and 2 (i) ground water, vadose zone, and methane gas 3 monitoring systems and programs; and (7) characteristics of solid wastes that will be 4 5 disposed of at the facility, including: (a) the rate of solid waste disposal; 6 (b) the solid waste handling practices proposed to be 7 8 used: and 9 (c) the present and expected future physical and chemical characteristics of the solid waster; AND 10 (D) INSPECTION PRACTICES FOR PREVENTING THE ILLEGAL 11 12 DUMPING OF HAZARDOUS WASTE INTO THE FACILITY; 13 (8) TRANSPORTATION PRACTICES, INCLUDING: 14 (A) ROUTE AND MODE OF TRANSPORTING WASTE; 15 (B) ENVIRONMENTAL, SOCIAL, AND ECONOMIC IMPACTS OF 16 TRANSPORTATION FACILITIES; AND (C) TRANSFER FACILITIES. 17 NEW SECTION. Section 16. Filing fee -- accountability 18 -- refund -- use. (1) (a) The applicant shall pay to the 19 department a filing fee as provided in this section based 20 upon the department's estimated costs of processing the 21 application for a certificate. The filing fee must be 22 deposited in the solid waste management account for the use 23 of the department in administering [sections 1 through 36]. 24 The initial filing fee may not exceed the following scale 25

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based upon the megalandfill's projected annual tonnage of waste:

3 (i) a base fee of \$40,000; plus

4 (ii) 20 cents per ton for every ton of waste over 5 200,000 tons.

6 (b) The department may allow a credit against the fee payable under this section for the applicant's costs of 7 developing information or providing services required under R [sections 1 through 36] or required for preparation of an 9 10 environmental impact statement under the Montana Environmental Policy Act, Title 75, chapter 1, part 1, or 11 12 the National Environmental Policy Act, 42 U.S.C. 4321, et The applicant may submit the information or a 13 seq. description of the services performed to the department, 14 15 together with an accounting of the expenses incurred in 16 preparing the information or performing the services. The department shall evaluate the applicability, validity, and 17 18 usefulness of the data or services and determine the 19 expenses that may be credited against the filing fee payable under this section. Upon 30 days' notice to the applicant, 20 21 this credit may at any time be reduced if the department 22 determines that the amount to be credited is necessary to 23 carry out its responsibilities under (sections 1 through 36]. 24

(2) (a) The department may contract with an applicant

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1 after the filing of a formal application for the development 2 of information or the provision of services required under 3 [sections 1 through 36]. The contract may continue an 4 agreement entered into pursuant to [section 6]. Payments made to the department under a contract must be credited 5 against the fee payable under this section. The revenue 6 7 derived from the filing fee must be sufficient to enable the department and the board to carry out their responsibilities 8 9 under [sections 1 through 36]. The department may amend a 10 contract to require additional payments for necessary 11 expenses up to the limits set forth in subsection (1)(a)12 upon 30 days' notice to the applicant. The department and applicant may enter into a contract that exceeds the scale 13 14 provided in subsection (1)(a).

(b) If a contract is not entered into, the applicant shall pay the filing fee in installments in accordance with a schedule of installments developed by the department; however, an installment may not exceed 20% of the total filing fee provided for in subsection (1).

(3) The applicant is entitled to an accounting of money
spent and to a refund with interest at the rate of 6% a year
of the portion of the filing fee not spent by the department
in carrying out its responsibilities under [sections 1
through 36]. A refund must be made after all administrative
and judicial remedies have been exhausted by all parties to

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1 the certification proceedings.

11

2 (4) The revenue derived from the filing fees must be 3 used by the department in compiling the information required 4 for rendering a decision on a certificate and for carrying 5 out other responsibilities of the department and the board 6 under [sections 1 through 36].

NEW SECTION. Section 17. Study, evaluation, and report
on proposed facility. (1) After receipt of an application,
the department shall within 90 days notify the applicant in
writing that:

(a) the application is accepted as complete; or

(b) the application is not complete and list the deficiencies. Upon correction of these deficiencies and resubmission by the applicant, the department shall within 30 days notify the applicant in writing that the application is in compliance and is accepted as complete.

17 (2) Upon receipt of an application complying with 18 [sections 9 through 17], the department shall commence an 19 intensive study and evaluation of the proposed facility and 20 its effects, considering all applicable criteria listed in 21 [section 24]. The department shall use, to the extent it 22 considers applicable, valid and useful existing studies and reports submitted by the applicant or compiled by a state or 23 24 federal agency. 25 (3) Within 1 year following acceptance of a complete

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1 application for a facility, the department shall make a
2 report to the .oard that must contain the department's
3 studies, evaluations, recommendations, other pertinent
4 documents resulting from its study and evaluation, and an
5 environmental impact statement or analysis prepared pursuant
6 to the Montana Environmental Policy Act, Title 75, chapter
7 l, part-17 if applicable.

8 <u>NEW SECTION.</u> Section 18. Voiding of application. An 9 application may be voided by the department for:

10 (1) any material and knowingly false statement in the 11 application or in accompanying statements or studies 12 required of the applicant;

13 (2) failure to file an application in substantially the
14 form and content required by [section 13] and the rules
15 adopted under [section 13]; or

16 (3) failure to deposit the filing fee as provided in 17 [section 16].

18 NEW SECTION. Section 19. Hearing date -- location --19 department to act as staff. (1) Upon receipt of the department's report submitted under [section 17], the board 20 shall set a date for a hearing to begin not more than 120 21 22 days after receipt of the report. A certification hearing 23 must be conducted by the board in Helena or in the county 24 seat of the county in which the facility or the greatest 25 portion of the facility is to be located.

1 (2) Except as provided in [section 21], the department 2 shall act as the staff for the board throughout the 3 decisionmaking process and the board may request that the 4 department present testimony or cross-examine witnesses as 5 the board considers necessary and appropriate.

6 NEW SECTION. Section 20. Certificate amendments. (1) Within 30 days after notice of an amendment to a certificate 7 is given as provided in [section 14], including notice to all active parties to the original proceeding, 9 the 10 department shall determine whether the proposed change in the facility would result in a material increase in any 11 environmental impact, SOCIAL, AND ECONOMIC IMPACTS caused by 12 13 the facility or a substantial change in the location of all 14 or a portion of the facility as set forth in the certificate. If the department determines that the proposed 15 change would result in a material increase in any 16 17 environmental impact caused by the facility or a substantial 18 change in the location of all or a portion of the facility, the board shall hold a hearing in the same manner as a 19 hearing is held on an application for a certificate. After 20 21 the hearing, the board shall grant, deny, or modify the 22 amendment with conditions it considers appropriate.

23 (2) In cases where the department determines that the 24 proposed change in the facility would not result in a 25 material increase in any environmental impact or would not

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be a substantial change in the location of all or a portion of the facility, the board shall grant the amendment either as applied for or upon terms or conditions as the board considers appropriate unless the department's determination is appealed to the board within 15 days after notice of the department's determination is given.

7 (3) If the department or the board, under subsection 8 (4), determines that a hearing is required because the 9 proposed change would result in a material increase in any 10 environmental impact of the facility or a substantial change 11 in the location of all or a portion of the facility, the 12 applicant has the burden of showing by clear and convincing 13 evidence that the amendment should be granted.

14 (4) If the department determines that the proposed 15 change in the facility would not result in a material 16 increase in any environmental impact or would not be a 17 substantial change in the location of all or a portion of 18 the facility and a hearing is required because the 19 department's determination is appealed to the board as 20 provided in subsection (2), the appellant has the burden of 21 showing by clear and convincing evidence that the proposed 22 change in the facility would result in a material increase 23 in any environmental impact of the facility or a substantial 24 change in the location of all or a portion of the facility 25 as set forth in the certificate.

NEW SECTION. Section 21. Hearing examiner 1 restrictions -- duties. (1) The board shall appoint a 2 hearing examiner to conduct certification proceedings under 3 [sections 1 through 36]. The hearing examiner may not be a 4 member of the board or an employee of the department or the board. A hearing examiner must be appointed within 20 days 6 after the department's report has been filed with the board. 7 (2) A prehearing conference must be held, following 8 notice, within 60 days after the department's report has 9 been filed with the board. 10 (3) The prehearing conference must be organized and 11

12 supervised by the hearing examiner.

13 (4) The prehearing conference must be directed toward a
14 determination of the issues presented by the application,
15 the department's report, and an identification of the
16 witnesses and documentary exhibits to be presented by the
17 active parties who intend to participate in the hearing.

(5) The hearing examiner shall require the active 18 parties to submit, in writing, and serve upon the other 19 active parties all direct testimony that they propose and 20 any studies, investigations, reports, or other exhibits that 21 any active party wishes the board to consider. These written 22 exhibits and any documents that the board itself wishes to 23 use or rely on must be submitted and served at least 20 days 24 prior to the date set for the hearing. For good cause shown, 25

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the hearing examiner may allow the introduction of new
 evidence at any cime.

3 (6) The hearing examiner shall allow discovery that 4 must be completed before the commencement of the hearing 5 upon good cause shown and under other conditions as the 6 hearing examiner prescribes.

7 (7) Public witnesses and other interested public 8 parties may appear and present oral testimony at the hearing 9 or submit written testimony to the hearing examiner at the 10 time of their appearance. These witnesses are subject to 11 cross-examination.

(8) The hearing examiner shall issue a prehearing order 12 specifying the issues of fact and of law, identifying the 13 witnesses of the active parties, naming the public witnesses 14 and other interested parties who have submitted written 15 testimony in lieu of appearance, outlining the order in 16 which the hearing will proceed, setting forth those criteria 17 listed in [section 24] as to which no issue of fact or law 18 has been raised and that are conclusively presumed and are 19 not subject to further proof except for good cause shown, 20 and any other special rules to expedite the hearing that the 21 hearing examiner adopts with the approval of the board. 22

(9) At the conclusion of the hearing, the hearing
examiner shall declare the hearing closed and shall, within
60 days of that date, prepare and submit to the board

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proposed findings of fact, conclusions of law, and a
 recommended decision.

3 (10) The hearing examiner appointed to conduct a 4 certification proceeding under this section shall ensure 5 that the time of the proceeding, from the date the 6 department's report is filed with the board until the 7 recommended report and order of the examiner is filed with 8 the board, does not exceed 9 calendar months unless extended 9 by the board for good cause.

(11) The board or hearing examiner may waive all or a
portion of the procedures set forth in subsections (2)
through (8) to expedite the hearing for a facility when the
department has recommended approval of a facility and no
objections have been filed.

15 <u>NEW SECTION.</u> Section 22. Parties to certification 16 proceeding -- waiver -- statement of intent to participate. 17 (1) The parties to a certification proceeding or to a 18 proceeding involving the issuance of a decision, opinion, 19 order, certification, or permit by the board under [sections 1 through 36] may include as active parties:

21 (a) the applicant;

(b) each political entity, unit of local government,
and government agency entitled to receive service of a copy
of the application under [section 13];

25 (c) a person entitled to receive service of a copy of

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1	the application under [section 13];
2	(d) a nonprofit organization formed in whole or in part
3	to:
4	(i) promote conservation or natural beauty;
5	(ii) protect the environment, personal health, or other
6	biological values;
7	(iii) preserve historical sites;
8	(iv) promote consumer interests;
9	(v) represent commercial and industrial groups; or
10	(vi) promote the orderly development of the areas in
11	which the facility is to be located; and
12	(e) any other interested person who establishes an
13	interest in the proceeding.
14	(2) The department must be an active party in any
15	certification proceeding in which the department recommends
16	denial of all or a portion of a facility.
17	(3) The parties to a certification proceeding may also
18	include, as public parties, any Montana citizen and any
19	party referred to in subsections (1)(b) through (1)(e).
20	(4) A party waives the right to be a party if the party
21	does not participate in the hearing before the board.
22	(5) Each unit of local government entitled to receive
23	service of a copy of the application under [section 13]
24	shall file with the board a statement showing whether the
25	unit of local government intends to participate in the
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certification proceeding. If the unit of local government does not intend to participate, it shall list in this statement its reasons for failing to do so. This statement of intent must be published before the proceeding begins in a newspaper of general circulation within the jurisdiction of the applicable unit of local government.

NEW SECTION. Section 23. Record 7 of hearing ___ procedure -- rules of evidence -- burden of proof. (1) Any 8 9 studies, investigations, reports, or other documentary 10 evidence, including those prepared by the department, that 11 any party wishes the board to consider or that the board 12 itself expects to use or rely upon must be made a part of 13 the record.

14 (2) A record must be made of the hearing and of all15 testimony taken.

16 (3) In a certification proceeding held under [section
17 19], the applicant has the burden of showing by clear and
18 convincing evidence that the application should be granted
19 and that the criteria of [section 24] are met.

(4) All proceedings under [sections 19 through 23] are governed by the procedures set forth in [sections 19 through 23], the procedural rules adopted by the board, and the Montana Rules of Evidence unless one or more rules of evidence are waived by the hearing examiner upon a showing of good cause by one or more of the parties to the hearing.

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No other rules of procedure or evidence apply except that
 the contested case procedures of the Montana Administrative
 Procedure Act apply if not in conflict with the procedures
 set forth in [sections 19 through 23] or the procedural
 rules adopted by the board.

NEW SECTION. Section 24. Decision of board -- findings 6 7 necessary for certification. (1) Within ±80 90 days after 8 submission of the recommended decision by the department, 9 the board shall make complete findings, issue an opinion, 10 and render a final decision upon the record, either granting 11 or denying the application for a certificate as filed or 12 granting it upon terms, conditions, or modifications of the 13 siting of the facility as the board considers appropriate.

14 (2) The board may not grant a certificate either as
15 proposed by the applicant or as modified by the board unless
16 it finds and determines:

17 (a) the nature of the probable environmental impact;

(b) that the facility minimizes adverse environmental
impact, considering the state of available technology and
the nature and economics of the various alternatives;

(c) that the location of the facility as proposed
conforms to applicable state and local laws and regulations,
except that the board may refuse to apply any local law or
regulation if it finds that, as applied to the proposed
facility, the law or regulation is unreasonably restrictive

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in view of the existing technology, of factors of cost or
 economics, or of the needs of consumers, whether located
 inside or outside of the directly affected government
 subdivisions;

(d) that the facility will serve the public interest;

6 (e) any impacts of the facility according to each of7 the criteria listed in [section 15];

8 (f) that-the-proposed--site--is--better--suited--for--a
9 landfill--than--alternate-sites-in-the-state-where-the-waste
10 originates THE SOLID WASTE DISPOSAL NEEDS LISTED IN [SECTION
11 15(4)]; and

(g) that the applicant has fully mitigated the loss of
wildlife habitat, either through onsite or offsite habitat
improvements.

15 (3) In determining that the facility will serve the 16 public interest, the board shall consider:

17 (a) the items listed in subsections (2)(a) and (2)(b);

18 (b) the benefits to the applicant and the state 19 resulting from the proposed facility;

20 (c) the effects of the economic activity resulting from21 the proposed facility;

22 (d) the effects of the proposed facility on the public

23 health, welfare, and safety; and

24 (e) any other factors that it considers relevant.

25 NEW SECTION. Section 25. Conditions imposed. If the

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1 board determines that the location of all or a part of the 2 proposed megalandfill should be modified, it may condition 3 its certificate upon the modification, provided that the persons residing in the area affected by the modification 4 5 have been given reasonable notice of the modification.

NEW SECTION. Section 26. License required. (1) A 6 person may not commence to construct a megalandfill in the 7 8 state without first applying for and obtaining a license 9 pursuant to 75-10-221. The licensing process must be 10 concurrent with the certification process required in 11 [section 11 through 25].

12 (2) The department shall make the decision to grant or 13 deny the license within 30 days of the certification decision, as provided in [section 24]. 14

15 (3) Once a license has been issued, a megalandfill may 16 not be constructed, operated, or maintained except in 17 conformity with the license and any terms, conditions, and modifications contained in the license. 18

NEW SECTION. Section 27. License 19 transferable. А 20 license may be transferred, subject to the approval of the 21 department, to a person who agrees to comply with the terms, 22 conditions, and modifications contained in [sections 1 23 through 36].

24 NEW SECTION. Section 28. Opinion issued with decision 25 -- contents. (1) In rendering a decision on an application

for a license for a megalandfill, the department shall issue 1 2 an opinion stating its reasons for the action taken.

(2) In addition to the requirements of 75-10-221, any 3 4 license issued by the department shall include the 5 following:

6 (a) an environmental evaluation statement related to 7 the megalandfill being certified. The statement must include 8 but not be limited to analysis of the following information:

9 (i) the environmental impact of the proposed facility;

10 (ii) any adverse environmental effects that cannot be avoided by issuance of the license; 11

12 (iii) problems and objections raised by other federal

13 and state agencies and interested groups; and

14 (iv) alternatives to the proposed facility;

15 (b) a plan for monitoring environmental effects of the 16 proposed facility:

17 (c) a plan for monitoring the certified megalandfill site between the time of certification and completion of 18 19 construction; and

20 (d) a statement signed by the applicant showing 21 agreement to comply with the requirements of [sections 1 22 through 36] and the conditions of the certificate.

NEW SECTION. Section 29. Monitoring. The department 23 24 shall monitor the operations of all certificated facilities 25 to ensure continuing compliance with [sections 1 through 36]

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and with certificates issued under [section 11] and to
 discover and provent noncompliance with [sections 1 through
 36] or certificates issued under [section 11].

4 <u>NEW SECTION.</u> Section 30. Revocation or suspension of 5 license. A license may be revoked or suspended by the 6 department following notice and an opportunity for a hearing 7 before the department for:

8 (1) any material false statement in the application or
9 in accompanying statements or studies required of the
10 applicant if a true statement would have warranted the
11 department's refusal to grant a license;

12 (2) failure to comply with the terms or conditions of 13 the certificate; or

14 (3) violation of any provision of [sections 1 through
15 36], rules adopted under [sections 1 through 36], or orders
16 of the department.

17 NEW SECTION. Section 31. Enforcement by residents. (1) 18 A person with knowledge that a requirement of [sections] through 36] or a rule adopted under [sections 1 through 36] 19 20 is not being enforced by a public officer or employee whose 21 duty it is to enforce the requirement or rule may bring the 22 failure to enforce to the attention of the public officer or 23 employee by a written statement under oath that states the specific facts of the failure to enforce the requirement or 24 25 rule. Knowingly making false statements or charges in the

statements subjects the person to the penalties prescribed
 for a violation of 45-7-202.

3 (2) If the public officer or employee neglects or 4 refuses for an unreasonable time after receipt of the 5 statement to enforce the requirement or rule, the person may б bring an action of mandamus in the district court of the 7 first judicial district of Montana. If the court finds that 8 a requirement of [sections 1 through 36] or a rule adopted 9 under [sections 1 through 36] is not being enforced, the 10 court may order the public officer or employee whose duty it 11 is to enforce the requirement or rule to perform those 12 duties. If he fails to do so, the public officer or employee 13 must be held in contempt of court and is subject to the penalties provided by law. 14

NEW SECTION. Section 32. Action to recover damages to 15 16 water supply. An owner of an interest in real property who 17 obtains all or part of his supply of water for domestic, agricultural, industrial, or other legitimate use from a 18 19 surface or underground source may sue a person to recover 20 damages for contamination, diminution, or interruption of 21 the water supply proximately resulting from the operation of 22 a facility. The remedy provided in this section does not 23 exclude the use of any other remedy that may be available 24 under the laws of the state.

25 NEW SECTION. Section 33. Judicial review of department

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and board of health decisions. (1) An applicant aggrieved by
 the final decision of the board on an application for a
 certificate or the final decision of the department on an
 application for a license may obtain judicial review of that
 decision by filing a petition in district court.

6 (2) The judicial review procedure is the same as that7 for contested cases under Title 2, chapter 4, part 7.

8 (3) This section does not prohibit the department from
9 holding a hearing on all matters that are not the subject of
10 a pending appeal by the applicant under subsection (1).

11 NEW SECTION. Section 34. Penalties for violation ---12 civil action by attorney general. (1) (a) A person who 13 commences to construct or operate a megalandfill without 14 obtaining a certificate required under [section 11] and a 15 license required under [section 26], who constructs, 16 operates, or maintains a facility other than in compliance 17 with the certificate or violates any other provision of [sections 1 through 36] or any rule or order adopted under 18 19 [sections 1 through 36], or who knowingly submits false 20 information in any report, long-range plan, or application 21 required by [sections 1 through 36] is liable for a civil penalty as provided in subsection (2). 22

23 (b) Each day of a continuing violation constitutes a24 separate offense.

25 (c) The penalty is recoverable in a civil suit brought

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by the attorney general on behalf of the state in the
 district court of the first judicial district of Montana.

3 (2) A person who knowingly violates the provisions of 4 subsection (1) shall be fined not more than \$25,000 for each 5 violation or be imprisoned for not more than 1 year, or 6 both. Each day of a continuing violation constitutes a 7 separate offense.

(3) In addition to any penalty provided in subsection 8 9 (1) or (2), whenever the department determines that a person 10 is violating or is about to violate any of the provisions of 11 [sections 1 through 36], it may refer the matter to the 12 attorney general who may bring a civil action on behalf of 13 the state in the district court of the first judicial 14 district of Montana for injunctive or other appropriate 15 relief against the violation and to enforce [sections] 16 through 36] or a certificate issued under [section 11]. Upon 17 a proper showing, a permanent or preliminary injunction or 18 temporary restraining order must be granted without bond.

19 (4) The department shall also enforce [sections 1
20 through 36] and may bring legal actions to accomplish the
21 enforcement through its own legal counsel.

(5) All fines and penalties collected must be deposited
in the solid waste management account for the use of the
department in administering [sections 1 through 36].

25 NEW SECTION. Section 35. Order not stayed by appeal --

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1 stay or suspension by court -- limitations. An appeal from a 2 department order does not automatically stay or suspend the 3 operation of the order. The court may, upon motion by a 4 party, stay or suspend, in whole or in part, the operation 5 of the department's order on terms the court considers just. б The court's action must be in accordance with the practice 7 of courts exercising equity jurisdiction, subject to the 8 following limitations:

9 (1) A stay may not be granted without notice to the10 parties and an opportunity to be heard by the court.

11 (2) A department order may not be stayed or suspended 12 without finding that irreparable damage would otherwise 13 result to the party seeking the stay or suspension, and a 14 stay or suspension must specify the nature of the damage.

NEW SECTION. Section 36. Surety bond. If an order of 15 16 the department is stayed or suspended, the court may require 17 a bond with good and sufficient surety conditioned that the party petitioning for review answer for all damages caused 18 by the delay in enforcing the order of the department. The 19 20 cost of the bond is not chargeable to the applicant as part 21 of the fee. If the party petitioning for review prevails 22 upon final resolution of an appeal, the party does not 23 forfeit bond and is not responsible for damages caused by 24 delay.

25 <u>NEW SECTION.</u> Section 37. Codification instruction.

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1 [Sections 1 through 36] are intended to be codified as an

2 integral part of Title 75, chapter 10, and the provisions of

3 Title 75, chapter 10, apply to [sections 1 through 36].

4 NEW SECTION. Section 38. Effective date. [This act] is

5 effective on passage and approval.

-End-

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2

1	HOUSE BILL NO. 377
2	INTRODUCED BY RANEY, WEEDING, HARP, T. BECK, YELLOWTAIL,
3	DRISCOLL, GILBERT
4	BY REQUEST OF THE ENVIRONMENTAL QUALITY COUNCIL
5	
6	A BILL FOR AN ACT ENTITLED: "AN ACT ESTABLISHING A
7	CERTIFICATION AND LICENSING PROCESS FOR MEGALANDFILLS;

8 PROVIDING FOR CONTRACTS FOR INFORMATION; REQUIRING THE 9 SUBMISSION OF LONG-RANGE PLANS; REQUIRING A CERTIFICATE OF 10 SITE ACCEPTABILITY; SPECIFYING ENVIRONMENTAL FACTORS TO BE 11 EVALUATED; REQUIRING A FILING FEE; PROVIDING A CONTESTED 12 CASE HEARINGS PROCESS; SPECIFYING DECISIONMAKING CRITERIA; 13 REQUIRING A LICENSE; REQUIRING MONITORING; PROVIDING FOR 14 ENFORCEMENT BY RESIDENTS; PROVIDING A MECHANISM TO RECOVER 15 DAMAGES FOR CONTAMINATION OF A DRINKING WATER SUPPLY; 16 PROVIDING FOR JUDICIAL REVIEW; PROVIDING PENALTIES FOR 17 VIOLATIONS; PROVIDING A SURETY BOND; AND PROVIDING AN 18 IMMEDIATE EFFECTIVE DATE."

19 20

STATEMENT OF INTENT

A statement of intent is required for this bill because it grants rulemaking authority to the board of health and environmental sciences and to the department of health and environmental sciences. It is the intent of the legislature that these regulations be designed to protect the public

ntana Legislative Council

1 health, safety, and welfare and the environment.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

4 <u>NEW SECTION.</u> Section 1. Short title. [Sections 1 5 through 36] may be cited as the "Montana Megalandfill Siting 6 Act".

7 <u>NEW SECTION.</u> Section 2. Purpose. (1) It is the 8 constitutionally declared policy of this state to maintain 9 and improve a clean and healthful environment for present 10 and future generations, to protect the environment from 11 degradation and prevent unreasonable depletion and 12 degradation of natural resources, and to provide for 13 administration and enforcement to attain these objectives.

14 (2) The construction of solid waste facilities that 15 dispose of over 200,000 tons of waste a year (megalandfills) may be necessary to meet increasing state and national needs 16 for solid waste disposal capacity. However, due to the 17 18 volume of waste processed, megalandfills may adversely 19 affect the environment, surrounding communities, and the 20 welfare of the citizens of this state. Therefore, it is necessary to ensure that the location, construction, and 21 22 operation of megalandfills will produce minimal adverse 23 effects on the environment and upon the citizens of this 24 state by providing that a megalandfill may not be constructed or operated within this state without a 25 REFERENCE BILL

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certificate of site acceptability pursuant to [section 11]
 and a license to operate acquired pursuant to [section 26]
 and 75-10-221.

<u>NEW SECTION.</u> Section 3. Definitions. As used in
(sections 1 through 36), the following definitions apply:

6 (1) "Application" means an application for a 7 certificate and license submitted in accordance with 8 [sections 11 through 28] and the rules adopted under 9 [sections 11 through 28].

10 (2) "Board" means the board of health and environmental sciences provided for in 2-15-2104.

12 (3) "Certificate" means the certificate of site
13 acceptability issued by the board under [section 11] that is
14 required for siting a megalandfill.

15 (4) "Commence to construct" means:

(a) any clearing of land, excavation, construction, or
other action that would affect the environment of the site,
except that the term does not mean changes for securing
geological data, including necessary borings to ascertain
subsurface conditions;

(b) the modification or upgrading of an existing solid waste disposal facility into a megalandfill, except that the term does not pertain to maintenance or repair of an existing facility.

25 (5) "Department" means the department of health and

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environmental sciences provided for in Title 2, chapter 15,
 part 21.

3 (6) "Dispose" or "disposal" means the discharge, 4 injection, deposit, dumping, spilling, leaking, or placing 5 of any solid waste into or onto the land so that the solid 6 waste or any constituent of it may enter the environment or 7 be emitted into the air or discharged into any water, 8 including ground waters.

9 (7) "Megalandfill" <u>OR "FACILITY"</u> means any new or 10 existing solid waste landfill facility that accepts more 11 than 200,000 tons a year of solid waste <u>OR ANY ASH MONOFILL</u> 12 <u>THAT ACCEPTS 35,000 TONS OR MORE A YEAR OF SOLID WASTE</u> 13 INCINERATOR ASH, EITHER FLY ASH OR BOTTOM ASH.

(8) "Person" means an individual, firm, partnership,
company, association, corporation, city, town, local
governmental entity, or any other governmental or private
entity, whether organized for profit or not.

18 (9) (a) "Solid waste" means all putrescible and 19 nonputrescible wastes, including but not limited to garbage; rubbish; refuse; ashes; sludge from sewage treatment plants, 20 21 water supply treatment plants, or air pollution control 22 facilities; construction and demolition wastes; dead animals, including offal; discarded home and industrial 23 24 appliances; wood products or wood byproducts; and inert 25 materials.

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(b) "Solid waste" does not mean municipal sewage,
 industrial wastewater effluents, mining wastes regulated
 under the mining and reclamation laws administered by the
 department of state lands, slash and forest debris regulated
 under laws administered by the department of state lands, or
 marketable byproducts.

7 (10) "Solid waste landfill" means any publicly or
8 privately owned landfill or landfill unit that receives
9 household waste or other types of waste, including
10 commercial waste, nonhazardous sludge, and industrial solid
11 waste. The term does not include land application units,
12 surface impoundments, injection wells, or waste piles.

13 NEW SECTION. Section 4. Adoption of rules by board. 14 The board may adopt rules implementing the certification 15 provisions of [sections 1 through 36], including rules 16 regarding the filing and contents of the application, proof 17 of service and notice requirements, environmental factors to 18 be evaluated, filing fee, hearings process, and other 19 components of the certificate and certification process that 20 the board considers necessary.

21 <u>NEW SECTION.</u> Section 5. Adoption of rules by 22 department. The department may adopt rules implementing the 23 licensing provisions of [sections 1 through 36], including 24 rules regarding the contents of the application, monitoring, 25 and other components of the license and licensing process

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1 that the department considers necessary.

2 <u>NEW SECTION.</u> Section 6. Contracts for information. (1) 3 The department may contract with a potential applicant under 4 [sections 1 through 36] in advance of the filing of a formal 5 application for the development of information or the 6 provision of services by the department required under 7 [sections 1 through 36].

8 (2) Payments made to the department under a contract 9 must be credited against the fee payable under [section 16].

NEW SECTION. Section 7. Grants, gifts, and funds. The department may receive grants, gifts, and other funds from any public or private source to assist in its activities under [sections 1 through 36].

NEW SECTION. Section 8. Money 14 to solid waste 15 management account. All fees, taxes, fines, and penalties 16 collected under [sections 1 through 36], except those collected by a justice's court, must be deposited in the 17 solid waste management account as provided in 75-10-117 for 18 19 use by the department in carrying out its functions and 20 responsibilities related to solid waste management.

21 <u>NEW SECTION.</u> Section 9. Annual long-range plan 22 submitted -- contents -- available to public. (1) A person 23 may not file an application for a certificate of site 24 acceptability required by [section 11] unless the 25 megalandfill has been adequately identified in a long-range

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1 plan at least 2 years prior to acceptance of an application 2 by the department.

3 (2) The annual long-range plan must be submitted by 4 July 1 of each year and must include the following:

(a) the general location, size, and type of all 5 facilities to be owned and operated by the person for which 6 7 construction is projected during the ensuing 2 years, as well as those facilities to be closed during the planning 8 9 period;

10 (b) a description of the efforts to involve 11 environmental protection and land use planning agencies in 12 the planning process, as well as other efforts to identify 13 and minimize environmental problems at the earliest possible 14 stage in the planning process;

15 (c) projections of the demand for the service rendered 16 by the person and an explanation of the basis for those 17 projections and a description of the manner and extent to 18 which the proposed facilities will meet the projected 19 demand; and

20 (d) additional information that the department by rule 21 or the department on its own initiative or upon the advice 22 of interested state agencies requests in order to carry out 23 the purposes of [sections 1 through 36].

24 (3) The plan must be furnished to the governing body of each county in which any facility included in the plan under 25

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1 available to the public by the department. The applicant 2 shall give public notice throughout the state by publishing 3 at least once a week for 2 consecutive weeks a summary of 4 the proposed plan in newspapers of general circulation. The 5 plan must also be filed with the environmental quality 6 council, the department of highways, the department of state 7 lands, the department of fish, wildlife, and parks, the 8 department of commerce, and the department of natural 9 resources and conservation. Interested persons may obtain a 10 copy of the plan by written request and payment to the 11 department of the costs of copying the plan. 12

NEW SECTION. Section 10. Study of included facilities. 13 If a person identifies a proposed facility in its long-range 14 plan, submitted pursuant to [section 9], as one on which 15 construction is proposed within the 2-year period following 16 submission of the plan, the department shall begin to 17 examine and evaluate the proposed site to determine whether 18 construction of the proposed facility would unduly impair 19 the environmental, SOCIAL, AND ECONOMIC values described in 20 [section 15]. The study may be continued until a person 21 files an application for a certificate under [section 11]. 22 Information gathered under this section may be used to 23 support findings and recommendations required for issuance 24 of a certificate and a license. 25

subsection (2)(a) is proposed to be located and must be made

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<u>NEW SECTION.</u> Section 11. Certificate required. (1) A
 person may not construct a megalandfill in the state without
 first applying for and obtaining a certificate of site
 acceptability from the board.

5 (2) A certificate may only be issued pursuant to
6 [sections 11 through 25].

NEW SECTION. Section 12. Certificate transferable. A
certificate may be transferred, subject to the approval of
the board, to a person who agrees to comply with the terms,
conditions, and modifications contained in [sections 1
through 36].

12 <u>NEW SECTION.</u> Section 13. Application -- filing and 13 contents -- proof of service and notice. (1) (a) An 14 applicant shall file with the department an application for 15 a certificate under [section 11] in a form the board 16 requires, containing the following information:

17 (i) a description of the proposed location and of the 18 facility to be built;

19 (ii) a summary of any studies that have been made of the 20 environmental impact, SOCIAL, AND ECONOMIC IMPACTS of the 21 facility;

(iii) a description of at least three reasonable
alternate locations for the facility, a general description
of the comparative merits and detriments of each location
submitted, and a statement of the reasons why the proposed

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location is best suited for the facility;

2 (iv) baseline data for the primary and reasonable3 alternate locations;

4 (v) at the applicant's option, an environmental study 5 plan to satisfy the requirements of [sections 1 through 36]; 6 and

7 (vi) other information that the applicant considers
8 relevant or that the board by order or rule may require OR
9 THAT THE DEPARTMENT BY ORDER OR RULE MAY REQUIRE.

(b) A copy or copies of the studies referred to in
subsection (1)(a)(ii) must be filed with the department, if
ordered, and must be available for public inspection.

13 (2) An application must be accompanied by proof of 14 service of a copy of the application on the chief executive 15 officer of each unit of local government, each county 16 commissioner, city or county planning board, and solid waste 17 district, and each federal agency charged with the duty of 18 protecting the environment or of planning land use located 19 in the area in which any portion of the proposed facility is 20 proposed or is alternatively proposed to be located and on 21 the following state government agencies:

- 22 (a) environmental quality council;
- 23 (b) department of fish, wildlife, and parks;
- 24 (c) department of state lands;
- 25 (d) department of commerce;
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(e) department of highways; and 1 (f) department of natural resources and conservation. 2 (3) An application must be accompanied by proof that 3 public notice was given to persons residing in the area in 4 which any portion of the proposed facility is proposed or is 5 alternatively proposed to be located by publication of a 6 summary of the application in newspapers of general 7 circulation that will substantially inform those persons of 8 the application. 9

10 <u>NEW SECTION.</u> Section 14. Supplemental material --11 amendments. (1) An application for an amendment of an 12 application or a certificate must be in a form and contain 13 information as the board by rule or the department by order 14 prescribes. Notice of an amendment must be given as provided 15 in (section 13(3) and (4)].

(2) An application may be amended by an applicant any 16 time prior to the report made by the department under 17 [section 17]. If the proposed amendment prevents the 18 department from carrying out its duties and responsibilities 19 under [sections 1 through 36], the department may require 20 additional filing fees as the department determines 21 necessary or may require a new application and filing fee. 22 (3) The applicant shall submit supplemental material in 23 a timely manner as requested by the department or as offered 24 by the applicant to explain, support, or provide details 25

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1 with respect to an item described in the original 2 application. This supplemental material may be submitted 3 without filing an application for an amendment. The 4 department's determination as to whether information is 5 supplemental or whether an application for amendment is 6 required is conclusive.

7 NEW SECTION. Section 15. Environmental, SOCIAL, AND 8 ECONOMIC factors evaluated during certification. In 9 evaluating applications for a certificate of site acceptability, the department shall give consideration to 10 11 the following list of environmental factors and regulations, 12 where applicable, and may by rule add to the factors enumerated in this section: 13

14 (1) siting criteria for municipal solid waste landfills
15 consistent with federal requirements as described in 40 CFR
16 part 258;

17 (2) siting criteria described under the Montana Solid
18 Waste Management Act, Title 75, chapter 10, part 2, and
19 rules adopted under that part;

20 (3) the Montana solid waste management plan;

21 (4) solid waste disposal needs, including:

22 (a) availability and desirability of alternative
23 sources <u>METHODS</u> of solid waste disposal in lieu of the
24 proposed facility;

25 (b) promotional activities of the applicant that may

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have given rise to the need for the facility; (j) the impacts on important historic, architectural, 1 (c) social benefits CHANGES resulting from the archaeological, and cultural areas and features; 2 facility, including protection of public health and facilities and public impacts on 3 (k) the environmental quality; and 4 accommodations; and (d) integrated waste management activities that could (1) opportunities for joint use with solid waste 5 reduce the need for additional solid waste disposal disposal-intensive industries; AND 6 (M) THE ECONOMIC IMPACT ON THE LOCAL AREA, LOCAL capacity; 7 (5) land use impacts, including: GOVERNMENT INFRASTRUCTURE, AND EXISTING INDUSTRY; 8 (a) the area of land required and its ultimate use; (6) water resources impacts, including: 9 (b) consistency with state and regional solid waste (a) hydrologic studies of the adequacy of water supply 10 plans; and the impact of the facility on streamflow, lakes, and 11 (c) consistency with existing and projected nearby land reservoirs: 12 use: (b) hydrologic studies of the impact of the facility on 13 (d) alternative uses of the site; ground water, including vadose zone studies describing the 14 (e) the impact on the population already in the area potential for leachate to migrate from the facility to 15 and the population attracted by construction or operation of ground water; 16 the facility: (c) an inventory of effluents, including physical, 17 (f) the impact of availability of solid waste disposal chemical, and biological characteristics; 18 at the facility on growth patterns and population dispersal; (d) hydrologic studies of effects of effluents on 19 (g) construction materials and practices, including receiving waters; 20 quality control and quality assurance plans to be followed (e) the effect of the facility on water quality; 21 during construction of all phases of the proposed facility: (f) the facility's projected water uses; 22 (h) scenic impacts; (q) the effects on plant and animal life, including 23 (i) the effects on natural systems, wildlife, and plant algae, macroinvertebrates, and fish population; 24 life: (h) effects on unique or otherwise significant 25

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1 ecosystems, such as wetlands; and 2 (i) ground water, vadose zone, and methane gas 3 monitoring systems and programs; and (7) characteristics of solid wastes that will be 4 disposed of at the facility, including: 5 6 (a) the rate of solid waste disposal; 7 (b) the solid waste handling practices proposed to be 8 used; and 9 (c) the present and expected future physical and 10 chemical characteristics of the solid waster; AND 11 (D) INSPECTION PRACTICES FOR PREVENTING THE ILLEGAL 12 DUMPING OF HAZARDOUS WASTE INTO THE FACILITY; 13 (8) TRANSPORTATION PRACTICES, INCLUDING: (A) ROUTE AND MODE OF TRANSPORTING WASTE; 14 15 (B) ENVIRONMENTAL, SOCIAL, AND ECCNOMIC IMPACTS OF 16 TRANSPORTATION FACILITIES; AND 17 (C) TRANSFER FACILITIES. NEW SECTION. Section 16. Filing fee -- accountability 18 19 -- refund -- use. (1) (a) The applicant shall pay to the 20 department a filing fee as provided in this section based 21 upon the department's estimated costs of processing the 22 application for a certificate. The filing fee must be 23 deposited in the solid waste management account for the use 24 of the department in administering [sections 1 through 36]. 25 The initial filing fee may not exceed the following scale

1 based upon the megalandfill's projected annual tonnage of 2 waste:

3 (i) a base fee of \$40,000; plus

4 (ii) 20 cents per ton for every ton of waste over 5 200,000 tons.

6 (b) The department may allow a credit against the fee 7 payable under this section for the applicant's costs of 8 developing information or providing services required under 9 [sections 1 through 36] or required for preparation of an 10 environmental impact statement under the Montana 11 Environmental Policy Act, Title 75, chapter 1, part 1, or 12 the National Environmental Policy Act, 42 U.S.C. 4321, et 13 seq. The applicant may submit the information or a 14 description of the services performed to the department. 15 together with an accounting of the expenses incurred in 16 preparing the information or performing the services. The 17 department shall evaluate the applicability, validity, and 18 usefulness of the data or services and determine the expenses that may be credited against the filing fee payable 19 under this section. Upon 30 days' notice to the applicant, 20 21 this credit may at any time be reduced if the department determines that the amount to be credited is necessary to 22 carry out its responsibilities under [sections 1 through 23 24 36].

25 (2) (a) The department may contract with an applicant

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after the filing of a formal application for the development 1 of information or the provision of services required under 2 3 [sections 1 through 36]. The contract may continue an agreement entered into pursuant to [section 6]. Payments 4 made to the department under a contract must be credited 5 6 against the fee payable under this section. The revenue derived from the filing fee must be sufficient to enable the 7 department and the board to carry out their responsibilities 8 under [sections 1 through 36]. The department may amend a 9 10 contract to require additional payments for necessary 11 expenses up to the limits set forth in subsection (1)(a) 12 upon 30 days' notice to the applicant. The department and 13 applicant may enter into a contract that exceeds the scale 14 provided in subsection (1)(a).

(b) If a contract is not entered into, the applicant shall pay the filing fee in installments in accordance with a schedule of installments developed by the department: however, an installment may not exceed 20% of the total filing fee provided for in subsection (1).

(3) The applicant is entitled to an accounting of money spent and to a refund with interest at the rate of 6% a year of the portion of the filing fee not spent by the department in carrying out its responsibilities under [sections 1 through 36]. A refund must be made after all administrative and judicial remedies have been exhausted by all parties to

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1 the certification proceedings.

(4) The revenue derived from the filing fees must be
used by the department in compiling the information required
for rendering a decision on a certificate and for carrying
out other responsibilities of the department and the board
under [sections 1 through 36].

NEW SECTION. Section 17. Study, evaluation, and report
on proposed facility. (1) After receipt of an application,
the department shall within 90 days notify the applicant in
writing that:

11 (a) the application is accepted as complete; or

12 (b) the application is not complete and list the 13 deficiencies. Upon correction of these deficiencies and 14 resubmission by the applicant, the department shall within 15 30 days notify the applicant in writing that the application 16 is in compliance and is accepted as complete.

17 (2) Upon receipt of an application complying with 18 [sections 9 through 17], the department shall commence an 19 intensive study and evaluation of the proposed facility and 20 its effects, considering all applicable criteria listed in 21 [section 24]. The department shall use, to the extent it 22 considers applicable, valid and useful existing studies and reports submitted by the applicant or compiled by a state or 23 24 federal agency.

25 (3) Within 1 year following acceptance of a complete

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application for a facility, the department shall make a report to the board that must contain the department's studies, evaluations, recommendations, other pertinent documents resulting from its study and evaluation, and an environmental impact statement or analysis prepared pursuant to the Montana Environmental Policy Act, Title 75, chapter 1, part-17 if applicable.

8 <u>NEW SECTION.</u> Section 18. Voiding of application. An
 9 application may be voided by the department for:

10 (1) any material and knowingly false statement in the 11 application or in accompanying statements or studies 12 required of the applicant;

13 (2) failure to file an application in substantially the 14 form and content required by [section 13] and the rules 15 adopted under [section 13]; or

16 (3) failure to deposit the filing fee as provided in 17 (section 16).

18 NEW SECTION. Section 19. Hearing date -- location -department to act as staff. (1) Upon receipt of the 19 20 department's report submitted under [section 17], the board 21 shall set a date for a hearing to begin not more than 120 22 days after receipt of the report. A certification hearing 23 must be conducted by the board in Helena or in the county 24 seat of the county in which the facility or the greatest 25 portion of the facility is to be located.

1 (2) Except as provided in [section 21], the department 2 shall act as the staff for the board throughout the 3 decisionmaking process and the board may request that the 4 department present testimony or cross-examine witnesses as 5 the board considers necessary and appropriate.

NEW SECTION. Section 20. Certificate amendments. (1) 6 7 Within 30 days after notice of an amendment to a certificate is given as provided in [section 14], including notice to 8 9 all active parties to the original proceeding, the department shall determine whether the proposed change in 10 the facility would result in a material increase in any 11 environmental impact, SOCIAL, AND ECONOMIC IMPACTS caused by 12 13 the facility or a substantial change in the location of all 14 or a portion of the facility as set forth in the certificate. If the department determines that the proposed 15 16 change would result in a material increase in any environmental impact caused by the facility or a substantial 17 18 change in the location of all or a portion of the facility, 19 the board shall hold a hearing in the same manner as a 20 hearing is held on an application for a certificate. After 21 the hearing, the board shall grant, deny, or modify the 22 amendment with conditions it considers appropriate.

(2) In cases where the department determines that the
proposed change in the facility would not result in a
material increase in any environmental impact or would not

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be a substantial change in the location of all or a portion of the facility, the board shall grant the amendment either as applied for or upon terms or conditions as the board considers appropriate unless the department's determination is appealed to the board within 15 days after notice of the department's determination is given.

7 (3) If the department or the board, under subsection 8 (4), determines that a hearing is required because the 9 proposed change would result in a material increase in any 10 environmental impact of the facility or a substantial change 11 in the location of all or a portion of the facility, the 12 applicant has the burden of showing by clear and convincing 13 evidence that the amendment should be granted.

14 (4) If the department determines that the proposed 15 change in the facility would not result in a material 16 increase in any environmental impact or would not be a 17 substantial change in the location of all or a portion of 18 the facility and a hearing is required because the 19 department's determination is appealed to the board as 20 provided in subsection (2), the appellant has the burden of 21 showing by clear and convincing evidence that the proposed 22 change in the facility would result in a material increase 23 in any environmental impact of the facility or a substantial change in the location of all or a portion of the facility 24 25 as set forth in the certificate.

NEW SECTION. Section 21. Hearing examiner 1 restrictions -- duties. (1) The board shall appoint a 2 hearing examiner to conduct certification proceedings under 3 (sections 1 through 36). The hearing examiner may not be a ٨ member of the board or an employee of the department or the 5 board. A hearing examiner must be appointed within 20 days after the department's report has been filed with the board. 7 (2) A prehearing conference must be held, following 8 notice, within 60 days after the department's report has 9 been filed with the board. 10 (3) The prehearing conference must be organized and 11 supervised by the hearing examiner. 12 (4) The prehearing conference must be directed toward a 13 determination of the issues presented by the application, 14 the department's report, and an identification of the 15 witnesses and documentary exhibits to be presented by the 16 active parties who intend to participate in the hearing. 17 (5) The hearing examiner shall require the active 18 parties to submit, in writing, and serve upon the other 19 active parties all direct testimony that they propose and 20 any studies, investigations, reports, or other exhibits that 21 any active party wishes the board to consider. These written 22 exhibits and any documents that the board itself wishes to 23 use or rely on must be submitted and served at least 20 days 24

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prior to the date set for the hearing. For good cause shown,

the hearing examiner may allow the introduction of new 1 evidence at any time. 2

(6) The hearing examiner shall allow discovery that 3 must be completed before the commencement of the hearing 4 upon good cause shown and under other conditions as the 5 6 hearing examiner prescribes.

(7) Public witnesses and other interested public 7 parties may appear and present oral testimony at the hearing 8 or submit written testimony to the hearing examiner at the 9 time of their appearance. These witnesses are subject to 10 11 cross-examination.

(8) The hearing examiner shall issue a prehearing order 12 specifying the issues of fact and of law, identifying the 13 witnesses of the active parties, naming the public witnesses 14 and other interested parties who have submitted written 15 testimony in lieu of appearance, outlining the order in 16 which the hearing will proceed, setting forth those criteria 17 listed in [section 24] as to which no issue of fact or law 18 has been raised and that are conclusively presumed and are 19 not subject to further proof except for good cause shown, 20 and any other special rules to expedite the hearing that the 21 hearing examiner adopts with the approval of the board. 22

(9) At the conclusion of the hearing, the hearing 23 examiner shall declare the hearing closed and shall, within 24 60 days of that date, prepare and submit to the board 25

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proposed findings of fact, conclusions of law, and a 1 recommended decision. 2

3 (10) The hearing examiner appointed to conduct a certification proceeding under this section shall ensure 4 5 the time of the proceeding, from the date the that department's report is filed with the board until the 6 7 recommended report and order of the examiner is filed with 8 the board, does not exceed 9 calendar months unless extended 9 by the board for good cause.

10 (11) The board or hearing examiner may waive all or a 11 portion of the procedures set forth in subsections (2) through (8) to expedite the hearing for a facility when the 12 13 department has recommended approval of a facility and no 14 objections have been filed.

NEW SECTION. Section 22. Parties to 15 certification proceeding -- waiver -- statement of intent to participate. 16 (1) The parties to a certification proceeding or to a 17 18 proceeding involving the issuance of a decision, opinion, 19 order, certification, or permit by the board under [sections 20 1 through 36] may include as active parties: 21

(a) the applicant;

22 (b) each political entity, unit of local government. 23 and government agency entitled to receive service of a copy 24 of the application under [section 13]; 25 (c) a person entitled to receive service of a copy of

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 the application under [section 13]; (d) a nonprofit organization formed in whole or in part to: (i) promote conservation or natural beauty; (ii) protect the environment, personal health, or other biological values; (iii) preserve historical sites; (iv) promote consumer interests; (v) represent commercial and industrial groups; or (vi) promote the orderly development of the areas in which the facility is to be located; and (e) any other interested person who establishes an interest in the proceeding. (2) The department must be an active party in any certification proceeding in which the department recommends denial of all or a portion of a facility. (3) The parties to a certification proceeding may also include, as public parties, any Montana citizen and any party referred to in subsections (1)(b) through (1)(e). (4) A party waives the right to be a party if the party does not participate in the hearing before the board. (5) Each unit of local government entitled to receive service of a copy of the application under [section 13] shall file with the board a statement showing whether the unit of local government intends to participate in the 		
 to: (i) promote conservation or natural beauty; (ii) protect the environment, personal health, or other biological values; (iii) preserve historical sites; (iv) promote consumer interests; (v) represent commercial and industrial groups; or (vi) promote the orderly development of the areas in which the facility is to be located; and (e) any other interested person who establishes an interest in the proceeding. (2) The department must be an active party in any certification proceeding in which the department recommends denial of all or a portion of a facility. (3) The parties to a certification proceeding may also include, as public parties, any Montana citizen and any party referred to in subsections (1)(b) through (1)(e). (4) A party waives the right to be a party if the party does not participate in the hearing before the board. (5) Each unit of local government entitled to receive service of a copy of the application under (section 13) shall file with the board a statement showing whether the 	1	the application under [section 13];
 (i) promote conservation or natural beauty; (ii) protect the environment, personal health, or other biological values; (iii) preserve historical sites; (iv) promote consumer interests; (v) represent commercial and industrial groups; or (vi) promote the orderly development of the areas in which the facility is to be located; and (e) any other interested person who establishes an interest in the proceeding. (2) The department must be an active party in any certification proceeding in which the department recommends denial of all or a portion of a facility. (3) The parties to a certification proceeding may also include, as public parties, any Montana citizen and any party referred to in subsections (1)(b) through (1)(e). (4) A party waives the right to be a party if the party does not participate in the hearing before the board. (5) Each unit of local government entitled to receive service of a copy of the application under [section 13] shall file with the board a statement showing whether the 	2	(d) a nonprofit organization formed in whole or in part
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 15 certification proceeding in which the department recommends 16 denial of all or a portion of a facility. 17 (3) The parties to a certification proceeding may also 18 include, as public parties, any Montana citizen and any 19 party referred to in subsections (1)(b) through (1)(e). 20 (4) A party waives the right to be a party if the party 21 does not participate in the hearing before the board. 22 (5) Each unit of local government entitled to receive 23 service of a copy of the application under [section 13] 24 shall file with the board a statement showing whether the 	13	interest in the proceeding.
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24 shall file with the board a statement showing whether the	22	(5) Each unit of local government entitled to receive
- Shari File with the board a statement showing whether the	23	service of a copy of the application under [section 13]
25 unit of local government intends to participate in the	24	shall file with the board a statement showing whether the
	25	unit of local government intends to participate in the
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1 certification proceeding. If the unit of local government 2 does not intend to participate, it shall list in this 3 statement its reasons for failing to do so. This statement 4 of intent must be published before the proceeding begins in 5 a newspaper of general circulation within the jurisdiction 6 of the applicable unit of local government.

NEW SECTION. Section 23. Record 7 of hearing ----8 procedure -- rules of evidence -- burden of proof. (1) Any 9 studies, investigations, reports, or other documentary evidence, including those prepared by the department, that 10 any party wishes the board to consider or that the board 11 itself expects to use or rely upon must be made a part of 12 13 the record.

14 (2) A record must be made of the hearing and of all15 testimony taken.

16 (3) In a certification proceeding held under [section
17 19], the applicant has the burden of showing by clear and
18 convincing evidence that the application should be granted
19 and that the criteria of [section 24] are met.

20 (4) All proceedings under [sections 19 through 23] are 21 governed by the procedures set forth in [sections 19 through 22 23], the procedural rules adopted by the board, and the 23 Montana Rules of Evidence unless one or more rules of 24 evidence are waived by the hearing examiner upon a showing 25 of good cause by one or more of the parties to the hearing.

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No other rules of procedure or evidence apply except that
 the contested case procedures of the Montana Administrative
 Procedure Act apply if not in conflict with the procedures
 set forth in [sections 19 through 23] or the procedural
 rules adopted by the board.

NEW SECTION. Section 24. Decision of board -- findings 6 necessary for certification. (1) Within ±00 90 days after 7 submission of the recommended decision by the department, 8 9 the board shall make complete findings, issue an opinion, 10 and render a final decision upon the record, either granting 11 or denying the application for a certificate as filed or 12 granting it upon terms, conditions, or modifications of the 13 siting of the facility as the board considers appropriate.

14 (2) The board may not grant a certificate either as
15 proposed by the applicant or as modified by the board unless
16 it finds and determines:

17 (a) the nature of the probable environmental impact;

(b) that the facility minimizes adverse environmental
impact, considering the state of available technology and
the nature and economics of the various alternatives;

(c) that the location of the facility as proposed
conforms to applicable state and local laws and regulations,
except that the board may refuse to apply any local law or
regulation if it finds that, as applied to the proposed
facility, the law or regulation is unreasonably restrictive

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2 economics, or of the needs of consumers, whether located 3 inside or outside of the directly affected government 4 subdivisions: 5 (d) that the facility will serve the public interest; 6 (e) any impacts of the facility according to each of 7 the criteria listed in [section 15]; 8 (f) that-the-proposed--site--is--better--suited--for--a 9 landfill--than--alternate-sites-in-the-state-where-the-waste

in view of the existing technology, of factors of cost or

10 originates THE SOLID WASTE DISPOSAL NEEDS LISTED IN (SECTION

11 <u>15(4)];</u> and

1

12 (g) that the applicant has fully mitigated the loss of
13 wildlife habitat, either through onsite or offsite habitat
14 improvements.

15 (3) In determining that the facility will serve thepublic interest, the board shall consider:

17 (a) the items listed in subsections (2)(a) and (2)(b);

18 (b) the benefits to the applicant and the state 19 resulting from the proposed facility;

20 (c) the effects of the economic activity resulting from21 the proposed facility;

22 (d) the effects of the proposed facility on the public

23 health, welfare, and safety; and

24 (e) any other factors that it considers relevant.

25 NEW SECTION. Section 25. conditions imposed. If the

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board determines that the location of all or a part of the proposed megalandfill should be modified, it may condition its certificate upon the modification, provided that the persons residing in the area affected by the modification have been given reasonable notice of the modification.

4

6 <u>NEW SECTION.</u> Section 26. License required. (1) A 7 person may not commence to construct a megalandfill in the 8 state without first applying for and obtaining a license 9 pursuant to 75-10-221. The licensing process must be 10 concurrent with the certification process required in 11 [section 11 through 25].

12 (2) The department shall make the decision to grant or
13 deny the license within 30 days of the certification
14 decision, as provided in [section 24].

(3) Once a license has been issued, a megalandfill may
not be constructed, operated, or maintained except in
conformity with the license and any terms, conditions, and
modifications contained in the license.

NEW SECTION. Section 27. License transferable. A
license may be transferred, subject to the approval of the
department, to a person who agrees to comply with the terms,
conditions, and modifications contained in [sections 1
through 36].

24 <u>NEW SECTION.</u> Section 28. Opinion issued with decision
 25 -- contents. (1) In rendering a decision on an application

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for a license for a megalandfill, the department shall issue
 an opinion stating its reasons for the action taken.

3 (2) In addition to the requirements of 75-10-221, any
4 license issued by the department shall include the
5 following:

6 (a) an environmental evaluation statement related to
7 the megalandfill being certified. The statement must include
8 but not be limited to analysis of the following information:

9 (i) the environmental impact of the proposed facility;

10 (ii) any adverse environmental effects that cannot be 11 avoided by issuance of the license;

12 (iii) problems and objections raised by other federal
13 and state agencies and interested groups; and

14 (iv) alternatives to the proposed facility;

15 (b) a plan for monitoring environmental effects of the 16 proposed facility;

17 (c) a plan for monitoring the certified megalandfill
18 site between the time of certification and completion of
19 construction; and

(d) a statement signed by the applicant showing
agreement to comply with the requirements of [sections 1
through 36] and the conditions of the certificate.

23 <u>NEW SECTION.</u> Section 29. Monitoring. The department 34 shall monitor the operations of all certificated facilities 25 to ensure continuing compliance with [sections 1 through 36]

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and with certificates issued under (section 11) and to
 discover and prevent noncompliance with (sections 1 through
 36) or certificates issued under [section 11].

<u>NEW SECTION.</u> Section 30. Revocation or suspension of
license. A license may be revoked or suspended by the
department following notice and an opportunity for a hearing
before the department for:

8 (1) any material false statement in the application or
9 in accompanying statements or studies required of the
10 applicant if a true statement would have warranted the
11 department's refusal to grant a license;

12 (2) failure to comply with the terms or conditions of 13 the certificate; or

14 (3) violation of any provision of [sections 1 through
15 36], rules adopted under [sections 1 through 36], or orders
16 of the department.

17 NEW SECTION. Section 31. Enforcement by residents. (1) 18 A person with knowledge that a requirement of [sections 1] 19 through [36] or a rule adopted under [sections 1 through 36] 20 is not being enforced by a public officer or employee whose 21 duty it is to enforce the requirement or rule may bring the 22 failure to enforce to the attention of the public officer or 23 employee by a written statement under oath that states the 24 specific facts of the failure to enforce the requirement or 25 rule. Knowingly making false statements or charges in the

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statements subjects the person to the penalties prescribed
 for a violation of 45-7-202.

(2) If the public officer or employee neglects or 3 refuses for an unreasonable time after receipt of the 4 statement to enforce the requirement or rule, the person may 5 6 bring an action of mandamus in the district court of the first judicial district of Montana. If the court finds that 7 a requirement of [sections 1 through 36] or a rule adopted 8 under [sections 1 through 36] is not being enforced, the 9 10 court may order the public officer or employee whose duty it 11 is to enforce the requirement or rule to perform those 12 duties. If he fails to do so, the public officer or employee 13 must be held in contempt of court and is subject to the 14 penalties provided by law.

NEW SECTION. Section 32. Action to recover damages to 15 16 water supply. An owner of an interest in real property who 17 obtains all or part of his supply of water for domestic, agricultural, industrial, or other legitimate use from a 18 19 surface or underground source may sue a person to recover 20 damages for contamination, diminution, or interruption of 21 the water supply proximately resulting from the operation of 22 a facility. The remedy provided in this section does not 23 exclude the use of any other remedy that may be available 24 under the laws of the state.

25 NEW SECTION. Section 33. Judicial review of department

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and board of health decisions. (1) An applicant aggrieved by
 the final decision of the board on an application for a
 certificate or the final decision of the department on an
 application for a license may obtain judicial review of that
 decision by filing a petition in district court.

6 (2) The judicial review procedure is the same as that7 for contested cases under Title 2, chapter 4, part 7.

8 (3) This section does not prohibit the department from
9 holding a hearing on all matters that are not the subject of
10 a pending appeal by the applicant under subsection (1).

11 NEW SECTION. Section 34. Penalties for violation ---12 civil action by attorney general. (1) (a) A person who 13 commences to construct or operate a megalandfill without 14 obtaining a certificate required under [section 11] and a 15 license required under [section 26], who constructs, 16 operates, or maintains a facility other than in compliance 17 with the certificate or violates any other provision of 18 [sections 1 through 36] or any rule or order adopted under 19 [sections 1 through 36], or who knowingly submits false 20 information in any report, long-range plan, or application 21 required by [sections 1 through 36] is liable for a civil 22 penalty as provided in subsection (2).

23 (b) Each day of a continuing violation constitutes a24 separate offense.

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25 (c) The penalty is recoverable in a civil suit brought

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by the attorney general on behalf of the state in the
 district court of the first judicial district of Montana.

3 (2) A person who knowingly violates the provisions of 4 subsection (1) shall be fined not more than \$25,000 for each 5 violation or be imprisoned for not more than 1 year, or 6 both. Each day of a continuing violation constitutes a 7 separate offense.

8 (3) In addition to any penalty provided in subsection 9 (1) or (2), whenever the department determines that a person 10 is violating or is about to violate any of the provisions of [sections 1 through 36], it may refer the matter to the 11 12 attorney general who may bring a civil action on behalf of 13 the state in the district court of the first judicial 14 district of Montana for injunctive or other appropriate relief against the violation and to enforce [sections] 15 16 through 36] or a certificate issued under [section 11]. Upon a proper showing, a permanent or preliminary injunction or 17 temporary restraining order must be granted without bond. 18

19 (4) The department shall also enforce [sections 1
20 through 36] and may bring legal actions to accomplish the
21 enforcement through its own legal counsel.

(5) All fines and penalties collected must be deposited
in the solid waste management account for the use of the
department in administering [sections 1 through 36].

25 NEW SECTION. Section 35. Order not stayed by appeal --

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stay or suspension by court -- limitations. An appeal from a 1 department order does not automatically stay or suspend the 2 3 operation of the order. The court may, upon motion by a party, stay or suspend, in whole or in part, the operation 4 of the department's order on terms the court considers just. 5 The court's action must be in accordance with the practice 6 7 of courts exercising equity jurisdiction, subject to the following limitations: 8

9 (1) A stay may not be granted without notice to the10 parties and an opportunity to be heard by the court.

11 (2) A department order may not be stayed or suspended 12 without finding that irreparable damage would otherwise 13 result to the party seeking the stay or suspension, and a 14 stay or suspension must specify the nature of the damage.

15 NEW SECTION. Section 36. Surety bond. If an order of the department is stayed or suspended, the court may require 16 17 a bond with good and sufficient surety conditioned that the 18 party petitioning for review answer for all damages caused 19 by the delay in enforcing the order of the department. The 20 cost of the bond is not chargeable to the applicant as part 21 of the fee. If the party petitioning for review prevails 22 upon final resolution of an appeal, the party does not 23 forfeit bond and is not responsible for damages caused by 24 delay,

25 <u>NEW SECTION.</u> Section 37. Codification instruction.

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1 [Sections 1 through 36] are intended to be codified as an

2 integral part of Title 75, chapter 10, and the provisions of

3 Title 75, chapter 10, apply to [sections 1 through 36].

4 NEW SECTION. Section 38. Effective date. [This act] is

5 effective on passage and approval.

-End-

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