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The

Zouse BILL NO 581 Henne 1 INTRODUCED BY 2 Anderen Harpell Kammis Jun. 3 INCENT "AN ACT AMENDING SECTIONS Brodiery A BILL FOR AN ACT ENTITLED: 4 70-801 THROUGH 70-808, 70-810 THROUGH 70-823, R.C.M. 1947, 5 TO GENERALLY REVISE THE MONTANA UTILITY SITING ACT OF 1973; 6 PROVIDING AN IMMEDIATE EFFECTIVE DATE." 7 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 9 Section 1. Section 70-801, R.C.M. 1947, is amended to 10 read as follows: 11 "70-801. Short title. This act chapter shall be known 12 and may be cited as the Montana Utility Siting Act of 13 1973." 14 Section 2. Section 70-802, R.C.M. 1947, is amended to 15 read as follows: 16 "70-802. Policy and legislative findings. It is the 17 constitutionally declared policy of this state to maintain 18 and improve a clean and healthful environment for present 19 and future generations; to protect the environmental life 20 support system from degradation and prevent unreasonable 21

depletion and degradation of natural resources; and to

provide for administration and enforcement to attain these

legislature finds that the construction of

1 additional power and or energy conversion facilities may be 2 necessary to meet the increasing need for electricity, and 3 other energy, and other products, and that such these 4 facilities have an effect on the environment, an impact on 5 population concentration, and an effect on the welfare of the citizens of this state. Therefore, it is necessary to 6 7 ensure that the location, construction and operation of 8 power and energy conversion facilities will produce minimal 9 adverse effects on the environment and upon the citizens of 10 this state by providing that no a power or energy conversion 11 facility shall-hereafter may not be constructed or operated within this state without a certificate of environmental 12 compatibility and public need acquired pursuant to this act 13 14 chapter." 15 Section 3. Section 70-803, R.C.M. 1947, is amended to 16 read as follows: 17 *70-803. Definitions. The--following-wordsy-when-used 18 in-this--acty--shall--have--the--following--meanings--unless otherwise-clearly-apparent-from-the-context In this chapter, 19 20 unless the context requires otherwise: 21 (1) the --- word -- "department" "Department" means the department of natural resources and conservation provided 22 23 for in Title 82A, chapter 15. (2) the--word--"board" "Board" means the board of 24 25 natural resources and conservation provided for in section -2-HB 581

INTRODUCED BILL

82A-1509. 1 2 (3) the-words-"utility-facility"--or--"facility"--mean 3 "Facility" means: 4 (a) any--energy-generating-and-conversion each plant, 5 unit, or other facility and associated facilities, except 6 for oil and gas refineries, 7 (i) designed for, or capable of, generating at fifty 8 (50) megawatts of electricity or more, or any addition 9 thereto (except pollution control facilities approved by the 10 department of health and environmental sciences added to an 11 existing plant) having an estimated cost in excess of two 12 hundred fifty thousand dollars (\$250,000), or 13 (ii) designed for, or capable of, producing one 14 hundred---million----(10070007000) twenty-five million 15 (25,000,000) cubic feet of gas per day or more, or any addition thereto having an estimated cost in excess of two 16 17 . hundred fifty thousand dollars (\$250,000), or 18 (iii) designed for, or capable of, producing fifty 19 thousand-(50,000) twenty-five thousand (25,000) barrels of liquid hydrocarbon products per day or more, or any addition 20 21 thereto having an estimated cost in excess of two hundred 22 fifty thousand dollars (\$250,000), or (iv) designed for <u>capable</u> of <u>capable</u> or <u>capable</u> of <u>capable</u> or 23 minerals, or any addition thereto having an estimated cost in excess of two hundred fifty thousand dollars (\$250,000), 25

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1	or
2	(v) designed for, or capable of, utilizing, refining,
3	processing, or converting five hundred thousand (500,000)
4	tons of coal per year or more, or any addition thereto
5	having an estimated cost in excess of two hundred fifty
6	thousand dollars (\$250,000);
7	(b) an <u>each</u> electric transmission line and associated
8	facilities of a design capacity of thirty-four-andone-half
9	(34.5) more than sixty-nime (69) kilovolts or-more, except
10	that the-following-transmission-linesandassociated
11	faciliticsshall-be-subject-to-certain-exceptions-under-the
12	act:
13	(i)-a-transmission-line-and-associated-facilitieswith
14	adesigncapacity-of-sixty-nine-{69}-kilovolts-or-less-and
15	which-will-be-constructed-above-ground-for-a-distance-of-ten
16	{10}-milesorlessshallnotbeconsideredautility
17	facility-within-the-definitions-of-this-acty
18	(ii)-a-transmission-line-and-associated-facilities-with
19	adesigncapacity-of-one-hundred-sixty-one-(161)-kilovolts
20	or-less-and-which-willbeconstructedundergroundfora
21	distance-of-five-(5)-miles-or-less-shall-not-be-considered-a
22	utility-facility-within-the-definitions-of-this-acty
23	(iii)-a-transmission-line-or-associated-facilities-of-a
24	designcapacity-of-one-hundred-sixty-one-{161}-kilovolts-or
25	icss-which-docs-not-meet-the-requirements-of-subsections-(i)
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1	and-{ii}-of-this-subsection-shall-be-subject-to-the-specific
2	time-review-requirements-for-transmission-linesinsection
3	67-subsection-{1}-{70-806-{1}}-and-section-77-subsection-{1}
4	[78-887{l}]ofthisastifthe-proposed-length-of-the
5	transmission-line-will-not-exceed-thirty-(30)-miles,
6	(iv)-unless-specifically-coveredbysubsections{i},
7	{ii}or{iii}of-this-subsectiony-the-construction-of-all
8	transmissionlinesandassociatedfacilitiesshallbe
9	subjecttothe-two-{2}-year-time-requirement-of-section-67
10	subsection-{1}-{70-006-{1}},-and-the-six-hundred{600}day
11	requirement-of-section-7,-subsection-(1)-{78-887-(1)},
12	{v}the-provisions-of-subsections-{i}-and-{ii}-of-this
13	subsectionshallnotbeconstruedasauthorizingthe
14	simultaneousconstructionoftwo-{2}-or-more-transmission
15	lines-serving-the-same-community-orcustomerwhichwould,
16	whenconstructedseparately;-come-within-the-exceptions-of
17	subsections-{i}-and-{ii}; the term does not include an
18	electric transmission line and associated facilities of a
19	design capacity of less than two hundred thirty (230)
20	kilovolts and ten (10) miles or less in length;
21	(c) agasorliquid-transmission-line each pipeline
22	and associated facilities designed for, or capable of,
23	transporting gas, water, or liquid hydrocarbon products
24	from or to a gasification-or-liquefaction facility located
25	within or without this state of the size indicated in

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1	subsections-{a}-{ii}-and-{a}-{iii} subsection (3) (a) of
2	this section <u>.</u>
3	(d) any use of geothermal resources, including the use
4	of underground space in existence or to be created, for the
5	creation, use, or conversion of energy;
6	(e) any underground in situ gasification of coal.
Ż	(4) thewords"associated "Associated facilities"
8	include, but are not limited to, transportation links of any
9	kind, aqueducts, diversion dams, substations, including
10	distribution substations, storage ponds, reservoirs, and
11	any other device or equipment associated with the
12	production; or delivery of the energy form or product
13	produced by a facility, except that the term does not
14	include a facility.
15	(5) thewords"commence "Commence to construct" mean
16	means:
17	(a) any clearing of land, excavation, construction, or
18	other action that would affect the environment of the site
19	or route of a utility facility, but de <u>does</u> not include <u>mean</u>
20	changes needed for temporary use of sites or routes for
21	nonutility purposes, or uses in securing geological data,
22	including necessary borings to ascertain foundation
23	conditions;Thewordsdeincludethecommencementof
24	eminent-domainproceedingsunderTitle937chapter997
25	RtC.Mt1947;-for-land-or-rights-of-way-upon-which-a-utility

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1 facility-may-be-constructed;

2 (b) the fracturing of underground formations by any 3 means, if **any** such activity is related to the possible 4 future development of an-underground-utility <u>a gasification</u> 5 <u>facility or a</u> facility employing geothermal resources, but 6 do <u>does</u> not include the gathering of geological data by 7 boring of test holes or other underground exploration, 8 investigation, or experimentationv;

9 (c) the commencement of eminent domain proceedings
10 under Title 93, chapter 99, for land or rights of way upon
11 or over which a facility may be constructed;

12 (d) the relocation or upgrading of an existing 13 facility defined by subsection (3) (b) or (c), including 14 upgrading to a design capacity covered by subsection (3) 15 (b), except that the term does not include normal 16 maintenance or repair of an existing facility.

17 (6) the word "municipality" "Municipality" means any
18 county or municipality within this state.

19 (7) the--word--person*--includes "Person" means any
20 individual, group, firm, partnership, corporation,
21 cooperative, association, government subdivision, government
22 agency, local government, or other organization or entity.

(8) the words public -- utility -- actility -- mean
 <u>"Utility" means</u> any person engaged in any aspect of the
 production, storage, sale, delivery or furnishing of heat,

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electricity, gas, or energy in any form for ultimate public
 use.

3 (9) "certificate" "Certificate" means the certificate 4 of environmental compatibility and public need issued by the 5 board under this chapter and that is required for the 6 construction or operation of any a facility."

7 Section 4. Section 70-804, R.C.M. 1947, is amended to
8 read as follows:

9 *70-804. Certificate from board required prior to construction of utility facility-exemptions. (1) No A 10 11 person shall may not commence to construct a utility 12 facility in the state without first having-obtained applying 13 for and obtaining a certificate of environmental 14 compatibility and public need issued with respect to such 15 the facility by the board. Any A facility, with respect to which a certificate is required issued, shall may not 16 thereafter be constructed, operated and or maintained 17 except in conformity with such the certificate and any 18 19 terms, conditions and modifications contained therein. A 20 certificate may only be issued pursuant to this act chapter. 21 (2) A certificate may be transferred, subject to the 22 approval of the department, to a person who agrees to comply with the terms, conditions and modifications contained 23 therein. 24

25 (3) This act--shall chapter does not apply to any -8utility a facility over which an agency of the federal
 government has exclusive jurisdiction.

3 (4) The board may adopt reasonable rules establishing 4 exemptions from this chapter for the relocation, 5 reconstruction, or upgrading of a facility that would 6 otherwise be covered by this chapter and that is unlikely to 7 have a significant environmental impact by reason of length, 8 size, location, available space or right of way, or 9 construction methods.

10 (5) A certificate is not required under this chapter 11 for a facility under diligent on site physical construction 12 or in operation on January 1, 1973."

13 Section 5. Section 70-805, R.C.M. 1947, is amended to
14 read as follows:

"70-805. Surcharge on electric energy producer's 15 license tax--administrative expenses--tax on gasification, 16 liquefaction, uranium enrichment facilities. (1) Every 17 "producer" as defined in chapter 16 of Title 847-the 18 electrical-energy-producers1-license-tax, shall, in addition 19 to the sum required to be paid by that act chapter, pay an 20 additional twenty-five hundredths percent (0.25%) of the 21 gross amount as shown on the statement which is required by 22 that act chapter, in the same manner and within the time 23 provided by that act chapter. The state---board---ef 24 equalization department of revenue shall report to the state 25

treasurer separately the amount transmitted to the state
 treasurer which is added to the electrical energy producers'
 license tax by this section of-this-act.

4 (2) The legislature shall appropriate sufficient funds 5 to finance the department's activities in carrying out its 6 duties under this act chapter. The legislature shall provide 7 a tax on gasification, liquefaction, coal conversion, and 8 uranium enrichment facilities sufficient to produce an 9 amount of revenue equal to that derived from electrical 10 energy producers under this section."

11 Section 6. Section 70-806, R.C.M. 1947, is amended to 12 read as follows:

13 "70-806. Application for certification--filing and contents--filing fees--use--of--filing---fees notice of 14 15 completion of facility -- further fees -- proof of service on 16 municipalities--waiver--of--time--requirement amendment of 17 application or certification. (1) (a) At--least-two-(2) 18 years-prior-to-anticipated-commencement-of-construction-of-a 19 utility-facility-as-defined--in--sections--78-883---{3}---{a}-20 70-803--(3)-(b)-(iv)--70-803-(3)-(c)--and-70-803-(3)-(d)-and at--least--nine---{9}--months--prior---to---the---anticipated 21 22 commencement--date-of-the-construction-of-a-utility-facility 23 as-defined-in-section-70-803-{3}-{b}-{iii}-an An applicant 24 for a certificate shall file with the department an a 25 verified application, in such form as the department-may

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prescribe board by rule or the department by order
 prescribes, containing the following information:
 tat (i) a description of the location and of the

4 atility facility to be built thereon;

5 (b) (ii) a summary of any studies which have been made 6 of the environmental impact of the facility;

9 (d) (iv) a description of any reasonable alternate
10 location or locations for the proposed facility, a
11 description of the comparative merits and detriments of each
12 location submitted, and a statement of the reasons why the
13 primary proposed location is best suited for the facility;
14 and

15 (e) (v) such other information as the applicant may 16 consider considers relevant or as the board by rule or the 17 department may by regulation-or order require requires. A 18 copy or copies of the studies referred to in clause (b) (ii) 19 above shall be filed with the department, if ordered, and 20 shall be available for public inspection.

(b) An application may consist of an application for
 two (2) or more facilities in combination, such as power
 units and transmission lines.

(2) (a) A-filing-fee-shall-be-deposited-in-the--state
 general--fund,--Said-fee-shall-be The applicant shall pay to

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the department a filing fee with the application, based 1 upon the estimated cost of the facility according to the 2 3 declining scale which follows : The applicant shall pay the accumulated sums calculated as follows: three percent (3%) 4 5 any estimated cost up to one million dollars of (\$1,000,000); plus one percent (1%) of any estimated cost 6 over a million dollars and up to twenty million dollars 7 (\$20,000,000); plus one-half of one percent (0.5%) of any 8 estimated cost over twenty million dollars (\$20,000,000); 9 10 and up to one hundred million dollars (\$100,000,000); plus 11 one-quarter of one percent (0.25%) of any amount of 12 estimated cost over one hundred million (\$100,000,000) and 13 up to three hundred million dollars (\$300,000,000); plus. 14 one-tenth of one percent (0,1) of any amount of estimated 15 cost over three hundred million dollars (\$300,000,000). It 16 is the intent of the legislature that the revenues derived 17 from the filing fee be used by the department in compiling 18 the information required for rendering a decision on a 19 certificate and for carrying out its other responsibilities 20 under this act. If an application consists of a combination 21 of two (2) or more facilities, the filing fee shall be the 22 total of the fees based on the estimated cost of each 23 facility considered separately. 24 (b) If a certificate is issued by the board for the 25 proposed facility, immediately upon completion of

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1 construction of the facility the applicant snall give a 2 notice of completion to the department. As soon as possible 3 after giving the notice of completion, the applicant shall 4 file an affidavit with the department stating the actual 5 cost of the facility in such detail as the department may 6 require to determine whether a further fee is due. If the actual cost exceeds the estimated cost, the applicant shall 7 file a further fee for the difference based upon the 8 declining scale in subsection (2) (a) of this section. No 9 10 further fee is required, however, if it is computed to be 11 five hundred dollars (\$500) or less.

12 (3) Bach An application shall be accompanied by proof 13 of service of a copy of such the application on the chief executive officer of each municipality and the head of each 14 15 government agency, charged with the duty of protecting the environment or of planning land use, in the area in which 16 any portion of such the facility is to be located, both as 17 primarily and as alternatively proposed. The copy of such 18 the application shall be accompanied by a notice specifying 19 the date on or about which the application is to be filed. 20 (4) Hach An application shall also be accompanied by 21 proof that public notice thereof was given to persons, 22 residing in the municipalities entitled to receive notice 23

24 under subsection (3) of this section, by the publication of 25 a summary of the application, and the date on or about which it is to be filed, in such those newspapers as will serve
 substantially to inform such those persons of the
 application.

4 (5) Inadvertent failure of service on, or notice to. any of the municipalities, government agencies or persons 5 6 identified in subsections (3) and (4) of this section may be 7 cured pursuant to orders of the department designed to afford them adequate notice to enable their effective 8 9 participation in the proceeding. In addition, the department 10 may, after filing, require the applicant to serve notice of 11 the application or copies thereof or both upon such other 12 persons, and file proof thereof, as the department may deem 13 appropriate.

14 (6) An application for an amendment of an application 15 or a certificate shall be in such form and contain such 16 information as the department-shall-prescribe board by rule 17 or the department by order prescribes. Notice of such an 18 application shall be given as set forth in subsections (3) 19 and (4) of this section. If an amendment to an original application would result in a substantial change of the 20 21 original application, such an amendment shall be considered 22 as a new application and a new filing fee shall be required. 23 (7)--The-board-may-waive-compliance-with-the-time-limit 24 of-this-section-if-an-applicant-makes-a-clear-and-convincing showing--that--an--immediate--need-for-a-facility-exists-and 25 -14- SB581

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 that-the-applicant-did-not--have--knowledge--that--the--need

 2
 existed--sufficiently-in--advance--of--the--need-to-file-an

 3
 application-within-the-time-provided-in--subsection--(1)--of

 4
 this-section

5 (8)--The--board--mayy--in--its--discretiony--waive--the 6 necessity-of-filing-an-application-where-utility--facilities 7 are--being--relocated--pursuant--to-sections-32-2414-through 8 32-24167-RTC-MT-19477-and-where-it--is--satisfied--after--an 9 examination--of--the--environmental--impact--statement-filed 10 pursuant-to-chapter-65-of-Title-697-R.C.M.-19477--that--such 11 relocation-will-not-significantly-affect-the-environment." 12 Section 7. Section 70-807, R.C.M. 1947, is amended to 13 read as follows:

"70-807. Study, evaluation and report on proposed 14 15 facility--hearing on application for amendment of 16 certificate--hearings. (1) Upon receipt of an application 17 complying with section 70-806, the department shall commence 18 an intensive study and evaluation of the proposed facility 19 and its effects, pursuant-to--section--70-016--of--this--act considering all the criteria listed in sections 70-810 and 20 Within six--hundred--(600)--days two (2) years 21 70-816. following receipt of the an application for a facility as 22 23 defined in sections subsections 70-803 (3) (a)7--78-883--{b} 24 (iv)7--70-903-(3)-(e)7 and 70-803 (3) (d) and for a facility as defined in subsections 70-803 (3) (b) and (c) which is 25 -15-

more than thirty (30) miles in length, and within one 1 hundred-eighty-(188)-days one (1) year for a facility as 2 defined in sections-70-803-(b)-(iii) subsections 70-803 (3) 3 (b) and (c) which is thirty (30) miles or less in length, 4 the department shall make a report to the board, which shall 5 department's studies, evaluations, 6 contain the 7 recommendations, other pertinent documents resulting from its study and evaluation pursuant-to-section-70-816-of-this 8 act, and the final environmental impact statement. If the 9 10 application is for a facility which was not listed or proposed in a long-range plan submitted by the applicant to 11 12 the department at least six (6) months before the filing of 13 the application pursuant to section 70-814, the department 14 shall then have three (3) years and two (2) years, 15 respectively, to make its report to the board. If the application is for a combination of two (2) or more 16 17 facilities, the department shall make its report to the 18 board within the greater of the lengths of time provided for 19 in this subsection for either of the facilities. 20 (2) The departments of health and environmental 21 sciences, highways, intergovernmental relations, fish and 22 game, and public service regulation shall report to the

25 information The report may include opinions as to the

department information relating to the impact of the

proposed site on each department's area of expertise. Such

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advisability of granting, or denying, or modifying the
 certificate. The department shall allocate funds obtained
 from filing fees to the departments making reports to
 reimburse them for the costs of compiling information and
 issuing the required report.

(2) On an application for an amendment of a 6 certificate, the board shall hold a hearing in the same 7 manner as a hearing is held on an application for a 8 certificate if the proposed change in the facility would 9 result in any material increase in any environmental impact 10 of the facility or a substantial change in the location of 11 12 all or a portion of such the facility other than as provided in the alternates set forth in the application. 13

14 (3) (4) Upon receipt of the department's report 15 submitted under subsection (1) of this section, the board 16 shall set a hearing date for a hearing to begin not more 17 than sixty (60) days after such the receipt."

18 Section 8. Section 70-808, R.C.M. 1947, is amended to
19 read as follows:

20 "70-808. Parties to certification proceeding--waiver
21 by failure to participate. (1) The parties to a
22 certification proceeding include:

23 (a) the applicant;

(b) each municipality and government agency entitledto receive service of a copy of the application under

subsection (3)-of-section-6-{70-006-{3}}-of-this-act 70-806
(3); and
(c) any person residing in a municipality entitled to
receive service of a copy of the application under
subsection (4)-of-section-6-{70-006-(4)}-of-this-act 70-806
(4); any nonprofit organization, formed in whole or in part
to promote conservation or natural beauty, to protect the
environment, personal health or other biological values, to
preserve historical sites, to promote consumer interests, to
represent commercial and industrial groups, or to promote

10 represent commercial and industrial groups, or to promote 11 the orderly development of the areas in which the facility 12 is to be located; or any other interested person; and 13 (d) the department. 14 (2) Any party identified in subparagraphs (b) and (c)

15 of subsection (1) of this section waives his right to be a 16 party if he does not participate orally at the hearing 17 before the poard."

18 Section 9. Section 70-310, R.C.M. 1947, is amended to 19 read as follows:

20 "70-810. Decision of board--findings necessary for 21 certificate--conditions imposed--service--of--decision--on 22 parties. (1) The Within ninety (90) days after the last day 23 of the hearing, the board shall make complete findings, 24 issue an opinion, and render a decision upon the record, 25 either granting or denying the application as filed, or

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granting it upon such terms, conditions, or modifications of the construction, operation or maintenance of the **stility** facility as the board **may-deem** <u>considers</u> appropriate. The board may not grant a certificate either as proposed by the <u>applicant</u> or as modified by the board unless it shall find and determine:

(a) the basis of the need for the facility;

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8 (b) the nature of the probable environmental impact;
9 (c) that the facility represents the minimum adverse
10 environmental impact, considering the state of available
11 technology and the nature and economics of the various
12 alternatives;

13 (d) each of the criteria listed in section 16-{70-816}
14 of-this-act 70-816;

15 (e) in the case of an electric, gas, or liquid 16 transmission line or aqueduct, what part, if any, of the line or aqueduct shall be located underground; that such the 17 . facility is consistent with regional plans for expansion of 18 the appropriate grid of the utility systems serving the 19 state and interconnected utility systems; and that such 20 21 facilities the facility will serve the interests of utility 22 system economy and reliability;

23 (f) that the location of the facility as proposed
24 conforms to applicable state and local laws and regulations
25 issued thereunder, except that the board may refuse to apply

any local law or regulation if it finds that, as applied to
 the proposed facility, such the law or regulation is
 unreasonably restrictive in view of the existing technology,
 or of factors of cost or economics, or of the needs of
 consumers whether located inside or outside of the directly
 affected government subdivisions;

7 (g) that the facility will serve the public interest,8 convenience and necessity; and

9 (h) that duly authorized state <u>and federal</u> air and 10 water quality agencies have certified that the proposed 11 facility will not violate state and federally established 12 standards and implementation plans; the judgments of duly 13 authorized air and water quality agencies are conclusive on 14 all questions related to the satisfaction of state and 15 federal air and water quality standards.

16 (2) If the board determines that the location of all 17 or a part of the proposed facility should be modified, it 18 may condition its certificate upon such modification, 19 provided that the municipalities, and persons residing 20 therein, affected by the modification, shall have been given 21 reasonable notice of the modification.

(3) A-copy-of-the-decision-and-any-opinion-issued-with
the-decision-shall-be-served-upon-each-party. In determining
that the facility will serve the public interest,
convenience, and necessity under subsection (1) (g) of this

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advisability of granting, or denying, or modifying the
 certificate. The department shall allocate funds obtained
 from filing fees to the departments making reports to
 reimburse them for the costs of compiling information and
 issuing the required report.

(2) -(3) On an application for an amendment of a 6 certificate, the board shall hold a hearing in the same 7 manner as a hearing is held on an application for a 8 certificate if the proposed change in the facility would 9 result in any material increase in any environmental impact 10 of the facility or a substantial change in the location of 11 all or a portion of such the facility other than as provided 12 13 in the alternates set forth in the application.

14 (3) (4) Upon receipt of the department's report 15 submitted under subsection (1) of this section, the board 16 shall set a hearing date for a hearing to begin not more 17 than sixty (60) days after such the receipt."

18 Section 8. Section 70-808, R.C.M. 1947, is amended to
19 read as follows:

20 "70-808. Parties to certification proceeding--waiver
21 by failure to participate. (1) The parties to a
22 certification proceeding include:

23 (a) the applicant;

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24 (b) each municipality and government agency entitled25 to receive service of a copy of the application under

1 subsection (3)-of-section-6-{70-006-{3}}-of-this-act 70-806
2 (3); and

(c) any person residing in a municipality entitled to 3 receive service of a copy of the application under 4 subsection (4)-of-section-6-(70-806-(4))-of-this-act 70-806 5 (4); any nonprofit organization, formed in whole or in part 6 7 to promote conservation or natural beauty, to protect the 8 environment, personal health or other biological values, to 9 preserve historical sites, to promote consumer interests, to 10 represent commercial and industrial groups, or to promote 11 the orderly development of the areas in which the facility 12 is to be located; or any other interested person; and

13 (d) the department.

(2) Any party identified in subparagraphs (b) and (c)
of subsection (l) of this section waives his right to be a
party if he does not participate orally at the hearing
before the board."

18 Section 9. Section 70-810, R.C.M. 1947, is amended to 19 read as follows:

20 "70-810. Decision of board--findings necessary for 21 certificate--conditions imposed--service--of--decision--on 22 parties. (1) The Within ninety (90) days after the last day 23 of the hearing, the board shall make complete findings, 24 issue an opinion, and render a decision upon the record, 25 either granting or denying the application as filed, or

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granting it upon such terms, conditions, or modifications of the construction, operation or maintenance of the utility facility as the board may-deem considers appropriate. The board may not grant a certificate either as proposed by the applicant or as modified by the board unless it shall find and determine:

(a) the basis of the need for the facility;

8 (b) the nature of the probable environmental impact;

9 (c) that the facility represents the minimum adverse 10 environmental impact, considering the state of available 11 technology and the nature and economics of the various 12 alternatives;

13 (d) each of the criteria listed in section 16-170-816;
14 of-this-net 70-816;

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(e) in the case of an electric, gas, or liquid 15 16 transmission line or aqueduct, what part, if any, of the 17 . line or aqueduct shall be located underground; that such the 18 facility is consistent with regional plans for expansion of the appropriate grid of the utility systems serving the 19 state and interconnected utility systems; and that such 20 21 facilities the facility will serve the interests of utility 22 system economy and reliability;

(f) that the location of the facility as proposed
conforms to applicable state and local laws and regulations
issued thereunder, except that the board may refuse to apply

any local law or regulation if it finds that, as applied to
 the proposed facility, such the law or regulation is
 unreasonably restrictive in view of the existing technology,
 or of factors of cost or economics, or of the needs of
 consumers whether located inside or outside of the directly
 affected government subdivisions;

7 (g) that the facility will serve the public interest,8 convenience and necessity; and

9 (h) that duly authorized state <u>and federal</u> air and 10 water quality agencies have certified that the proposed 11 facility will not violate state and federally established 12 standards and implementation plans; the judgments of duly 13 authorized air and water quality agencies are conclusive on 14 all questions related to the satisfaction of state and 15 federal air and water quality standards.

16 (2) If the board determines that the location of all 17 or a part of the proposed facility should be modified, it 18 may condition its certificate upon such modification, 19 provided that the -municipalities, and persons residing 20 therein, affected by the modification, shall have been given 21 reasonable notice of the modification.

(3) A-copy of the decision and any opinion issued with
the decision shall be served upon each party. In determining
that the facility will serve the public interest,
convenience, and necessity under subsection (1) (g) of this

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1	section, the board shall consider:
2	(i) the items listed in subsections (1) (a) through
3	(b) of this section;
4	(ii) the benefits to the applicant and the state
5	resulting from the proposed facility;
6	(iii) the effects of the economic activity resulting
7	from the proposed facility;
8	(iv) the effects of the proposed facility on the
9	public health, welfare, and safety;
10	(v) any other factors that it considers relevant."
11	Section 10. Section 70-811, R.C.M. 1947, is amended to
12	read as follows:
13	70-811. Opinion issued with decisioncontents of
14	certificatewaiver of time requirementsfacilities for
15	which certificate required. (1) In rendering a decision on
16	an application for a certificate, the board shall issue an
17	opinion stating its reasons for the action taken. If the
18	board has found that any regional or local law or
19	regulation, which would be otherwise applicable, is
20	unreasonably restrictive pursuant to paragraph{f}of
21	subsection{1}ofsection10-{70-010-{1}+f}-of-this-act
22	subsection 70-810 (1) (f), it shall state in its opinion the
23	reasons therefor.
24	(2) Any certificate issued by the board shall include

24 (2) Any certificate issued by the board shall include25 the following:

1 (a) An environmental evaluation statement related to 2 the facilities facility being certified. The statement shall include, but not be limited to, analysis of the following 3 4 information: 5 (i) the environmental impact of the proposed facility; 6 (ii) any adverse environmental effects which cannot be 7 avoided by issuance of the certificate; 8 (iii) problems and objections raised by other federal 9 and state agencies and interested groups; 10 (iv) alternatives to the proposed facilities facility; 11 and 12 (v) a plan for monitoring environmental effects of the 13 proposed facility. 14 (b) A statement signed by the applicant showing 15 agreement to comply with the requirements of this act chapter and the conditions of the certificate. 16 17 (3) The time requirement of section 6-{78-806} 70-806 and any of the provisions described in sections 7-through-11 18 19 {70-807--to-70-811}-of-this-act 70-807 through 70-811 may be 20 waived by the board, for good cause shown, with respect to 21 applications filed before January 1, 1975. Applications for 22 certificates under this subsection (3) must be promptly 23 filed. A--certificate--is--not--required-under-this-act-for 24 facilities-under-construction-or-in-operation-on-January--17 25 1973:-Howevery-a-certificate-must-be-obtained-for-associated

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facilities--upon-which-construction-has-not-commenced-before
 danuary-ly-1973y-subject-to-the-waiver--provisions--of--this
 subsection-"

4 Section 11. Section 70-812, R.C.M. 1947, is amended to 5 read as follows:

6 "70-812. Review---of---denial---of---certificate---by 7 board--procedure Judicial review of board decision. (1) Any 8 party as defined in section 8-{70-808}-of-this-act 70-808 9 aggrieved by the final decision of the board on an 10 application for a certificate, may obtain judicial review of 11 that decision by the filing of a petition in a state 12 district court of competent jurisdiction. within-thirty-(30) days-after-the-issuance-of-such-final-decision--Upon-receipt 13 of-such-petitiony-the-department-shall-deliver-to-the--court 14 15 a--copy--of--the--written--transcript--of--the-record-of-the 16 proceeding-before-it-and-a-copy-of-the-board-s-decision--and 17 opinion-entered-therein-which-shall-constitute-the-record-on 18 tudicial--review.--A--copy--of-such-transcripty-decision-and opinion-shall-remain-on-file-with-the-department--and--shall 19 be-available-for-public-inspection-20

21 (2)--If--a--decision--is--issued--after-a-hearing-on-an application-for-a-certificate,-such-decision--is--final--for purpos-es--of--judicial-review. The judicial review procedure shall be the same as that for contested cases under the Montana Administrative Procedure Act [02-4201-to-02-4225]."

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Section 12. Section 70-813, R.C.M. 1947, is amended to
 read as follows:

*70-813. Jurisdiction of courts restricted. Except as 3 expressly set forth in sections 127--17-and-21-{70-8127 4 70-817-and-70-0213-of-this-act 70-812, 70-817, and 70-821, 5 no court of this state shall-have has jurisdiction to hear 6 or determine any issue, case or controversy concerning any 7 8 matter which was or could have been determined in a proceeding before the board under this act chapter or to 9 10 stop or delay the construction, operation or maintenance of 11 a utility facility, except to enforce compliance with this act chapter or the provisions of a certificate issued 12 13 hereunder pursuant to sections 19-or-21-478-819--or--78-8214 14 of-this-act 70-819 or 70-821." 15 Section 13. Section 70-814, R.C.M. 1947, is amended to read as follows: 16 "70-814. Annual long-range plan submitted--17 contents--available to public. (1) Each utility, and each 18 19 person contemplating the construction of a facility within

20 <u>this state in the ensuing ten (10) years</u>, shall furnish
21 annually to the department for its review, a long-range plan
22 for the construction and operation of utility facilities.
23 <u>Buch The plan shall be submitted on April 1 of each years</u>,
24 <u>The-plan</u> and shall include the following:

25 (a) the general location, size and type of all wtility -24facilities to be owned and operated by the utility or person
 whose construction is projected to commence during the
 ensuing ten (10) years, as well as those facilities to be
 removed from service during the planning period;

5 (b) a description of efforts by the utility or person 6 to coordinate the plan with other utilities or persons so as 7 to provide a coordinated regional plan for meeting the 8 utility facilities needs of the region;

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

(d) projections of the demand for the service rendered
by the utility or person and explanation of the basis for
such those projections, and a description of the manner and
extent to which the proposed facilities will meet the
projected demand; and

(e) additional information that the board by rule or
the department on its own initiative or upon the advice of
interested state agencies might request in order to carry
out the purposes of this act chapter.

23 (2) The plan shall be made available to the public by
24 the department, and the utility or person shall be-required
25 to give public notice throughout the state of its plan by

filing the plan with the environmental quality council, the department of health and environmental sciences sciences, the department of highways, the department of public service regulation, the department of state lands and the department of intergovernmental relations. Citizen environmental protection and resource planning groups, and other interested persons may obtain a plan by written request and payment therefor to the department."

9 Section 14. Section 70-815, R.C.M. 1947, is amended to
10 read as follows:

11 *70-815. Study of planned facilities included in annual long-range report. If a utility or person lists and 12 13 identifies a proposed utility facility in its plan, 14 submitted pursuant to section 14-- [76-814]--of--this-act 70-814, as one on which construction is proposed to be 15 16 commenced within the five (5) year period next-proceeding following submission of the plan, the department shall 17 18 commence examination and evaluation of the proposed site to determine whether construction of the proposed facility 19 20 would unduly impair the environmental values in section 16 21 {70-816}-of-this-act 70-816. This study may be continued 22 until such time as a **utility** person files an application for a certificate under section 6-{78-886}-of-this-act 70-806. 23 Information gathered under this section may be used to 24 25 support findings and recommendations required for issuance

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1 environmental impact. 1 of a certificate." 2 2 Section 15. Section 70-816, R.C.M. 1947, is amended to 3 3 read as follows: 4 4 *70-816. Environmental factors considered in 5 use plans. 5 evaluating long-range plans. In evaluating long-range plans, 6 6 conducting five-year site reviews, and evaluating land use. 7 7 applications for certificates of -- site -- and -- facility, the 8 board and department shall give consideration to the 8 9 9 following list of environmental factors and may, by 10 regulation rule, add to the categories of this section: 10 11 11 (1) Energy needs. 12 12 (a) Growth in demand and projections of need. 13 13 (b) Availability and desirability of alternative 14 sources of energy. 14 15 15 (c) Availability and desirability of alternative 16 sources of energy in lieu of the proposed facility. 16 17 (d) Promotional activities of the utility which may 17 facility. 18 have given rise to the need for this facility. 18 19 19 (e) Socially beneficial uses of the output of this 20 facility, including its uses to protect or enhance 20 21 21 environmental quality. 22 22 (f) Conservation activities which could reduce the (m) Impacts on important historic architectural, 23 23 need for more energy. 24 24 (g) Research activities of the utility of new 25 25 technology available to it which might minimize

(2) Land use impacts. (a) Area of land required and ultimate use. (b) Consistency with areawide state and regional land (c) Consistency with existing and projected nearby (d) Alternative uses of the site. (e) Impact on population already in the area; population attracted by construction or operation of the facility itself; impact of availability of energy from this facility on growth patterns and population dispersal. (f) Geologic suitability of the site or route. (g) Seismologic characteristics. (h) Construction practices. (i) Extent of erosion, scouring, wasting of land-both at site and as a result of fossil fuel demands of the (j) Corridor design and construction precautions for transmission lines or aqueducts. (k) Scenic impacts. (1) Effects on natural systems, wildlife, plant life.

archeological, and cultural areas and features.

(n) Extent of recreation opportunities and related

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1	compatible uses.	<pre>1 macroinvertebrates, and fish population.</pre>
2	(o) Public recreation plan for the project.	2 (i) Effects on unique or otherwise significant
3	(p) Public facilities and accommodation.	3 ecosystems; e.g., wetlands.
4	(q) Opportunities for joint use with energy intensive	4 (j) Monitoring programs.
5	industries, or other activities to utilize the waste heat	5 (4) Air quality impacts.
6	from facilities.	6 (a) Meteorology. Wind direction and velocity, ambient
7	(3) Water resources impacts.	7 temperature ranges, precipitation values, inversion
8	(a) Hydrologic studies of adequacy of water supply and	8 occurrence, other effects on dispersion.
9	impact of facility on stream flow, lakes and reservoirs.	9 (b) Topography. Factors affecting dispersion.
10	(b) Hydrologic studies of impact of facilities on	10 (c) Standards in effect and projected for emissions,
11	ground water.	ll design capability to meet standards.
12	(c) Cooling system evaluation including consideration	12 (d) Emissions and controls.
13	of alternatives.	13 (i) Stack design.
14	(d) Inventory of effluents including physical,	14 (ii) Particulates.
15	chemical, biological, and radiological characteristics.	15 (iii) Sulfur Oxides.
16	(e) Hydrologic studies of effects of effluents on	16 (iv) Oxides of Nitrogen.
17	receiving waters, including mixing characteristics of	17 (v) Heavy metals, trace elements, radioactive
18	receiving waters, changed evaporation due to temperature	18 materials and other toxic substances.
19	differentials, and effect of discharge on bottom sediments.	99 (e) Relationship to present and projected air quality
20	(f) Relationship to water quality standards.	20 of the area.
21	(g) Effects of changes in quantity and quality on	21 (f) Monitoring program.
22	water use by others, including both withdrawal and in situ	22 (5) Solid wastes impact.
23	uses; relationship to projected uses; relationship to water	23 (a) Solid waste inventory.
24	rights.	24 (b) Disposal program.
25	(h) Effects on plant and animal life, including algae,	25 (c) Relationship of disposal practices to
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1 environmental quality criteria. 2 (d) Capacity of disposal sites to accept projected 3 waste loadings. 4 (6) Radiation impacts. 5 (a) Land use controls over development and population. (b) Wastes and associated disposal program for solid, 6 liquid, radioactive and gaseous wastes. 7 8 (c) Analyses and studies of the adequacy of 9 engineering safequards and operating procedures. 10 (d) Monitoring. Adequacy of devices and sampling 11 techniques. 12 (7) Noise impacts. 13 (a) Construction period levels. 14 (b) Operational levels. 15 (c) Relationship of present and projected noise levels to existing and potential stricter noise standards. 16 17 (d) Monitoring. Adequacy of devices and methods." Section 16. Section 70-817, R.C.M. 1947, is amended to 18 19 read as follows: *70-817. Additional requirements by other governmental 20 21 agencies not permitted after issuance of certificate--22 exceptions. Notwithstanding any other provision of law, no state or regional agency, or municipality or other local 23 24 government, may require any approval, consent, permit, 25 certificate, or other condition for the construction,

1 operation, or maintenance of a utility facility authorized 2 by a certificate issued pursuant to the provisions of this 3 act chapter; except that the state air and water quality 4 agency or agencies shall retain authority which they have or 5 may be granted to determine compliance of the proposed 6 facility with state and federal standards and implementation 7 plans for air and water quality and to enforce those 8 standards. Nothing-in-this-act-shall This chapter does not 9 prevent the application of state laws for the protection of 10 employees engaged in the construction, operation or 11 maintenance of such a facility," 12 Section 17. Section 70-818, R.C.M. 1947, is amended to 13 read as follows: 14 *70-818. Revocation or suspension of certificate--15 voiding of application. (1) A certificate may be revoked 16 or suspended by the board: 17 (1) (a) for any material false statement in the 18 application or in accompanying statements or studies 19 required of the applicant, if a true statement would have 20 warranted the board's refusal to grant a certificate; or 21 (2) (b) for failure to maintain safety standards or to 22 comply with the terms or conditions of the certificate; or

23 (3) (c) for violation of the provisions any provision
24 of this act chapter, the regulations rules issued
25 thereunder, or orders of the board or department.

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1(2) An application may be woided by the department:2(a) for any material false statement in the3application or in accompanying statements or studies4required of the applicant;

5 (b) for failure to file an application in 6 substantially the form and content required by this chapter 7 and the rules adopted thereunder; or

8 (c) for failure to deposit the filing fee with the 9 application as required by section 70-806."

10 Section 18. Section 70-819, R.C.M. 1947, is amended to 11 read as follows:

"70-819. Enforcement of act chapter by residents of 12 state--statement of failure to enforce act--mandamus 13 --private suits for damages. (1) A resident of this state, 14 with knowledge that a requirement of this act chapter or a 15 rule adopted under-this-act, under it is not being enforced 16 py a public officer or employee whose duty it is to enforce 17 the requirement or rule, may bring the failure to enforce to 18 the attention of the public officer or employee by a written 19 statement under oath that shall state the specific facts of 20 the failure to enforce the requirement or rule. Knowingly 21 making false statements or charges in the affidavit subjects 22 the affiant to penalties prescribed under the law of 23 24 perjury.

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25 (2) If the public officer or employee neglects or

statement to enforce the requirement or rule, the resident 2 may bring an action of mandamus in the district court of the 3 first judicial district of this state, in and for the county 4 of Lewis and Clark. If the court finds that a requirement of 5 this act chapter or a rule adopted under this act under it 6 7 is not being enforced, the court may order the public officer or employee, whose duty it is to enforce the 8 9 requirement or rule, to perform his duties. If he fails to do so, the public officer or employee shall be held in 10 11 contempt of court and is subject to the penalties provided 12 by law.

refuses for an unreasonable time after receipt of the

13 (3) An owner of an interest in real property who obtains all or part of his supply of water for domestic, 14 15 agricultural, industrial, or other legitimate use from a 16 surface or underground source may sue a utility person to 17 recover damages for contamination, diminution. or 18 interruption of the water supply, proximately resulting from 19 the operation of a **utility** facility. The remedies 20 enumerated in this subsection do not exclude the use of any other remedy which may be available under the laws of the 21 22 state." 23 Section 19. Section 70-820, R.C.M. 1947, is amended to read as follows: 24

25 "70-820. Adoption of rules--monitoring of facilities.

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1	(1) The board and-department may adopt rules implementing
2	the provisions of this act. chapter, including, but not
3	limited to, rules:
4	(a) governing the form and content of applications;
5	(b) further defining the terms used in this chapter;
6	(c) governing the form and content of long-range
7	plans;
8	(d) designed to reduce the rate of growth of energy
9	demands by limiting promotional activities by energy
10	suppliers;
11	(e) any other rules the board considers necessary to
12	accomplish the purposes and objectives of this chapter.
13	(2) The board and the department shall have-continuing
14	authorityandresponsibilityformonitoring monitor the
15	operations of all certificated facilities, for assuring
16	continuing compliance with this act chapter and certificates
17	issued hereunder, and for discovering and preventing
18	noncompliance with this act chapter and such the
19	certificates.
20	(3) The board shall adopt rules requiring every person
21	who proposes to gather geological data by boring of test
22	holes or other underground exploration, investigation, or
23	experimentation, related to the possible future development
24	of an-underground-utility a facility employing geothermal

25 resources, to comply with the following requirements:

1 (a) Notify the department of the proposed action; (b) Submit to the department a description of the area 2 3 involved; 4 (c) Submit to the department a statement of the proposed activities to be conducted and the methods to pe 5 utilized; б 7 (d) Submit to the department geological data reports at such times as may be required by the rules; and 8 (e) Submit such other information as the board may 9 10 require in the rules." 11 Section 20. Section 70-821, R.C.M. 1947, is amended to 12 read as follows: 13 "70-821. Penalties for violation of act chapter--civil action by attorney general. (1) Whoever 14 - 15 (a) without first obtaining a certificate of-site-and facility required under section 4-{78-884} 70-804, commences 16 17 to construct or operate a utility facility after--the 18 effective-date-of-this-act; or 19 (b) having first obtained a certificate of-site-and 20 facility, constructs, operates or maintains a utility facility other than in compliance with the certificate; or 21 22 (c) violates any other provision of this chapter or 23 any rule or order adopted thereunder, or submits false 24 information in any report or application required by this 25 cnapter or rule or order adopted thereunder; or

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1 (e) (d) causes any of the aforementioned acts to 2 occur; shall be liable to a civil penalty of not more than 3 ten thousand dollars (\$10,000) for each violation. Each day 4 of a continuing violation shall constitute a separate 5 offense. The penalty shall be recoverable in a civil suit 6 brought by the attorney general on behalf of the state in 7 the first district court of Montana.

8 (2) Whoever knowingly and willfully violates 9 subsection (1) shall be fined not more than ten thousand 10 dollars (\$10,000) for each violation or imprisoned for not 11 more than one (1) year, or both. Each day of a continuing 12 violation shall constitute a separate offense.

13 (3) In addition to any penalty provided in subsections 14 (1) or (2), whenever the department determines that a person 15 is violating or is about to violate any of the provisions of 16 this section, it shall may refer the matter to the attorney 17 general who may bring a civil action on behalf of the state in the first district court of Montana for injunctive or 18 other appropriate relief against the violation and to 19 enforce the--act this chapter or a certificate issued 20 21 hereunder, and upon a proper showing a permanent or preliminary injunction or temporary restraining order shall 22 23 be granted without bond. The department shall also enforce 24 this chapter and bring legal actions to accomplish the 25 enforcement through its own legal counsel.

(4) All fines collected shall be deposited in the state general fund."

3 Section 21. Section 70-822, R.C.M. 1947, is amended to
4 read as follows:

70-822. Grants, gifts and funds. The department shall
have-authority-to may receive grants, gifts and other funds
from any public or private source, to assist in its
activities under this act chapter."

9 Section 22. Section 70-823, R.C.M. 1947, is amended to
10 read as follows:

11 "70-823. Act Chapter supersedes other laws or 12 regulations. This act chapter supersedes other laws or 13 regulations. If any provision of this act chapter is in conflict with any other law of this state, or any rule or 14 regulation promulgated thereunder, this act chapter shall 15 govern and control, and such the other law, rule or 16 regulation shall be deemed superseded for the purpose of 17 18 this act chapter."

19 Section 23. Amendments not indicative of legislative 20 interpretation of 1973 act--savings clause. The amendments 21 made by this act, or proposed to be made if this act should 22 not be enacted, do not indicate an expression of legislative 23 intent as to the interpretation of any provision of the 24 Montana Utility Siting Act of 1973 as it existed prior to 25 the introduction or enactment of this act. This act shall

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not affect the outcome of any judicial or quasi-judicial
 administrative proceeding commenced prior to the effective
 date of this act.

4 Section 24. Applicability. The amendments made by 5 this act apply only to applications received by the 6 department after January 1, 1975.

7 Section 25. This act is effective on its passage and8 approval.

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BB 0581/02

Approved by Committee on <u>Natural Resources</u>

1	HOUSE BILL NO. 581
2	INTRODUCED BY PARDANOUVE, MELOY, HUENNEKENS, KEMMIS, VINCENT,
3	LIEN, DRISCOLL, GUNDERSON, HABPER, BRADLEY
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT AMENDING SECTIONS
6	70-801 1Hkough 70-808, 70-810-THROUGH 70-823, B.C.M. 1947,
7	TO GENERALLY REVISE THE MONTANA UTILITY SITING ACT OP 1973;
8	PROVIDING AN IMMEDIATE EFFECTIVE DATE."
9	
10	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
11	Section 1. Section 70-801, B.C.M. 1947, is amended to
12	read as follows:
13	*70-801. Short title. This ast <u>chapter shall be known</u>
14	and may be cited as the Montana Stility <u>MAJOB FACILITY</u>
15	Siting Act of 1973 ."
16	Section 2. Section 70-802, R.C.M. 1947, is amended to
17	read as follows:
18	*70-802. Policy and legislative findings. It is the
19	constitutionally declared policy of this state to maintain
20	and improve a clean and healthful environment for present
21	and future generations; to protect the environmental life
22	support system from degradation and prevent unreasonable
23	depletion and degradation of natural resources; and to
24	provide for administration and enforcement to attain these
25	objectives.

1 The legislature finds that the construction of 2 additional power and or energy conversion facilities may be 3 necessary to meet the increasing need for electricity, and 4 other energy, and other products, and that such these 5 facilities have an effect on the environment, an impact on 6 population concentration, and an effect on the welfare of the citizens of this state. Therefore, it is necessary to 7 8 ensure that the location, construction and operation of 9 power and energy conversion facilities will produce minimal 10 adverse effects on the environment and upon the citizens of 11 this state by providing that as a power or energy conversion 12 facility shall bereafter may not be constructed or operated 13 within this state without a certificate of environmental 14 compatibility and public need acquired pursuant to this act 15 chapter.* 16 Section 3. Section 70-803, R.C.B. 1947, is amended to 17 read as follows: 18 *70-803. Definitions. The following words, when used 19 in this act, shall have the following scanings walcos 20 otherwise clearly apparent from the content In this chapter, 21 unless the context requires otherwise: 22 (1) the word "department" "Department" means the department of natural resources and conservation provided 23 for in Title 82A, chapter 15. 29 25 (2) the word "board" "Board" means the board of -2-HB 581

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natural resources and conservation provided for in section 821-1509. (3) the words "utility facility" or "facility" seas "Pacility" means: (a) any energy generating and conversion each plant, upit, or other facility and associated facilities, except for oil and gas refineries. (i) designed for, or capable of, generating at tifty (50) negawatts of electricity or more, or any addition thereto (except pollution control facilities approved by the department of health and environmental sciences added to an existing plant) having an estimated cost in excess of two hundred fifty thousand dollars (\$250,000), or (ii) designed for, or capable of, producing one twenty-five million (25,000,000) cubic feet of gas per day or more, or any addition thereto having an estimated cost in excess of two hundred fifty thousand dollars (\$250,000), or (iii) designed for, or capable of, producing fifty thewsand (50,000) twenty-five thousand (25,000) barrels of liquid hydrocarbon products per day or more, or any addition thereto having an estimated cost in excess of two hundred fifty thousand dollars (\$250,000), or (iv) designed for, or capable of, enriching uranium minerals, or any addition thereto having an estimated cost

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or 3 (v) designed for, or capable of, utilizing, refining, processing, or converting five hundred thousand (500,000) 4 5 tons of coal per year or more, or any addition thereto having as estimated cost in excess of two hundred fifty 6 7 thousand dollars (\$250.000): (b) an each electric transmission line and associated 8 9 facilities of a design capacity of thirty-four and one-half 10 (34.5) more than sixty-nine (69) kilovolts or more, except 11 that the following transmission lines and associated facilities-shall-be-subject-to-certais-exceptions-under-the 12 13 aot+ 14 15 16 which-will-be-constructed-above-ground-for-a-distance-of-ten 17 (10)-miles or less shall not be considered a whility 18 tooility-within-the-definitions-of-this-act, 19 (ii) - a transmission line-and-associated facilities with 20 a--design--capacity-of-one-hundred-sixty-one-(161)-kilovolts 21 or-less-and-which-will-be-constructed-anderground-for-a distance of fave (5) miles or less shall not be considered a 22 23 stility-tacility-vithin-the-definitions of this-acty 24 {iii}- a transmission line or accounted tagilities of a design - capacity of one-hundred cixty one- (161) - kilovolte or 25 -4-88 581

in excess of two hundred fifty thousand dollars (\$250,000),

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1	lens-which-does-not-meet-the-reguirements-of-subsections-(i)
2	and-(ii)-of-this-subsection-shall be subject to the specific
3	time-review-requirements-for-transmission-lines-in-section
4	67-Eubsection (1)-[70-806-(1)] and section 77-subsection (1)
5	[70-807- (1)] of this act if the proposed length of the
6	transmission-line-will-not-enced thirty-(30) miles,
7	(i*)~umloss-specifically-sovered-by-subsections(i),
8	(ii)or(iii)of-this-subsection,-the-construction-of-all
9	transmission—lines—and—assesiated—fasilities—shall—be
10	subjecttotho-two{2}-year-time-requirement-of-section-6,
11	subsection (1) [70-806 (1)], and the siz hundred (600) - day
12	toguirement-of-section-7,-subsection-{1}-[70-807-{1}-],
13	{7} the provisions of subsections (i) and (ii) of this
14	subsection—shall-not be-construct-as-authorisingthe
15	simultancove-construction-of-two-(2)-or-more-transmission
16	lines cerving the came community or sustoner which would,
17	when constructed separately, some within the exceptions of
18	subsections (i) and (ii); the term does not include an
19	electric transmission line and associated facilities of a
20	design capacity of less than two hundred thirty (230)
21	kilovolts and ten (10) miles or less in length;
22	
	(C) a gas or liquid transmission line <u>each pipeline</u>
23	(C) a gas of light transmission line <u>each pipeline</u> and associated facilities designed for, or capable of,

from or to a gasification or liquefaction facility located

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1 <u>within or without this state</u> of the size indicated in 2 subsections (a) (ii) and (a) (iii) subsection (3) (a) of 3 this section-; Ą. (d) any use of geothernal resources, including the use 5 of underground space in existence or to be created, for the 6 creation, use, or conversion of energy-; 7 (e) any underground in situ gasification of coal. (4) the words "associated "Associated facilities" 8 9 include, but are not limited to, transportation links of any 10 kind, aqueducts, diversion dans, substations, including 11 distribution substations, storage ponds, reservoirs, and 12 any other device or equipment associated with the 13 production, or delivery of the energy form or product 14 produced by a facility, except that the term does not 15 include a facility. 16 (5) the words "connence to construct" mean 17 means: 18 (a) any clearing of land, excavation, construction, or 19 other action that would affect the environment of the site 20 or route of a stility facility, but do does not include mean changes needed for temporary use of sites or routes for 21 22 nonutility purposes, or uses in securing geological data, 23 including necessary borings to ascertain foundation 24 conditions. The words do include the compensations

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R.C.L. 1947, for land or rights of vay upon which a utility 1 feeility ear be constructed. : •2 3 (b) the fracturing of underground formations by any 2 means, if any such activity is related to the possible future development of an underground utility a gasification 5 б facility or a facility employing geothermal resources, but 7 do does not include the gathering of geological data by 8 boring of test holes or other underground exploration, 9 investigation, or experimentation-: 10 (c) the consencement of eminent domain proceedings 11 under Title 93, chapter 99, for land or rights of way upon 12 or over which a facility may be constructed: 13 (d) the relocation or upgrading of an existing 14 facility defined by subsection (3) (b) or (c), including 15 upgrading to a design capacity covered by subsection (3) 16 (b), except that the term does not include normal 17 maintenance or repair of an existing facility. 18 (6) the word "municipality" municipality" means any 19 county or municipality within this state. 20 (7) the word "person" isoludes "Person" means any 21 individual, group, firm, partnership, corporation,

22 cooperative, association, government subdivision, government
 23 agency, local government, or other organization or entity.
 24 (8) the words "public stility" or "mutility" mean
 25 "Utility" means any person engaged in any aspect of the

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production, storage, sale, delivery or furnishing of heat,
 electricity, gas, or energy in any form for ultimate public
 use.

4 (9) "moortificate" "Certificate" means the certificate 5 of environmental compatibility and public need issued by the 6 board <u>under this chapter and that is</u> required for the 7 construction or operation of <u>any a</u> facility."

8 Section 4. Section 70-804, R.C.H. 1947, is amended to
9 read as follows:

10 #70-804. Certificate from board required prior to construction of utility facility<u>-exemptions</u>. 11 (1) No A 12 person shall may not commence to construct a stility facility in the state without first having obtained applying 13 for and obtaining a certificate of environmental 14 compatibility and public need issued with respect to such 15 16 the facility by the board. Any A facility, with respect to 17 which a certificate is required issued, shall may not 18 thereafter be constructed, operated and or maintained 19 except in conformity with such the certificate and any 20 terms, conditions and modifications contained therein. A certificate may only be issued pursuant to this act chapter. 21 22 (2) λ certificate may be transferred, subject to the approval of the department, to a person who agrees to comply 23 with the terms, conditions and modifications contained 24 therein. 25

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(3) This act shall chapter does not apply to any
 wtility a facility over which an agency of the federal
 government has exclusive jurisdiction.

4 (4) The board may adopt reasonable rules establishing 5 exemptions from this chapter for the relocation, 6 reconstruction, or upgrading of a facility that would 7 otherwise be covered by this chapter and that is unlikely to 8 have a significant environmental impact by reason of length, 9 size, location, available space or right of way, or 10 construction methods.

11 (5) <u>b</u> certificate is not required under this chapter
 12 for a facility under diligent on site physical construction
 13 or in operation on January 1, 1973."

Section 5. Section 70-805, H.C.M. 1947, is amended to
read as follows:

16 *70-805. Surcharge on electric energy producer's 17 license tax---administrative expenses---tax on gasification. 18 liquefaction, uranium enrichment facilities. (1) Every 19 "producer" as defined in chapter 16 of Title 84--the 20 electrical-energy-producers-lisense-taxy shall, in addition 21 to the sum required to be paid by that act chapter, pay an 22 additional twenty-five hundredths percent (0.25%) of the 23 gross amount as shown on the statement which is required by 24 that act chapter, in the same manner and within the time 25 provided by that act chapter. The state-board of

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equalisation department of revenue shall report to the state
treasurer separately the amount transmitted to the state
treasurer which is added to the electrical energy producers
license tax by this section of this act.

5 (2) The legislature shall appropriate sufficient funds 6 to finance the department's activities in carrying out its 7 duties under this act chapter. The legislature shall provide 8 a tax on gasification, liquefaction, coal conversion, and 9 uranium enrichment facilities sufficient to produce an 10 amount of revenue equal to that derived from electrical 11 energy producers under this section."

Section 6. Section 70-806, R.C.M. 1947, is amended to
read as follows:

14 "70-806. Application for certification-filing and 15 contents-filing fees ace of filing fees notice of 16 completion of facility-further fees-REPUND-proof of 17 service on municipalities-waiver of the requirement 18 amendment of application or certification. (1) (a) At 19 lcast two-(2) years prior to asticipated seasescent of construction of a utility facility as defined in sections 20 21 70-803-(3)-(a),-70-803 (3)-(b)-(iv),-70-803-(3)-(c),-and 22 70-803--{3}- {d}--and--at-least-nine-{9}-months-prior-to-the 23 anticipated commencement date of the construction of -- a 24 Btility facility as defined in section 70-803 (3) (b) (iii), 25 an <u>An</u> applicant for a certificate shall file with the

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department as a verified application, in such form as the

2 department -- may preseribe board by rule or the department by
3 order prescribes, containing the following information:

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4 (a) (i) a description of the location and of the
5 ubility facility to be built thereon;

6 (b) (ii) a summary of any studies which have been made
7 of the environmental impact of the facility;

8 (0) (iii) a statement explaining the need for the
9 facility;

10 (4) (iv) a description of any reasonable alternate
11 location or locations for the proposed facility, a
12 description of the comparative merits and detriments of each
13 location submitted, and a statement of the reasons why the
14 primary proposed location is best suited for the facility;
15 and

16 (v) such other information as the applicant may
17 consider considers relevant or as the board by rule or the
18 department may by regulation or order require requires. A
19 copy or copies of the studies referred to in clause (b) (ii)
20 above shall be filed with the department, if ordered, and
21 shall be available for public inspection.

 22
 (b) An application may consist of an application for

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 two (2) or more facilities in combination, such as power

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 phits and transmission lines which ARP PHYSICALLY AND

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 DIRECTLY ATTACHED TO EACH OTHER AND ARE OPERATIONALLY A

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1 SINGLE OPERATING ENTITY.

(2) (a) 1-filing for shall be deposited in the state 2 3 general fund. Said for shall be The applicant shall pay to the department a filing fee with the application, based 4 upon the estimated cost of the facility according to the 5 6 declining scale which follows : The applicant shall pay the accurplated ours calculated as follows: three percent (3%) 7 8 of any estimated cost up to one million dollars (\$1,090,000); plus one percent (%) of any estimated cost 9 over a million dollars and up to twenty million dollars 10 11 (\$20,000,000); plus one-half of one percent (0.5%) of any estimated cost over twenty million dollars (\$20,000,000); 12 13 and up to one hundred million dollars (\$160,000,000); plus one-quarter of one percent (0.25%) of any amount of 14 estimated cost over one hundred million (\$100,000,000) and 15 up to three hundred million dollars (\$300,000,000); plus 16 17 one-tenth of one percent (0.1%) of any amount of estimated 18 cost over three hundred million dollars (\$300,000,000). It is the intent of the legislature that the revenues derived 19 from the filing fee be used by the department in compiling 20 21 the information required for rendering a decision on a certificate and for carrying out its other responsibilities 22 23 under this act. If an application consists of a combination of two (2) or more facilities, the filing fee shall be the 24 25 total of the fees based on the TOTAL estimated cost of each -12ыв 561

1	facility considered separately TEE COMBINED FACILITIES.
2	(b) If a certificate is issued by the board for the
3	proposed facility, immediately upon completion of
4	construction of the facility the applicant shall give a
5	notice of completion to the department. As soon as possible
6	after giving the notice of completion, the applicant shall
7	file an affidavit with the department stating the actual
8	cost of the facility in such detail as the department may
9	require to determine whether a further fee is due. If the
10	actual cost exceeds the estimated cost, the applicant shall
11	file a further fee for the difference based upon the
12	decliping scale in subsection (2) (a) of this section. No
13	further fee is required, however, if it is computed to be
14	five hundred dollars (\$500) or less.
15	(C) IP THE BOARD DENIES AN APPLICATION, AND THE
16	BOARD'S DECISION IS UPHELD IN ANY SUBSEQUENT COURT
17	PROCEEDING, THE APPLICANT IS BUTITLED TO A REFUND OF THAT
18	PORTION OF THE FILING FEE NOT EXCENDED BY THE DEPARTMENT IN
19	CABRYING OUT ITS RESPONSIBILITIES UNDER THIS CHAPTER.
20	(D) THE DEPARTMENT MAY CONTRACT WITH A POTENTIAL
21	APPLICANT UNDER THIS CHAPTEN, IN ADVANCE OF THE FILING OF A
22	FORMAL APPLICATION, FOR THE DEVELOPMENT OF INFORMATION OF
23	PROVISION OF SERVICES REQUIRED BEREUNDER. PAIMENTS MADE TO
24	THE DEFARTMENT UNDER SUCH A CONTRACT SHALL BE CREDITED
25	AGAINST THE FEE PAYABLE HEREUNDER.
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1 (3) Each An application shall be accompanied by proof 2 of service of a copy of such the application on the chief 3 executive officer of each municipality and the head of each 4 government agency, charged with the duty of protecting the 5 environment or of planning land use, in the area in which 6 any portion of such the facility is to be located, both as 7 primarily and as alternatively proposed. The copy of such 8 the application shall be accompanied by a notice specifying 9 the date on or about which the application is to be filed.

10 (4) Each An application shall also be accompanied by 11 proof that public notice thereof was given to persons, 12 residing in the municipalities entitled to receive notice 13 under subsection (3) of this section, by the publication of 14 a summary of the application, and the date on or about which 15 it is to be filed, in such those newspapers as will serve 16 substantially to inform such those persons of the 17 application.

18 (5) Inadvertent failure of service on, or notice to, 19 any of the municipalities, government agencies or persons 20 identified in subsections (3) and (4) of this section may be cured pursuant to orders of the department designed to 21 22 afford then adequate notice to enable their effective participation in the proceeding. In addition, the department 23 24 may, after filing, require the applicant to serve notice of 25 the application or copies thereof or both upon such other

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persons, and file proof thereof, as the department may deem appropriate.

3 (6) An application for an amendment of an application or a certificate shall be in such form and contain such 4 5 information as the department shall preseribe board by rule б or the department by order prescribes. Notice of such an 7 application shall be given as set forth in subsections (3) 8 and (4) of this section. If an agendment to an original 9 application would result in a substantial change of the 10 original application, such an amendment shall be considered 11 as a new application and a new filing fee shall be required. 12 (7) --- The-board-may-waive compliance with the time limit 13 of-this-section-if-an-applicant-makes-a-clear-and-convinsing 14 showing that an immediate need for a facility exists and 15 that-the applicant-did not have knowledge that the need 16 existed-sufficiently-in-advance-of-the-need-to-file-an 17 application within the time provided in subsection (1) of 18 this section.

19 (8) The board may, in its discretion, waive the 20 necessity -- of filing an application where wtility facilities 21 are being relocated pursuant to sections - 32-2414 through 22 32-24167 R.C.H. 1947, and where it is satisfied after an 23 examination of the environmental inpact otatement ifled 24 persuant -- to-- chapter-65-of-Title 69--8-C.B. 1947. that such 25 relocation will not significantly affoct the environment." -15-85 581 Section 7. Section 70-807, k.C.M. 1947, is amended to
 read as tollows:

3 "70-807. Study, evaluation and report on proposed of 4 facility-hearing on application for amendment certificate-hearings. (1) Opon receipt of an application 5 complying with section 70-806, the department shall commence 6 7 an intensive study and evaluation of the proposed facility and its effects, pursuant to section 76 816 of this act 8 considering all the criteria listed in sections 70-810 and 9 10 70-816. Within six bundred (600) days two (2) years 11 following receipt of the an application for a facility as defined in sections subsections 70-803 (3) (a) -70-803 (b) 12 (iv), 70-803 (3) (c), and 70-803 (3) (d) and for a facility 13 as defined in subsections 70-803 (3) (b) and (c) which is 14 more than thirty (30) miles in length, and within one 15 hundred sights (180) days one (1) year for a facility as 16 17 defined in sections 70-803 (b) (iii) subsections 70-803 (3) 18 (b) and (c) which is thirty (30) miles or less in length, the department shall make a report to the board, which shall 19 20 contain the department's studies. evaluations, recommendations, other pertinent documents resulting from 21 its study and evaluation pursuant to section 70-816 of this 22 23 act, and the final environmental impact statement. If the 24 application is for a facility which was not listed or 25 proposed is a long range plus submitted by the applicant to -16-ม**ธ** 561

the-department-at-least-six-(6)-months-before-the-filing-of 1 the--application--pursuant-to-section-70-8147-the-department 2 shall--then--have--three--{3}--years--and--two--{2}---years; 3 respectively, -- to -- make -- its -- report -- to -- the -- board. If the 4 application is for a combination of two (2) or more 5 facilities, the department shall make its report to the б board within the greater of the lengths of time provided for 7 in this subsection for either of the facilities. 8

9 (2) The departments of health and environmental 10 sciences, highways, intergovernmental relations, fish and 11 game, and public service regulation shall report to the 12 department information relating to the impact of the proposed site on each department's area of expertise. Such 13 14 information The report may include opinions as to the 15 advisability of granting, or denying, or modifying the 16 certificate. The department shall allocate funds obtained 17 from filing fees to the departments making reports to reimburse them for the costs of compiling information and 18 19 issuing the required report.

20 (2) (3) On an application for an amendment of a 21 certificate, the board shall hold a hearing in the same 22 manner as a hearing is held on an application for a 23 certificate if the proposed change in the facility would 24 result in any material increase in any environmental impact 25 of the facility or a substantial change in the location of 21 -17- HB 531

1 all or a portion of such the facility other than as provided 2 in the alternates set forth in the application. 3 (3) (4) Open receipt of the department's report Ð. submitted -- under -- cubcection -- (1) of this section, the board 5 shall sot a hearing date for a hearing to begin not sore 6 than sixty (60) days after such the receipt. HITBIN SIXTY 7 (60) DAYS AFTER RECEIFT OF THE DEPARTMENT'S REPORT SUBMITTED A UNDER SUBSECTION (1) OF THIS SECTION, THE BOARD SHALL SET A 9 DATE FOR THE CERTIFICATION HEARING, WHICH SHALL COMMENCE 10 WITHIN SIX (6) MONTHS APTER RECEIPT OF THE DEPARTMENT'S 11 BEPOBT." 12 Section 8. Section 70-808, R.C.B. 1947, is amended to 13 read as follows: 14 *70-808. Parties to certification proceeding-waiver 15 by failure to participate. (1) The parties to a 16 certification proceeding include: 17 (a) the applicant; 18 (b) each sumicipality and government agency entitled 19 to receive service of a copy of the application under 20 subsection (3) of section 6 [70-806 (3)] of this act 70-806 21 (3); and 22 (c) any person residing in a municipality entitled to 23 receive service of a copy of the application under 24 subsection (4) of section 6 [70-806 (4] of this act 70-806 25 (4); any nonprofit organization, formed in whole or in part

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to promote conservation or natural beauty, to protect the environment, personal health or other biological values, to preserve historical sites, to promote consumer interests, to represent commercial and industrial groups, or to promote the orderly development of the areas in which the facility is to be located; or any other interested person; and

(d) the department.

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8 (2) Any party identified in subparagraphs (b) and (c)
9 of subsection (1) of this section waives his right to be a
10 party if he does not participate orally at the hearing
11 before the board."

12 <u>SECTION 9. SECTION 70-809, R.C.H. 1947, IS AMENDED TO</u> 13 <u>BEAD AS POLLOWS:</u>

14 "70-809. Record of hearing - procedure - rules of evidence - burden of proof. 15 studies. (1) Any 16 investigations, reports, or other documentary evidence. 17 including those prepared by the department, which any party 16 wishes the board to consider or which the board itself 19 expects to utilize or rely upon, shall be made a part of the 20 record; a record shall be made of the hearing and of all 21 testimony taken; and the contested case procedures of the 22 Bontana Administrative Procedure Act [82-4201 to 82-4225] 23 Mitle 82, chapter 42, h.C.M. 1947) shall apply to the 24 hearing, except that neither common law nor statutory rules 25 of evidence need apply, but the board may make rules -19-85 581

2 testimony. 3 (2) In a certification proceeding held under this chapter, the applicant has the burden of showing by clear 4 and convincing evidence that the application should be 5 ń granted and that the criteria of section 70-810 are met. 2 (3) Any party to a certification proceeding held under 8 this chapter may conduct prehearing discovery of all other 9 known parties, including obtaining subpoenas of witnesses 10 and subpoenas duces tecus for the production of such books, 11 records, papers, documents and other objects as may be necessary and proper for the purposes of the proceeding, and 12 13 the taking of testimony by deposition upon oral examination 14 or written interrogatories for the purpose of discovery or 15 for use as evidence in the hearing or for both purposes. 16 (4) If the board appoints a hearing examiner to conduct any certification proceedings under this chapter, 17 18 the hearing examiner may not be a member of the board or an 19 employee of the department." Section 10. Section 70-610, k.C.M. 1947, is amended to 20 21 read as follows: "70-810. Decision of board-findings necessary for 22 23 certificate-conditions imposed service of decision on partice. (1) The Within ninety (90) days after the last day 24

of the hearing, the board shall make complete findings,

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designed to exclude repetitive, redundant or irrelevant

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1 issue an opinion, and render a decision upon the record, either granting or denying the application as filed, or ż granting it upon such terms, conditions, or modifications of 3 4 the construction, operation or maintenance of the utility 5 facility as the board say deep <u>considers</u> appropriate. The board may not grant a certificate either as proposed by the 6 7 applicant or as modified by the board unless it shall find and determine: ъ

9 (a) the basis of the need for the facility;

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

15 (d) each of the criteria listed in section 46 [70-816]
16 of this act <u>70-816</u>;

(e) in the case of an electric, gas, or liquid 17 10 transmission line or aqueduct, what part, if any, of the 19 line or aqueduct shall be located underground; that such the facility is consistent with regional plans for expansion of 20 21 the appropriate grid of the stility systems serving the state and interconnected utility systems; and that such 22 23 facilities the facility will serve the interests of utility system economy and reliability; 24

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(f) that the location of the facility as proposed

contorns to applicable state and local laws and regulations 1 issued thereunder, except that the board may refuse to apply 2 3 any local law or regulation if it finds that, as applied to the proposed facility, such the law or regulation is 4 5 unreasonably restrictive in view of the existing technology. or of factors of cost or economics, or of the needs of 6 7 consumers whether located inside or outside of the directly 8 affected government subdivisions;

9 (g) that the facility will serve the public interest,10 convenience and necessity; and

(h) that duly authorized state <u>and federal</u> air and vater quality agencies have certified that the proposed facility will not violate state and federally established standards and implementation plans; the judgments of duly authorized air and water quality agencies are conclusive on all questions related to the satisfaction of state and federal air and water quality standards.

18 (2) If the board determines that the location of all 19 or a part of the proposed facility should be modified, it 20 may condition its certificate upon such modification, 21 provided that the municipalities, and persons residing 22 therein, affected by the modification, shall have been given 23 reasonable notice of the modification.

24 (3) A copy of the decision and any opinion isoued with
 25 the decision shall be served upon each party. In determining

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1	that the facility will serve the public interest,
2	convenience, and necessity under subsection (1) (a) of this
3	section, the board shall consider:
4	(i) the items listed in subsections (1) (a) through
5	(b) of this section:
6	(ii) the benefits to the applicant and the state
7	resulting from the proposed facility:
8	(iii) the effects of the economic activity resulting
9	from the proposed facility:
10	(iv) the effects of the proposed facility on the
11	public health, welfare, and safety:
12	(v) any other factors that it considers relevant."
13	Section <u>11</u> . Section 70-811, R.C.M. 1947, is amended to
14	read as follows:
15	*70-811. Opinion issued with decisioncontents of
16	certificatewaiwer of time requirementsfacilities for
17	which certificate required. (1) In rendering a decision on
18	an application for a certificate, the board shall issue an
15	opinion stating its reasons for the action taken. If the
20	board has found that any regional or local law or
21	regulation, which would be otherwise applicable, is
22	unreasonably restrictive pursuant to paragraph (f) of
23	subsection (1) of section 10 [70-810 [1) (f)] of this act
24	subsection $70-610$ (1) (f), it shall state in its opinion the
25	reasons therefor.

(2) Any certificate issued by the board shall include the following: (a) An environmental evaluation statement related to the facilities facility being certified. The statement shall include, but not be limited to, analysis of the following information: (i) the environmental impact of the proposed facility; (ii) any adverse environmental effects which cannot be avoided by issuance of the certificate; (iii) problems and objections raised by other federal and state agencies and interested groups; (iv) alternatives to the proposed facility; and (v) a plan for monitoring environmental effects of the proposed facility. (b) A statement signed by the applicant showing agreement to comply with the requirements of this act chapter and the conditions of the certificate. (3) The---time---requirement--of--section--6--{70-806} 70-806 and-any ANY of the provisions described in sections 7 through--11--170-607--to--70-0111-of-this-act 70-807 through 70-811 may be waived by the board, for good cause shown, with respect to applications filed before January 1, 1975. Applications for certificates under this subsection (3) must

25 be promptly filed. A-certificate-is-not-required-under-this

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2	January 1,-1973. However, a certificate must be obtained for
3	associated - facilities - upon - which - construction - has not
4	cosmenced before January 17 19737 subject to the Waiver
5	provisions-or-this-subsection-
6	(4) THE BOARD MAY WAIVE COMPLIANCE WITH ABY OF
7	PROVISIONS OF SECTIONS 70-807 THROUGH 70-811 IF THE
8	APPLICANT MAKES & CLEAR AND CONVINCING SHOWING TO THE BOARD.
9	APTEE A PUBLIC HEARING HELD UNDER THE CONTESTED CASE
10	PROCEDURES OF THE MONTANA ADDIMISTRATIVE PROCEDURE ACT, THAT
11	AB INSEDIATE, UBGENT NEED FOR A FACILITY EXISTS AND THAT THE
12	APPLICANT DID BOT HAVE KNOWLEDGE THAT THE HERD FOR THE
13	PACILITY EXISTED SUPPICIENTLY IN ADVANCE TO FULLY COMPLY
14	WITH THE PROVISIONS OF SECTIONS 70-807 THROUGH 70-811.
15	Section <u>12</u> . Section 70-812, R.C.M. 1947, is amended to
16	read as follows:
17	•70-812. Review of denial of contificate by
18	board procedure Judicial review of board decision. (4) Any
19	party as defined in section 8 [70-808] of this act <u>70-808</u>
20	aggrieved by the final decision of the board on an
21	application for a certificate, may obtain judicial review of
22	that decision by the filing of a petition in a state
23	district court of competent jurisdiction <u>.</u> within thirty (30)
24	daye after the iscuance of such final decision. Upon receipt
25	of such petition, the department shall deliver to the court
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act for facilities -- under -- construction-or-in-operation-on

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a copy of the written transcript of the record of the
proceeding before it and a copy of the board's decision and
opinion -chtered-thefein which shall constitute the record on
judicial review
opinion shall remain on file with the department and shall
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6 be available for public inspection.

7 (2) If a devicion is issued after a hearing on an 8 application for a certificate, such decision is final for 9 purposes of judicial review. The judicial review procedure 10 shall be the same as that for contested cases under the 11 Montana Administrative Procedure Act [82-4201 to 82-4225]." 12 Section 13. Section 70-813, R.C.M. 1947, is amended to

13 read as follows:

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14 *70-813. Jurisdiction of courts restricted. Except as 15 expressly set forth in sections 12, 17 and 21 f 70-812, 16 70-817 and 70-821] of this act 70-812, 70-817, and 70-821, 17 no court of this state shall have has jurisdiction to hear 18 or determine any issue, case or controversy concerning any 19 matter which was or could have been determined in a 20 proceeding before the board under this act chapter or to 21 stop or delay the construction, operation or maintenance of 22 a wtility facility, except to enforce compliance with this 23 act chapter or the provisions of a certificate issued 24 hereunder pursuant to sections 19 or 21-[70-819-or 70-821] 25 of-this-act 70-819 or 70-821."

Section <u>14</u>. Section 70-814, R.C.M. 1947, is amended to
 read as follows:

*70-614. Annual 3 long-range plan submitted-É. contents-available to public. (1) Each utility, and each 5 person contemplating the construction of a facility within 6 this state in the ensuing ten (10) years, shall furnish 7 annually to the department for its review, a long-range plan 8 for the construction and operation of stility facilities. 9 Such The plan shall be submitted on April 1 of each year, 10 The plan and shall include the following:

(a) the general location, size and type of all atility
facilities to be owned and operated by the utility or person
whose construction is projected to commence during the
ensuing ten (10) years, as well as those facilities to be
removed from service during the planning period;

(b) IN THE CASE OF ENERGY PRODUCING PACILITIES a
description of efforts by the utility or person to
coordinate the plan with other utilities or persons so as to
provide a coordinated regional plan for meeting the utility
<u>facilities ENERGY</u> needs of the region;

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

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1 (d) projections of the demand for the service rendered 2 by the utility <u>or person</u> and explanation of the basis for 3 such those projections, and a description of the manner and 4 extent to which the proposed facilities will meet the 5 projected demand; and

6 (e) additional information that the <u>board by rule or</u>
7 <u>the</u> department on its own initiative or upon the advice of
8 interested state agencies might request in order to carry
9 out the purposes of this ast chapter.

10 (2) The plan shall be made available to the public by the department, and the stility or person shall be required 11 12 to give public notice throughout the state of its plan by filing the plan with the environmental quality council, the 13 14 department of health and environmental solence sciences, the department of highways, the department of public service 15 regulation, the department of state lands and the department 16 of intergovernmental relations. Citizen environmental 17 18 protection and resource planning groups, and other 19 interested persons say obtain a plan by written request and 20 payment therefor to the department."

21 Section <u>15</u>. Section 70-815, K.C.E. 1947, is amended to
22 read as follows:

 23 "70-815. Study of planned facilities included in
 24 annual long-range report. If a utility or person lists and
 25 identifies a proposed utility facility in its plan, -26- Hb 581
1 submitted pursuant to section 14-170-8147-of this act 2 70-814, as one on which construction is proposed to be 3 commenced within the five (5) year period ment-proceeding 4 following submission of the plan, the department shall 5 commence examination and evaluation of the proposed site to determine whether construction of the proposed facility 6 7 would unduly impair the environmental values in section 46 8 [70-816] of this act 70-816. This study may be continued 9 until such time as a utility person files an application for 10 a certificate under section 6-70-806; of this act 70-806. 11 Information gathered under this section may be used to 12 support findings and recommendations required for issuance 13 of a certificate.*

Section <u>16</u>. Section 70-816, R.C.M. 1947, is amended to
read as follows:

16 *70-816. Environmental factors considered in 17 evaluating long-range plans. In evaluating long-range plans, 18 conducting five-year site reviews, and evaluating 19 applications for certificates of cite and facility, the 20 board and department shall give consideration to the 21 following list of environmental factors and may, by 22 regulation rule, add to the categories of this section:

23 (1) Energy needs.

24 (a) Growth in demand and projections of need.

25 (b) Availability and desirability of alternative

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1 sources of energy.

2 (c) Availability and desirability of alternative
3 sources of energy in lieu of the proposed facility.

4 (d) Promotional activities of the utility which may
5 have given rise to the need for this facility.

6 (e) Socially beneficial uses of the output of this
7 facility, including its uses to protect or enhance
8 environmental quality.

9 (f) Conservation activities which could reduce the
10 need for more energy.

(g) Research activities of the utility of new
technology available to it which might minimize
environmental impact.

14 (2) Land use impacts.

25

15 (a) Area of land required and ultimate use.

16 (b) Consistency with areawide state and regional land17 use plans.

18 (c) Consistency with existing and projected nearby19 land use.

20 (d) Alternative uses of the site.

(e) Impact on population already in the area;
population attracted by construction or operation of the
facility itself; impact of availability of energy from this
facility on growth patterns and population dispersal.

(f) Geologic suitability of the site or route.

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1 (q) Seismologic characteristics. 1 (d) Inventory of effluents including physical, 2 (b) Construction practices. 2 chemical, biological, and radiological characteristics. 3 (i) Extent of erosion, sconring, wasting of land-both 3 (e) Bydrologic studies of effects of effluents on receiving vaters, including mixing characteristics of at site and as a result of fossil fuel demands of the 4 receiving waters, changed evaporation due to temperature 5 facility. 5 6 6 differentials, and effect of discharge on bottom sediments. (i) Corridor design and construction precautions for 7 transmission lines or aqueducts. 7 (f) Relationship to water quality standards. 8 (k) Scenic impacts. 8 (q) Effects of changes in quantity and quality on 9 9 water use by others, including both withdrawal and in situ (1) Effects on natural systems, wildlife, plant life. 10 (m) Impacts on important historic architectural, 10 uses; relationship to projected uses; relationship to water 11 archeological, and cultural areas and features. 11 rights. 12 (n) Extent of recreation opportunities and related 12 (h) Effects on plant and animal life, including algae, 13 compatible uses. 13 macroinvertebrates, and fish population. 14 (o) Public recreation plan for the project. 14 (i) Effects on unique or otherwise significant 15 (p) Public facilities and accommodation. 15 ecosystems; e.g., wetlands. 16 16 (1) Honitoring programs. (q) Opportunities for joint use with energy intensive 17 (4) Air quality impacts. industries, or other activities to utilize the waste heat 17 18 from facilities. 18 (a) Meteorology. Wind direction and velocity, ambient 19 19 temperature ranges, precipitation values, inversion (3) Water resources impacts. 20 (a) Hydrologic studies of adequacy of water supply and 20 occurrence, other effects on dispersion. 21 (b) Topography. Pactors affecting dispersion. 21 impact of facility on stream flow, lakes and reservoirs. 22 22 (c) Standards in effect and projected for emissions, (b) Bydrologic studies of impact of facilities on 23 23 design capability to meet standards. ground water. 24 (C) Cooling system evaluation including consideration 24 (d) Emissions and controls. 25 of alternatives. 25 (i) Stack design. -32--85 561 -31-BE 581

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1	(ii) Farticulates.
2	(iii) Sulfur Oxides.
Э	(iv) Oxídes of Nitrogen.
4	(V) Heavy metals, trace elements, radioactive
5	materials and other toxic substances.
ь	(e) kelationship to present and projected air quality
7	of the area.
ь	(f) Monitoring program.
9	(5) Solid wastes impact.
10	(a) Solid waste inventory.
11	(b) Disposal program.
12	(c) Belationship of disposal practices to
13	environmental guality criteria.
14	(d) Capacity of disposal sites to accept projected
15	waste loadings.
16	(6) Badiation impacts.
17	(a) Land use controls over development and population.
18	(b) Wastes and associated disposal program for solid,
19	liquià, radioactive and gaseous wastes.
20	(c) Analyses and studies of the adequacy of
21	engineering safeguards and operating procedures.
22	(d) Monitoring. Adequacy of devices and sampling
23	techniques.
24	(7) Noise impacts.
25	(a) Construction period levels.

1 (b) Operational levels. 2 (c) Relationship of present and projected noise levels 3 to existing and potential stricter noise standards. (d) Monitoring. Adequacy of devices and methods." 4 5 Section 17. Section 70-817, R.C.M. 1947, is amended to 6 read as follows: 7 "70-817. Additional requirements by other governmental 8 agencies not permitted after issuance of certificate----9 exceptions. Notwithstanding any other provision of law, no 10 state or regional agency, or municipality or other local 11 government, may require any approval, consent, permit, 12 certificate, or other condition for the construction, 13 operation, or maintenance of a mility facility authorized 14 by a certificate issued pursuant to the provisions of this 15 ast chapter; except that the state air and water quality 16 agency or agencies shall retain authority which they have or 17 may be granted to determine compliance of the proposed 18 facility with state and federal standards and implementation 19 plans for air and water quality and to enforce those 20 standards. Nothing in this act shall This chapter does not 21 prevent the application of state laws for the protection of 22 employees engaged in the construction, operation or 23 maintenance of such a facility." 24 Section 18. Section 70-818, R.C.E. 1947, is amended to 25 read as follows:

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"70-818. Revocation or suspension of certificate-- voiding of application. (1) A certificate may be revoked
 or suspended by the board:

4 (1) (a) for any material false statement in the 5 application or in accompanying statements or studies 6 required of the applicant, if a true statement would have 7 warranted the board's refusal to grant a certificate; or

8 (2) (b) for failure to maintain safety standards or to 9 comply with the terms or conditions of the certificate; or

10 (3) (c) for violation of the provision any provision 11 of this act chapter, the regulations rules issued 12 thereunder, or orders of the board or department.

13 (2) An application may be voided by the department:

14 (a) for any material AND KNOWINGLY false statement in 15 the application or in accompanying statements or studies 16 required of the applicant;

17 (b) for failure to file an application in
18 substantially the form and content required by this chapter
19 and the rules adopted thereunder; or

20 (c) for failure to deposit the filing fee with the
21 application as required by section 70-806."

22 Section <u>19</u>. Section 70-819, R.C.M. 1947, is amended to 23 read as follows:

24 "70-819. Enforcement of act chapter by residents of 25 state--statement of failure to enforce act--mandamus -35- HB 531

1 ---private suits for damages. (1) A resident of this state, 2 with knowledge that a requirement of this act chapter or a rule adopted ander this est, under it is not being enforced з ù. by a public officer or employee whose duty it is to enforce the requirement or rule, may bring the failure to enforce to 5 6 the attention of the public officer or employee by a written 7 statement under oath that shall state the specific facts of the failure to enforce the requirement or rule. Knowingly я making false statements or charges in the affidavit subjects 9 the affiant to penalties prescribed under the law of 10 11 perjury.

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 resident 15 may bring an action of mandamus in the district court of the 16 first judicial district of this state, in and for the county 17 of Lewis and Clark. If the court finds that a requirement of 18 this act chapter or a rule adopted under this act under it is not being enforced, the court may order the public 19 officer or employee, whose duty it is to enforce the 20 21 requirement or rule, to perform his duties. If he fails to do so, the public officer or employee shall be held in 22 23 contempt of court and is subject to the penalties provided by law. 24

25 (3) An owner of an interest in real property who -36- HB 581

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obtains all or part of his supply of water for domestic, 1 agricultural, industrial, or other legitimate use from a 2 - 3 surface or underground source may sue a utility person to recover damages for contamination, diminution, OL 5 interruption of the water supply, proximately resulting from 6 the operation of a utility facility. The remedies 7 enumerated in this subsection do not exclude the use of any other remedy which may be available under the laws of the 8 9 state."

Section 20. Section 70-820, R.C.H. 1947, is amended to 10 11 read as follows:

12 "70-820. Adoption of rules -- monitoring of facilities. 13 (1) The board and department may adopt rules implementing 14 the provisions of this act, chapter, including, but not 15 limited to, rales:

16 (a) governing the form and content of applications: 17 (b) further defining the terms used in this chapter:

18 (c) governing the form and content of long-range 19 plans:

20 13- decigaed to reduce the sate of growth of energy 21 donando by limiting promotional activities by energy 22 supplierg:

23 (e) (D) any other rules the board considers necessary 24 to accomplish the purposes and objectives of this chapter.

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(2) The board and the department shall have continuing -37-

1 authority-and responsibility for somitoring monitor the 2 operations of all certificated facilities, for assuring 3 continuing compliance with this act chapter and certificates issued hereunder, and for discovering and preventing 4 5 noncompliance with this act <u>chapter</u> and 690b the certificates. 6

7 (3) The board shall adopt rules requiring every person who proposes to gather geological data by boring of test 8 9 holes or other underground exploration, investigation, or 10 experimentation, related to the possible future development 11 of an underground utility a facility employing geothermal 12 resources, to comply with the following requirements:

(a) Notify the department of the proposed action;

13

10 (b) Submit to the department a description of the area 15 involved:

16 (c) Submit to the department a statement of the 17 proposed activities to be conducted and the methods to be 18 utilized:

19 (d) Submit to the department geological data reports 20 at such times as may be required by the rules; and

(e) Submit such other information as the board may 21 22 require in the rules."

23 Section 21. Section 70-621, R.C.H. 1947, is amended to 24 read as follows:

25 "70-821. Penalties for violation of ast chapter--civil

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1 action by attorney general. (1) Whoever

2 (a) without first obtaining a certificate of site and
3 facility required under section 4 (70 804) 70-804, commences
4 to construct or operate a stility facility after the
5 effective date of this act; or

(b) having first obtained a certificate of pite and
facility, constructs, operates or maintains a utility
facility other than in compliance with the certificate; or

9 (c) violates any other provision of this chapter or
 any rule or order adopted thereunder, or KNOWINGLY submits
 11 false information in any report or application required by
 12 this chapter or rule or order adopted thereunder; or

13 (a) (d) causes any of the aforementioned acts to 14 occur; shall be liable to a civil penalty of not more than 15 ten thousand dollars (\$10,000) for each violation. Each day 16 of a continuing violation shall constitute a separate 17 offense. The penalty shall be recoverable in a civil suit 18 brought by the attorney general on behalf of the state in 19 the first district court of Bontana.

(2) Whoever knowingly and willfully violates
subsection (1) shall be fined not more than ten thousand
dollars (\$10,000) for each violation or imprisoned for not
more than one (1) year, or both. Each day of a continuing
violation shall constitute a separate offense.

(3) In addition to any penalty provided in subsections -39-- HB 581

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1 (1) or (2), whenever the department determines that a person is violating or is about to violate any of the provisions of 2 3 this section, it shall may refer the matter to the attorney 4 general who may bring a civil action on behalf of the state 5 in the first district court of Montane for injunctive or 6 other appropriate relief against the violation and to 7 enforce the this chapter or a certificate issued hereunder, and upon a proper showing a permanent or 8 9 preliminary injunction or temporary restraining order shall be granted without bond. The department shall also enforce 10 11 this chapter and bring legal actions to accomplish the 12 enforcement through its own legal counsel. 13 (4) All fines collected shall be deposited in the 14 state general fund." 15 Section 22. Section 70-822, R.C.M. 1947, is amended to 16 read as follows: 17 #70-822. Grants, gifts and funds. The department shall 18 have authority to may receive grants, gifts and other funds 19 from any public or private source, to assist in its 20 activities under this and chapter."

21 Section 23. Section 70-823, B.C.M. 1947, is amended to
22 read as follows:

23 "70-823. Act Chapter supersedes other laws or
 24 regulations. This act <u>chapter</u> supersedes other laws or
 25 regulations. If any provision of this act <u>chapter</u> is in
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conflict with any other law of this state, or any rule or
 regulation promulgated thereunder, this act chapter shall
 govern and control, and such the other law, rule or
 regulation shall be deemed superseded for the purpose of
 this act chapter.*

Section 24. Amendments not indicative of legislative ń 7 interpretation of 1973 act-savings clause. The amendments ъ made by this act, or proposed to be made if this act should 9 not be enacted, do not indicate an expression of legislative 10 intent as to the interpretation of any provision of the Montana Utility Siting Act of 1973 as it existed prior to 11 12 the introduction or enactment of this act. This act shall not affect the outcome of any judicial or quasi-judicial 13 14 administrative proceeding commenced prior to the effective 15 date of this act.

Section <u>25</u>. Applicability. The amendments made by
this act apply only to applications received by the
department after January 1, 1975. <u>PERSONS REQUIRED TO FILE</u>
<u>LONG-KANGE PLANS UNDER THE AMENDMENTS HADE BY SECTION 14 OF</u>
<u>THIS ACT TO SECTION 70-814, h.C.M. 1947, SHALL HAVE UNTIL</u>
<u>JUNE 1, 1975, TO FILE SUCH FLANS.</u>

22 Section <u>26</u>. This act is effective on its passage and
23 approval.

-End-

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EB 581

1	HOUSE BILL NO. 581
2	INTRODUCED BY PARDANOUVE, MELOY, HUENNEKENS, KEMMIS, VINCENT,
3	LIEN, DRISCOLL, GUNDERSON, HARPER, BRADLEY
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT AMENDING SECTIONS
6	70-801 THROUGE 70-808, 70-810 THROUGH 70-823, R.C.M. 1947,
7	TO GENERALLY REVISE THE NONTABA UTILITY SITING ACT OF 1973;
8	PROVIDING AN INNEDIATE EFFECTIVE DATE."
9	
10	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF BONTANA:
11	Section 1. Section 70-801, R.C.M. 1947, is amended to
12	read as follows:
13	"70-801. Short title. This act chapter shall be known
14	and may be cited as the Montana Stility <u>MAJOR FACILITY</u>
15	Siting Act of 1973 ."
16	Section 2. Section 70-802, H.C.M. 1947, is amended to
17	read as follows:
18	*70-802. Folicy and legislative findings. It is the
19	constitutionally declared policy of this state to maintain
20	and improve a clean and healthful environment for present
21	and future generations; to protect the environmental life
22	support system from degradation and prevent unreasonable
23	depletion and degradation of natural resources; and to
24	provide for administration and enforcement to attain these
25	objectives.

1 The legislature finds that the construction of 2 additional power and or energy conversion facilities may be 3 necessary to meet the increasing need for electricity_ and 4 other energy, and other products, and that such these 5 facilities have an effect on the environment, an impact on population concentration, and an effect on the welfare of 6 7 the citizens of this state. Therefore, it is necessary to 8 ensure that the location, construction and operation of 9 power and energy conversion facilities will produce minimal 10 adverse effects on the environment and upon the citizens of 11 this state by providing that so a power or energy conversion 12 facility shall hereafter may not be constructed or operated 13 within this state without a certificate of environmental 14 compatibility and public need acquired pursuant to this act 15 chapter." 16 Section 3. Section 70-803, R.C.M. 1947, is amended to 17 read as follows: 18 #70-803. Definitions. The following words, when used in this act, shall have the following scanings unless 19 20 otherwise clearly apparent from the contest In this chapter, 21 unless the context requires otherwise: 22 (1) the word Bdepartment" Mepartment" means the 23 department of natural resources and conservation provided 24 for in Title 82A, chapter 15.

25 (2) the word "Board" means the board of -2- HB 581

THIRD READING

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1 natural resources and conservation provided for is section 2 821-1509. 3 (3) the words "utility facility" or "facility" scan "Facility" seaps: 4 5 (a) any energy generating and conversion each plant, 6 unit, or other facility and associated facilities, except 7 for oil and gas refineries. 8 (i) designed for, or capable of, generating at fifty 9 (50) negawatts of electricity or more, or any addition thereto (except pollution control facilities approved by the 10 11 department of health and environmental sciences added to an 12 existing plant) having an estimated cost in excess of two 13 hundred fifty thousand dollars (\$250,000), or -14 (ii) designed for, or capable of, producing one 15 twenty-five million 16 (25.000.000) cubic feet of gas per day or more, or any 17 addition thereto having an estimated cost in excess of two 18 hundred fifty thousand dollars (\$250,000), or (iii) designed for, or capable of, producing fifty 19 20 thousand (50,000) twenty-five thousand (25,000) barrels of 21 liquid hydrocarbon products per day or more, or any addition 22 thereto having an estimated cost in excess of two hundred 23 fifty thousand dollars (\$250,000), or 24 (iv) designed for, or capable of, enriching uranium 25 minerals, or any addition thereto having an estimated cost

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1	in excess of two hundred fifty thousand dollars (\$250,000).
2	20
3	(v) designed for, or capable of, utilizing, refining,
4	processing, or converting five hundred thousand (500,000)
5	tons of coal per year or more, or any addition thereto
6	having an estimated cost in encess of two hundred fifty
7	thousand dollars (\$250,000):
8	(b) an <u>gach</u> electric transmission line and associated
9	facilities of a design capacity of thirty-four-andone-half
10	(34.5) nore than sixty-nine (69) kilowolts or more, except
11	that the following transmission lines and associated
12	facilities-shall-be-subject-to-certain-exceptions-under-the
13	adt+
14	- (1)-a-trassaission-line-and-associated-facilitiesvith
15	adesigncapacity-of-sizty-nine-(69)-kilovolts-or-less-and
16	*hich-#ill-be-constructed-above-ground-for-a-distance-of-ten
17	(10)-bilco or loso shall not be considered an stility
18	feoility-vithin-the-definitions-of-this-acty
19	(ii)-a-transnission-line-and-associated-fasilities-vith
20	adesign<i>o</i>apacity-of-one-bundred-sinty-one(161)-kilovolte
21	or-less-and-which-will be-constructed-undergroundfora
22	distance of five (5) miles or less shall not be considered a
23	atility-facility-within-the-definitions-of-this-acty
23 24	atility-facility-vithia-the-definitions-of-this-acty (iii) a transmission line or accociated facilities of a
24	(iii) a transmission line or associated facilities of a

1	less-which does not neet the requirements of subsections (i)
2	and (ii) of this subsection shall be subject to the specific
3	time-review-requirements for-transmission lines- in-section
4	67-subsection (1) [70-806- (1)] and section 77-subsection (1)
5	[70-807- (1)]-of-this-act-if-the-proposed-length-of-the
6	trensmignion line will not enced thirty-(30)-miles,
7	(i*) unless specifically covered by subsections (i),
8	(ii)or(iii)of-this-subsection,-the-senstruction-of-all
9	transmission—lines—and—associated—facilities—shall-—be
10	subject to the two (2) year time requirement of section 6,
11	subsection (1) [70-806 (1)], and the six hundred (600) day
12	requirement of section 7, oubsection (1) [70-807 (1)],
13	(7) the provisions of subsections (i) and (ii) of this
14	subsection shall not be construed as authorizing the
15	oizultancous- construction of two (2)-or sore transmission
16	lines serving the same community or ous tober which would,
17	when constructed separately, some within the exceptions of
17 18	when constructed separately, come within the exceptions of subsections (i) and (ii) the term does not include an
-	
18	subsections (i) and (ii); the term does not include an
18 19	subsections (i) and (ii) the term does not include an electric transmission line and associated facilities of a
1 8 15 20	subsections (i) and (ii) the term does not include an electric transmission line and associated facilities of a design capacity of less than two hundred thirty (230)
18 15 20 21	subsections (i) and (ii); the term does not include an electric transmission line and associated facilities of a design capacity of less than two hundred thirty (230) kiloyolts and ten (10) miles or less in length:
18 19 20 21 22	subsections (i) and (ii) the term does not include an electric transmission line and associated facilities of a design capacity of less than two hundred thirty (230) kiloyolts and ten (10) miles or less in length: (c) a gas of liquid transmission line each pipeline
18 19 20 21 22 23	<pre>subsections (i) and (ii); the term does not include an electric transmission line and associated facilities of a design capacity of less than two hundred thirty (230) kilovolts and ten (10) miles or less in length: (c) a gas of liquid transmission line each pipeline and associated facilities designed for, or capable of,</pre>

1 within or without this state of the size indicated in subsections (a) (ii) and (a) (iii) subsection (3) (a) of 2 3 this section-; a (d) any use of geothernal resources, including the use of underground space in existence or to be created, for the 5 6 creation, use, or conversion of energy-: 7 (e) any underground in situ gasification of coal. 8 (4) the words "associated "Associated facilities" 9 include, but are not limited to, transportation links of any 10 kind, aqueducts, diversion dams, substations, including 11 distribution substations, storage ponds, reservoirs, and 12 any other device or equipment associated with the 13 production, or delivery of the energy form or product 14 produced by a facility, except that the term does not 15 include a facility. (5) the words "connence "Connence to construct" mean 16 17 neans: 18 (a) any clearing of land, excavation, construction, or 19 other action that would affect the environment of the site 20 or route of a stility facility, but do does not include mean 21 changes needed for temporary use of sites or routes for 22 nonutility purposes, or uses in securing geological data, 23 including necessary borings to ascertain foundation

conditions- The words do isclude the connector of eminent domain proceedings under Title 93, chapter 99,

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B.C.M. 1947, for land or rights of way apon which a utility
 facility may be constructed.:

3 (b) the fracturing of underground formations by any 4 means, if any such activity is related to the possible 5 future development of an underground whility a gasification 6 <u>facility or a</u> facility employing geothermal resources, but 7 do <u>does</u> not include the gathering of geological data by 8 boring of test holes or other underground exploration, 9 investigation, or experimentation;

10 (c) the compencement of eminent domain proceedings
 11 under Title 93, chapter 99, for land or rights of way upon
 12 or over which a facility may be constructed:

13 (d) the relocation or upgrading of an existing
14 facility defined by subsection (3) (b) or (c), including
15 upgrading to a design capacity covered by subsection (3)
16 (b), except that the term does not include normal
17 maintenance or repair of an existing facility.

18 (6) the word maunicipality "Municipality" means any
 19 county or municipality within this state.

(7) the word "person" includes "Person" means any
individual, group, firm, partnership, corporation,
cooperative, association, government subdivision, government
agency, local government, or other organization or entity.

 24
 (8)
 the words public utility or mutility acan

 25
 "Utility" means any person engaged in any aspect of the

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production, storage, sale, delivery or furnishing of heat,
 electricity, gas, or energy in any form for ultimate public
 use.

4 (9) "certificate" means the certificate
5 of environmental compatibility and public need issued by the
6 board under this chapter and that is required for the
7 construction or operation of any a facility."

8 Section 4. Section 70-804, R.C.M. 1947, is amended to
9 read as follows:

10 *70-804. Certificate from board required prior to 11 construction of utility facility-exemptions. (1) He A 12 person shall may not commence to construct a stility 13 facility in the state without first having obtained applying 14 for and obtaining a certificate of environmental compatibility and public need issued with respect to such 15 the facility by the board. Any A facility, with respect to 16 17 which a certificate is required issued, shall may not 18 thereafter be constructed, operated and or maintained 19 except in conformity with such the certificate and any 20 terms, conditions and modifications contained therein. A certificate may only be issued pursuant to this act chapter. 21 22 (2) A certificate may be transferred, subject to the 23 approval of the department, to a person who agrees to comply 24 with the terms, conditions and modifications contained therein. 25

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(3) This act-shall chapter does not apply to any
 whility a facility over which an agency of the federal
 government has exclusive jurisdiction.

4 (4) The board may adopt reasonable rules establishing 5 exemptions from this chapter for the relocation, 6 reconstruction, or upgrading of a facility that would 7 otherwise be covered by this chapter and that is unlikely to 8 have a significant environmental impact by reason of length, 9 size, location, available space or right of way, or 10 construction methods.

(5) <u>A certificate is not required under this chapter</u>
 for a facility under diligent on site physical construction
 or in operation on January 1, 1973."

Section 5. Section 70-805, R.C.M. 1947, is amended to
read as follows:

16 "70-805. Surcharge on electric energy producer's 17 license tax---administrative expenses---tax on gasification, liquefaction, uranium enrichment facilities. [1] Every 18 19 "producer" as defined in chapter 16 of Title 847 the 20 electrical energy producers' license tary shall, in addition 21 to the sum required to be paid by that act chapter, pay an 22 additional twenty-five hundredths percent (0.25%) of the 23 gross amount as shown on the statement which is required by that act chapter, in the same manner and within the time 24 25 provided by that act chapter. The state board of

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equalisation department of revenue shall report to the state
 treasurer separately the amount transmitted to the state
 treasurer which is added to the electrical energy producers*
 license tax by this section of this act.

5 (2) The legislature shall appropriate sufficient funds 6 to finance the department's activities in carrying out its 7 duties under this act <u>chapter</u>. The legislature shall provide 8 a tax on gasification, liquefaction, <u>coal conversion</u>, and 9 uranium enrichment facilities sufficient to produce an 10 amount of revenue equal to that derived from electrical 11 energy producers under this section."

Section 6. Section 70-806, R.C.M. 1947, is amended to
read as follows:

14 "70-806. Application for certification-filing and 15 contents-filing fees-use of filing fees of 16 completion of facility-further fees-REPUND-proof of 17 service on aunicipalities waiver of time requirement 18 amendment of application or certification. (1) (a) 44 19 least-two-(2)-fears-prior-to-antisipated-commensement-of 20 construction of a utility facility as defined in sections 21 70-803 (3) (a), 70-803 (3) (b) (iv), 70-803 (3) (c), and 22 70-803--(3)--(d)--and--at-least-nine-(9)-months-prior-to-the 23 anticipated-commencement date of the construction of a 24 Btility facility as defined in section 76-803-(3) (b) (iii), 25 an <u>An</u> applicant for a certificate shall file with the

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department as a verified application, in such form as the
 department may prescribe board by rule or the department by
 order prescribes, containing the following information:

4 (a) (i) a description of the location and of the
 5 atility facility to be built thereon;

6 (b) (ii) a summary of any studies which have been made
7 of the environmental impact of the facility;

8 (o) (iii) a statement explaining the need for the
9 facility;

10 (iv) a description of any reasonable alternate 11 location or locations for the proposed facility, a 12 description of the comparative merits and detriments of each 13 location submitted, and a statement of the reasons why the 14 primary proposed location is best suited for the facility; 15 and

16 (e) (v) such other information as the applicant may
17 consider considers relevant or as the board by rule or the
18 department may by regulation or order require requires. A
19 copy or copies of the studies referred to in clause (b) (ii)
20 above shall be filed with the department, if ordered, and
21 shall be available for public inspection.

 22
 (b) An application may consist of an application for

 23
 two (2) or more facilities in combination, cush as power

 24
 shis and transmission lines which are physically AND

 25
 DIRECTLY ATTACHED TO EACH OTHER AND ARE OPERATIONALLY A

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1 SINGLE OPERATING ENTITY.

2 (2) (a) 1 filing fee shall be deposited in the state 3 general fund ... Said fee shall be The applicant shall pay to 4 the department a filing fee with the application, based 5 upon the estimated cost of the facility according to the 6 declining scale which follows-: The applicant shall pay the accumulated sums calculated as follows: three percent (3%) 7 8 of any estimated cost up to one million dollars 9 (\$1,000,000); plus one percent (1%) of any estimated cost 10 over a million dollars and up to twenty million dollars 11 (\$20,000,000); plus one-half of one percent (0.5%) of any 12 estimated cost over twenty million dollars (\$20,000,000); 13 and up to one hundred million dollars (\$100,000,000); plus 14 one-quarter of one percent (0.25%) of any amount of 15 estimated cost over one hundred million (\$100,000,000) and 16 up to three hundred million dollars (\$300,000,000); plus 17 one-tenth of one percent (0.1%) of any amount of estimated 18 cost over three hundred million dollars (\$300,000,000). It 19 is the intent of the legislature that the revenues derived 20 from the filing fee be used by the department in compiling 21 the information required for rendering a decision on a 22 certificate and for carrying out its other responsibilities 23 under this act. If an application consists of a combination 24 of two (2) or more facilities, the filing fee shall be the 25 total of the fees based on the TOTAL estimated cost of each -12-HB 561

facility-considered separately THE COMBINED PACILITIES. 1 2 (b) If a certificate is issued by the board for the proposed facility, immediately upon completion of 3 4 construction of the facility the applicant shall give a 5 notice of completion to the department. As soon as possible after giving the notice of completion, the applicant shall 6 7 file an affidavit with the department stating the actual 8 cost of the facility in such detail as the department may 9 require to determine whether a further fee is due. If the 10 actual cost exceeds the estimated cost, the applicant shall 11 file a further fee for the difference based upon the 12 declining scale in subsection (2) (a) of this section. No further fee is required, however, if it is computed to be 13 14 five hundred dollars (\$500) or less. 15 (C) IF THE BOARD DENIES AN APPLICATION, AND THE 16 BOARD'S DECISION IS UPHELD IN ANY SUBSEQUENT COURT 17 PROCEEDING. THE APPLICANT IS ENTITLED TO A REPUND OF THAT 18 PORTION OF THE FILING FEE NOT EXFENDED BY THE DEPARTMENT IN 19 CARRYING OUT ITS RESPONSIBILITIES UNDER THIS CHAPTER. (D) THE DEPARTSENT MAY CONTRACT WITH A POTENTIAL 20 21 APPLICANT UNDER THIS CHAPTER, IN ADVANCE OF THE FILING OF A 22 FORMAL APPLICATION, FOR THE DEVELOPMENT OF INFORMATION OR PROVISION OF SERVICES REQUIRED HEREUNDER. PATHENTS HADE TO 23 THE DEPARTMENT UNDER SUCH A CONTRACT SHALL BE CREDITED 24 25 AGAINST THE FEE PAYABLE HEREUNDER.

1 (3) Bach An application shall be accompanied by proof 2 of service of a copy of such the application on the chief · 3 executive officer of each municipality and the head of each government agency, charged with the duty of protecting the 4 5 environment or of planning land use, in the area in which 6 any portion of such the facility is to be located, both as 7 primarily and as alternatively proposed. The copy of such 8 the application shall be accompanied by a notice specifying 9 the date on or about which the application is to be filed.

10 (4) Bach An application shall also be accompanied by 11 proof that public notice thereof was given to persons. 12 residing in the municipalities entitled to receive notice 13 under subsection (3) of this section, by the publication of 14 a summary of the application, and the date on or about which 15 it is to be filed, in such those newspapers as will serve 16 substantially to inform such those persons of the 17 application.

18 (5) Inadvertent failure of service on, or notice to, 19 any of the municipalities, government agencies or persons 20 identified in subsections (3) and (4) of this section may be 21 cured pursuant to orders of the department designed to 22 afford them adequate notice to enable their effective 23 participation in the proceeding. In addition, the department 24 may, after filing, require the applicant to serve notice of 25 the application or copies thereof or both upon such other

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persons, and file proof thereof, as the department may deem 1 appropriate. 2

3 (5) An application for an amendment of an application or a certificate shall be in such form and contain such 5 information as the department shall preseribe board by rule or the department by order prescribes. Notice of such an 6 application shall be given as set forth in subsections (3) 7 8 and (4) of this section. If an apendment to an original 9 application would result in a substantial change of the 10 original application, such an amendment shall be considered 11 as a new application and a new filing fee shall be required. 12 (7) The board may waive compliance with the time limit 13 of-this-section-if-an-applicant-makes-a-clear-and-convincing 14 showing that an insediate need for a facility exists and 15 that the applicant did not have knowledge that the need 16 existed sufficiently in-advance of the need to file an 17 application within the time-provided in subsection (1)-of 18 this section.

19 (8) The board may, in its discretion, waive the 20 necessity-of-filing an application where utility facilities 21 are-being-relogated pursuant to cections 32-2414 through 22 32-2416, B.C.B. 1947, and where it is satisfied after ap 23 examination of the environmental impact of the sector of t 24 pursuant-to-chapter 65-of Title 69, B.C.R. 1947, that such 25 relocation will not significantly affoot the environment." -15-BB 581 1 Section 7. Section 70-807, B.C.B. 1947, is amended to read as follows:

3 #70-807. Study, evaluation and report on proposed 4 facility-hearing on application for amendment of certificate hearings. (1) Upon receipt of an application 5 complying with section 70-806, the department shall commence 6 . an intensive study and evaluation of the proposed facility 7 and its effects, pursuant to contion 70 816 of this act 8 9 considering all the criteria listed in sections 70-810 and Rithin ein hundred (600) days two (2) years 10 70-816. 11 following receipt of the an application for a facility as 12 defined in sections subsections 70-803 (3) (a) 70-803 (b) 13 (1) and for a facility 14 as defined in subsections 70-803 (3) (b) and (c) which is 15 more than thirty (30) miles in length, and within one 16 hundred eighty (180) days one (1) year for a facility as defined in sections 70-803 (b) (iii) subsections 70-803 (3) 17 (b) and (c) which is thirty (30) siles or less in length, 18 the department shall make a report to the board, which shall 19 the department's studies, evaluations, 20 contain 21 recommendations, other pertinent documents resulting from 22 its study and evaluation purcuast to section 70-816 of this act, and the final environmental impact statement. If the 23 application is for a facility which was not listed or 24 25 proposed is a long range plan submitted by the applicant to HB 581 -161 the-department-at-least-six-{6}-months-before-the-filing--of 2 the--application--pursuant-to-section-70-8147-the-department shall--then--have--three--{3}--years--and--two--{2}---years; 3 4 respectively7--to--make--its--report--to--the--board; If the application is for a combination of two (2) or more 5 facilities, the department shall make its report to the 6 7 board within the greater of the lengths of time provided for in this subsection for either of the facilities. 8

9 (2) The departments of health and environmental 10 sciences, highways, intergovernmental relations, fish and 11 game, and public service regulation shall report to the 12 department information relating to the impact of the 13 proposed site on each department's area of expertise. Such 14 information The report may include opinions as to the 15 advisability of granting, or denying, or modifying the 16 certificate. The department shall allocate funds obtained from filing fees to the departments making reports to 17 18 reimburse them for the costs of compiling information and 19 issuing the required report.

20 (2) (3) On an application for an amendment of a 21 certificate, the board shall hold a hearing in the same 22 manner as a hearing is held on an application for a 23 certificate if the proposed change in the facility would 24 result in any material increase in any environmental impact 25 of the facility or a substantial change in the location of

1 all or a portion of such the facility other than as provided 2 in the alternates set forth in the application. 3 (3) (4) Upon receipt of the department's report ۵ 5 shall set a hearing date for a hearing to begin not - sore 6 than oisty (60) days after such the receipt. WITHIN SIXTY 7 (60) DAYS AFTER RECEIPT OF THE DEPARTMENT'S REPORT SUBMITTED 8 UNDER SUBSECTION (1) OF THIS SECTION, THE BOARD SHALL SET A 9 DATE POB THE CERTIFICATION HEARING, WHICH SHALL COMMENCE 10 WITHIB SIX (6) MONTHS APTER BECRIPT OF THE DEPARTMENT'S 11 REPORT." 12 Section 8. Section 70-808, B.C.M. 1947, is amended to 13 read as follows: 14 *70-808. Parties to certification proceeding-waiver 15 by failure to participate. (1) The parties to a 16 certification proceeding include: 17 (a) the applicant; 18 (b) each municipality and government agency entitled 19 to receive service of a copy of the application under subsection (3) of section 6 [70 806 (3)] of this act 70-806 20

(C) any person residing in a municipality entitled to

subsection (4) of section 6-[70-806 (4)] of this act 70-806

(4); any nonprofit organization, formed in whole or in part

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receive service of a copy of the application

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under

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(3); and

to promote conservation or natural beauty, to protect the
environment, personal health or other biological values, to
preserve historical sites, to promote consumer interests, to
represent commercial and industrial groups, or to promote
the orderly development of the areas in which the facility
is to be located; or any other interested person; and

(d) the department.

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8 (2) hay party identified in subparagraphs (b) and (c)
9 of subsection (1) of this section waives his right to be a
10 party if he does not participate orally at the bearing
11 <u>before the board.</u>"

12 <u>SECTION 9. SECTION 70-809, B.C.H. 1947, IS AMENDED TO</u> 13 <u>READ AS FOLLOWS:</u>

14 =70-809. Record of hearing -- procedure -- rules of 15 evidence --- burden of proof. (1) Any studies, 16 investigations, reports, or other documentary evidence, 17 including those prepared by the department, which any party 18 wishes the board to consider or which the board itself 19 expects to utilize or rely upon, shall be made a part of the 20 record: a record shall be made of the hearing and of all 21 testimony taken; and the contested case procedures of the 22 Montana Administrative Procedure Act [52-4201-to-82-4225] 23 (Title 82, chapter 42, R.C.M. 1947) shall apply to the 24 hearing, except that neither common law nor statutory rules 25 of evidence need apply, but the board may make rules -19-**BB 581**

designed to exclude repetitive, redundant or irrelevant 1 2 testimony. (2) In a certification proceeding held under this 3 4 chapter, the applicant has the burden of showing by clear 5 and convincing evidence that the application should be 6 granted and that the criteria of section 70-810 are met. 7 (3) Any party to a certification proceeding held under 8 this chapter may conduct prehearing discovery of all other 9 known parties, including obtaining subpoenas of witnesses 10 and subpoenas duces tecus for the production of such books. 11 records, papers, documents and other objects as may be 12 necessary and proper for the purposes of the proceeding, and 13 the taking of testimony by deposition upon oral examination 14 or written interrogatories for the purpose of discovery or 15 for use as evidence in the hearing or for both purposes. 16 (4) If the board appoints a hearing examiner to 17 conduct any certification proceedings under this chapter. 18 the hearing examiner may not be a member of the board or an 19 employee of the department." 20 Section 10. Section 70-810, k.C.M. 1947, is amended to 21 read as follows: 22 •70-810. Decision of board-findings necessary for 23 certificate-conditions imposed --service --of-decision---op 24 parties. (1) The Within minety (90) days after the last day 25 of the hearing, the board shall make complete findings,

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issue an opinion, and render a decision upon the record, 1 2 either granting or denying the application as filed, or granting it upon such terms, conditions, or modifications of 3 £ the construction, operation or maintenance of the stility facility as the board may deem considers appropriate. The 5 board may not grant a certificate either as proposed by the 6 7 applicant or as modified by the board unless it shall find and determine: 8

(a) the basis of the need for the facility;

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10 (b) the nature of the probable environmental impact: 11 (C) that the facility represents the minimum adverse environmental impact, considering the state of available 12 13 technology and the nature and economics of the various 14 alternatives:

15 (d) each of the criteria listed in section 46 [70 846] 16 of this act 70-816;

17 (e) in the case of an electric, gas, or liquid 18 transmission line or aqueduct, what part, if any, of the 19 line or aqueduct shall be located underground: that such the facility is consistent with regional plans for expansion of 20 21 the appropriate grid of the utility systems serving the state and interconnected utility systems; and that such 22 23 facilities the facility will serve the interests of utility 24 system economy and reliability;

(f) that the location of the facility as proposed -21-

1 conforms to applicable state and local laws and regulations 2 issued thereunder, except that the board may refuse to apply 3 any local law or regulation if it finds that, as applied to 4 the proposed facility, such the law or regulation is 5 unreasonably restrictive in view of the existing technology. or of factors of cost or economics, or of the needs of 6 consumers whether located inside or outside of the directly 7 8 affected government subdivisions:

9 (g) that the facility will serve the public interest, 10 convenience and necessity; and

11 (h) that duly authorized state and federal air and 12 water quality agencies have certified that the proposed facility will not wiolate state and federally established 13 18 standards and implementation plans; the judgments of duly 15 authorized air and water quality agencies are conclusive on 16 all questions related to the satisfaction of state and 17 federal air and water quality standards.

18 (2) If the board determines that the location of all 19 or a part of the proposed facility should be modified, it 20 may condition its certificate upon such modification. 21 provided that the nunicipalities, and persons residing 22 therein, affected by the modification, shall have been given 23 reasonable notice of the modification.

24 (3) A copy of the decision and any opinion isoued with the desision shall be served upon each party. In determining 25

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1 that the facility will serve the public interest, 2 convenience, and necessity under subsection (1) (q) of this 3 section, the board shall consider: (i) the items listed in subsections (1) (a) through 8 (b) of this section: 5 6 (ii) the benefits to the applicant and the state resulting from the proposed facility: 7 8 (iii) the effects of the economic activity resulting 9 from the proposed facility: 10 (iv) the effects of the proposed facility on the 11 public health, welfare, and safety: 12 (v) any other factors that it considers relevant." 13 Section 11. Section 70-811, R.C.B. 1947, is amended to 14 read as follows: 15 *70-811. Opinion issued with decision-contents of 16 certificate-waiver of time requirements-facilities for 17 which certificate required. (!) In rendering a decision on 18 an application for a certificate, the board shall issue an 19 opinion stating its reasons for the action taken. If the 20 board has found that any regional or local law or 21 regulation, which would be otherwise applicable, is 22 unreasonably restrictive pursuant to paragraph (f) of 23 24 subsection 70-810 (1) (f), it shall state in its opinion the 25 reasons therefor.

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1 (2) Any certificate issued by the board shall include 2 the following: (a) An environmental evaluation statement related to 3 the facilities facility being certified. The statement shall 4 include, but not be limited to, analysis of the following 5 6 information: (i) the environmental impact of the proposed facility; 7 (ii) any adverse environmental effects which cannot be 8 9 avoided by issuance of the certificate; 10 (iii) problems and objections raised by other federal 11 and state agencies and interested groups; 12 (iv) alternatives to the proposed facilities facility; 13 and (v) a plan for monitoring environmental effects of the 14 15 proposed facility. (b) A statement signed by the applicant showing 16 17 agreement to comply with the requirements of this act 18 chapter and the conditions of the certificate. (3) The---time---requirement--of--section--6--{70-806} 19 20 78-896 and-any ANY of the provisions described in sections 7 through--11--170-007--to--70-0111-of-this-act 70-807 through 21 70-811 may be waived by the board, for good cause shown, 22 23 with respect to applications filed before January 1, 1975. Applications for certificates under this subsection 434 must 24 be promptly filed. A-certificate-is-not-required-under--this 25

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act for facilities under construction or in operation on
 January 1, 1973. However, a certificate must be obtained for
 accociated facilities upon which construction has not
 connenced before January 1, 1973, cubject to the vaiver
 provisions of this subsection.

(4) THE BOARD MAY WAIVE COMPLIANCE WITH ANY OF 6 7 PROVISIONS OF SECTIONS 70-807 THROUGH 70-811 IF THE 8 APPLICANT MAKES A CLEAR AND CONVINCING SHOWING TO THE BOARD. AFTER A PUBLIC HEARING BELD UNDER THE CONTESTED CASE 9 10 PROCEDURES OF THE MONTANA ADMINISTRATIVE PROCEDURE ACT. THAT 11 AN IMMEDIATE, URGENT NEED FOR A PACILITY EXISTS AND THAT THE 12 APPLICANT DID BOT HAVE KNOWLEDGE THAT THE NEED FOR THE 13 PACILITY EXISTED SUPPICIENTLY IN ADVANCE TO FULLY COMPLY 14 NITH THE PROVISIONS OF SECTIONS 70-807 THROUGH 70-811."

15 Section <u>12</u>. Section 70-812, R.C.M. 1947, is amended to
read as follows:

17 *70-812. Beview of denial of certificate by 18 board-procedure Indicial review of board decision. (1) Any 19 party as defined in section 8 [70-808] of this act 70-808 20 aggrieved by the final decision of the board on an application for a certificate, may obtain judicial review of 21 22 that decision by the filing of a petition in a state 23 district court of competent jurisdiction. within thirty (30) 24 days after the issuance of such-linal desision. Upon receipt of such petition, the department shall deliver to the court 25

procoeding-before it and a copy of the beard s decision and 2 opinion entered therein which shall constitute the record on 3 judicial review. A copy of such transpript, decision and opision shall repain on file with the department and shall 5 be available for public inspection. 7 (2)--If--a--decision--is--iscred--after-a-hearing-on-an 8 application for a certificate, such decision is final for 9 purposed of judicial review. The judicial review procedure 10 shall be the same as that for contested cases under the 11 Montana Administrative Procedure Act [82-4201 to 82-4225].* 12 Section 13. Section 70-813, R.C.M. 1947, is amended to 13 read as follows: 14 "70-813. Jurisdiction of courts restricted. Except as 15 expressly set forth in sections 12, 17 and 21 f 70 812, 16 70-817 and 70-821] of this act 70-812, 70-817, and 70-821, 17 no court of this state shall have has jurisdiction to hear 18 or determine any issue, case or controversy concerning any 19 matter which was or could have been determined in a 20 proceeding before the board under this ast chapter or to 21 stop or delay the construction, operation or maintenance of 22 a **stility** facility, except to enforce compliance with this 23 ast chapter or the provisions of a certificate issued 24 hereunder pursuant to sections 19 or 21 (70 819 or 70 821) 25 of this act 70-819 or 70-821."

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Section <u>14</u>. Section 70-814, R.C.M. 1947, is amended to
 read as follows:

3 *70-814. Innual long-range plan submitted----4 contents-available to public. (1) Each utility, and each 5 person contemplating the construction of a facility within 6 this state in the ensuing ten (10) years, shall furnish 7 annually to the department for its review, a long-range plan 8 for the construction and operation of stility facilities. 9 Such The plan shall be submitted on April 1 of each year-, 10 The plan and shall include the following:

(a) the general location, size and type of all etility
facilities to be owned and operated by the utility or person
whose construction is projected to commence during the
ensuing ten (10) years, as well as those facilities to be
removed from service during the planning period;

16 (b) <u>IN_THE_CASE_OP_EMERGY_PRODUCING_PACILITIES</u> a 17 description of efforts by the utility <u>or_person</u> to 18 coordinate the plan with other utilities <u>or persons</u> so as to 19 provide a coordinated regional plan for meeting the utility 20 <u>facilities</u> EMERGY needs of the region;

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

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1 (d) projections of the demand for the service rendered 2 by the utility <u>or person</u> and explanation of the basis for 3 such those projections, and a description of the manner and 4 extent to which the proposed facilities will meet the 5 projected demand; and

6 (e) additional information that the <u>board by rule or</u>
7 <u>the</u> department on its own initiative or upon the advice of
8 interested state agencies might request in order to carry
9 out the purposes of this act chapter.

10 (2) The plan shall be made available to the public by 11 the department, and the utility or person shall be required 12 to give public notice throughout the state of its plan by 13 filing the plan with the environmental quality council, the 14 department of health and environmental sciences, the 15 department of highways, the department of public service 16 regulation, the department of state lands and the department 17 of intergovernmental relations. Citizen environmental 18 protection and resource planning groups, and other 19 interested persons may obtain a plan by written request and 20 payment therefor to the department."

21 Section <u>15</u>. Section 70-815, R.C.B. 1947, is amended to 22 read as follows:

 23 *70-815. Study of planned facilities included in
 24 annual long-range report. If a utility or person lists and
 25 identifies a proposed utility facility in its plan, -26- EB 581

1 submitted pursuant to section 14-[70-814] of this act 70-814, as one on which construction is proposed to be 2 commenced within the five (5) year period ment-proceeding 3 following submission of the plan, the department shall 4 5 commence examination and evaluation of the proposed site to determine whether construction of the proposed facility 6 7 would unduly impair the environmental values in section 46 8 70-8161 of this-act 70-816. This study may be continued 9 until such time as a wtility person files an application for 10 a certificate under section 6-[70-806] of this act 70-806. 11 Information gathered under this section may be used to 12 support findings and recommendations required for issuance of a certificate." 13

Section <u>16</u>. Section 70-816, R.C.M. 1947, is amended to
read as follows:

16 "70-816. Environmental factors considered in 17 evaluating long-range plans. In evaluating long-range plans, 18 conducting five-year site reviews, and evaluating 19 applications for certificates of site and facility, the 20 board and department shall give consideration to the 21 following list of environmental factors and may, by 22 regulation rule, add to the categories of this section:

23 (1) Energy needs.

24 (a) Growth in demand and projections of need.

25 (b) Availability and desirability of alternative

1 sources of energy.

2 (c) Availability and desirability of alternative3 sources of energy in lieu of the proposed facility.

4 (d) Promotional activities of the utility which may
5 have given rise to the need for this facility.

6 (e) Socially beneficial uses of the output of this 7 facility, including its uses to protect or enhance 8 environmental guality.

9 (f) Conservation activities which could reduce the
10 need for more energy.

(g) Research activities of the utility of new
technology available to it which might minimize
environmental impact.

14 (2) Land use impacts.

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15 (a) Area of land required and ultimate use.

16 (b) Consistency with areawide state and regional land17 use plans.

(c) Consistency with existing and projected nearbyland use.

(d) Alternative uses of the site.

(e) Impact on population already in the area;
population attracted by construction or operation of the
facility itself; impact of availability of energy from this
facility on growth patterns and population dispersal.

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(f) Geologic suitability of the site or route.

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1	(g) Seismologic characteristics.	
2	(h) Construction practices.	
3	(i) Extent of erosion, scouring, wasting of land-both	
4	at site and as a result of fossil fuel demands of the	
5	facility.	
6	(j) Corridor design and construction precautions for	
7	transmission lines or aqueducts.	
8	(k) Scenic impacts.	
9	(1) Effects on natural systems, wildlife, plant life.	
10	(m) Impacts on important historic architectural,	
11	archeological, and cultural areas and features.	
12	(n) Extent of recreation opportunities and related	
13	compatible uses.	
14	(o) Public recreation plan for the project.	
15	(p) Public facilities and accommodation.	
16	(g) Opportunities for joint use with energy intensive	
17	industries, or other activities to atilize the waste heat	
18	from facilities.	
19	(3) Water resources impacts.	
20	(a) Bydrologic studies of adequacy of water supply and	
21	impact of facility on stream flow, lakes and reservoirs.	
22	(b) Hydrologic studies of impact of facilities on	
23	ground water.	
24	(C) Cooling system evaluation including consideration	
25	of alternatives.	

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(d) Inventory of effluents including physical, chemical, biological, and radiological characteristics.

3 (e) Hydrologic studies of effects of effluents on
4 receiving waters, including mixing characteristics of
5 receiving waters, changed evaporation due to temperature
6 differentials, and effect of discharge on bottom sediments.

(f) Relationship to water quality standards.

6 (g) Effects of changes in guantity and guality on
9 water use by others, including both withdrawal and in situ
10 uses; relationship to projected uses; relationship to water
11 rights.

12 (h) Effects on plant and animal life, including algae,13 macroinvertebrates, and fish population.

14 (i) Effects on unique or otherwise significant
15 ecosystems; e.g., wetlands.

16 (j) Honitoring programs.

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17 (4) Air guality impacts.

18 (a) Meteorology. Wind direction and velocity, ambient
19 temperature ranges, precipitation values, inversion
20 occurrence, other effects on dispersion.

21 (b) Topography. Factors affecting dispersion.

22 (c) Standards in effect and projected for emissions,

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23 design capability to meet standards.

24 (d) Emissions and controls.

25 (i) Stack design.

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1	(ii) Particulates.
2	(iii) Sulfor Oxides.
3	(iv) Oxides of Nitrogen.
4	(V) Heavy metals, trace elements, radioactive
5	materials and other toxic substances.
6	(e) kelationship to present and projected air quality
7	of the area.
8	(f) Monitoring program.
9	(5) Solid wastes impact.
10	(a) Solid waste inventory.
11	(b) Disposal program.
12	(c) Relationship of disposal practices to
13	environmental quality criteria.
14	(d) Capacity of disposal sites to accept projected
15	waste loadings.
16	(6) Radiation impacts.
17	(a) Land use controls over development and population.
18	(b) Wastes and associated disposal program for solid,
19	liquid, radioactive and gaseous wastes.
20	(c) Analyses and studies of the adequacy of
21	engineering safeguards and operating procedures.
22	(d) Monitoring. Adequacy of devices and sampling
23	techniques.
24	(7) Noise impacts.

25 (a) Construction period levels.

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1 (b) Operational levels. 2 (c) Relationship of present and projected noise levels З to existing and potential stricter noise standards. 4 (d) Honitoring. Adequacy of devices and methods." 5 Section 17. Section 70-817, R.C.M. 1947, is amended to 6 read as follows: 7 #70-817. Additional requirements by other governmental 8 agencies not permitted after issuance of certificate----9 exceptions. Notwithstanding any other provision of law, no 10 state or regional agency, or municipality or other local 11 government, may require any approval, consent, permit, 12 certificate, or other condition for the construction, 13 operation, or maintenance of a stility facility authorized 14 by a certificate issued pursuant to the provisions of this 15 ast chapter; except that the state air and water quality 16 agency or agencies shall retain authority which they have or 17 may be granted to determine compliance of the proposed 18 facility with state and federal standards and implementation 19 plans for air and water quality and to enforce those standards. Nothing in this act shall This chapter does not 20 prevent the application of state laws for the protection of 21 employees engaged in the construction, operation or 22 23 maintenance of such a facility." 24 Section 18. Section 70-818, R.C.B. 1947, is amended to

25 read as follows:

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*70-818. Revocation or suspension of certificate___
 voiding of application. (1) A certificate may be revoked
 or suspended by the board:

4 (1) (a) for any material false statement in the 5 application or in accompanying statements or studies 6 required of the applicant, if a true statement would have 7 warranted the board's refusal to grant a certificate; or

8 (2) (b) for failure to maintain safety standards or to
9 comply with the terms or conditions of the certificate; or
10 (3) (c) for violation of the previsions any provision
11 of this act chapter, the regulations rules issued

12 thereunder, or orders of the board or department.

13 (2) An application may be voided by the department:

14 (a) for any material AND KNOWINGLY false statement in 15 the application or in accompanying statements or studies 16 required of the applicant;

17 (b) for failure to file an application in
18 substantially the form and content required by this chapter
19 and the rules adopted thereunder; or

20 (c) for failure to deposit the filing fee with the
21 application as required by section 70-806."

22 Section 19. Section 70-819, R.C.M. 1947, is amended to 23 read as follows:

24 *70-819. Enforcement of act chapter by residents of 25 state--statement of failure to enforce act--mandamus -35- HB 581

1 ---private suits for damages. (1) A resident of this state, with knowledge that a requirement of this ast chapter or a 2 R rule adopted ander this act, under it is not being enforced by a public officer or employee whose duty it is to emforce the requirement or rule, may bring the failure to enforce to 5 the attention of the public officer or employee by a written 6 7 statement under oath that shall state the specific facts of the failure to enforce the requirement or rule. Enovingly 8 9 making false statements or charges in the affidavit subjects the affiant to penalties prescribed under the law of 10 11 perjury.

(2) If the public officer or employee neglects or 12 13 refuses for an unreasonable time after receipt of the 18 statement to enforce the requirement or rule, the resident 15 may bring an action of mandamus in the district court of the 16 first judicial district of this state, in and for the county of Lewis and Clark. If the court finds that a requirement of 17 this act chapter or a rule adopted ander this act under it 18 19 is not being enforced, the court may order the public 20 officer or employee, whose duty it is to enforce the requirement or rule, to perform his duties. If he fails to 21 22 do so, the public officer or employee shall be held in 23 contempt of court and is subject to the penalties provided 24 by law.

25 (3) An owner of an interest in real property who -36- HB 581

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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 atility person to 3 4 recover damages for contamination, diminution, OT 5 interruption of the water supply, proximately resulting from operation of a utility facility. The remedies 6 the enumerated in this subsection do not exclude the use of any 7 8 other remedy which may be available under the laws of the state." 9

Section <u>20</u>. Section 70-820, R.C.M. 1947, is amended to
read as follows:

12 "70-820. Adoption of rules---monitoring of facilities.
13 (1) The board and department may adopt rules implementing
14 the provisions of this act. <u>chapter, including, but not</u>
15 <u>limited to, rules:</u>

16 (a) governing the form and content of applications:

17 (b) further defining the terms used in this chapter:

18 (c) governing the form and content of long-range
19 plans:

20 <u>(d) designed to reduce the mate of growth of energy</u>
 21 <u>demands by limiting promotional activities by energy</u>
 22 <u>suppliers:</u>
 23 (c) (D) any other rules the board considers necessary

24 to accomplish the purposes and objectives of this chapter.
25 (2) The board and the department shall have continuing

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1 authority and responsibility for sonitoring monitor the 2 operations of all certificated facilities, for assuring 3 continuing compliance with this ast chapter and certificates 4 issued hereunder, and for discovering and preventing 5 noncompliance with this ast chapter and such the 6 certificates.

7 (3) The board shall adopt rules requiring every person
8 who proposes to gather geological data by boring of test
9 holes or other underground exploration, investigation, or
10 experimentation, related to the possible future development
11 of an underground utility a facility employing geothermal
12 resources, to comply with the following requirements:

13 (a) Notify the department of the proposed action;

14 (b) Submit to the department a description of the area15 involved;

16 (c) Submit to the department a statement of the
17 proposed activities to be conducted and the methods to be
18 utilized;

19 (d) Submit to the department geological data reports20 at such times as may be required by the rules; and

21 (e) Submit such other information as the board may
22 require in the rules."

23 Section 21. Section 70-621, R.C.H. 1947, is amended to 24 read as follows:

25 ***70-821.** Penalties for violation of agt <u>chapter</u>-civil -38- HB 581

1 action by attorney general. (1) Whoever

2 (a) without first obtaining a certificate of site and
3 facility required under section 4 [70 804] 70-804, commences
4 to construct or operate a whility facility effect the
5 effective date of this act; or

(b) having first obtained a certificate of site and
facility, constructs, operates or maintains a stility
facility other than in compliance with the certificate; or
(c) violates any other provision of this chapter or
any rule or order adopted thereunder, or KNONINGLY submits
false information in any report or application required by

12 this chapter or rule or order adopted thereunder: or

13 (e) (d) causes any of the aforementioned acts to 14 occur; shall be liable to a civil penalty of not more than 15 ten thousand dollars (\$10,000) for each violation. Each day 16 of a continuing violation shall constitute a separate 17 offense. The penalty shall be recoverable in a civil suit 18 brought by the attorney general on behalf of the state in 19 the first district court of Bontana.

(2) Whoever knowingly and willfully violates
subsection (1) shall be fined not more than ten thousand
dollars (\$10,000) for each violation or imprisoned for not
more than one (1) year, or both. Each day of a continuing
violation shall constitute a separate offense.

25

(3) In addition to any penalty provided in subsections -39- BB 581

1 (1) or (2), whenever the department determines that a person 2 is violating or is about to violate any of the provisions of this section, it shall may refer the matter to the attorney 3 8 general who may bring a civil action on behalf of the state 5 in the first district court of Nontana for injunctive or 6 other appropriate relief against the violation and to 7 enforce the ast this chapter or a certificate issued 8 hereunder, and upon a proper showing a permanent or 9 preliminary injunction or temporary restraining order shall 10 be granted without bond. The department shall also enforce 11 this chapter and bring legal actions to accomplish the

12 enforcement through its own legal compasel.

13 (4) All fines collected shall be deposited in the
14 state general fund."

15 Section <u>22</u>. Section 70-822, R.C.M. 1947, is amended to
16 read as follows:

17 *70-822. Grants, gifts and funds. The department shall
18 have authority to may receive grants, gifts and other funds
19 from any public or private source, to assist in its
20 activities under this out chapter.*

21 Section 23. Section 70-823, R.C.H. 1947, is amended to 22 read as follows:

23 *70-823. dot <u>Chapter</u> supersedes other laws or
 24 regulations. This act <u>chapter</u> supersedes other laws or
 25 regulations. If any provision of this act <u>chapter</u> is in
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conflict with any other law of this state, or any rule or
regulation promulgated thereunder, this and chapter shall
govern and control, and such the other law, rule or
regulation shall be deemed superseded for the purpose of
this act chapter."

Section 24. Amendments not indicative of legislative 6 7 interpretation of 1973 act-savings clause. The amendments ъ made by this act, or proposed to be made if this act should 9 not be enacted, do not indicate an expression of legislative 10 intent as to the interpretation of any provision of the 11 Montana Dtility Siting Act of 1973 as it existed prior to the introduction or enactment of this act. This act shall 12 13 not affect the outcome of any judicial or quasi-judicial 14 administrative proceeding commenced prior to the effective 15 date of this act.

Section <u>25</u>. Applicability. The amendments made by
this act apply only to applications received by the
department after January 1, 1975. <u>PEBSONS REQUIRED TO FILE</u>
<u>LONG-KANGE PLANS UNDER THE AMENDMENTS MADE BY SECTION 14 OF</u>
<u>THIS ACT TO SECTION 70-814, B.C.B. 1947, SHALL HAVE UNTIL</u>
<u>JUNE 1, 1975, TO FILE SUCH PLANS.</u>

22 Section <u>26</u>. This act is effective on its passage and 23 approval.

-End-

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SENATE COMMITTEE OF THE WHOLE

AMENDMENTS OF HOUSE BILL NO. 581

That House Bill No. 581, third reading, be amended as follows:

1. Amend page 8, line 2, section 3.
 Following: "gas,"
 Insert: "hydrocarbon products"

2. Amend page 8, section 3, line 7. Following: line 7 Insert: "(10) "Addition thereto" means the installation of new machinery and equipment which would significantly change the conditions under which the certificate was issued."

Amend Senate Committee on Natural Resources and Fish and Game, dated March 25, 1975, as follows:

3. Amend amendment No. 14, insertion paragraph, line 4. Following: "the receipt" Insert: "; except for those hearings involving applications submitted for facilities as defined in section 70-803(3)(b) and (3) (c), certification hearings shall be conducted by the board in the county seat of Lewis and Clark County or the county in which the facility, or the greater portion thereof, is to be located"

And Amend House Bill 581, third reading, as follows:

4. Amend page 18, section 8, lines 22 through line 6 on page 19. Following: "(c)"

Strike: Sub-section (c) in its entirety

Insert: "any person who can demonstrate to the satisfaction of a majority of the board prior to the commencement of the proceeding that such person would be directly affected by the construction or operation of the proposed facility."

5. Amend page 23, section 10, line 12. Following: line 12 Insert: "(4) Considerations of need, public need, or public convenience and necessity, and demonstration thereof by the applicant, shall apply only to utility facilities."

6. Amend page 29, section 16, lines 21 and 22. Following: "factors" Strike: "and may, by <u>rule</u>, add to the categories of this section"

HB 0581/05	ΗB	05	81,	05
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HB 581

1	HOUSE BILL BO. 581
2	INTRODUCED EY BARDANOUVE, MELOY, HUENNEKENS, K3MMIS, VINCENT,
3	LIEN, DRISCOLL, GUNDERSON, HARPER, BRADLEY
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT AMENDING SECTIONS
6	70-801 THRODGE 70-808, 70-810 TEROUCH 70-823, R.C.M. 1947,
7	TO GENERALLY REVISE THE MONTANA UTILITY SITING ACT OF 1973;
8	PROVIDING AN IMMEDIATE EPPECTIVE DATE."
9	
10	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
11	Section 1. Section 70-801, R.C.M. 1947, is amended to
12	read as follows:
13	*70-801. Short title. This act chapter shall be known
14	and may be cited as the Montana Utility MAJOB PACILITY
15	Siting Act of 1973 ."
16	Section 2. Section 70-802, R.C.H. 1947, is amended to
17	read as follows:
18	#70-802. Policy and legislative findings. It is the
19	constitutionally declared policy of this state to maintain
20	and improve a clean and healthful environment for present
21	and future generations; to protect the environmental life
22	support system from degradation and prevent unreasonable
23	depletion and degradation of natural resources; and to
24	provide for administration and enforcement to attain these
25	objectives.

1 The legislature finds that the construction of 2 additional power and or energy conversion facilities may be 3 necessary to meet the increasing meed for electricity, and 4 other energy, and other products, and that such these facilities have an effect on the environment, an impact on 5 6 population concentration, and an effect on the welfare of 7 the citizens of this state. Therefore, it is necessary to 8 ensure that the location, construction and operation of 9 power and energy conversion facilities will produce minimal 10 adverse effects on the environment and upon the citizens of 11 this state by providing that no a power or energy conversion 12 facility shall bereafter may not be constructed or operated 13 within this state without a certificate of environmental compatibility and public need acquired pursuant to this act 14 chapter.* 15 16 Section 3. Section 70-803, R.C.M. 1947, is amended to 17 read as follows: 18 "70-803. Definitions. The following words, when used 19 in this act, shall have the following meanings unless otherwise clearly apparent from the context In this chapter, 20 21 unless the context requires otherwise: 22 (1) the word "department" "Department" means the 23 department of natural resources and conservation provided 24 for in Title 821, chapter 15. 25 (2) the word "board" "Board" means the board of

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REFERENCE BILL 4/16/75

Second Printing- Conference Report Included

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1	natural resources and conservation <u>provided for in section</u>
2	<u>824-1509</u> .
3	(3) the words "atility facility" or "facility" con
4	"Pacility" peans:
5	(a) any energy generating and conversion <u>each</u> plant,
6	unit, or other facility and associated facilities, except
7	for oil and gas refineries,
8	(i) designed for, or capable of, generating at fifty
9	(50) megawatts of electricity or more, or any addition
10	thereto (except pollution control facilities approved by the
11	department of health and environmental sciences added to an
12	existing plant) having an estimated cost in excess of two
13	hundred fifty thousand dollars (\$250,000), or
14	(ii) designed for, or capable of, producing one
15	hundred million (100,000,000) twenty-five million
16	(25,000,000) cubic test of gas per day or more, or any
17	addition thereto having an estimated cost in excess of two
18	hundred fifty thousand dollars (\$250,000), or
19	(iii) designed for, or capable of, producing fifty
20	thousand (50,000) twenty-five thousand (25,000) barrels of
21	liquid hydrocarbon products per day or more, or any addition
22	thereto having an estimated cost in excess of two hundred
23	fifty thousand dollars (\$250,000), or
24	(iv) designed for, or capable of, enriching uranium
25	mineralst, or any addition thereto having an estimated cost

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1	in excess of two hundred fifty thousand dollars (\$250,000),
2	<u>10</u>
3	(v) designed for, or capable of, utilizing, refining,
4	processing, or converting five hundred thousand (500,000)
5	tons of coal per year or more, or any addition thereto
6	having an estimated cost in excess of two hundred fifty
7	thousand dollars (\$250,000):
8	(b) an each electric transmission line and associated
9	facilities of a design capacity of thirty four and one half
10	(34.5) more than sixty-pine (69) kilovolts or-more, except
11	that the following transmission lines and accounted
12	facilition shall be subject to certain exceptions under the
13	aste
14	(i)-a-transmission-line-and-associated facilities with
15	adesignsapasity of sixty-nine-(69)-kilovolts or less-and
16	which will be constructed above ground for a distance of ten
17	(10) miles or less shall not be considered a stility
18	facility-within the-dofinitions-of-this-act,
19	{ii} a-transmission line and accordated facilities with
20	adesigncapacity of one-hundred-cirty-one-(161)-kilovelts
21	or less and which will be constructed underground for—a
22	distance of five (5) miles or less shall not be considered a
23	utility facility within the definitions of this act,
24	(iii)-a-transmission-line-or-associated facilities-of-a
25	design capacity of one hundred sixty one (164) kilovolts or
	_4- НВ 561

1	less-which does not meet the requirements of subsections (1)
2	and (ii) of this subsection shall be subject < p the specific
3	time-review-requirements-for-transmission-lincoimsoction
4	6, subsection (1) [70 806 (1)] and section 7, subsection (1)
5	[70-807-{1}-]-of-this-act-if-the-proposed length-of-the
6	transmission line will not exceed thirty (30) miles,
7	(iv) unless specifically covered by subsections (i),
8	(ii)or(iii)ot-this-subsection, the construction of all
9	transmission lines and associated facilities shall be
10	cubject to the two (2) year time requirement of section 6,
11	subsection (1) [70-806 (1)], and the six hundred- (600)- day
12	requirement of section 7, subsection (1) [70-807 (1)],
13	(7) the provisions of subsections (i) and (ii) of this
14	subsection—shall—not—be—construed—as—authorizing—the
15	sissitancous construction of two (2) or sore transmission
16	lines serving the same community or constance which would,
17	when-constructed ceparately, come within the exceptions of
18	subsections (i) and (ii); the term does not include an
19	electric transmission line and associated facilities of a
20	<u>design capacity of less than two hundred thirty (230)</u>
21	kilowolts OR LESS and ten (10) miles or less in length;
22	(c) a gas or liquid transmission line each pipeline
23	and associated facilities designed for, or capable of,
24	transporting gas <u>, water</u> , or liquid hydrocarbon products
25	from <u>or to</u> a gapification or liquefaction facility <u>located</u>
	5 BB 581

within or without this state of the size indicated in 1 2 subsections (a) (ii) and (a) (iii) subsection (3) (a) of 3 this section +: 4 (d) any use of geothermal resources, including the use 5 of underground space in existence or to be created, for the 6 creation, use, or conversion of energy; 7 (e) any underground in situ gasification of coal. 8 (4) the words wassociated "Associated facilities" 9 include, but are not limited to, transportation links of any 10 kind, aqueducts, diversion dams, TRANSMISSION_substations, 11 including distribution substations storage ponds. 12 reservoirs, and any other device or equipment associated 13 with the production, or delivery of the energy form or 14 product produced by a facility, except that the term does 15 not include a facility. 16 (5) the words woommence "Commence to construct" mean 17 means: 18 (a) any clearing of land, excavation, construction, or 19 other action that would affect the environment of the site 20 or route of a wtility facility, but do does not include mean 21 changes needed for temporary use of sites or routes for nonutility purposes, or uses in securing geological data, 22 23 including necessary borings to ascertain foundation

25 eminent-domain-proceedings-under-Title-937-ohapter-99,

24

conditions. The words do include the connergencest of

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B.G.B. 1947, for land or rights of way upon which a utility
 facility may be constructed.;
 (b) the fracturing of underground formations by any
 means, if any such activity is related to the possible
 future development of an underground utility a gasification

<u>facility or a</u> facility employing geothermal resources, but
<u>do does</u> not include the gathering of geological data by
boring of test holes or other underground exploration,
investigation, or experimentation.

(c) the commencement of eminent domain proceedings
 under Title 93, chapter 99, for land or rights of way upon
 or over which a facility may be constructed;

13 (d) the relocation or upgrading of an existing 14 facility defined by subsection (3) (b) or (c), including 15 upgrading to a design capacity covered by subsection (3) 16 (b), except that the term does not include normal 17 maintenance or repair of an existing facility.

18 (6) the word "municipality" "<u>Hunicipality</u>" means any
19 county or municipality within this state.

(7) the word "person" includes "Ferson" means any
individual, group, firm, partnership, corporation,
cooperative, association, government subdivision, government
agency, local government, or other organization or entity.

 24
 (8) the words public wtility or mutility or mutility

production, storage, sale, delivery or furnishing of heat, 1 2 electricity, gas, HYDROCARBON PRODUCTS or energy in any form for ultimate public use. 3 (9) "certificate" "Certificate" means the certificate h 5 of environmental compatibility and public need issued by the board under this chapter and that is required for the 6 construction or operation of any a facility. 7 я (10) "ADDITION THERETO" MEANS THE INSTALLATION OF NEW MACHINERY AND EQUIPMENT SHICH WOULD SIGNIFICANTLY CHANGE THE 9 CONDITIONS UNDER WHICH THE CERTIFICATE WAS ISSUED." 10 11 Section 4. Section 70-804, R.C.M. 1947, is amended to read as follows: 12 #70---804. Certificate from board required prior to 13 construction of **utility** facility<u>eremptions</u>. 14 (1) 80 A person shall may not commence to construct a utility 15 facility in the state without first having obtained applying 16 17 for and obtaining a certificate of environmental compatibility and public need issued with respect to such 18 the facility by the board. Any & facility, with respect to 19 which a certificate is required issued, chall may not 20 thereafter be constructed, operated and or maintained 21 except in conformity with such the certificate and any 22 terms, conditions and modifications contained therein. A 23 certificate may only be issued pursuant to this act chapter. 24 25 (2) A certificate may be transferred, subject to the

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1 approval of the department, to a person who agrees to comply 2 with the terms, conditions and modifications contained therein. 3

4 (3) This act shall chapter does not apply to any utility a facility over which an agency of the federal 5 government has exclusive jurisdiction. ĥ

7 (4) The board may adopt reasonable rules establishing 8 exemptions from this chapter for the relocation. 9 reconstruction, or upgrading of a facility that would 10 otherwise be covered by this chapter and that is unlikely to 11 have a significant environmental impact by reason of length, 12 size, location, available space or right of way, or 13 construction methods.

14 (5) A certificate is not required under this chapter 15 for a facility under diligent on site physical construction 16 or in operation on January 1, 1973,"

17 Section 5. Section 70-805, R.C.B. 1947, is amended to 18 read as follows:

19 *70-805. Surcharge on electric energy producer's 20 license tax----administrative expenses---tax on qasification, 21 liquefaction, uranium enrichment facilities. (1) Every 22 *producer* as defined in chapter 16 of Title 84, the 23 electrical energy producers'-license tax, shall, in addition 24 to the sum required to be paid by that act chapter, pay an 25 additional twenty-five hundredths percent (0.25%) of the -9---HE 581

1 gross amount as shown on the statement which is required by that act chapter, in the same manner and within the time 2 3 provided by that act chapter. The state board of 4 equalization department of revenue shall report to the state 5 treasurer separately the amount transmitted to the state 6 treasurer which is added to the electrical energy producers! 7 license tax by this section of this act.

8 (2) The legislature shall appropriate sufficient funds 9 to finance the department's activities in carrying out its 10 duties under this act chapter. The legislature shall provide 11 a tax on gasification, liquefaction, coal conversion, and 12 uranium enrichment facilities sufficient to produce an amount of revenue equal to that derived from electrical 13 14 energy producers under this section."

15 Section 6. Section 70-806, B.C.B. 1947, is amended to 16 read as follows:

17 "70-806. Application for certification-filing and 18 contents filing fees of filing fees notice of 19 completion of facility-further fees-hEPUND-proof of 20 service on municipalities-waiver-of-time-requirement 21 amendment of application or certification. (1) (a) At 22 least two (2) years prior to anticipated conserve of 23 construction of a utility facility as defined -in sections 24 70-803 (3) (a), 70-803 (3) (b) (iv), 70-803 (3) (c), and 25 70-803 (3)-(d) and at least hime (9) months prior to the

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BB 581

anticipated commencement date of the construction of a utility facility as defined in section 70 803 (3) (b) (iii), an <u>An</u> applicant for a certificate shall file with the department an <u>a verified</u> application, in such form as the department may prescribe <u>board</u> by <u>rule or the department</u> by <u>order prescribes</u>, containing the following information:

7 (a) (i) a description of the location and of the
8 utility facility to be built thereon;

9 (b) (ii) a summary of any studies which have been made
 10 of the environmental impact of the facility;

11 (0) (iii) a statement explaining the need for the 12 facility;

13 (d) (iv) a description of any reasonable alternate
14 location or locations for the proposed facility, a
15 description of the comparative merits and detriments of each
16 location submitted, and a statement of the reasons why the
17 primary proposed location is best suited for the facility;
18 and

19 (a) (V) such other information as the applicant may 20 considers relevant or as the board by rule or the 21 department may by regulation or order require requires. A 22 copy or copies of the studies referred to in clause (b) (ii) 23 above shall be filed with the department, if ordered, and 24 shall be available for public inspection.

25 (b) An application may consist of an application for -11- HB 581

1 two (2) or more facilities in combination-such as power units-and transpission lines WHICH ARE PHYSICALLY AND 2 DIRECTLY ATTACEED TO EACH OTHER AND ARE OPERATIONALLY A 3 Ð. SINGLE OPERATING ENTITY. 5 (2) (a) A tiling fee chall be deposited in the state 6 general fund. Said fee shall be The applicant shall pay to 7 the department a filing fee with the application, based 8 upon the estimated cost of the facility according to the declining scale which follows -: The applicant shall pay the 9 10 accessiated ... case - calculated as follows: three percent (3%) 11 THO PERCENT (2%) of any estimated cost up to one million 12 dollars (\$1.000,000); plus one percent (1%) of any estimated 13 cost over a million dollars and up to twenty million dollars 14 (\$20,000,000); plus one-half of one percent (0.5%) of any estimated cost over twenty million dollars (\$20,000,000); 15 and up to one hundred million dollars (\$100,000,000); plus 16 17 one-quarter of one percent (0.25%) of any amount of 16 estimated cost over one hundred million (\$100,000,000) and 19 up to three hundred million dollars (\$300,000,000); plus one-tenth-of-one-percent (C. 1%) ONE-EIGHTH OF ONE PERCENT 20 (.125%) of any amount of estimated cost over three hundred 21 million dollars (\$300,000,000). It is the intent of the 22 23 legislature that the THR revenues derived from the filing 24 fee SHALL be used by the department in compiling the information required for rendering a decision 25 on а ---12---BB 581

1	certificate and for carrying out its other responsibilities
2	under this act <u>WITH RESPECT TO THE PACILITY C(/EBED_BY_THE</u>
3	CERTIFICATE FOR A PERIOD NOT TO EXCRED FIVE (5) YEARS AFTER
4	THE CERTIFICATE IS ISSUED FOR FACILITIES DEFINED IN 70-803
5	(3) (B) AND (C) OR NOT TO EXCEED TEN (10) YEARS AFTED THE
6	CERTIFICATE IS ISSUED FOR FACILITIES DEFINED IN 70-803 (3)
7	(A). (D). AND (E). If an application consists of a
8	combination of two (2) or more facilities, the filing fee
9	shall be the total of the fees based on the TOTAL estimated
10	cost of each facility considered separately TBE COMBINED
11	PACILITIES.
12	(b) If a certifieste is issued by the board for the
13	proposed facility, impediately apon completion of
14	construction of the facility the applicant shall give a
15	potice of gampletion to the department. As soon as possible
16	after giving the notice of completion, the gp-plicant chall
17	file ap affidavit with the department stating the actual
18	cost of the facility in cach detail as the department may
19	require to determine whether a further fee is due. If the
20	actual cost exceeds the estimated cost, the applicant shall
21	file-a further fee for the difference based upon the
22	deoliging soule in subsection (2) (a) of this section
23	further fee is required, however, if it is computed to be
24	five bundred dollars (\$500) or less.
25	(6) (8) IR THE BOARD DENIRG AR APPLICATION, AND THE
	13 HB 581

1	BOARDAS DECISION IS UPERLO IN ANY SUBSEQUENT COUNT
2	PROCREDING, THE APPLICANT IS ENTITLED TO AN ACCOUNTING OF
3	MOREYS EXPENDED AND TO A REPORD OF THAT PORTION OF THE
4	FILING PEE NOT EXPENDED BY THE DEPARTMENT IN CABRYING OUT
5	ITS RESPONSIBILITIES UNDER THIS CHAPTER.
6	(C) THE DEPARTMENT MAY CONTRACT WITH & POTENTIAL
7	APPLICANT UNDER THIS CHAPTER, IN ADVANCE OF THE FILING OF A
8	POBEAL APPLICATION, FOR THE DEVELOPMENT OF INFORMATION OR
9	PROVISION OF SERVICES RECOIRED HERBUNDER. PAYBENTS MADE TO
10	THE DEPARTMENT UNDER SUCH A CONTRACT SHALL BE CREDITED
11	AGAINST THE PRE PAYABLE BEREONDER.
12	(3) Bach <u>An</u> application shall be accompanied by proof
13	of service of a copy of such the application on the chief
14	executive officer of each municipality and the head of $each$
15	government agency, charged with the duty of protecting the
16	environment or of planning land use, in the area in which
17	any portion of such the facility is to be located, both as
18	primarily and as alternatively proposed. The copy of such
19	the application shall be accompanied by a notice specifying
20	the date on or about which the application is to be filed.
21	(4) Each <u>An</u> application shall also be accompanied by
22	proof that public notice thereof was given to persons,
23	residing in the municipalities entitled to receive notice
24	under subsection (3) of this section, by the publication of
25	a summary of the application, and the date on or about which
	14 BB 581
it is to be filed, in such those newspapers as will serve 1 2 substantially to inform such those persons of the 3 application.

4 (5) Inadvertent failure of service on, or notice to, 5 any of the municipalities, government agencies or persons 6 identified in subsections (3) and (4) of this section may be 7 cured pursuant to orders of the department designed to 8 afford them adequate notice to enable their effective 9 participation in the proceeding. In addition, the department 10 may, after filing, require the applicant to serve notice of 11 the application or copies thereof or both upon such other 12 persons, and file proof thereof, as the department may deem 13 appropriate.

14 (6) In application for an amendment of an application 15 or a certificate shall be in such form and contain such 16 information as the department shall prescribe board by rule 17 or the department by order prescribes. Notice of such an application shall be given as set forth in subsections (3) 18 19 and (4) of this section. If an amendment to an original 20 application would result in a substantial change of the original application, such an amendment shall be considered 21 22 as a new application and a new filing fee shall be required. 23 (7) The board may waive compliance with the time limit 24 of this-section if an applicant sakes a clear and convincing 25 showing that an immediate need for a facility emister and -15-BB 581

that---the---applicant---did---not---have-knowlodge-that-the-need 1 existed sufficiently in advance of the need to file an 2 3 application within the time provided in cabcostion (1) of this section. (8) The board any, in its discretion, waive the 5 necessity - of filing an application where utility facilities 6 7 are being relocated pursuant to cections 32-2414 ... through 32-2416, R.C.H. 1947, and where it is satisfied after an 8 9 cramination of the environmental impact statement filed 10 PUESUARt to obaptor 65 of Title 69, B.C.R. 1947, that such 11 relocation will not significantly affect the environment." 12 Section 7. Section 70-807, B.C.M. 1947, is amended to read as follows: 13 14 "70-807. Study, evaluation and report on proposed 15 facility-hearing on application for amendment of 16 certificate-hearings. (1) Upon receipt of an application 17 complying with section 70-806, the department shall commence 18 an intensive study and evaluation of the proposed facility 19 and its effects, persuant to section 70 816 of this act 20 considering all the criteria listed in sections 70-810 and 70-816. Within sim hundred (600) days two (2) years 21 22 following receipt of the an application for a facility as 23 defined in sections subsections 70-803 (2) (a) 7-70-803-(b) 24 (iv), 70-803 (3) (c), and 70-803 (3) (d) and for a facility 25 as defined in subsections 70-803 (3) (b) and (c) which is BB 581

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1 more than thirty (30) miles in length, and within one 2 hundred eighty (180) days one (1) year for a facility as 3 defined in sections 70-803 (b) (iii) subsections 70-803 (3) (b) and (c) which is thirty (30) miles or less in length, 4 5 the department shall make a report to the board, which shall 6 contain the department's studies, evaluations, 7 recommendations, other pertinent documents resulting from 8 its study and evaluation pursuant to section 70-816 of this act, and the final environmental impact statement. If the 9 10 application is for a facility which was not listed or proposed in a long range plan submitted by the applicant to 11 12 the department at least six (6) months before the filing of 13 the application pursuant to section 70-814, the dopartment 14 shall then have three {3} years and two {2} years 15 respectively, to make its report to the beard, If the application is for a combination of two (2) or more 16 17 facilities, the department shall make its report to the board within the greater of the lengths of time provided for 18 19 in this subsection for either of the facilities.

20 <u>(2)</u> The departments of health and environmental 21 sciences, highways, intergovernmental relations, fish and 22 game, and public service regulation shall report to the 23 department information relating to the impact of the 24 proposed site on each department's area of expertise. Such 25 <u>information</u> <u>The report</u> may include opinions as to the advisability of granting, or denying, or modifying the
certificate. The department shall allocate funds obtained
from filing fees to the departments making reports to
reimburse them for the costs of compiling information and
issuing the required report.

6 (2) (3) On an application for an amendment of a 7 certificate, the board shall hold a hearing in the same 8 manner as a hearing is held on an application for a 9 certificate if the proposed change in the facility would 10 result in any material increase in any environmental impact 11 of the facility or a substantial change in the location of 12 all or a portion of such the facility other than as provided 13 in the alternates set forth in the application.

14 (3) (4) Upon receipt of the department's report 15 subaitted under cubsection (1) of this section, the board 16 shall get a hearing date for a hearing to begin not more 17 than-cisty (60)--days after such-the receipt. HITBIN SIXTI 18 (60) DATE AFTER RECEIPT OF THE DEPLETERT'S BEPORT SUBSTITED 19 UNDER SUBSECTION (1) OF THE SECTION, THE BOARD SHALL SET A 20 DATE FOR THE CERTIFICATION - REARING, WHICH SHALL COMMENCE 21 PITHIN SIX (6) BONTHS APTER BECEIPT OF THE DEPARTMENT'S 22 BBPORT - UPOR BECEIPT OF THE DEPARTERT S REPORT SUBMITTED 23 UNDER SUBSECTION (1) OF THIS SECTION, THE BOARD SHALL SET A 24 DATE FOR A BEARING TO BEGIN BOT MORE THAN SIZTY (60) DAYS 25 AFTER THE RECEIPT UPON RECEIPT OF THE DEPARTMENT'S REPORT

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1	SUBNITTED UNDER SUBSECTION (1) OP THIS SECTION, THE BOARD				
2	SHALL SET A DATE FOR A HEARING TO BEGIN BOT MORE THAN ONE				
3	HUNDRED TWEETY (120) DAYS AFTEE THE RECEIPT: BICEPT FOR				
4	THOSE HEARINGS INVOLVING APPLICATIONS SUBLITTED FOR				
5	PACILITIES AS DEPINED IN SECTION 70-803(3) (B) AND (3) (C).				
6	CERTIFICATION HEARINGS SHALL BE CONDUCTED BY THE BOARD IN				
7	THE COUNTY SEAT OF LEWIS AND CLARK COUNTY OF THE COUNTY IN				
8	VELCE THE PACILITY, OF THE GREATER PORTION THEREOF, IS TO BE				
9	LOCATED.				
10	Section 8. Section 70-808, R.C.M. 1947, is amended to				
11	read as follows:				
12	*70-808. Parties to certification proceedingwaiver				
13	by failure to participate. (1) The parties to a				
14	certification proceeding include:				
15	(a) the applicant;				
16	(b) each municipality and gowernment agency entitled				
17	to receive service of a copy of the application under				
18	subsection (3) of soction 6 [70-806 (3)] of this act <u>70-806</u>				
19	<u>(3); and</u>				
20	(C) any percon reciding in a municipality entitled to				
21	receive				
22	subsection (4) of section 5 [70-806 (4)] of this act 70-806				
23	1911 - any nonprofit organization, formed in whole or in part				
24	to promote concervation or natural beauty, to protect the				
25	cmwironmenty- personal-health-or other biological walvesy to				
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1	proserve historical sites, to promote consumer interests, to
. 2	represent-semmercial-and-industrial-groupeyortopromote
3	the-orderly-development-of-the-areas-in-which-the-facility
4	is-to be located; or any other interested - person; - and
5	PERSON-ERO CAR BRONSTRATE TO THE SATISFACTION OF A BAJOPITY
6	ofBolldPliobToTBBComBBICEEBETOFTBBPBOCEBDING
7	TBAT GUCH LEBSOF FOULD BB DIRECTLY AFFECTED BI THE
8	CONSTRUCTION OF OPERATION OF THE PROPOSED PACILITY. ANY
9	PERSON BESIDING IN A BUNICIPALITY ENTITLED TO BECEIVE
10	SERVICE OF A COPY OF THE AFPLICATION UNDER SUBSECTION (4) OF
11	SECTION 6 70 886 (4)] OF THIS ACT 70-806 (4) ; ANY NONPROPIT
12	ORGANIZATION. FORMED IN WHOLE OR IN PART TO PROTOTE
13	CONSERVATION OR NATURAL BEAUTY, TO PROTECT THE ENVIRONMENT,
14	PERSONAL HEALTH OF OTHER BIOLOGICAL VALUES, TO PRESERVE
15	BISTORICAL SITES. TO PROBOTE CONSUMER INTERESTS, TO
16	BEPRESENT COMMERCIAL AND INDUSTRIAL GROUPS, OR TO PROMOTE
17	THE ORDERLY DEVELOPMENT OF THE AREAS IN WHICH THE FACILITY
18	IS TO BE LOCATED; OR ANY OTHER INTERESTED PERSON; AND
19	(d) the department.
20	(2) Any party identified in subparagraphs (b) and (c)
21	of subsection (1) of this section waiwes his right to be a
22	party if he does not participate orally at the hearing
23	before the board."
24	SECTION 9. SECTION 70-809, R.C.M. 1947, IS ABENDED TO
25	READ AS FOLLOWS:
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*70-809. Record of hearing --- procedure -- rules of 1 evidence -- burden of proof. (1) 1ay studies. 2 investigations, reports, or other documentary evidence, з 4 including those prepared by the department, which any party wishes the board to consider or which the board itself 5 expects to utilize or rely upon, shall be made a part of the 6 record; a record shall be made of the hearing and of all 7 8 testimony taken; and the contested case procedures of the Montana Administrative Procedure Act [82-4201 to 82-4225] 9 (Title 82, chapter 42, R.C.N. 1947) shall apply to the 10 11 hearing, except that neither common law nor statutory rules of evidence need apply, but the board may make rules 12 designed to exclude repetitive, redundant or irrelevant 13 14 testimony.

15 (2) In a certification proceeding held under this
16 chapter, the applicant has the burden of showing by clear
17 and convincing evidence that the application should be
18 granted and that the criteria of section 70-810 are met.

 19
 (2)
 Aby_party to a certification_proceeding held under

 20
 this_shapter may_conduct_prehearing_discovery_of_all_other

 21
 known_parties, including_obtaining_subposes of witnesses

 22
 and_subposes dugoe tecum_for the production of such books,

 23
 records, papers, documents and other objects as may be

 24
 necospary and proper for the purposes of the proceeding, and

 25
 the taking of testimony by deposition upon oral_cmanification

1	or written interrogatorics for the purpose of diposycry or
2	for use as ovidence in the bearing or for both purposes.
3	441 (3) If the board appoints a hearing examiner to
4	conduct any cortification proceedings under this chapter,
5	the hearing examiner say not be a member of the board or an
6	employee of the department,"
7	Section <u>10</u> . Section 70-810, R.C.N. 1947, is amended to
8	read as follows:
9	#70-810. Decision of boardfindings necessary for
10	certificate—conditions imposed— service—of—decision—on
11	parties. (1) The Within ninety (90) days after the last day
12	of the hearing, the board shall make complete findings,
13	issue an opinion, and render a decision upon the record,
14	either granting or denying the application as filed, or
15	granting it upon such terms, conditions, or modifications of
16	the construction, operation or maintenance of the utility
17	facility as the board say dees <u>considers</u> appropriate. The
18	board may not grant a certificate either as proposed <u>by the</u>
19	applicant or as modified by the board unless it shall find
20	and determine:
21	(a) the basis of the need for the facility;
22	(b) the nature of the probable environmental impact;
23	(c) that the facility represents the minimum adverse
24	
2.4	environmental impact, considering the state of available

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1 alternatives;

2 (d) each of the criteria listed in section 46 [.70-816]
3 of this act .70-816;

(e) in the case of an electric, gas, or liquid 4 5 transmission line or aqueduct, what part, if any, of the 6 line or aqueduct shall be located underground; that such the 7 facility is consistent with regional plans for expansion of 8 the appropriate grid of the utility systems serving the 9 state and interconnected utility systems; and that such 10 facilities the facility will serve the interests of atility 11 system economy and reliability;

12 (f) that the location of the facility as proposed 13 conforms to applicable state and local laws and regulations 14 issued thereunder, except that the board may refuse to apply any local law or regulation if it finds that, as applied to 15 16 the proposed facility, such the law or regulation is 17 unreasonably restrictive in view of the existing technology. 18 or of factors of cost or economics, or of the needs of 19 consumers whether located inside or outside of the directly 20 affected government subdivisions;

(g) that the facility will serve the public interest,convenience and necessity; and

23 (h) that duly authorized state <u>and federal</u> air and
 24 water guality agencies have certified that the proposed
 25 facility will not violate state and federally established

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standards and implementation plans; the judgments of duly
 authorized air and water quality agencies are conclusive on
 all questions related to the satisfaction of state and
 federal air and water quality standards.

5 (2) If the board determines that the location of all 6 or a part of the proposed facility should be modified, it 7 may condition its certificate upon such modification, 8 provided that the municipalities, and persons residing 9 therein, affected by the modification, shall have been given 10 reasonable notice of the modification.

11 (3) A copy of the decision and any opinion issued with 12 the decision shall be served upon each party. In determining 13 that the facility will serve the public interest, 14 convenience, and necessity under subsection (1) (g) of this 15 section, the board shall consider: (i) the items listed in subsections (1) (a) through 16 17 (b) of this section: 18 (ii) the benefits to the applicant and the state 19 resulting from the proposed facility; 20 (iii) the effects of the economic activity resulting 21 from the proposed facility: 22 (iv) the effects of the proposed facility on the 23 public health, welfare, and safety: 24 (v) any other factors that it considers relevant. (4) CONSIDERATIONS OF NEED, PUBLIC REED, OF PUBLIC 25 --24--BB 581

CONVENIENCE AND NECESSITY, AND DEMONSTRATION TELREOF BY THE APPLICANT, SHALL APPLY ONLY TO UTILITY PACILI" IES."

3 Section <u>11</u>. Section 70-811, R.C.M. 1947, is amended to
4 read as follows:

5 *70-811. Opinion issued with decision-contents of 6 certificate-waiver of time requirements-facilities for which certificate required. (1) In rendering a decision on 7 8 an application for a certificate, the board shall issue an 9 opinion stating its reasons for the action taken. If the board has found that any regional or local law or 10 11 regulation, which would be otherwise applicable, is unreasonably restrictive pursuant to paragraph (f) of 12 sabsection (1) of section 10 [-70 810 (1) (f)] of this act 13 14 subsection 70-810 (1) (f), it shall state in its opinion the 15 reasons therefor.

16 (2) Mry certificate issued by the board shall include17 the following:

(a) An environmental evaluation statement related to
the facilities facility being certified. The statement shall
include, but not be limited to, analysis of the following
information:

(i) the environmental impact of the proposed facility;
(ii) any adverse environmental effects which cannot be
avoided by issuance of the certificate;

25 (iii) problems and objections raised by other federal

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1 and state agencies and interested groups;

2 (iv) alternatives to the proposed facilities facility;
3 and

4 (v) a plan for monitoring environmental effects of the
5 proposed facility.

(b) A statement signed by the applicant showing
7 agreement to comply with the requirements of this act
8 chapter and the conditions of the certificate.

9 (3) The - time requirement of vection 6 [70-806] 70-806 10 and any ANY of the provisions described in sections 7 11 through 11 [70-807 to 70-811] of this act 70-807 through 70-811 may be waived by the board, for good cause shown, 12 with respect to applications filed before January 1, 1975. 13 Applications for certificates under this subsection (3) must 14 15 be promptly filed. A certificate is not required under this 16 act for facilities under construction or in operation on 17 January-1, 1973, However, a certificate must be obtained for 18 associated facilities -- upon which construction -- has --- not connenced before January - 1y - 1973y - subject to the waiver 19 provisions-of-this subsection. 20 (4) (A) THE BOARD MAY WAIVE COMPLIANCE WITH ANY OF 21 22 THE PROVISIONS OF SECTIONS 70-807 THEOUGE 70-811 IF THE APPLICANT MAKES A CLEAR AND CONVINCING SHOWING TO THE BOARD. 23 24 AFTER A PUBLIC HEASING NELD UNDER THE CONTENTED CASE PROCEDURES-OF-THE MONTANA-ADDINISTRATIVE PROCEDURE ACT. AT A 25

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PUBLIC HEARING THAT AN IMMEDIATE, UNGENT NEED FOR A FACILITY 1 2 EXISTS AND THAT THE APPLICANT DID NOT HAVE KNOWLEDGE THAT 3 THE NEED FOR THE PACILITY EXISTED SUPPLICIENTLY IN ADVANCE TO PULLY COMPLY WITH THE PROVISIONS OF SECTIONS 70-807 THROUGH А 5 70-811. 6 (B) THE BOARD BAY WAIVE COMPLIANCE WITH ANY OF THE 7 PROVISIONS OF THIS CHAPTER UPON RECEIPT OF NOTICE BY A 8 UTILITY OF PERSON SUBJECT TO THIS CHAPTER THAT A FACILITY OR 9 ASSOCIATED PACILITY HAS BREN DAMAGED OF DESTROYED AS A 10 RESULT OF FIRE, FLOOD OF OTHER NATURAL DISASTER OR AS THE

11 RESULT OF INSURPECTION, WAR OR OTHER CIVIL DISORDER, AND 12 THERE EXISTS AN IMMEDIATE BEED FOR CONSTRUCTION OF A BEW 13 PACILITY OR ASSOCIATED PACILITY ON THE RELOCATION OF A 14 PREVIOUSLY EXISTING FACILITY OF ASSOCIATED FACILITY IN ORDER

15 TO PROBOTE THE PUBLIC WELFARE,"

Section <u>12</u>. Section 70-812, R.C.M. 1947, is anended to
read as follows:

18 "70-812. Beview of denial of certificate by 19 board procedure Judicial review of board decision. (4) Any party as defined in section 8 [70-808] of this act 70-808 20 21 aggrieved by the final decision of the board on an application for a certificate, say obtain judicial review of 22 that decision by the filing of a petition in a state 23 district court of competent jurisdiction. within thirty (30) 24 days after the issuance of such final decision. Upon receipt 25 -27-**HB 581**

of such potition, the department shall deliver to the court 1 a copy of the written transcript of the record of the 2 3 opinion entered therein which shall constitute the record on Δ. judicial review. A copy of such transcript, decision and 5 opinion shall remain on file with the department and shall 6 be available for public inspectice. 7 (2) If a degision is issued after a hearing on an 8 9 application for a cortificate, such decision is final for purposes of judicial review. The judicial review procedure 10 11 shall be the same as that for contested cases under the Bontana Administrative Procedure Act [82-4201 to 82-4225]." 12 13 Section 13. Section 70-813, B.C.M. 1947, is amended to read as follows: 14 *70-813. Jurisdiction of courts restricted. Except as 15 expressly set forth in sections 42, 17 and 21 [70-812, 16 17 70-817 and 70-821] of this act 70-812, 70-817, and 76-821, 18 no court of this state shall have has jurisdiction to hear or determine any issue, case or controversy concerning any 19 matter which was or could have been determined in a 20 proceeding before the board under this act chapter or to 21 stop or delay the construction, operation or maintenance of 22 23 a atility facility, except to enforce compliance with this act chapter or the provisions of a certificate issued 24 hereunder pursuant to sections 19 or 21 [70-819 or 70-821] 25 HB 581 -28-

1 of this act 70-819 or 70-821."

2 Section <u>14</u>. Section 70-814, R.C.M. 1947 is amended to
3 read as follows:

"70-814. Annual long-range plan submitted---a 5 contents-available to public. (1) Each utility, and each 6 person contemplating the construction of a facility within 7 this state in the ensuing ten (10) years, shall furnish annually to the department for its review, a long-range plan 8 for the construction and operation of **utility** facilities. 9 Such The plan shall be submitted on April 1 of each year, 10 The plan and shall include the following: 11

(a) the general location, size and type of all utility
facilities to be owned and operated by the utility or person
whose construction is projected to commence during the
ensuing ten (10) years, as well as those facilities to be
removed from service during the planning period;

17 (b) <u>IN THE CASE OF ENERGY PROPOSING UTILITY PACILITIES</u>
18 a description of efforts by the utility <u>or person</u> to
19 coordinate the plan with other utilities <u>or persons</u> so as to
20 provide a coordinated regional plan for meeting the utility
21 facilities ENERGY meeds of the region;

(c) a description of the efforts to involve
environmental protection and land use planning agencies in
the planning process, as well as other efforts to identify
and minimize environmental problems at the earliest possible

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1 stage in the planning process;

2 (d) projections of the demand for the service rendered 3 by the utility <u>or person</u> and explanation of the basis for 4 such those projections, and a description of the manner and 5 extent to which the proposed facilities will meet the 6 projected demand; and

7 (e) additional information that the <u>board by rule or</u>
8 <u>the</u> department on its own initiative or upon the advice of
9 interested state agencies might request in order to carry
10 out the purposes of this act chapter.

11 (2) The plan shall be made available to the public by the department, and the utility or person shall be required 12 13 to give public notice throughout the state of its plan by 14 filing the plan with the environmental quality council, the department of health and environmental soience sciences, the 15 department of highways, the department of public service 16 17 regulation, the department of state lands and the department 18 of intergovernmental relations. Citizen environmental 19 protection and resource planning groups, and other 20 interested persons may obtain a plan by written request and

21 payment therefor to the department."

Section <u>15</u>. Section 70-815, R.C.M. 1947, is amended to
read as follows:

24*70-815. Study of planned facilities included in25annual long-range report. If a utility or person lists and

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1 identifies a proposed utility facility in its plan. submitted pursuant to section 44-[70-814] of this act 2 з 70-814, as one on which construction is proposed to be commenced within the five (5) year period ment-proceeding 4 following submission of the plan, the department shall 5 commence examination and evaluation of the proposed site to 6 7 determine whether construction of the proposed facility 8 would unduly impair the environmental values in section 46 [70-816] of this act 70-816. This study may be continued 9 10 until such time as a utility person files an application for 11 a certificate under section 6 [70 806] of this act 70-806. 12 Information gathered under this section may be used to 13 support findings and recommendations required for issuance 14 of a certificate."

15 Section <u>16</u>. Section 70-816, R.C.M. 1947, is amended to
16 read as follows:

17 #70—816. Environmental factors considered in 18 evaluating long-range plans. In evaluating long-range plans, 19 conducting five-year site reviews, and evaluating 20 applications for certificates of oite and facility, the board and department shall give consideration to the 21 following list of environmental factors and may, by 22 23 regulation rule, add to the categories of this section AND 24 MAY, BY RECOLATION RULE, ADD TO THE CATEGORIES OF THIS 25 SECTION:

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1 (1) Energy needs. 2 (a) Growth in demand and projections of need. (b) Availability and desirability of alternative 3 sources of energy. 直 5 (c) Availability and desirability of alternative 6 sources of energy in lies of the proposed facility. 7 (d) Promotional activities of the utility which may 8 have given rise to the need for this facility. (e) Socially beneficial uses of the output of this 9 10 facility, including its uses to protect or enhance 11 environmental quality. 12 (f) Conservation activities which could reduce the 13 need for more energy. 14 (q) Research activities of the utility of new technology available to it which might minimize 15 environmental impact. 16 17 (2) Land use impacts. (a) Area of land required and ultimate use. 18 19 (b) Consistency with areawide state and regional land 20 use plans. (c) Consistency with existing and projected nearby 21 land use. 22 23 (d) Alternative uses of the site.

(e) Impact on population already in the area;
 population attracted by construction or operation of the
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1	facility itself; impact of availability of energy from this	1	ground water.
2	facility on growth patterns and population dispersal.	2	(c) Cooling system evaluation including consideration
3	(f) Geologic suitability of the site or route.	3	of alternatives.
4	(g) Seismologic characteristics.	4	(d) Inventory of effluents including physical,
5	(b) Construction practices.	5	chemical, biological, and radiological characteristics.
6	(i) Extent of erosion, scouring, wasting of land-both	6	(e) Bydrologic studies of effects of effluents on
7	at site and as a result of fossil fuel demands of the	7	receiving waters, including mixing characteristics of
8	facility.	8	receiving waters, changed evaporation due to temperature
9	(j) Corridor design and construction precautions for	9	differentials, and effect of discharge on bottom sediments.
10	transmission lines or aqueducts.	10	(f) Relationship to water quality standards.
11	(k) Scenic impacts.	11	(g) Effects of changes in guantity and quality on
12	(1) Effects on natural systems, wildlife, plant life.	12	water use by others, including both withdrawal and in situ
13	(m) Impacts on important historic architectural,	13	uses; relationship to projected uses; relationship to water
14	archeological, and cultural areas and features.	14	rights.
15	(n) Extent of recreation opportunities and related	15	(b) Effects on plant and animal life, including algae,
16	compatible uses.	16	macroinvertebrates, and fish population.
17	(o) Public recreation plan for the project.	17	(i) Effects on unique or otherwise significant
18	(p) Public facilities and accommodation.	18	ecosystems; e.g., wetlands.
19	(g) Opportunities for joint use with energy intensive	19	(j) Bonitoring programs.
20	industries, or other activities to utilize the waste heat	20	(4) Air quality impacts.
21	from facilities.	21	(a) Meteorology. Wind direction and velocity, ambient
22	(3) Water resources impacts.	22	temperature ranges, precipitation values, inversion
23	(a) Bydrologic studies of adequacy of water supply and	23	occurrence, other effects on dispersion.
24	impact of facility on stream flow, lakes and reservoirs.	24	(b) Topography. Pactors affecting dispersion.
25	(b) Hydrologic studies of impact of facilities on	25	(c) Standards in effect and projected for emissions,
	33 BB 581		34

to

1 design capability to meet standards. 2 (d) Emissions and controls. 3 (i) Stack design. (ii) Particulates. ð. 5 (iii) Sulfur Oxides. 6 (iv) Oxides of Mitrogen. 7 (V) Heavy metals, trace elements, radioactive 8 materials and other toxic substances. 9 (e) Relationship to present and projected air quality of the area. 10 11 (f) Monitoring program. 12 (5) Solid wastes impact. 13 (a) Solid waste inventory. 14 (b) Disposal program. 15 (c) Relationship of disposal practices environmental quality criteria. 16 17 (d) Capacity of disposal sites to accept projected 18 waste loadings. 19 (6) Radiation impacts. 20 (a) Land use controls over development and population. 21 (b) Wastes and associated disposal program for solid, 22 liquid, radioactive and gaseous wastes. 23 (C) Analyses and studies of the adequacy of 24 engineering safeguards and operating procedures. 25 (d) Bonitoring. Adequacy of devices and sampling --35---HB 581

1 techniques. 2 (7) Noise impacts. 3 (a) Construction period levels. 4 (b) Operational levels. 5 (c) Relationship of present and projected noise levels 6 to existing and potential stricter noise standards. 7 (d) Monitoring. Adequacy of devices and methods." 8 Section 17. Section 70-817, B.C.B. 1947, is amended to 9 read as follows: 10 "70-817. Additional requirements by other governmental 11 agencies not permitted after issuance of certificate-12 exceptions. NotWithstanding any other provision of law, no 13 state or regional agency, or municipality or other local 14 government, may require any approval, consent, permit, 15 certificate, or other condition for the construction, 16 operation, or maintenance of a stility facility authorized 17 by a certificate issued pursuant to the provisions of this 18 act chapter; except that the state air and water quality 19 agency or agencies shall retain authority which they have or may be granted to determine compliance of the proposed 20 21 facility with state and federal standards and implementation 22 plans for air and water quality and to enforce those 23 standards. Bothing in this act shall This chapter does not 24 prevent the application of state laws for the protection of 25 employees engaged in the construction, operation or -36-BB 581 1 maintenance of such a facility."

2 Section <u>18</u>. Section 70-818, R.C.M. 1947; is amended to
3 read as follows:

4 •70-818. Revocation or suspension of certificate____
5 voiding_of_application. (1) A certificate may be revoked
6 or suspended by the board:

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

11 (2) (b) for failure to maintain safety standards or to 12 comply with the terms or conditions of the certificate; or 13 (3) (c) for violation of the provisions any provision 14 of this ast chapter, the regulations rules issued

15 thereunder, or orders of the board or department.

16 (2) Ap application may be voided by the department:

17 (a) for any material AND KNOWINGLY false statement in
 18 the application or in accompanying statements or studies

19 required of the applicant:

(b) for failure to file an application in
 substantially the form and content required by this chapter
 and the rules adopted theremnder; or

23 (c) for failure to deposit the filing fee with the
24 application as required by section 70-806.*

25 Section <u>19</u>. Section 70-819, R.C.M. 1947, is amended to -37- HB 581 1 read as follows:

#70-819. Enforcement of ast chapter by residents of 2 3 state-statement of failure to enforce act-mandamus ----private suits for damages. (1) & resident of this state, 4 5 with knowledge that a requirement of this act chapter or a rule adopted under this act, under it is not being enforced 6 7 by a public officer or employee whose duty it is to enforce 8 the requirement or rule, may bring the failure to enforce to the attention of the public officer or employee by a written 9 statement under oath that shall state the specific facts of 10 11 the failure to enforce the requirement or rule. Knowingly 12. making false statements or charges in the affidavit subjects 13 the affiant to penalties prescribed under the law of 14 perjury.

(2) If the public officer or employee neglects or 15 16 refuses for an unreasonable time after receipt of the 17 statement to enforce the requirement or rule, the resident 18 may bring an action of mandamus in the district court of the 19 first indicial district of this state, in and for the county 20 of Lewis and Clark. If the court finds that a requirement of 21 this act chapter or a rule adopted under this act under it 22 is not being enforced, the court may order the public 23 officer or employee, whose duty it is to enforce the 24 requirement or rule, to perform his duties. If he fails to do so, the public officer or employee shall be held in 25

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contempt of court and is subject to the penalties provided
 by law.

3 (3) An owner of an interest in real property who obtains all or part of his supply of water for domestic, 4 5 agricultural, industrial, or other legitimate use from a 6 surface or underground source may sue a utility person to 7 recover damages for contamination, diminution, OL 8 interruption of the water supply, proximately resulting from 9 operation of a utility facility. The remedies the 10 enumerated in this subsection do not exclude the use of any 11 other remedy which may be available under the laws of the 12 state."

Section <u>20</u>. Section 70-820, R.C.H. 1947, is amended to
read as follows:

15 "70-820. Adoption of rules—monitoring of facilities.
16 (1) The board and department may adopt rules implementing
17 the provisions of this act. <u>chapter, including, but not</u>
18 limited to, rules:

(a) governing the form and content of applications;
 (b) further defining the terms used in this chapter;

21 (c) governing the form and content of long-range 22 plans:

23 <u>(d) designed to reduce the rate of growth of chergy</u>
 24 <u>desagle by limiting promotional activities by chergy</u>
 25 <u>expplication</u>
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1 (D) any other rules the board considers necessary to accomplish the purposes and objectives of this chapter. 2 3 (2) The board and the department shall have continuing authority-and-responsibility-for monitoring monitor the 4 5 operations of all certificated facilities. for assuring 6 continuing compliance with this and <u>chapter</u> and certificates 7 issued hereunder, and for discovering and preventing 8 noncompliance with this act chapter and such the certificates. 9 10 (3) The board shall adopt rules requiring every person 11 who proposes to gather geological data by boring of test 12 holes or other underground exploration, investigation, or 13 experimentation, related to the possible future development 14 of an underground utility a facility employing geothernal 15 resources, to comply with the following requirements: 16 (a) Notify the department of the proposed action; 17 (b) Submit to the department a description of the area 18 involved: 19 (c) Submit to the department a statement of the 20 proposed activities to be conducted and the methods to be utilized: 21 22 (d) Submit to the department geological data reports 23 at such times as may be required by the rules; and 24 (e) Submit such other information as the board may 25 require in the rules."

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Section <u>21</u>. Section 70-821, R.C.H. 1947, is amended to
 read as follows:

3 "70-821. Penalties for violation of act <u>chapter</u>—civil
4 action by attorney general. (1) Whoever

5 (a) without first obtaining a certificate of site and 6 facility required under section 4 [70 804] 70-504, OR A 7 WAIVER THEREOF UNDER SECTION 70-811 (4) (B) commences to 8 construct or operate a stility facility after the effective 9 date of this act; or

(b) having first obtained a certificate of site and
facility, constructs, operates or maintains a utility
facility other than in compliance with the certificate; or
(c) violates any other provision of this chapter or
any rule or order adopted thereunder, or KNOWINGLY submits
false information in any report or application required by
this chapter or rule or order adopted thereunder; or

17 (e) (d) causes any of the aforementioned acts to 18 occur; shall be liable to a civil penalty of not more than 19 ten thousand dollars (\$10,000) for each violation. Each day 20 of a continuing violation shall constitute a separate 21 offense. The penalty shall be recoverable in a civil suit 22 brought by the attorney general on behalf of the state in 23 the first district court of Montana.

24 (2) Whoever knowingly and willfully violates25 subsection (1) shall be fixed not more than ten thousand

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dollars (\$10,000) for each violation or imprisoned for not
 more than one (1) year, or both. Each day of a continuing
 violation shall constitute a separate offense.

4 (3) In addition to any penalty provided in subsections (1) or (2), whenever the department determines that a person 5 is violating or is about to violate any of the provisions of 6 7 this section, it shall may refer the matter to the attorney 8 general who may bring a civil action on behalf of the state 9 in the first district court of Montana for injunctive or 10 other appropriate relief against the violation and to 11 enforce the act <u>this chapter</u> or a certificate issued 12 hereunder, and upon a proper showing a permanent or 13 preliminary injunction or temporary restraining order shall 14 be granted without bond. The department shall also enforce 15 this chapter and bring legal actions to accomplish the 16 enforcement through its own legal counsel.

17 (4) All fines collected shall be deposited in the
18 state general fund."

19 Section <u>22</u>. Section 70-822, R.C.S. 1947, is amended to
20 read as follows:

21 "70-822. Grants, gifts and funds. The department shall
22 have authority to may receive grants, gifts and other funds
23 from any public or private source, to assist in its
24 activities under this act chapter."

25 Section <u>23</u>. Section 70-823, R.C.H. 1947, is amended to

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1 read as follows:

2 *70-823. Lot Chapter supersedes other laws or 3 regulations. This act chapter supersedes other laws or regulations. If any provision of this act chapter is in 4 5 conflict with any other law of this state, or any rule or 6 regulation promulgated thereunder, this act chapter shall 7 govern and control, and such the other law, rule or regulation shall be deemed superseded for the purpose of 8 this act chapter." 9

10 Section 24. Amendments not indicative of legislative 11 interpretation of 1973 act-savings clause. The amendments 12 made by this act, or proposed to be made if this act should 13 not be enacted, do not indicate an expression of legislative 14 intent as to the interpretation of any provision of the 15 Montana Utility Siting Act of 1973 as it existed prior to 16 the introduction or enactment of this act. This act shall 17 not affect the outcome of any judicial or quasi-judicial 18 administrative proceeding connenced prior to the effective date of this act. 19

20 Section <u>25</u>. Applicability. The amendments made by 21 this act apply only to applications received by the 22 department after January 1, 1975. <u>PERSONS REQUIRED TO FILE</u> 23 <u>LONG-BANGE PLANS UNDER THE AMENDMENTS MADE BY SECTION 14 OP</u> 24 <u>THIS ACT TO SECTION 70-814, R.C.E. 1947, SHALL HAVE UNTIL</u> 25 <u>JUNE 1, 1975, TO FILE SUCH PLANS.</u>

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Section <u>26</u>. This act is effective on its passage and

2 approval.

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