House Bill 426

In The House

January 22, 1981	Introduced and referred to Committee on Natural Resources.
January 23, 1981	Fiscal note requested.
January 27, 1981	Fiscal note returned.
April 23, 1981	Died in Committee.

.....

ŗ

٠

۶

÷

¥

į,

25

*

¥.

LC 1027/01

HOUSE BILL ND. 426 1 INTRODUCED BY Hueundeen 2 3 A BILL FOR AN ACT ENTITLED: "AN ACT TO INCLUDE CERTAIN 4 5 MINERAL PROCESSING PLANTS UNDER THE MAJOR FACILITY SITING ACT; AMENDING SECTIONS 75-20-102 AND 75-20-104, MCA." 6 7 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 9 Section 1. Section 75-20-102, MCA, is amended to read: 10 *75-20-102. Policy and legislative findings. (1) It is 11 the constitutionally declared policy of this state to 12 maintain and improve a clean and healthful environment for 13 present and future generations, to protect the environmental 14 life-support system from degradation and prevent unreasonable depletion and degradation of natural resources, 15 16 and to provide for administration and enforcement to attain 17 these objectives. 18 (2) The legislature finds that the construction of 19 additional power---or energy conversion or industrial 20 facilities may be necessary to meet the increasing need for 21 electricity, energy, and other products and that these 22 facilities have an effect on the environment, an impact on 23 population concentration, and an effect on the welfare of 24 the citizens of this state. Therefore, it is necessary to

ensure that the location, construction, and operation of

power-and energy conversion and industrial facilities will 1 produce minimal adverse effects on the environment and upon 2 3 the citizens of this state by providing that a power or 4 energy conversion or industrial facility may not be constructed or operated within this state without a 5 certificate of environmental compatibility and public need 6 7 acquired pursuant to this chapter." 8 Section 2. Section 75-20-104. MCA. is amended to read: 9 "75-20-104. Definitions. In this chapter, unless the context requires otherwise, the following definitions apply: 10 11 (1) "Addition thereto" means the installation of new machinery and equipment which would significantly change the 12 conditions under which the certificate was issued. 13 14 (2) "Application" means an application for a 15 certificate submitted in accordance with this chapter and 16 the rules adopted hereunder. 17 (3) "Associated facilities" includes but is not 18 limited to transportation links of any kind, aqueducts. 19 diversion dams, transmission substations, storage ponds, 20 reservoirs, and any other device or equipment associated 21 with the production or delivery of the energy form or product produced by a facility, except that the term does 22

23 not include a facility.

24 (4) "Board" means the board of natural resources and
25 conservation provided for in 2-15-3302.

-2- INTRODUCED BILL

HB -120

LC 1027/01

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

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

(7) "Commence to construct" means:

7

8 (a) any clearing of land, excavation, construction, or 9 other action that would affect the environment of the site 10 or route of a facility but does not mean changes needed for 11 temporary use of sites or routes for nonutility purposes or 12 uses in securing geological data, including necessary 13 borings to ascertain foundation conditions;

14 (b) the fracturing of underground formations by any 15 means if such activity is related to the possible future 16 development of a gasification facility or a facility 17 employing geothermal resources but does not include the 18 gathering of geological data by boring of test holes or 19 other underground exploration. investigation, or 20 experimentation;

(c) the commencement of eminent domain proceedings
under Title 70, chapter 30, for land or rights-of-way upon
or over which a facility may be constructed;

24 (d) the relocation or upgrading of an existing25 facility defined by (b) or (c) of subsection (10), including

upgrading to a design capacity covered by subsection
 (10)(b), except that the term does not include normal
 maintenance or repair of an existing facility.

4 (8) "Department" means the department of natural
5 resources and conservation provided for in Title 2, chapter
6 15, part 33.

7 (9) "Department of health" means the department of
8 health and environmental sciences provided for in Title ",
9 chapter 15, part 21.

10 (10) "Facility" means:

(a) except for crude oil and natural gas refineries,
 and facilities and associated facilities designed for or
 capable of producing, gathering, processing, transmitting,
 transporting, or distributing crude oil or natural gas, each
 plant, unit, or other facility and associated facilities
 designed for or capable of:

17 (i) generating 50 megawatts of electricity or more or
18 any addition thereto (except pollution control facilities
19 approved by the department of health and environmental
20 sciences added to an existing plant) having an estimated
21 cost in excess of \$250,000;

22 (ii) producing 25 million cubic feet or more of gas
23 derived from coal per day or any addition thereto having an

24 estimated cost in excess of \$250,000;

Constraint and the second second second second

25 (iii) producing 25,000 barrels of liquid hydrocarbon

-4-

-3-

LC 1027/01

LC 1027/01

1 products per day or more or any addition thereto having an

2 estimated cost in excess of \$250,000;

3 (iv) enriching uranium minerals or any addition thereto
4 having an estimated cost in excess of \$250,000; or

5 (v) utilizing, refining, or converting 500,000 tons of 6 coal per year or more or any addition thereto having an 7 estimated cost in excess of \$250,000;

(b) each electric transmission line and associated
facilities of a design capacity of more than 69 kilovolts,
except that the term does not include an electric
transmission line and associated facilities of a design
capacity of 230 kilovolts or less and 10 miles or less in
length;

(c) each pipeline and associated facilities designed
for or capable of transporting gas (except for natural gas),
water, or liquid hydrocarbon products from or to a facility
located within or without this state of the size indicated
in subsection (10)(a) of this section;

19 (d) any use of geothermal resources, including the use of underground space in existence or to be created, for the 21 creation, use, or conversion of energy, designed for or 22 capable of producing geothermally derived power equivalent 23 to 25 million Btu per hour or more or any addition thereto 24 having an estimated cost in excess of \$250,000;

25 (e) any underground in situ gasification of coal*:

1 (f) any industrial facility with a construction cost 2 of at least \$25 million_that_processes.__smelts.__reduces. 3 refines. or manufactures any natural resource for sale or commercial_use. 4 5 (11) "Natural_resource" means any metalliferous or 6 nonmetalliferous_mimeral_products_or_combination_or_compound 7 of such products, but does not mean timber or any products thereof. 8 titit(12) "Person" means any individual, group, firm, 9 10 partnership. corporation. cooperative, association, 11 government subdivision, government agency, local government, 12 or other organization or entity. fl2f(13) "Transmission substation" means any structure, 13 14 device, or equipment assemblage, commonly located and designed for voltage regulation, circuit protection, or 15 16 switching necessary for the construction or operation of a

17 proposed transmission line.

13 (13)(14) "Utility" means any person engaged in any
 19 aspect of the production, storage, sale, delivery, or
 20 furnishing of heat, electricity, gas, hydrocarbon products,
 21 or energy in any form for ultimate public use."

-End-

-6-

HBAQU

-5-

STATE OF MONTANA

REQUEST NO. 207-81

FISCAL NOTE

Form BD-15

In compliance with a written request received <u>January 23</u>, 19 <u>81</u>, there is hereby submitted a Fiscal Note for <u>House B111 426</u> pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA). Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

Description of Proposed Legislation

This is an act to include certain mineral processing plants under the Major Facility Siting Act.

Assumptions

- 1. The Department of Health and Environmental Sciences will only do a portion of the activity required under this act. Specifically, we will become involved with the permits issued under the Air and Water Pollution Control Acts.
- 2. Due to the nature of this activity, it is impossible to make projections of revenue and costs.

Fiscal Impact

As stated above, no revenue or expense items have been extended for the 1982-83 biennium as it is impossible to project the activity.

BUDGET DIRECTOR Office of Budget and Program Planning 27-Date: