SENATE BILL NO. 292

INTRODUCED BY KEATING, GILBERT

IN THE SENATE

FEBRUARY 5, 1987	INTRODUCED AND REFERRED TO COMMITTEE ON NATURAL RESOURCES.
FEBRUARY 23, 1987	COMMITTEE RECOMMEND BILL DO PASS AS AMENDED. REPORT ADOPTED.
FEBRUARY 24, 1987	PRINTING REPORT.
	SECOND READING, DO PASS.
FEBRUARY 25, 1987	ENGROSSING REPORT.
	THIRD READING, PASSED. AYES, 47; NOES, 3.
	TRANSMITTED TO HOUSE.
IN	THE HOUSE
MARCH 3, 1987	INTRODUCED AND REFERRED TO COMMITTEE ON NATURAL RESOURCES.
MARCH 13, 1987	COMMITTEE RECOMMEND BILL BE CONCURRED IN AS AMENDED. REPORT ADOPTED.
MARCH 17, 1987	SECOND READING, CONCURRED IN.
	STATEMENT OF INTENT ADOPTED.
MARCH 19, 1987	THIRD READING, CONCURRED IN. AYES, 76; NOES, 22.
	RETURNED TO SENATE WITH AMENDMENTS

AND STATEMENT OF INTENT.

IN THE SENATE

MARCH 23, 1987

RECEIVED FROM HOUSE.

SECOND READING, AMENDMENTS CONCURRED IN.

SECOND READING, STATEMENT OF INTENT ADOPTED.

MARCH 24, 1987

THIRD READING, AMENDMENTS CONCURRED IN.

THIRD READING, STATEMENT OF INTENT ADOPTED.

SENT TO ENROLLING.

1		SenteBILL NO. 292	,
2	INTRODUCED BY	Seating	Jullet
3		1 1	J

A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY REVISE THE 5 MONTANA MAJOR FACILITY SITING ACT: DEFINING COST: ELIMINATING BASELINE STUDIES OF ALTERNATIVE SITES FROM CONSIDERATION; REDUCING THE TIME ALLOWED FOR STUDIES AND DECISIONMAKING: AMENDING SECTIONS 75-20-104, 75-20-105. 75-20-202, 75-20-205, 75-20-211, 75-20-213, 4 75-20-217, 75-20-219, 75-20-220, 75-20-222, 75-20-225 10 THROUGH 75-20-227, 75-20-301 THROUGH 75-20-304, 75-20-402, 11 12 75-20-403. 75-20-405. 75-20-501 THROUGH 75-20-503, 75-20-1202, AND 75-20-1205, MCA: AND PROVIDING AN IMMEDIATE 13

14 EFFECTIVE DATE."

15

17

18

19

20

21

22

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

Section 1. Section 75-20-104, MCA, is amended to read:

"75-20-104. Definitions. In this chapter, unless the context requires otherwise, the following definitions apply:

- (1) "Addition thereto" means the installation of new machinery and equipment which would significantly change the conditions under which the facility is operated.
- 23 (2) "Application" means an application for a
 24 certificate submitted in accordance with this chapter and
 25 the rules adopted hereunder.

- 1 (3) "Associated facilities" includes but is not
 2 limited to transportation links of any kind, aqueducts,
 3 diversion dams, pipelines, transmission substations, storage
 4 ponds, reservoirs, and any other device or equipment
 5 associated with the production or delivery of the energy
 6 form or product produced by a facility located in Montana,
 7 except that the term does not include a facility or a
 8 natural gas or crude oil gathering line 17 inches or less in
 9 inside diameter.
- 10 (4) "Board" means the board of natural resources and 11 conservation provided for in 2-15-3302.
- 12 (5) "Board of health" means the board of health and 13 environmental sciences provided for in 2-15-2104.
- 14 (6) "Certificate" means the certificate of
 15 environmental compatibility and public need issued by the
 16 board under this chapter that is required for the
 17 construction or operation of a facility.
 - (7) "Commence to construct" means:

- 19 (a) any clearing of land, excavation, construction, or 20 other action that would affect the environment of the site 21 or route of a facility but does not mean changes needed for 22 temporary use of sites or routes for nonutility purposes or 23 uses in securing geological data, including necessary 24 borings to ascertain foundation conditions;
- 25 (b) the fracturing of underground formations by any

LC 1389/01 LC 1389/01

means if such activity is related to the possible future development of a gasification facility or a facility employing geothermal resources but does not include the gathering of geological data by boring of test holes or other underground exploration, investigation, or experimentation;

- 7 (c) the commencement of eminent domain proceedings 8 under Title 70, chapter 30, for land or rights-of-way upon 9 or over which a facility may be constructed:
 - (d) the relocation or upgrading of an existing facility defined by tb-or-tc-of subsection tt6; (l1)(b) or (l1)(c), including upgrading to a design capacity covered by subsection t10; (l1)(b), except that the term does not include normal maintenance or repair of an existing facility.
- 16 (8) "Cost" means the estimated cost in dollars at the
 17 time of proposed construction of a facility or associated
 18 tacility located in Montana.
 - (0)(9) "Department" means the department of natural
 resources and conservation provided for in Title 2, chapter
 15, part 33.
- 22 (9)(10) "Department of health" means the department of
 23 health and environmental sciences provided for in Title 2,
 24 chapter 15, part 21.
- 25 $+i\theta$, [11] "Facility" means:

2

3

4

6

10

11

12

13

14

15

19

20

21

1 (a) except for crude oil and natural gas refineries
2 and those facilities subject to The Montana Strip and
3 Underground Mine Reclamation Act, each plant, unit, or other
4 facility and associated facilities designed for or capable
5 of:

- 6 (i) generating 50 megawatts of electricity or more or
 7 any addition thereto (except pollution control facilities
 8 approved by the department of health and environmental
 9 sciences added to an existing plant) having an estimated
 10 cost in excess of \$10 million;
- 11 (ii) producing 25 million cubic feer or more of
 12 pipeline quality gas derived from coal per day or any
 13 addition thereto having an estimated cost in excess of \$10
 14 million;
- 15 (iii) producing 25,000 barrels of liquid hydrocarbon 16 products per day or more or any addition thereto having an 17 estimated cost in excess of \$10 million;
- 18 (iv) entrohing granium minerals or any addition thereto 19 having an estimated cost in excess of \$10 million; or
- 20 (v) utilizing or converting 500,000 tons of coal per 21 year or more or any addition thereto having an estimated 22 cost in excess of \$10 million;
- 23 (b) each electric transmission line and associated 24 facilities of a design capacity of more than 69 kilovolts, 25 except that the term does not include an electric

LC 1389/01 LC 1389/01

transmission line and associated facilities of a design

capacity of 230 kilovolts or less and 10 miles or less in

length;

4

5

- (c) each pipeline, whether partially or wholly within the state, greater than 17 inches in inside diameter and 30 miles in length, and associated facilities;
- 7 (d) any use of geothermal resources, including the use 8 of underground space in existence or to be created, for the 9 creation, use, or conversion of energy, designed for or capable of producing geothermally derived power equivalent 10 to 25 million Btu per hour or more or any addition thereto 12 having an estimated cost in excess of \$750,000;
- (e) any underground in situ gasification of coal.
- 14 (11) "Person" means any individual, group, firm,
 15 partnership, corporation, cooperative, association,
 16 government subdivision, government agency, local government,
 17 or other organization or entity.
- 18 (±2)(13) "Transmission substation" means any structure,
 19 device, or equipment assemblage, commonly located and
 20 designed for voltage regulation, circuit protection, or
 21 switching necessary for the construction or operation of a
 22 proposed transmission line.
- 23 (13)(14) "Utility" means any person engaged in any
 24 aspect of the production, storage, sale, delivery, or
 25 furnishing of heat, electricity, gas, hydrocarbon products,

1 or energy in any form for ultimate public use." 2 Section 2. Section 75-20-105, MCA, is amended to read: 3 "75-20-105. Adoption of rules. The board may adopt rules implementing the provisions of this chapter,-including 4 5 but-mot-limited-to-6 tij--rules---governing---the---form---and---content--of 7 applications 8 12)--rules-further-defining--the--terms--maed--in---thia 9 chapter: 10 f31--rules-governing-the-form-and-content-of-long-range 11 plans 12 (4) -- any -- other -- rules - the - board - considers - necessary - to

- 13 accomplish-the-purposes-and-objectives-of-this-chapter."

 14 Section 3. Section 75-20-202, MCA, is amended to read:
- 15 "75-20-202. Exemptions. (1) A certificate is not required under this chapter for a facility under diligent onsite physical construction or in operation on January 1, 18 1973.
- 19 (2) The board may adopt reasonable rules establishing 20 exemptions from this chapter for the relocation, 21 reconstruction, or upgrading of a facility that:
 - (a) would otherwise be covered by this chapter; and

2.2

23 (b) (i) is unlikely to have a significant 21 environmental impact by reason of length, size, location, 25 available space or right-of-way, or construction methods; or LC 1389/01

(ii) utilizes coal, wood, biomass, grain, wind, or sun as a fuel source and the technology of which will result in greater efficiency, promote energy conservation, and promote greater system reliability than the existing facility.

1

3

5

8

9

10

1.1

12

13

14

15

16

17

18

19

20

21

22

- (3) A person proposing to construct an exempt facility shall pay to the department reasonable costs, if any, incurred by the department in processing the exemption.
- (4) This chapter does not apply to a facility defined in 75-20-104(1θ)(c)(11)(c) that has been designated by the governor for environmental review by an executive agency of the state for the purpose of complying with Title 75, chapter 1, pursuant to Executive Order 4-81 and prior to July 1, 1985."
- Section 4. Section 75-20-205, MCA, is amended to read:

 "75-20-205. Centerline location. (1) For all
 facilities defined in 75-20-104(10)(b) and
 (10)(c)(11)(c) and associated facilities certified under
 this chapter, the board shall condition the certificate upon
 board approval of a final centerline location.
 - (2) The final centerline location must be determined in a noncentested case proceeding before the board after the submission of a centerline location report by the department.
- 24 (3) The department shall consult with the certificate 25 holder and the affected landowners prior to making its

- l report.
- 2 (4) The department's report must be prepared 3 considering the criteria set forth in 75-20-301 and 4 75-20-503 and the findings of fact and conclusions of law 5 set out in the board decision.
- (5) The department report may be completed on segments
 of a certified facility as is convenient to the certificate
 holder.
- 9 (6) The certificate holder shall initiate the final centerline location approval process by submitting a liproposed centerline location plan to the department. The certificate holder shall pay to the department the actual costs incurred in processing a final centerline location not to exceed 25% of the filing fee paid under 75-20-215."
- 15 Section 5. Section 75-20-211, MCA, is amended to read: "75-20-211. Application -- filing and contents --16 proof of service and notice. (1) (a) An applicant shall file 17 18 with the department and department of health a joint 19 application for a certificate under this chapter and for the 20 permits required under the laws administered by the department of health and the board of health in such form as 21 22 the board requires under applicable rules, containing the following information: 23
- 24 (i) a description of the <u>proposed</u> location and of the 25 facility to be built thereon;

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

1

2

3

4

5

6

7

R

9

1.0

11

12

13

1.4

15

16

17

1.8

19

20

21

22

23

24

25

AND RESERVED AND ADDRESS OF THE PERSON OF TH

- (iii) a statement explaining the need for the facility;
- (iv) for facilities defined in 75-20-104(11)(b) and (11)(c), a description of reasonable alternate locations for the---proposed---facility, a general description of the comparative merits and detriments of each location submitted, and a statement of the reasons why the primary proposed location is best suited for the facility;
- (v) baseline data for the primary--and--reasonable
 alternate-locations proposed location;
- (vi) at the applicant's option, an environmental study plan to satisfy the requirements of this chapter; and
- (vii) such other <u>relevant</u> information as the applicant considers-relevant <u>submits</u> or as the board and board of nealth by order or rule or the department and department of health by order or rule may require.
- (b) A copy or copies of the studies referred to in subsection (1)(a)(ii) above shall be filed with the department, if ordered, and shall be available for public inspection.
- (2) An application may consist of an application for two or more facilities in combination which are physically and directly attached to each other and are operationally a single operating entity.

- 1 (3) An application shall be accompanied by proof of
 2 service of a copy of the application on the chief executive
 3 officer of each unit of local government, county
 4 commissioner, city or county planning boards, and federal
 5 agencies charged with the duty of protecting the environment
 6 or of planning land use in the area in which any portion of
 7 the proposed facility may is proposed to be located, both as
 8 primarily-and-as-alternatively-proposed and on the following
 9 state government agencies:
- 10 (a) environmental quality council;
- (b) department of public service regulation;
- (c) department of fish, wildlife, and parks;
- (d) department of state lands;
- (e) department of commerce;
- 15 (f) department of highways;
- 16 (g) department of revenue.

20

21

22

23

24

- 17 (4) The copy of the application shall be accompanied 18 by a notice specifying the date on or about which the 19 application is to be filed.
 - (5) An application shall also be accompanied by proof that public notice thereof was given to persons residing in the area or-alternative-areas in which any portion of the proposed facility may is proposed to be located, by publication of a summary of the application in thise newspapers that will substantially inform those persons of

1 the application."

Section 6. Section 75-20-213, MCA, is amended to read:

"75-20-213. Supplemental material -- amendments. (1)

An application for an amendment of an application or a certificate shall be in such form and contain such information as the board by rule or the department by order prescribes. Notice of such an application shall be given as set forth in subsections (3), (4), and (5) of 75-20-211.

- (2) An application may be amended by an applicant any time prior to the department's recommendation. If the proposed amendment is such that it prevents the department, the department of health, or the agencies listed in 75-20-216(5) from carrying out their duties and responsibilities under this chapter, the department may require such additional filing fees as the--department determines it demonstrates to the applicant as necessary, or the-department-may-require-a-new-application-and-filing-fee.
- (3) The applicant shall submit supplemental material in a timely manner as requested by the department or as offered by the applicant to explain, support, or provide the detail with respect to an item described in the original application, without filing an application for an amendment. The department's determination as to whether information is supplemental or whether an application for amendment is required shall be conclusive."

Section 7. Section 75-20-216, MCA, is amended to read:

"75-20-216. Study, evaluation, and report on proposed

facility -- assistance by other agencies. (1) After receipt

of an application, the department and department of health

shall within 90 days notify the applicant in writing that:

(a) the application is in compliance and is accepted

as complete; or

- (b) the application is not in compliance and list—the
 deficiencies—therein; and upon correction of these
 deficiencies and resubmission by the applicant, the
 department and department of health shall within 30 days
 notify the applicant in writing that the application—is in
 compliance and is accepted as complete.
 - (2) Upon receipt of an application complying with 75-20-211 through 75-20-215, and this section, the department shall commence an intensive study and evaluation of the proposed facility and its effects, considering all applicable criteria listed in 75-20-301 and 75-20-503 and the department of health shall commence a study to enable it or the board of health to issue a decision, opinion, order, certification, or permit as provided in subsection (3). The department and department of health shall use, to the extent they consider applicable, valid and useful existing studies and reports submitted by the applicant or compiled by a state or federal agency.

LC 1389/01 LC 1389/01

10

11

13

1.4

15

16

17

18

19 20

21

22

23

24

(3) The department of health and the board of health shall, within 1 year following the date of acceptance of an application, and-the-board-of-health-or-department-of healthy--if--applicabley-within-an-additional-6-months issue any decision, opinion, order, certification, or permit required under the laws administered by the department of health or the board of health and this chapter. The department of health and the board of health shall determine compliance with all standards, permit requirements, and implementation plans under their jurisdiction for the primary-and-reasonable-alternate-locations proposed location in their decision, opinion, order, certification, or permit. The decision, opinion, order, certification, or permit, with or without conditions, is conclusive on all matters that the department of health and board of health administer, and any of the criteria specified in subsections (2) through (7) of 75-20-503 that are a part of the determinations made under the laws administered by the department of health and the board of health. Although the decision, opinion, order, certification, or permit issued under this subsection is conclusive, the board retains authority to make the determination required under 75-20-301(2)(b) and (2)(c). The decision, opinion, order, certification, or permit of the department of health or the board of health satisfies the review requirements by those agencies and shall be

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

1 acceptable in lieu of an environmental impact statement 2 under the Montana Environmental Policy Act. A copy of the 3 decision, opinion, order, certification, or permit shall be 4 served upon the department and the board and-shall-be utilized-as-part-of--their--final--site--selection--process. 6 Prior to the issuance of a preliminary decision by the 7 department of health and pursuant to rules adopted by the 8 board of health, the department of health shall provide an 9 opportunity for public review and comment.

(4) Within 22-months I year following acceptance of an application for a facility as defined in ta; --and--td; --of 75-20-104(10)(11) and--for-a-facility-as-defined-in-(b)-and (c)-of-75-20-104(10)-which-is-mere-than-30-miles--in--length and--within--1-year-for-a-facility-as-defined-in-(b)-and-(c) of-75-20-104(10)-which-is-30-miles-or-less--is--length, the department shall make a report to the board which shall contain the department's studies. evaluations, recommendations, other percinent documents resulting from its study and evaluation, and an environmental impact statement or analysis, if any, prepared pursuant to the Montana Environmental Policy Act7-if-any, if-the-application is-for-a--combination-of--two--or--more---facilities;---the department--shail--make--its--report-to-the-board-within-the greater--of--the--lengths--of--time--provided--for--in--this subsection-for-either-af-the-facilitiesLC 1389/01

20

21

22

23

24

25

(5) The departments of highways; commerce; fish, wildlife, and parks; state lands; revenue; and public service regulation shall report to the department information relating to the impact of the proposed site on each department's area of expertise. The report-may-include opinions-as-to-the-advisability--of--granting,--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."

ì

2

3

б

7

8

9

1.0

16 17

18

19

20

21

Section 8. Section 75-20-217, MCA, is amended to read:

"75-20-217. Voiding an application. (1) Upon request,

an applicant is entitled to notice and a hearing as provided

in 2-4-601 and 2-4-604 if the department proposes to void an

application.

(2) An Following the hearing provided for in subsection (1), an application may be voided by the department for:

fi)(a) any material and knowingly false statement in
the application or in accompanying statements or studies
required of the applicant;

the form and content required by this chapter and the rules adopted thereunder; or

25 (3)(c) failure to deposit the filing fee as provided

in 75-20-215."

Section 9. Section 75-20-219, MCA, is amended to read: 2 "75-20-219. Amendments to a certificate. (1) Within 30 3 days after notice of an amendment to a certificate is given as set forth in 75-20-213(1), including notice to all active parties to the original proceeding, the department shall 6 determine whether the proposed change in the facility would result in any a material increase in any environmental impact of the facility or a substantial change in the 1.0 location of-ail-or-a-portion of the facility other--than--as provided -- in -- the -- alternates as set forth in the original 11 application. If the department determines that the proposed 12 change would result in any a material increase in any 13 environmental impact of the facility or a substantial change 14 15 in the location of all or a portion of the facility, the 16 board shall hold a hearing in the same manner as a hearing 17 is held on an application for a certificate. After hearing, 18 the board shall grant, deny, or modify the amendment with 19 such conditions as it deems appropriate.

LC 1389/01

(2) In those cases where the department determines that the proposed change in the facility would not result in any a material increase in any environmental impact or would not be a substantial change in the location of all-or-a portion of the facility, the board shall automatically grant the amendment either as applied for or upon—such—terms—or

conditions as the board considers appropriate unless the department's determination is appealed to the board within 2 3 15 days after notice of the department's determination is given.

4

5

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- (3) If the department or the board, under subsection (4), determines that a hearing is required because the proposed change would result in any a material increase in any environmental impact of the facility or a substantial change in the location of-all-or-a-portion of the facility, the applicant has the burden of showing by clear and convincing evidence that the amendment should be granted.
- (4) If the department determines that the proposed change in the facility would not result in any a material increase in any environmental impact or would not be a substantial change in the location of-all-or-a-portion of the facility, and a hearing is required because the department's determination is appealed to the board as provided in subsection (2), the appellant has the burden of showing by clear and convincing evidence that the proposed change in the facility would result in any a material increase in any environmental impact of the facility or a substantial change in the location of-all-or--a--portion of the facility other--than-as-provided-in-the-alternates-set forth-in-the-original-application.
 - (5) If an amendment is required to a certificate which

- would affect, amend, alter or modify a decision, opinion, 1 2 order, certification, or permit issued by the department of health or board of health, such amendment must be processed 3 under the applicable statutes administered by the department
- 6 Section 10. Section 75-20-220, MCA, is amended to read:

of health or board of health."

8

10

11

12

13

14

15

16

17

18

- "75-20-220. Hearing examiner -- restrictions -duties. (1) If the board appoints a hearing examiner to conduct any certification proceedings under this chapter, the hearing examiner may not be a member of the board, an employee of the department, or a member or employee of the department of health or board of health. A hearing examiner, if any, shall be appointed by the board within 20 days after the department's report has been filed with the board. If a hearing is held before the board of health or the department of health, the board and the board of health or the department of health shall mutually agree on the appointment of a hearing examiner to preside at both hearings.
- 20 (2) A prehearing conference shall be held following 21 notice within 60 days after the department's report has been 2.2 filed with the board.
- 23 (3) The prehearing conference shall be organized and 24 supervised by the hearing examiner.
- 25 (4) The prehearing conference shall be directed toward

18

19

20

21

22

23

24

- a determination of the issues presented by the application,
 the department's report, and an identification of the
 witnesses and documentary exhibits to be presented by the
 active parties who intend to participate in the hearing.
- (5) The hearing examiner shall require the active 5 parties to submit, in writing, and serve upon the other 6 active parties, all direct testimony which they propose and 8 any studies, investigations, reports, or other exhibits that 9 any active party wishes the board to consider. These 10 written exhibits and any documents that the board itself wishes to use or rely on shall be submitted and served in 11 like manner, at least 20 days prior to the date set for the 12 13 hearing. For good cause shown, the hearing examiner may allow the introduction of new evidence at any time. 14
- 15 (6) The hearing examiner shall allow discovery which 16 shall be completed before the commencement of the hearing, 17 upon good cause shown and under such other conditions as the 18 hearing examiner shall prescribe.

19

20

21

22

- (7) Public witnesses and other interested public parties may appear and present oral testimony at the hearing or submit written testimony to the hearing examiner at the time of their appearance. These witnesses are subject to cross-examination.
- (8) The hearing examiner shall issue a prehearing
 order specifying the issues of fact and of law, identifying

- the witnesses of the active parties, naming the public witnesses and other interested parties who have submitted written testimony in lieu of appearance, outlining the order in which the hearing shall proceed, setting forth those section 75-20-301 criteria as to which no issue of fact or law has been raised which are to be conclusively presumed and are not subject to further proof except for good cause shown, and any other special rules to expedite the hearing which the hearing examiner shall adopt with the approval of the board.
- 11 (9) At the conclusion of the hearing, the hearing
 12 examiner shall declare the hearing closed and shall, within
 13 60 days of that date, prepare and submit to the board and in
 14 the case of a conjunctive hearing, within 90 days to the
 15 board and the board of health or department of health
 16 proposed findings of fact, conclusions of law, and a
 17 recommended decision.
 - (10) The hearing examiner appointed to conduct a certification proceeding under this chapter shall insure that the time of the proceeding, from the date the department's report is filed with the board until the recommended report and order of the examiner is filed with the board, does not exceed 9 6 calendar months unless extended by the board for good cause.
- 25 (11) The board or hearing examiner may waive all or a

LC 1389/01

LC 1389/01

- portion of the procedures set forth in subsections (2)
 through (8) of this section to expedite the hearing for a
- 3 facility when the department has recommended approval of a
- facility and no objections have been filed."

7

8

10

11

12

13

16

17

18

19

20

21

22

2.3

24

25

- 5 Section 11. Section 75-20-222, MCA, is amended to 6 read:
 - "75-20-222. Record of hearing -- procedure -- rules of evidence -- burden of proof. (1) Any studies, investigations, reports, or other documentary evidence, including those prepared by the department, which any party wishes the board to consider or which the board itself expects to utilize or rely upon shall be made a part of the record.
- 14 (2) A record shall be made of the hearing and of all 15 testimony taken.
 - (3) In a certification proceeding held under this chapter, the applicant has the burden of showing by clear and convincing evidence that the application should be granted and that the criteria of 75-20-301 are met.
 - (4) All proceedings under this chapter are governed by the procedures set forth in this chapter, the procedural rules adopted by the board, and the Montana Rules of Evidence unless one or more rules of evidence are waived by the hearing examiner upon a showing of good cause by one or more of the parties to the hearing. No other rules of

- procedure or evidence shall apply except that the contested

 case procedures of the Montana Administrative Procedure Act
- 3 shall apply if not in conflict with the procedures set forth
- 4 in this chapter or--the--procedural--rules-adopted-by-the
- 5 board."

13

14

- 6 Section 12. Section 75-20-225, MCA, is amended to read:
- 8 "75-20-225. Certificate renewal -- application -9 contents -- filing fee. (1) Any certificate holder for a
 10 facility as defined in 75-20-104(±0)(a)(i) may
 11 apply for renewal of a certificate prior to the certificate
 12 lapsing.
 - (2) An applicant for a renewal of a certificate shall file with the department and department of health a joint application in such form as the board requires by rule.
- (3) An application for renewal of a certificate must 16 include updated information on the matters listed in 17 75-20-211(1)(a) that have changed since the original 18 application and such other information as the board requires 19 by rule for certification. The matters listed in 20 21 75-20-211(1)(a)(iv) and $--+f^{\frac{1}{2}}+a^{\frac{1}{2}}+v^{\frac{1}{2}}$ for the alternate locations must be updated only if the board determines that 22 23 within the certified location significant changes have occurred to warrant a review of alternate locations. 24
- 25 (4) An application filed under subsection (1) must

1 comply with the provisions of 75-20-211(3) through (5).

- 2 (5) Except as provided in this subsection, the applicant shall pay a filing fee to the department in accordance with 75-20+215(2). The fee is in addition to any previous filing fee paid for processing the original application for a certificate pursuant to 75-20-215. The fee may not exceed the following scale:
- 8 (a) 0.125% of any estimated cost up to \$300 million;9 plus
- 10 (b) 0.063% of any estimated cost over \$300 million."

 11 Section 13. Section 75-20-226, MCA, is amended to

 12 read:

13

14

15

16

17

18

19

20

21

- "75-20-226. Renewal study. (1) Upon receipt of a completed application for renewal of a certificate, the department shall evaluate the updated information and any significant changes, as applicable, in need, alternatives, technology, baseline environment, and the environmental impacts of a facility that have taken place since the original study performed in granting the certificate, considering the applicable criteria listed in 75-20-301 and 75-20-503 and the original board findings and certificate conditions.
- 23 (2) The department of health and the board of health,
 24 within 10 months of acceptance of a complete renewal
 25 application, shall complete the statutory duties established

- in 75-20-216(3). A copy of any decision, opinion, order, certification, or permit must be served on the department and the board and must be used as part of their decisionmaking process.
- (3) Within 12 months following acceptance of a complete application for renewal of a certificate, the 6 department shall make a report to the board. This report 8 must contain the department's studies, evaluations, q recommendations; and other pertinent documents resulting 10 from its study and evaluation and an updated environmental impact statement or analysis, if any, pursuant to the 11 Montana Environmental Policy Act. The department's report 12 13 must be directed to the question of whether the original board findings and conditions have been or need to be 14 altered as a result of any significant changes, as 15 applicable, in need, alternatives, technology, baseline 16 17 environment, or environmental impact since issuance of the certificate, considering the applicable criteria listed in 18 75-20-301 and 75-20-503. 19
- 20 (4) The departments of highways; commerce; fish,
 21 wildlife, and parks; state lands; revenue; and public
 22 service regulation shall report to the department
 23 information relating to the impact of the proposed site on
 24 each department's area of responsibility. The-report-may
 25 include-opinions-as-to-the-advisability-of-renewing-the

- trom filing fees to the departments making reports to reimburse them for the cost of compiling information and issuing the required reports."
- 5 Section 14. Section 75-20-227, MCA, is amended to 6 read:
- 7 "75-20-227. Certificate renewal hearing -- decision.
 8 (1) The board shall follow the provisions of 75-20-218
 9 through 75-20-222 in making decisions on certificate

10

11

13

14

15

16

17

18

19

20

21

22

renewals.

- (2) Within 60 days after submission of the recommended decision by the hearing examiner, the board shall make complete findings, issue an opinion, and render a decision upon the record, either granting or denying the renewal application or renewing the certificate with such changes in the terms and conditions as the board considers appropriate.
- (3) The board may not renew a certificate either as proposed by the applicant or as modified by the board unless it finds and determines the criteria in 75-20-301 and 75-20-503, considering any significant changes, as applicable, in need, alternatives, technology, baseline environment, and environmental impact."
- 23 Section 15. Section 75-20-301, MCA, is amended to 24 read:
- 25 "75-20-301. Decision of board -- findings necessary

- for certification. (1) Within 60 days after submission of
 the recommended decision by the hearing examiner, the board
 shall make complete findings, issue an opinion, and render a
 decision upon the record, either granting or denying the
 application as filed or granting it upon such terms,
 conditions, or modifications of the construction, operation,
 or maintenance of the facility as the board considers
- 9 (2) The board may not grant a certificate either as 10 proposed by the applicant or as modified by the board unless 11 it shall find and determine:

appropriate.

12

1.3

- (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, for facilities defined in 75-20-104(11)(b) and (11)(c), the nature and--economics of the various atternatives alternate locations;
 - (d) each of the criteria listed in 75-20-503;
- 20 (e) in the case of an electric, gas, or liquid 21 transmission line or aqueduct:
- 22 (i) what part, if any, of the line or aqueduct shall be located underground;
- 24 (ii) that the facility is consistent with regional 25 plans for expansion of the appropriate grid of the utility

LC 1389/01 LC 1389/01

systems serving the state and interconnected utility systems; and

3 (iii) that the facility will serve the interests of 4 utility system economy and reliability;

1

2

5

5

7

8

9

11

12

13

16

17

18

19

20

21

22

23

- (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,-the-law-or-regulation-is-unreasonably restrictive-in-view-of-the-existing-technology,--of--factors of--cost-or-economics,-or-of-the-needs-of-consumers,-whether located--inside--or--outside--of---the---directly---affected government-subdivisions;
- 14 (g) that the facility will serve the public interest,
 15 convenience, and necessity;
 - (h) that the department of health or board of health have issued a decision, opinion, order, certification, or permit as required by 75-20-216(3); and
 - (i) for facilities defined in 75-20-104(11)(b) and (11)(c), that the use of public lands for location of the facility was evaluated and public lands were selected whenever their use is as economically practicable as the use of private lands and compatible with the environmental criteria listed in 75-20-503.
- 25 (3) In determining that the facility will serve the

- public interest, convenience, and necessity under subsection

 (2)(a) of this section, the board shall consider:
- 3 (a) the items listed in subsections (2)(a) and (2)(b)
 4 of this section:
- (b) the benefits to the applicant and the state
 resulting from the proposed facility;
- 7 (c) the effects of the economic activity resulting 8 from the proposed facility;
- 9 (d) the effects of the proposed facility on the public
 10 health, welfare, and safety;
- (e) any other factors that it considers relevant.
- 12 (4) Considerations of need, public need, or public
 13 convenience and necessity and demonstration thereof by the
 14 applicant shall apply only to utility facilities."
- Section 16. Section 75-20-302, MCA, is amended to read:
- 17 "75-20-302. Conditions imposed. (1) If the board
 18 determines that the location of all or a part of the a
 19 proposed facility defined in 75-20-104(11)(b) or (11)(c)
 20 should be modified, it may condition its certificate upon
 21 such modification, provided that the persons residing in the
 22 area affected by the modification have been given reasonable
 23 notice of the modification.
- 24 (2) In making its findings under 75-20-301(2)(a) for a facility defined in $75-20-104(\pm\theta)+(a)+(\pm1)(a)(1)$, the board

LC 1389/01 LC 1389/01

may condition a certificate upon actual load growth reaching a specified level or on availability of other planned energy resources."

Section 17. Section 75-20-303, MCA, is amended to read:

3

7

10

11

12

13

14

15

16

17

18

24

75-20-303. Opinion issued with decision -- contents.

(1) In rendering a decision on an application for a certificate, the board shall issue an opinion, stating its reasons for the action taken.

(2)--If--the-board-has-found-that-any-regional-or-local
law-or-regulation-which-would--be--otherwise--applicable--is
unreasonably--restrictive--pursuant--to--75-20-301(2)(f);-it
shall-state-in-its-opinion-the-reasons-therefor-

(3)(2) Any certificate issued by the board shall
include the following:

- (a) an environmental evaluation statement related to the 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;
- 20 (ii) any adverse environmental effects which cannot be 21 avoided by issuance of the certificate;
- 22 (iii) problems and objections raised by other federal 23 and state agencies and interested groups; and
 - (iv) alternatives to the proposed facility;
- 25 (b) a plan for monitoring environmental effects of the

proposed facility;

- 2 (c) a plan for monitoring the certified facility site 3 between the time of certification and completion of 4 construction:
- 5 (d) a time limit as provided in subsection (4) (3);
 6 and
- 7 (e) a statement signed by the applicant showing 8 agreement to comply with the requirements of this chapter 9 and the conditions of the certificate.
- 10 (4)(3) (a) The board shall issue as part of the certificate the following time limits:
- 12 (i) For a facility as defined in (b)--or--(c)-of

 13 75-20-104(10)(11)(b) or (11)(c) that is more than 30 miles

 14 in length, construction must be completed within 10 years.
- 15 (ii) For a facility as defined in (b)----of

 16 75-20-104(±0)(11)(b) that is 30 miles or less in length,

 17 construction must be completed within 5 years.
- (iii) For a facility as defined in (a)-of 75-20-104(10)

 (11)(a), construction must begin within 6 years and continue

 with due diligence in accordance with preliminary

 construction plans established in the certificate.
- 22 (b) Unless extended or renewed in accordance with 23 subsection (4)(c) (3)(c) or 75-20-225 through 75-20-227, a 24 certificate lapses and is void if the facility is not 25 constructed or if construction of the facility is not

LC 1389/01

2.3

commenced within the time limits provided in this section.

(c) The time limit may be extended for a reasonable period upon a showing by the applicant to the board that a good faith effort is being undertaken to complete construction under subsections---(4)(a)(i) subsection (3)(a)(i) and--+(4)(a)(ii) or (3)(a)(ii) or to begin construction under subsection (4)(a)(iii) (3)(a)(iii). Under this subsection, a good faith effort includes the process of acquiring any necessary state or federal permit or certificate for the facility and the process of judicial review of any such permit or certificate.

+(5)+(4) The provisions of subsection +(4)+(3) apply to any facility for which a certificate has not been issued or for which construction is yet to be commenced."

Section 18. Section 75-20-304, MCA, is amended to read:

"75-20-304. Waiver of provisions of certification proceedings. (1) The board may waive compliance with any of the provisions of 75-20-216 through 75-20-222, 75-20-501, and this part if the applicant makes a clear and convincing showing to the board at a public hearing that an immediate, urgent need for a facility exists and that the applicant did not have knowledge that the need for the facility existed sufficiently in advance to fully comply with the provisions of 75-20-216 through 75-20-222, 75-20-501, and this part.

provisions of this chapter upon receipt of notice by a weility-or person subject to this chapter that a facility or associated facility has been damaged or destroyed as a result of fire, flood, or other natural disaster or as the result of insurrection, war, or other civil disorder and there exists an immediate need for construction of a new facility or associated facility or associated facility in order to promote the public welfare.

LC 1389/01

- (3) The board shall waive compliance with the requirements of subsections (2)(c), (3)(b), and (3)(c) of 75-20-301, and 75-20-501(5), and the---requirements---of subsections---(t)(a)(tv)--and--(v)--of 75-20-211(1)(a)(iv)75-20-216(3)7---and----75-20-303(3)(a)(iv) relating to consideration of alternative sites if the applicant makes a clear and convincing showing to the board at a public hearing that:
- (a) a proposed facility will be constructed in a county where a single employer within the county has permanently curtailed or ceased operations causing a loss of 250 or more permanent jobs within 2 years at the employer's operations within the preceding 10-year period;
- (b) the county and municipal governing bodies in whose jurisdiction the facility is proposed to be located support

LC 1389/01 LC 1389/01

by resolution such a waiver;

2

3

6

7

8

9

11

12

13

14

15

16

17

18

19

20

21

22

23

- (c) the proposed facility will be constructed within a 15-mile radius of the operations that have ceased or been curtailed; and
- (d) the proposed facility will have a beneficial effect on the economy of the county in which the facility is proposed to be located.
- (4) The waiver provided for in subsection (3) applies only to permanent job losses by a single employer. The waiver provided for in subsection (3) does not apply to jobs of a temporary or seasonal nature, including but not limited to construction jobs or job losses during labor disputes.
- (5) The waiver provided for in subsection (3) does not apply to consideration of alternatives or minimum adverse environmental impact for a facility defined in subsections (±0+6) subsection (b), (c), (d), or (e) of 75-20-104(11), for an associated facility defined in subsection-(3)-of 75-20-104(3), or for any portion of cr process in a facility defined in subsection-(10+6)-of 75-20-104(11)(a) to the extent that the process or portion of the facility is not subject to a permit issued by the department of health or board of health.
- (6) The applicant shall pay all expenses required to process and conduct a hearing on a waiver request under subsection (3). However, any payments made under this

- subsection shall be credited toward the fee paid under 75-20-215 to the extent the data or evidence presented at the hearing or the decision of the board under subsection (3) can be used in making a certification decision under this chapter.
- 6 (7) The board may grant only one waiver under 7 subsections (3) and (4) for each permanent loss of jobs as 8 defined in subsection (3)(a)."
- 9 Section 19. Section 75-20-402, MCA, is amended to read:
- 11 "75-20-402. Monitoring. The board, the department, the 12 department of health, and the board of health shall monitor the operations of all certificated facilities for assuring 1.3 continuing compliance with this chapter and certificates 14 15 issued hereunder and for discovering and preventing noncompliance with this chapter and the certificates. The 16 applicant shall pay all expenses related to the monitoring 17 18 plan established in subsection--(3)(b)---or---(3)(c)---of 75-20-303(2)(b) or (2)(c) to the extent federal funds 19 20 available for the facility, as determined by the department 21 of health, have not been provided for such purposes."
- 22 Section 20. Section 75-20-403, MCA, is amended to 23 read:
- 24 "75-20-403. Revocation or suspension of certificate.
- 25 Following notice and an opportunity for a hearing, a

5

18

19

20

21

22

certificate may be revoked or suspended by the board:

2

3

4

5

6

7

8

9

10

13 14

15

16

17

18

19

20

21

22

- (1) for any material false statement in the application or in accompanying statements or studies required of the applicant if a true statement would have warranted the board's refusal to grant a certificate:
- (2) for failure to-maintain-safety-standards-or to comply with the terms or conditions of the certificate; or
- (3) for violation of any provision of this chapter, the rules issued thereunder, or orders of the board or department."
- 11 Section 21. Section 75-20-405, MCA, is amended to read:
 - "75-20-405. Action to recover damages to water supply. An owner of an interest in real property who obtains all or part of his supply of water for domestic, agricultural, industrial, or other legitimate beneficial use from a surface or underground source may sue a person to recover damages for contamination, diminution, or interruption of the water supply proximately resulting from the operation of a facility. The remedies enumerated in this section do not exclude the use of any other remedy which may be available under the laws of the state."
- 23 Section 22. Section 75-20-501, MCA, is amended to read:
- 25 "75-20-501. Annual long-range plan submitted --

- contents -- available to public. (1) Each utility and each
 person contemplating the construction of a facility within
 this state in the ensuing 10 years shall furnish annually to
 the department for its review a long-range plan for the
- 6 (2) The plan shall be submitted by July 1 of each year 7 and must include the following:

construction and operation of facilities.

- 8 (a) the general location, size, and type of all
 9 facilities to be owned and operated by-the-utility-or-person
 10 whose when construction is projected to commence during the
 11 ensuing 10 years, as well as those facilities to be removed
 12 from service during the planning period;
- 13 (b) in the case of utility facilities, a description
 14 of efforts by the utility or-person to coordinate the plan
 15 with other utilities or persons so as to provide a
 16 coordinated regional plan for meeting the energy needs of
 17 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;
- 23 (d) projections of the demand for the service rendered
 24 by the <u>a</u> utility or-person and explanation of the basis for
 25 those projections and a description of the manner and extent

LC 1389/01

to which the proposed facilities will meet the projected demand; and

1

2

3

4

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

- (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 requests in order to carry out the purposes of this chapter.
- of each county in which any facility included in the plan under (2)(a) of this section is proposed to be located and made available to the public by the department. The utility or person shall 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, the department of highways, the department of public service regulation, the department of state lands, the department of fish, wildlife, and parks, and the department of commerce. Eitzen-environmental-protection-and resource-planning-groups--and--other--interested Interested persons may obtain a plan by written request and payment therefor to the department.
- (4) A rural electric cooperative may furnish the department with a copy of the long-range plan and 2-year work plan required to be completed under federal rural electrification requirements in lieu of the long-range plan required in subsection (1).

- 1 (5) No person may file an application for a facility
 2 unless the facility had-been was adequately identified in a
 3 long-range plan at least 2 years prior to acceptance of an
 4 application by the department, except for electric
 5 transmission lines of a design capacity of 230 kilovolts or
 6 less."
- 7 Section 23. Section 75-20-502, MCA, is amended to 8 read:
- "75-20-502. Study of included facilities. If a utility 9 1.0 or person lists and identifies a proposed facility in its 11 the plan; submitted pursuant to 75-20-501; as one on which construction is proposed to be commenced within the 5-year 12 13 period following submission of the plan, the department shall commence examination and evaluation of the proposed 1.4 15 site to determine whether construction of the proposed facility would unduly impair the environmental values in 16 17 75-20-503. This study may be continued until such time as a person files an application for a certificate under 18 19 75-20-211. Information gathered under this section may be 20 used to support findings and recommendations required for 21 issuance of a certificate."
- Section 24. Section 75-20-503, MCA, is amended to read:
- "75-20-503. Environmental factors evaluated. In
 evaluating long-range plans, conducting 5-year site reviews,

LC 1389/01

1	and evaluating applications for certificates, the board and
2	department shall give consideration to the following list of
3	environmental factors, where applicable, -and-may-by-rule-add
4	to-the-categories-of-this-section:
5	(1) energy meeds: requirements;
6	ta;growth-in-demand-and-projections-of-need;
7	(b)avaitabilityanddesirabilityofalternative
8	sources-of-energy;
9	<pre>te)availabilityanddesirabilityofalternative</pre>
10	sources-of-energy-in-lieu-of-the-proposed-facility;
11	<pre>(d)promotional-activities-of-theutilitywhichmay</pre>
12	have-given-rise-to-the-need-for-this-facility;
13	te;sociallybeneficialusesofthe-output-of-this
14	facility,includingitsusestoprotectorenhance
15	environmental-quality;
16	(f)conservationactivitieswhichcouldreduce-the
17	need-for-more-energy;
18	fg)researchactivitieseftheatilityofnew
19	technologyavailabletoitwhichmightminimize
20	environmental-impact;
21	(2) land use impacts:
22	(a) area of land required and ultimate use;
23	(b) consistency with areawide state and regional land
24	use plans;

- 2 (d) alternative uses of the site;
- 3 (e) impact on population already in the area,
 4 population attracted by construction or operation of the
- 5 facility itself;

land use:

1

- 6 (f) impact of availability of energy from this
 7 facility on growth patterns and population dispersal;
- 8 (q) geologic suitability of the site or route;
- (h) seismologic characteristics;
- 10 (i) construction practices;
- (j) extent of erosion, scouring, wasting of land, both
 at site and as a result of fossil fuel demands of the
- 13 facility;
- (k) corridor design and construction precautions for transmission lines or aqueducts;
- 16 (1) scenic impacts;
- 17 (m) effects on natural systems, wildlife, plant life:
- (n) impacts on important historic architectural,
- 19 archeological, and cultural areas and features;
- 20 (c) extent of recreation opportunities and related
 21 compatible uses;
- 22 (p) public recreation plan for the project;
- 23 (q) public facilities and accommodation;
- 24 (r) opportunities for joint use with energy-intensive
 25 industries or other activities to utilize the waste heat

25

(c) consistency with existing and projected nearby

LC 1389/01 LC 1389/01

from facilities:

6

12

13

16

17

18

19

- (s) for facilities defined in 75-20-104(11)(b) and 2 (11)(c), opportunities for using public lands for location 3 of facilities whenever as economically practicable as the 4 use of private lands and compatible with the requirements of this section:
- 7 (3) water resources impacts:
- (a) hydrologic studies of adequacy of water supply and 8 9 impact of facility on streamflow, lakes, and reservoirs;
- 10 (b) hydrologic studies of impact of facilities on groundwater; 11
 - (c) cooling system evaluation, including consideration of alternatives:
- (d) inventory of effluents, including physical, 14 chemical, biological, and radiological characteristics; 15
 - (e) hydrologic studies of effects of effluents on receiving waters, including mixing characteristics of receiving waters, changed evaporation due to temperature differentials, and effect of discharge on bottom sediments;
 - (f) relationship to water quality standards;
- (g) effects of changes in quantity and quality on 21 water use by others, including both withdrawal and in situ 22 23 uses;
- (h) relationship to projected uses; 24
- (i) relationship to water rights; 25

- 1 (i) effects on plant and animal life, including algae, 2 macroinvertebrates, and fish population;
- 3 (k) effects on unique or otherwise significant 4 ecosystems, e.g., wetlands;
- 5 (1) monitoring programs:
- (4) air quality impacts:
- 7 (a) meteorology--wind direction and velocity, ambient temperature ranges, precipitation values, inversion 8 9 occurrence, other effects on dispersion;
- 10 (b) topography--factors affecting dispersion:
- 3.1 (c) standards in effect and projected for emissions;
- (d) design capability to meet standards; 12
- 13 (e) emissions and controls:
- (i) stack design; 14
- (ii) particulates; 15
- (iii) sulfur oxides; 16
- 17 (iv) oxides of nitrogen; and
- 18 (v) heavy metals, trace elements, radioactive
- materials, and other toxic substances; 19
- 20 (f) relationship to present and projected air quality
- 21 of the area;
- 22 (q) monitoring program;
- 23 (5) solid wastes impacts:
- 24 (a) solid waste inventory;
- 25 (b) disposal program;

- 1 (c) relationship of disposal practices to 2 environmental quality criteria;
- 3 (d) capacity of disposal sites to accept projected
 4 waste loadings;
- 5 (6) radiation impacts:
 - (a) land use controls over development and population;
- 7 (b) wastes and associated disposal program for solid,8 liquid, radioactive, and gaseous wastes;
- 9 (c) analyses and studies of the adequacy of 10 engineering safeguards and operating procedures;
- 11 (d) monitoring--adequacy of devices and sampling
 12 techniques;
- 13 (7) noise impacts:
- 14 (a) construction period levels;
- 15 (b) operational levels;
- (c) relationship of present and projected noise levelsto existing and potential stricter noise standards;
- 18 (d) monitoring--adequacy of devices and methods."
- 19 Section 25. Section 75-20-1202, MCA, is amended to 20 read:
- 21 "75-20-1202. Definitions. As used in this part and
- 22 $\,$ 75--20--201 through 75--20--203, the following definitions
- 23 apply:

6

24 (1) (a) "Nuclear facility" means each plant, unit, or 25 other facility designed for or capable of:

- 1 (i) generating 50 megawatts of electricity or more by 2 means of nuclear fission;
- 3 (ii) converting, enriching, fabricating, or

reprocessing uranium minerals or nuclear fuels; or

- 5 (iii) storing or disposing of radioactive wastes or 6 materials from a nuclear facility.
- 7 (b) "Nuclear facility" does not include any 8 small-scale facility used solely for educational, research, 9 or medical purposes not connected with the commercial
- 10 generation of energy.
- 11 (2) "Facility", as defined in 75-20-104(10), is
 12 further defined to include any nuclear facility as defined
 13 in subsection (1)(a) of this section."
- 14 Section 26. Section 75-20-1205, MCA, is amended to read:
- 16 "75-20-1205. Emergency approval authority invalid for
- 17 nuclear facilities. Notwithstanding the provisions of
- subsections -(2) -and +3 -of 75-20-304(2), the board may not
- 19 waive compliance with any of the provisions of this part or
- 20 75-20-201 through 75-20-203 relating to certification of a
- 21 nuclear facility."
- NEW SECTION. Section 27. Extension of authority. Any
- 23 existing authority of the board of natural resources and
- 24 conservation, the board of health and environmental
- 25 sciences, and the department of health and environmental

- sciences to make rules on the subject of the provisions of
- 2 this act is extended to the provisions of this act.
- 3 NEW SECTION. Section 28. Effective date. This act is
- effective on passage and approval.

-End-

APPROVED BY COMM. ON NATURAL RESOURCES

1	SENATE BILL NO. 292
2	INTRODUCED BY KEATING, GILBERT
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY-REVISE-THE
5	MONTANAMAJORPACILITYSITINGACT;DEPININGCOST;
6	BbiminatingBasebineStudiesOFAbternativeSitesPROM
7	CONSIDERATION; -REDUCING-THE-TIMEALLOWEDPORSTUDIESAND
8	BBCISIONMAKING;AMENDINGSECTIONS75-20-104;75-20-105;
9	75-20-202775-20-205775-20-211775-20-213775-20-2167
10	75-20-217775-20-219775-20-220775-20-222775-20-225
11	9HROUGH-75-20-2277-75-20-301-9HROUGH75-20-304775-20-4027
12	75-20-403775-20-405775-20-501THR0UGH75-20-5037
13	75-20-12027 ELIMINATE BASELINE STUDIES OF ALTERNATIVE SITES
14	FOR ENERGY GENERATION AND CONVERSION FACILITIES FROM THE
15	MONTANA MAJOR FACILITY SITING ACT; TO CLARIFY RULEMAKING
16	AUTHORITY OF THE BOARD OF NATURAL RESOURCES AND
17	CONSERVATION; AMENDING SECTIONS 75-20-105, 75-20-211,
18	75-20-216, 75-20-219, 75-20-301, 75-20-304, AND 75-20-1205,
19	MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."
20	
21	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
22	Section-1:Section-75-20-104;-MGA;-is-amended-to-read:
23	#75-20-104DefinitionsIn-this-chaptery-unlessthe
24	context-requires-otherwise,-the-following-definitions-apply:
25	+lt"Additionthereto"means-the-installation-of-new

1	machinery-and-equipment-which-would-significantly-change-the
2	conditions-under-which-the-facility-is-operated-
3	(2)Applicationmeansanapplicationfora
4	certificatesubmittedinaccordance-with-this-chapter-and
5	the-rules-adopted-hereunder-
6	(3)"Associatedfacilities"includesbutisnot
7	limitedtotransportationlinksofany-kindy-aqueducts;
8	diversion-dams;-pipelines;-transmission-substations;-storage
9	ponds;reservoirs;andanyotherdeviceorequipment
10	associatedwiththeproductionor-delivery-of-the-energy
11	form-or-product-produced-by-a-facility locatedinMontana7
12	exceptthatthetermdoesnotincludea-facility-or-a
13	natural-gas-or-crude-oil-gathering-line-17-inches-or-less-in
14	inside-diameter.
15	(4)"Board"-means-the-board-of-naturalresourcesand
16	conservation-provided-for-in-2-15-3302-
17	$f_{5}^{+-\mu}$ Boardofhealth $^{\mu}$ means-the-board-of-health-and
18	environmental-sciences-provided-for-in-2-15-2104;
19	<pre>f6}#Bertificate#meansthecertificateof</pre>
20	environmentalcompatibilityandpublic-need-issued-by-the
21	boardunderthischapterthatisrequiredforthe
22	construction-or-operation-of-a-facility:
23	(7) "Commence-to-construct"-means:
24	<pre>fa)=-any=clearing=of=land;=excavation;=construction;=or</pre>
25	otheractionthat-would-affect-the-environment-of-the-site

SB 0292/02 SB 0292/02

or-route-of-a-facility-but-does-not-mean-changes-neededfor
temporaryuse-of-sites-or-routes-for-nonutility-purposes-or
usesinsecuringgeologicaldata;includingnecessary
borings-to-ascertain-foundation-conditions;
fb}thefracturingofunderground-formations-by-any
means-if-such-activity-is-relatedtothepossiblefuture
developmentofagasificationfacilityorafacility
employing-geothermal-resourcesbutdoesnotincludethe
gatheringofgeologicaldatabyboring-of-test-holes-or
otherundergroundexploration;investigation;or
experimentation;
(c)thecommencementofeminentdomain-proceedings
under-Title-707-chapter-307-for-land-orrights-of-wayupon
or-over-which-a-facility-may-be-constructed;
(d)therelocationorupgradingofanexisting
facility-defined-by-(b)-or-(c)-of-subsection-(10) (11)(b)-or
<pre>tll/(c);-including-upgrading-to-a-design-capacity-covered-by</pre>
subsection- $(10)(b)$ $(11)(b)$ 7-except-that-thetermdoesnot
includenormalmaintenanceorrepairofanexisting
facility
(8)"Cost"-means-the-estimated-cost-in-dollars-atthe
timeofproposedconstruction-of-a-facility-or-associated
facility-located-in-Montana:

resources--and-conservation-provided-for-in-Title-27-chapter

-3-

1	157-part-33.
2	(9) ± 10 ± 10 Department-of-health ± 10 means-the-departmentof
3	healthandenvironmental-sciences-provided-for-in-Title-2;
4	chapter-15,-part-21.
5	(10)(111)-"Pacility"-means:
6	(a)except-for-crude-oil-andnaturalgasrefineries
7	and-those-facilities-subject-to-The-Montana-Strip-and
8	Underground-Mine-Reclamation-Act;-each-plant;-unit;-or-other
9	facility-and-associated-facilities-designed-fororcapable
10	of:
11	(i)generating50-megawatts-of-electricity-or-more-or
12	any-addition-thereto-(exceptpollutioncontrolfacilities
13	approvedbythedepartmentofhealthand-environmental
14	sciences-added-to-an-existingplant)havinganestimated
15	cost-in-excess-of-\$10-million;
16	(ii)-producing25millioncubicfeetormoreof
17	pipeline-quality gasderivedfromcoalperdayorany
18	additiontheretohaving-an-estimated-cost-in-excess-of-\$10
19	million;
20	(iii)-producing-257000-barrelsofliquidhydrocarbon
21	productsperday-or-more-or-any-addition-thereto-having-an
22	estimated-cost-in-excess-of-\$10-million;
23	(iv)-enriching-uranium-minerals-or-any-addition-thereto
24	having-an-estimated-cost-in-excess-of-\$10-million;-or
25	(v)utilizing-or-converting-500,000-tons-ofcoalper

SB 292

-4-

SB 292

SB 0292/02 SB 0292/02

2	cost-in-excess-of-\$10-million;
3	<pre>tb)each-electrictransmissionlineandassociated</pre>
4	facilitiesofa-design-capacity-of-more-than-69-kilovolts;
5	exceptthatthetermdoesnotincludeanelectric
6	transmissionlineandassociatedfacilitiesof-a-design
7	capacity-of-230-kilovolts-or-less-and-10-milesorlessin
8	length;
9	<pre>fc;eachpipeline;-whether-partially-or-wholly-within</pre>
10	the-state;-greater-than-17-inches-in-inside-diameter-and30
11	miles-in-length;-and-associated-facilities;
12	(d)any-use-of-geothermal-resources;-including-the-use
13	ofunderground-space-in-existence-or-to-be-created;-for-the
14	ereation,-use,-or-conversion-ofenergy,designedforor
15	capableofproducing-geothermally-derived-power-equivalent
16	to-25-million-Btu-per-hour-or-more-or-anyadditionthereto
17	having-an-estimated-cost-in-excess-of-\$750,000;
18	<pre>(e)any-underground-in-situ-gasification-of-coal-</pre>
19	(11)(12)-"Person"meansanyindividual;-group;-firm;
20	partnership;corporation;cooperative;association;
21	<pre>government-subdivision;-government-agency;-local-government;</pre>
22	or-other-organization-or-entity.
23	(12)(13)-"Transmission-substation"-means-any-structure;
24	device,orequipmentassemblage,commonlylocatedand
25	designed-forvoltageregulation;circuitprotection;or

year--or--more--or--any-addition-thereto-having-an-estimated

1

1	switchingnecessaryfor-the-construction-or-operation-of-a
2	proposed-transmission-line-
3	(±3)(±4)-#8tility#-meansanypersonengagedinany
4	aspectoftheproduction;storage;sale;delivery;or
5	furnishing-of-heat,-electricity,-gas,-hydrocarbonproducts,
6	or-energy-in-any-form-for-ultimate-public-user#
7	Section 1. Section 75-20-105, MCA, is amended to read:
8	"75-20-105. Adoption of rules. The board may adopt
9	rules implementing the provisions of this chapter 7-including
10	but-not-limited-to:
11	(1)rulesgoverningtheformandcontentof
12	applications;
13	(2)rulesfurtherdefiningthetermsused-in-this
14	chapter;
15	<pre>+3+rules-governing-the-form-and-content-of-long-range</pre>
16	plans;
17	f4)any-other-rules-the-board-considersnecessaryto
18	accomplish-the-purposes-and-objectives-of-this-chapter."
19	Section-3Section-75-20-2027-MCA7-is-amended-to-read:
20	475-28-282Exemptions(1)Acertificateisnot
21	required-under-this-chapter-for-afacilityunderdiligent
22	onsitephysicalconstruction-or-in-operation-on-January-17
23	1973 .
24	(2)The-board-may-adopt-reasonable-rulesestablishing

exemptions---from---this---chapter---for---the---relocation;

-6-

-5- SB 292

SB 292

SB 0292/02

1	reconstruction; -or-upgrading-of-a-facility-that:
2	(a)would-otherwise-be-covered-by-this-chapter;-and
3	(b)(i)-isunlikelytohaveasignificant
4	environmentalimpactbyreason-of-length;-size;-location;
5	available-space-or-right-of-wayor-construction-methodsor
6	(ii)-utilizes-coal;-wood;-biomass;-grain;-wind;-orsun
7	asa-fuel-source-and-the-technology-of-which-will-result-in
8	greater-efficiency,-promote-energy-conservation,-and-promote
9	greater-system-reliability-than-the-existing-facility:
10	(3)A-person-proposing-to-construct-an-exempt-facility
11	shall-paytothedepartmentreasonablecosts;ifany;
12	incurred-by-the-department-in-processing-the-exemption-
13	(4)Thischapter-does-not-apply-to-a-facility-defined
14	$\pm n-75-20-104(\pm 0)(c)(\pm 1)(e)$ that has been designated by the
15	governorfor-environmental-review-by-an-executive-agency-of
16	the-state-forthepurposeofcomplyingwithTitle757
17	chapterlypursuanttoExecutive-Order-4-81-and-prior-to
18	J uly-1,-1905."
19	Section-4:Section-75-20-205;-MCA;-is-amended-to-read:
20	#75-20-205Centerlinelocation(1)Porall
21	facilitiesdefinedin75-20-104(10)(b)(111)(b) and
22	(10)(c)(11)(c) andassociatedfacilitiescertifiedunder
23	this-chapter;-the-board-shall-condition-the-certificate-upon
24	board-approval-of-a-final-centerline-location:
25	(2)Thefinalcenterline-location-must-be-determined

$in\hbox{-a-noncontested-case-proceeding-before-the-board-after-the}$
submissionofacenterlinelocationreportbythe
department:
<pre>f3;Thedepartment-shall-consult-with-the-certificate</pre>
holder-and-theaffectedlandownerspriortomakingits
reporty
(4)Thedepartment'sreportmustbeprepared
consideringthecriteriasetforthin75-20-301and
75-20-503andthefindings-of-fact-and-conclusions-of-law
set-out-in-the-board-decision-
(5)The-department-report-may-be-completed-on-segments
of-a-certified-facility-as-is-convenient-to-thecertificate
hołder-
(6)Thecertificateholdershall-initiate-the-final
centerlinelocationapprovalprocessbysubmittinga
proposedcenterlinelocationplanto-the-departmentThe
certificate-holder-shall-pay-to-thedepartmenttheactual
eosts-incurred-in-processing-a-final-centerline-location-not
to-exceed-25%-of-the-filing-fee-paid-under-75-20-215-"
Section 2. Section 75-20-211, MCA, is amended to read:
"75-20-211. Application filing and contents
proof of service and notice. (1) (a) An applicant shall file
with the department and department of health a joint
application for a certificate under this chapter and for the
permits required under the laws administered by the

SB 0292/02

1

2

3

9

10

11

12

13

15

17

18

19

20

21

22

- department of health and the board of health in such form as the board requires under applicable rules, containing the following information:
- 4 (i) a description of the <u>proposed</u> location and of the facility to be built thereon;
- (ii) a summary of any studies which have been made of
 the environmental impact of the facility;
 - (iii) a statement explaining the need for the facility;
- 9 (iv) for facilities defined in 75-20-104(11)(b)-and
 10 (10)(B) AND (10)(C), a description of reasonable
- 11 alternate locations for-the-proposed-facility FOR THE
- 12 FACILITY, a general description of the comparative merits
- 13 and detriments of each location submitted, and a statement
- 14 of the reasons why the primary proposed location is best
- 15 suited for the facility;
- 16 (v) FOR FACILITIES AS DEFINED IN 75-20-104(10)(B) AND
- 17 (10)(C), baseline data for the primary--and--reasonable
- 18 alternate-locations proposed-location PRIMARY AND REASONABLE
- 19 ALTERNATE LOCATIONS, OR FOR FACILITIES AS DEFINED IN
- 20 75-20-104(10)(A), (10)(D), AND (10)(E), BASELINE DATA FOR
- 21 THE PROPOSED LOCATION AND, AT THE APPLICANT'S OPTION, ANY
- 22 ALTERNATIVE LOCATIONS ACCEPTABLE TO THE APPLICANT FOR SITING
- 23 THE FACILITY;

1

2

3

- 24 (vi) at the applicant's option, an environmental study
- 25 plan to satisfy the requirements of this chapter; and

- (vii) such other relevant information as the applicant considers-relevant submits CONSIDERS RELEVANT or as the board and board of health by order or rule or the department and department of health by order or rule may require.
- 5 (b) A copy or copies of the studies referred to in 6 subsection (1)(a)(ii) above shall be filed with the 7 department, if ordered, and shall be available for public subsection.
 - (2) An application may consist of an application for two or more facilities in combination which are physically and directly attached to each other and are operationally a single operating entity.
 - (3) An application shall be accompanied by proof of service of a copy of the application on the chief executive officer of each unit of local government, county commissioner, city or county planning boards, and federal agencies charged with the duty of protecting the environment or of planning land use in the area in which any portion of the proposed facility may is proposed OR IS ALTERNATIVELY PROPOSED to be located, --- both -- as -- primarity -- and -- as alternatively -- proposed and on the following state government agencies:
- 23 (a) environmental quality council;
- 24 (b) department of public service regulation;
- 25 (c) department of fish, wildlife, and parks;

SB 0292/02 SB 0292/02

16

17

18

19

20

21

2 (e) department of commerce: 3 (f) department of highways; 4 (q) department of revenue. 5 (4) The copy of the application shall be accompanied by a notice specifying the date on or about which the 6 7 application is to be filed. 8 (5) An application shall also be accompanied by proof 9 that public notice thereof was given to persons residing in 10 the area or-alternative-areas in which any portion of the proposed facility may is proposed OR IS ALTERNATIVELY 11 12 PROPOSED to be located, by publication of a summary of the application in those newspapers that will substantially 13 14 inform those persons of the application." 15 Section-6:--Section-75-20-213;-MCA;-is-amended-to-read: 16 #75-20-213---Supplemental-material----amendments----(1) 17 An--application--for--an--amendment--of--an-application-or-a 1.8 certificate--shall--be--in--such--form--and---contain---such 19 information-as-the-board-by-rule-or-the-department-by-order prescribes -- Notice-of-such-an-application-shall-be-given--as 20 21 set-forth-in subsections (3),-(4),-and-(5)-of-75-20-211; 22 +27--An--application-may-be-amended-by-an-applicant-any

time--prior--to--the--department's--recommendation---If--the

proposed--amendment-is-such-that-it-prevents-the-department;

the--department--of--healthy--or--the--agencies--listed---in

(d) department of state lands;

1

23

24

25

1 75-20-216(5)----from---carrying---out---their---duties---and 2 responsibilities-under--this--chapter,--the--department--may require--such--additional--filing--fees--as--the--department determines it-demonstrates-to-the-applicant-as-necessary,-or the-department-may-require-a-new-application-and-filing-fee-6 (3)--The-applicant-shall-submit--supplemental--material 7 in--a--timely--manner--as--requested-by-the-department-or-as offered-by-the-applicant-to-explain;-support;-or-provide-the 9 detail-with-respect-to-an-item--described--in--the--original 10 application; -without-filing-an-application-for-an-amendment; 11 The--department's-determination-as-to-whether-information-is 12 supplemental-or-whether--an--application--for--amendment--is 13 required-shall-be-conclusive-" 14 Section 3. Section 75-20-216. MCA, is amended to read: 15

"75-20-216. Study, evaluation, and report on proposed facility -- assistance by other agencies. (1) After receipt of an application, the department and department of health shall within 90 days notify the applicant in writing that: (a) the application is in compliance and is accepted as complete; or

(b) the application is not in compliance and list the deficiencies therein; and upon correction of these 22 23 deficiencies and resubmission by the applicant. 24 department and department of health shall within 30 days 25 notify the applicant in writing that the application is in

SB 0292/02

compliance and is accepted as complete. 1

2

3

4

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- (2) Upon receipt of an application complying with 75-20-211 through 75-20-215, and this section, the department shall commence an intensive study and evaluation of the proposed facility and its effects, considering all applicable criteria listed in 75-20-301 and 75-20-503 and the department of health shall commence a study to enable it or the board of health to issue a decision, opinion, order, certification, or permit as provided in subsection (3). The department and department of health shall use, to the extent they consider applicable, valid and useful existing studies and reports submitted by the applicant or compiled by a state or federal agency.
- (3) The department of health and-the-board--of--health shall, within 1 year following the date of acceptance of an application; and--the--board--of--health--or--department--of health;-if-applicable;-within-an-additional-6-months AND THE BOARD OF HEALTH OR DEPARTMENT OF HEALTH, IF APPLICABLE, WITHIN AN ADDITIONAL 6 MONTHS, issue any decision, opinion, order, certification, or permit required under the laws administered by the department of health or the board of health and this chapter. The department of health and the board of health shall determine compliance with all standards, permit requirements, and implementation plans under their jurisdiction for the primary--and--reasonable

1 alternate---locations proposed location OR ANY PROPOSED 2 ALTERNATE LOCATION in their decision, opinion, order, certification, or permit. The decision, opinion, order, 3 certification, or permit, with or without conditions, is conclusive on all matters that the department of health and 5 board of health administer, and any of the criteria 7 specified in subsections (2) through (7) of 75-20-503 that are a part of the determinations made under the laws я administered by the department of health and the board of 10 health. Although the decision. opinion, order, certification, or permit issued under this subsection is 11 conclusive, the board retains authority to make 12 determination required under 75-20-301(2)(b)-and (2)(c). The 13 14 decision, opinion, order, certification, or permit of the department of health or the board of health satisfies the 15 16 review requirements by those agencies and shall be acceptable in lieu of an environmental impact statement 17 under the Montana Environmental Policy Act. A copy of the 18 decision, opinion, order, certification, or permit shall be 19 served upon the department and the board and-shall-be 20 utilized-as-part-of-their-final-site-selection--process AND 21 SHALL BE UTILIZED AS PART OF THEIR FINAL SITE SELECTION 22 PROCESS. Prior to the issuance of a preliminary decision by 23 the department of health and pursuant to rules adopted by 24 the board of health, the department of health shall provide 25

SB 292

an opportunity for public review and comment.

1

2

3

4

5

7

R

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

(4) Within 22--months 1--year 22 MONTHS following acceptance of an application for a facility as defined in ta)--and--td)--of 75-20-104(10)(11) and--for-a-facility-as defined-in-(b)-and-(c)-of-75-20-104(10)-which-is--more--than 30--miles--in--length--and--within--l-year-for-a-facility-as defined-in-(b)-and-(c)-of-75-20-104(10)-which-is-30-miles-or less-in-length (A) AND (D) OF 75-20-104(10) AND FOR A FACILITY AS DEFINED IN (B) AND (C) OF 75-20-104(10) WHICH IS MORE THAN 30 MILES IN LENGTH, AND WITHIN 1 YEAR FOR A FACILITY AS DEFINED IN (B) AND (C) OF 75-20-104(10) WHICH IS 30 MILES OR LESS IN LENGTH, the department shall make a report to the board which shall contain the department's studies, evaluations, recommendations, RECOMMENDATIONS, other pertinent documents resulting from its study and evaluation, and an environmental impact statement or analysis, ---if---any, prepared pursuant to the Montana Environmental Policy Act; if-any: If-the-application-is-for a--combination--of--two--or-more--facilities,-the-department shall-make-its-report-to-the-board-within-the-greater-of-the lengths-of-time-provided-for-in-this-subsection--for--either of--the--facilities-, IF ANY. IF THE APPLICATION IS FOR A COMBINATION OF TWO OR MORE FACILITIES, THE DEPARTMENT SHALL MAKE ITS REPORT TO THE BOARD WITHIN THE GREATER OF THE LENGTHS OF TIME PROVIDED FOR IN THIS SUBSECTION FOR EITHER

-15-

OF THE FACILITIES.

1

(5) The departments of highways; commerce; fish, 2 wildlife, and parks; state lands; revenue; and public 3 service regulation shall report to the department information relating to the impact of the proposed site on 5 each department's area of expertise. The-report-may--include opinions--as--to--the--advisability-of-granting,-denying,-or modifying-the-certificate: THE REPORT MAY INCLUDE OPINIONS AS TO THE ADVISABILITY OF GRANTING, DENYING, OR MODIFYING THE CERTIFICATE. The department shall allocate funds 10 11 obtained from filing fees to the departments making reports to reimburse them for the costs of compiling information and 12 13 issuing the required report." 14

14 Section-8---Section-75-20-217--MCA7-is-amended-to-read:
15 #75-20-217---Voiding-an-application: <u>{1}}-Upon--request</u>
16 an-applicant-is-entitled-to-notice-and-a-hearing-as-provided
17 in-2-4-601-and-2-4-604-if-the-department-proposes-to-void-an
18 application:

19 <u>f2}</u>--An <u>Pollowing---the---hearing---provided--for--in</u>
20 <u>subsection--(1)</u>--an application--may--be--volded--by---the
21 department-for:

25 (2)(b)--failure-to-file-an-application-in-substantially

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

the--form-and-content-required-by-this-chapter-and-the-rules
adopted-thereunder;-or

1

2

3

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

+3){c}--failure-to-deposit-the-filing-fee--as--provided
in-75-20-215:"

Section 4. Section 75-20-219, MCA, is amended to read: "75-20-219. Amendments to a certificate. (1) Within 30 days after notice of an amendment to a certificate is given as set forth in 75-20-213(1), including notice to all active parties to the original proceeding, the department shall determine whether the proposed change in the facility would result in any a material increase in any environmental impact of the facility or a substantial change in the location of-all-or-a-portion OF ALL OR A PORTION of the facility other--than--as--provided-in-the-alternates as set forth in the original--application CERTIFICATE. If the department determines that the proposed change would result in any a material increase in any environmental impact of the facility or a substantial change in the location of all or a portion of the facility, the board shall hold a hearing in the same manner as a hearing is held on an application for a certificate. After hearing, the board shall grant, deny, or modify the amendment with such conditions as it deems appropriate.

(2) In those cases where the department determines that the proposed change in the facility would not result in

any a material increase in any environmental impact or would
not be a substantial change in the location of—all—or—a
portion OF ALL OR A PORTION of the facility, the board shall
automatically grant the amendment either as applied for or
upon such terms or conditions as the board considers
appropriate unless the department's determination is
appealed to the board within 15 days after notice of the
department's determination is given.

(3) If the department or the board, under subsection (4), determines that a hearing is required because the proposed change would result in any a material increase in any environmental impact of the facility or a substantial change in the location of—all—or—a-portion OF ALL OR A PORTION of the facility, the applicant has the burden of showing by clear and convincing evidence that the amendment should be granted.

(4) If the department determines that the proposed change in the facility would not result in any a material increase in any environmental impact or would not be a substantial change in the location of-all-or-a-portion OF ALL OR A PORTION of the facility, and a hearing is required because the department's determination is appealed to the board as provided in subsection (2), the appellant has the burden of showing by clear and convincing evidence that the proposed change in the facility would result in any a

-17- SB 292

-18-

SB 0292/02 SB 0292/02

material increase in any environmental impact of the facility or a substantial change in the location of-all-or-a portion OF ALL OR A PORTION of the facility other-than-as provided-in-the-alternates-set-forth-in-the-original application AS SET FORTH IN THE CERTIFICATE.

(5) If an amendment is required to a certificate which would affect, amend, alter or modify a decision, opinion, order, certification, or permit issued by the department of health or board of health, such amendment must be processed under the applicable statutes administered by the department of health or board of health."

12 Section-10:--Section--75-20-220;--MCA;--is--amended--to
13 read:

#75-20-220:--Hearing-examiner-----restrictions---duties:---(1)--If--the--board-appoints-a-hearing-examiner-to
conduct-any-certification-proceedings--under--this--chapter;
the--hearing-examiner--may-not-be-a-member-of-the-board;-an
employes-of-the-department;-or-a-member-or-employee--of--the
department-of-health-or-board-of-health:-A-hearing-examiner;
if-any;-shall-be-appointed-by-the-board-within-20-days-after
the--department's-report-has-been-filed-with-the-board:-If-a
hearing-is-held-before-the-board-of-health-or-the-department
of-health;--the--board--and--the--board--of--health--or--the
department-of-health-shall-mutually-agree-on-the-appointment
of-a-hearing-examiner-to-preside-at--both-hearings;

-19-

(2)--A--prehearing--conference--shall-be-held-following
notice-within-60-days-after-the-department*s-report-has-been
filed-with-the-board;

(3)--The-prehearing-conference-shall-be--organized--and supervised-by-the-hearing-examiner-

(4)--The-prehearing-conference-shall-be-directed-toward a--determination-of-the-issues-presented-by-the-application; the--department's--report;--and--an--identification--of--the witnesses--and--documentary--exhibits-to-be-presented-by-the active-parties-who-intend-to-participate-in-the-hearing;

(5)--The-hearing--examiner--shall--require--the--active parties--to--submit;--in--writing;--and-serve-upon-the-other active-parties;-all-direct-testimony-which-they-propose--and any-studies;-investigations;-reports;-or-other-exhibits-that any--active--party--wishes--the--board--to--consider;--These written-exhibits-and-any-documents--that--the--board--itself wishes--to--use--or-rely-on-shall-be-submitted-and-served-in like-manner;-at-least-20-days-prior-to-the-date-set-for--the hearing---Por--good--cause--shown;--the-hearing-examiner-may allow-the-introduction-of-new-evidence-at-any-time;

t6)--The-hearing-examiner-shall-allow--discovery--which shall--be--completed-before-the-commencement-of-the-hearing; upon-good-cause-shown-and-under-such-other-conditions-as-the hearing-examiner-shall-prescribe:

(7)--Public--witnesses--and--other--interested---public

-20-

SB 292

SB 0292/02

G.

SB 0292/02

parties-may-appear-and-present-oral-testimony-at-the-hearing or--submit--written-testimony-to-the-hearing-examiner-at-the time-of-their-appearance-These--witnesses--are--subject--to cross-examination:

(0)--The--hearing-examiner--shall--issue--a-prehearing order-specifying-the-issues-of-fact-and-of-law7--identifying the--witnesses--of--the--active--parties7--naming-the-public witnesses-and-other-interested-parties--who--have--submitted written-testimony-in-lieu-of-appearance7-outlining-the-order in--which--the--hearing--shall--proceed7-setting-forth-those section-75-20-301-criteria-as-to-which-no-issue-of--fact--or law--has--been--raised-which-are-to-be-conclusively-presumed and-are-not-subject-to-further-proof-except-for--good--cause shown7--and--any-other-special-rules-to-expedite-the-hearing which-the-hearing-examiner-shall-adopt-with-the-approval--of the-boards

(9)--At--the--conclusion--of--the--hearing-the-hearing examiner-shall-declare-the-hearing-closed-and-shall; --within 60-days-of-that-date; -prepare-and-submit-to-the-board-and-in the--case--of--a--conjunctive-hearing; -within-90-days-to-the board-and-the--board--of--health--or--department--of--health proposed--findings--of--fact; --conclusions--of--law; --and--a recommended-decision;

(10)-The--hearing--examiner--appointed--to--conduct---a
certification--proceeding--under--this--chapter-shall-insure

-21-

that—the—time—of—the—proceeding;—from—the—date——the
department+s—report—is—filed—with—the—board—until—the
recommended—report—and—order—of—the—examiner—is—filed—with
the—board;—does—not—exceed—9 <u>6</u> calendar—months—unless
extended-by—the—board—for—good—cause;

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

Section-ll:--Section--75-20-2227--MCA;--is--amended--to read:

#75-20-222; --Record-of-hearing---procedure----rules-of evidence------burden---of---proof; ----(t)---Any---studies; investigations; --reports; --or--other--documentary--evidence; including--those-prepared-by-the-department; -which-any-party wishes-the-board-to--consider--or--which--the--board--itself expects--to-utilize-or-rely-upon-shall-be-made-a-part-of-the record;

(2)--A-record-shall-be-made-of-the-hearing-and--of--all testimony-taken-

(3)--In--a--certification--proceeding--held--under-this chapter; the applicant-has-the-burden-of--showing--by--clear and--convincing--evidence--that--the--application--should-be granted-and-that-the-criteria-of-75-20-301-are-met-

(4)~-All-proceedings-under-this-chapter-are-governed-by
the-procedures-set-forth-inthischapter;theprocedural
rulesadoptedbytheboard;andtheMontanaRules-of
Evidence-unless-one-or-more-rules-of-evidence-are-waivedby
thehearing-examiner-upon-a-showing-of-good-cause-by-one-or
more-of-the-partiestothehearingNootherrulesof
procedureor-evidence-shall-apply-except-that-the-contested
case-procedures-of-the-Montana-Administrative-ProcedureAct
shall-apply-if-not-in-conflict-with-the-procedures-set-forth
inthischapterortheproceduralrules-adopted-by-the
board,"
Section-12Section75-20-2257MCA7isamendedto
read:
#75-20-225Certificaterenewalapplication
contentsfiling-feer(1)-Any-certificateholderfora
facilityasdefinedin75-20-104(10)(a)(i)(111(a)(i) may
apply-for-renewal-of-a-certificate-prior-to-thecertificate
lapsing.
(2)Anapplicant-for-a-renewal-of-a-certificate-shall
file-with-the-department-and-department-ofhealthajoint
file-with-the-department-and-department-ofhealthajoint application-in-such-form-as-the-board-requires-by-rule;
application-in-such-form-as-the-board-requires-by-rule:

application-and-such-other-information-as-the-board-requires

```
by--rule--for---certification----The---matters---listed---in
75-20-211(1)(a)(iv)---and---(1)(a)(v)---for---the--a)ternate
locations-must-be-updated-only-if-the-board-determines--that
within--the--certified--location--significant--changes--have
occurred-to-warrant-a-review-of-alternate-locations.
     14)--An-application-filed--under--subsection--(1)--must
comply-with-the-provisions-of-75-20-211(3)-through-(5).
     t5)--Except---as---provided--in--this--subsection;--the
applicant-shall-pay--a--filing--fee--to--the--department--in
accordance--with-75-20-215(2);-The-fee-is-in-addition-to-any
previous--filing--fee--paid--for--processing--the---original
application-for-a-certificate-pursuant-to-75-20-215;-The-fee
may-not-exceed-the-following-scale+
     fat--0:125%--of--any-estimated-cost-up-to-9300-million;
płus
     (b)--0-063%-of-any-estimated-cost-over--$300--million-"
     Section-13---Section--75-20-2267--MCA7--is--amended--to
read:
     #75-20-226---Renewal-study----(1)--Upon--receipt--of--a
completed--application--for--renewal--of--a-certificate,-the
department-shall-evaluate-the-updated--information--and--any
significant--changes;--as-applicable; in-need;-alternatives;
technology;--baseline--environment;--and--the--environmental
impacts--of--a--facility--that--have--taken--place-since-the
original--study--performed--in--granting--the---certificate;
```

-23- SB 292

-24- SB 292

1.3

read:

considering--the-applicable-criteria-listed-in-75-20-301-and 75-20-503-and-the-original-board--findings--and--certificate conditions:

(2)--The--department-of-health-and-the-board-of-health; within--10-months--of--acceptance--of--a--complete--renewal application; shall-complete-the-statutory-duties-established in--75-20-216(3); --A--copy--of-any-decision; -opinion; -order; certification; -or-permit-must-be-served--on--the--department and---the---board---and--must--be--used--as--part--of--their decisionmaking-process;

(3)--Within--12-months--following--acceptance---of---a complete--application--for--renewal--of--a--certificate;-the department-shall-make-a-report-to-the--board;---This--report must---contain---the---department's---studies;--evaluations; recommendations;-and--other--pertinent--documents--resulting from--its--study-and-evaluation-and-an-updated-environmental impact-statement--or--analysis;---if--any;--pursuant--to--the Montana--Environmental--Policy--Act;-The-department's-report must-be-directed-to-the-question--of--whether--the--original board--findings--and--conditions--have--been--or--need-to-be altered--as--a--result--of--any--significant---changes;---as applicable; in--need;---alternatives;--technology;--baseline environment;-or-environmental-impact-since-issuance--of--the certificate;--considering--the-applicable-criteria-listed-in 75-20-301-and-75-20-503-

(4)-The-departments-of-highways;--commerce;---fish;
wildlife;--and--parks;--state-lands;--revenue;--and--public
service--regulation---shall---report---to---the---department
information--relating--to-the-impact-of-the-proposed-site-on
each-department's-area-of--responsibility:--The--report--may
include--opinions--as--to--the--advisability-of-renewing-the
certificate;-The-department-shall--allocate--funds--obtained
from--filing--fees--to--the--departments--making--reports-to
reimburse-them-for-the-cost--of--compiling--information--and
issuing-the-required-reports:Section-14:--Section--75-20-227;--MCA;--is--amended--to

"75-20-227; -- Certificate-renewal-hearing-----decision; (1)--The--board--shall--follow--the--provisions-of-75-20-210 through--75-20-222--in--making--decisions---on---certificate renewals;

(2)--Within-60-days-after-submission-of-the-recommended decision-by--the--hearing--examiner;--the--board-shall-make complete-findings;-issue-an-opinion;-and-render--a--decision upon--the--record;--either--granting--or-denying-the-renewal application-or-renewing-the-certificate-with-such-changes-in the-terms-and-conditions-as-the-board-considers-appropriate:

(3)--The-board-may-not-renew-a--certificate--either--as proposed-by-the-applicant-or-as-modified-by-the-board-unless it--finds--and--determines--the--criteria--in--75-20-301-and

1 75-20-5037---considering---any---significant---changes7---as 2 applicable; in-need;--alternatives;--technology;--baseline 3 environmenty-and-environmental-impact+"

4 Section 5. Section 75-20-301, MCA, is amended to read: 5 "75-20-301. Decision of board -- findings necessary 6 for certification. (1) Within 60 days after submission of 7 the recommended decision by the hearing examiner, the board 8 shall make complete findings, issue an opinion, and render a decision upon the record, either granting or denying the 9 application as filed or granting it upon such terms, conditions, or modifications of the construction, operation, or maintenance of the facility as the board considers appropriate.

10

11

12

13

14

15

16

17

18

- (2) 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;
 - (b) the nature of the probable environmental impact;
- 19 (c) that the facility represents-the-minimum MINIMIZES adverse environmental impact, considering the state of 20 available technology and, --- for--facilities--defined--in 21 22 75-20-104(11)(b)-and-(11)(c)7 the nature and-economics AND ECONOMICS of the various-alternatives alternate-locations 23 24 VARIOUS ALTERNATIVES;
- 25 (d) each of the criteria listed in 75-20-503:

(e) in the case of an electric, gas, or liquid transmission line or aqueduct:

(i) what part, if any, of the line or aqueduct shall 3 be located underground;

5 (ii) that the facility is consistent with regional plans for expansion of the appropriate grid of the utility systems serving the state and interconnected utility systems; and

(iii) that the facility will serve the interests of utility system economy and reliability; 10

(f) that the location of the facility as proposed 11 12 conforms to applicable state and-local AND LOCAL laws and regulations issued thereunder--except--that--the--board--may 13 14 refuse--to--apply--any--local--law-or-regulation-if-it-finds that;-as-applied--to--the--proposed--facility;--the--law--or 15 regulation-is--unreasonably--restrictive--in--view--of--the 16 existing-technology; -of-factors-of-cost-or-economics; -or--of 17 18 the-needs-of-consumers; -whether-located-inside-or-outside-of 19 the--directly--affected-government-subdivisions, EXCEPT THAT 20 THE BOARD MAY REFUSE TO APPLY ANY LOCAL LAW OR REGULATION IF 21 IT FINDS THAT, AS APPLIED TO THE PROPOSED FACILITY, THE LAW OR REGULATION IS UNREASONABLY RESTRICTIVE IN VIEW OF THE 22 EXISTING TECHNOLOGY, OF FACTORS OF COST OR ECONOMICS, OR OF 23 24 THE NEEDS OF CONSUMERS, WHETHER LOCATED INSIDE OR OUTSIDE OF

-28-

THE DIRECTLY AFFECTED GOVERNMENT SUBDIVISIONS; 25

SB 292

2

22

23

25

(g)	that	the	facility	will	serve	the	public	interest	,
convenie	nce. an	d neo	cessity;						

1

2

3

4

5

6 7

8

9

10

11

17

18

23

- (h) that the department of health or board of health have issued a decision, opinion, order, certification, or permit as required by 75-20-216(3); and
- (i) <u>for-facilities--defined--in--75-28-184(il)(b)--and</u>

 (il) that the use of public lands for location of the facility was evaluated and public lands were selected whenever their use is as economically practicable as the use of private lands and compatible with the environmental criteria listed in 75-20-503.
- 12 (3) In determining that the facility will serve the 13 public interest, convenience, and necessity under subsection 14 (2)(q) of this section, the board shall consider:
- 15 (a) the items listed in subsections (2)(a) and (2)(b)
 16 of this section;
 - (b) the benefits to the applicant and the state resulting from the proposed facility;
- 19 (c) the effects of the economic activity resulting
 20 from the proposed facility;
- 21 (d) the effects of the proposed facility on the public 22 health, welfare, and safety;
 - (e) any other factors that it considers relevant.
- 24 (4) Considerations of need, public need, or public 25 convenience and necessity and demonstration thereof by the

3	read:
4	475-28-382Conditionsimposed(i)Iftheboard
5	determines-that-the-location-of-allorapartofthe a
6	proposedfacility <u>definedin75-20-104(11)(b)-or-(11)(c)</u>
7	should-be-modified,-it-may-conditionitscertificateupon
8	such-modification;-provided-that-the-persons-residing-in-the
9	area-affected-by-the-modification-have-been-given-reasonable
10	notice-of-the-modification;
11	(2)In-making-its-findings-under-75-20-301(2)(a)-for-a
12	facility-defined-in-75-20-104(10)(a)(i)(i)(i)(a)(i)-the-board
13	may-condition-a-certificate-upon-actual-load-growth-reaching
14	a-specified-level-or-on-availability-of-other-planned-energy
15	resources."
16	Section-17:Section75-20-303;MCA;isamendedto
17	read:
18	475-20-303;Opinion-issued-with-decisioncontents-
19	(1)Inrenderingadecisiononanapplicationfora
20	certificate; the board shall issue an opinion stating - its
21	reasons-for-the-action-taken-

applicant shall apply only to utility facilities."

Section-16:--Section--75-20-302;--MCA;--is--amended--to

law-or-regulation-which-would--be--otherwise--applicable--is

unreasonably--restrictive--pursuant--to--75-20-301(2)(£),-it

shall-state-in-its-opinion-the-reasons-therefor-

(2)--If--the-board-has-found-that-any-regional-or-local

1	(3)(2)Anycertificateissuedbytheboardshall
2	include-the-following:
3	<pre>fa)anenvironmentalevaluation-statement-related-to</pre>
4	the-facility-being-certifiedThestatementshallinclude
5	but-not-be-limited-to-analysis-of-the-following-information:
6	<pre>fi)the-environmental-impact-of-the-proposed-facility;</pre>
7	(ii)-anyadverse-environmental-effects-which-cannot-be
8	avoided-by-issuance-of-the-certificate;
9	<pre>fiti-problems-and-objections-raised-byotherfederal</pre>
10	and-state-agencies-and-interested-groups;-and
11	<pre>tiv}-alternatives-to-the-proposed-facility;</pre>
12	(b)a-plan-for-monitoring-environmental-effects-of-the
13	proposed-facility;
14	(c)aplan-for-monitoring-the-certified-facility-site
15	betweenthetimeofcertificationandcompletionof
16	construction;
17	(d)atimelimitas-provided-in-subsection-(4) (3);
18	and
19	te}astatementsignedbytheapplicantshowing
20	agreementtocomplywith-the-requirements-of-this-chapter
21	and-the-conditions-of-the-certificate:
22	(4) ± 3 \pm (a)-Theboardshallissueaspartofthe
23	certificate-the-following-time-limits:
24	(i)Forafacilityasdefinedin(b)or(c)-of

75-20-104(10)(11)(b)-or-(11)(c) that-is-more-than--30--miles

25

```
1
      in--lengthy--construction-must-be-completed-within-10-years-
 2
           tii)-Por---a---facility---as---defined---in----tb}----of
 3
      75-20-104(10)(11)(b)--that--is--30--miles-or-less-in-length;
      construction-must-be-completed-within-5-years-
 4
 5
           fifit-For-a-facility-as-defined-in-(a)-of-75-20-104(10)
      (11)(a)7-construction-must-begin-within-6-years-and-continue
      with--due---diligence---in---accordance---with---preliminary
 8
      construction-plans-established-in-the-certificater
 9
           tb1--Unless--extended--or--renewed--in--accordance-with
10
      subsection-(4)(c) (3)(c) or-75-20-225-through--75-20-2277--a
11
      certificate -- lapses -- and -- is -- void -- if -- the -- facility -- is -not
12
      constructed-or--if--construction--of--the--facility--is--not
13
      commenced -- within -- the -time - limits - provided - in - this - section -
14
           te)--The-time-limit-may-be-extended--for--a--reasonable
15
      period--upon--a-showing-by-the-applicant-to-the-board-that-a
16
      good--faith--effort--is---being---undertaken---to---complete
17
      construction----under---subsections---(4)(a)(i) subsection
18
      (3)(a)(i) and--(4)(a)(ii) or--to--begin
19
      construction-under-subsection-(4)(a)(iii) (3)(a)(iii):-Under
20
      this-subsection,-a-good-faith-effort-includes-the-process-of
21
      acquiring --- any --- necessary --- state -- or -- federal -- permit -- or
22
      certificate-for-the-facility-and--the--process--of--judicial
23
      review-of-any-such-permit-or-certificater
```

-31- SB 292

24

25

-32-

SB 292

(5)(4)--The--provisions--of-subsection-(4) (3) apply-to

any-facility-for-which-a-certificate-has-not-been-issued--or

for-which-construction-is-yet-to-be-commenced."

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24 25

- Section 6. Section 75-20-304, MCA, is amended to read:
 "75-20-304. Waiver of provisions of certification
 proceedings. (1) The board may waive compliance with any of
 the provisions of 75-20-216 through 75-20-222, 75-20-501,
 and this part if the applicant makes a clear and convincing
 showing to the board at a public hearing that an immediate,
 urgent need for a facility exists and that the applicant did
 not have knowledge that the need for the facility existed
 sufficiently in advance to fully comply with the provisions
 of 75-20-216 through 75-20-222, 75-20-501, and this part.
- (2) The board may waive compliance with any of the provisions of this chapter upon receipt of notice by a wtility-or person subject to this chapter that a facility or associated facility has been damaged or destroyed as a result of fire, flood, or other natural disaster or as the result of insurrection, war, or other civil disorder and there exists an immediate need for construction of a new facility or associated facility or the relocation of a previously existing facility or associated facility in order to promote the public welfare.
- (3) The board shall waive compliance with the requirements of subsections (2)(c), (3)(b), and (3)(c) of 75-20-301_T and AND 75-20-501(5)_T and the-requirements-of subsections—(1)(a)(iv)—and—(v)—of THE REQUIREMENTS OF

- 1 SUBSECTIONS (1)(A)(IV) AND (V) OF 75-20-211+1+(a)+1++,
- 75-20-216(3), AND $75-20-303(3)(A)(IV)_7--75-20-216(3)_7--and$
- 3 75-20-303(3)(a)(iv) relating to consideration of alternative
- 4 sites if the applicant makes a clear and convincing showing
- 5 to the board at a public hearing that:
- 6 (a) a proposed facility will be constructed in a
 7 county where a single employer within the county has
 8 permanently curtailed or ceased operations causing a loss of
 9 250 or more permanent jobs within 2 years at the employer's
 10 operations within the preceding 10-year period;
- 11 (b) the county and municipal governing bodies in whose 12 jurisdiction the facility is proposed to be located support 13 by resolution such a waiver;
- 14 (c) the proposed facility will be constructed within a 15 15-mile radius of the operations that have ceased or been 16 curtailed; and
- 17 (d) the proposed facility will have a beneficial 18 effect on the economy of the county in which the facility is 19 proposed to be located.
- 20 (4) The waiver provided for in subsection (3) applies
 21 only to permanent job losses by a single employer. The
 22 waiver provided for in subsection (3) does not apply to jobs
 23 of a temporary or seasonal nature, including but not limited
 24 to construction jobs or job losses during labor disputes.
 - (5) The waiver provided for in subsection (3) does not

read:

apply to consideration of alternatives or minimum adverse environmental impact for a facility defined in subsections (10)(b), (c), (d), or (e) of 75-20-104(11), for an associated facility defined in subsection--(3)--of 75-20-104(3), or for any portion of or process in a facility defined in subsection--(10)(a) of 75-20-104(11)(a) to the extent that the process or portion of the facility is not subject to a permit issued by the department of health or board of health.

- (6) The applicant shall pay all expenses required to process and conduct a hearing on a waiver request under subsection (3). However, any payments made under this subsection shall be credited toward the fee paid under 75-20-215 to the extent the data or evidence presented at the hearing or the decision of the board under subsection (3) can be used in making a certification decision under this chapter.
- (7) The board may grant only one waiver under subsections (3) and (4) for each permanent loss of jobs as defined in subsection (3)(a)."
- 22 Section-19--Section--75-28-4827--MCA7--is--amended--to
 23 read:
- 24 #75-20-402---Monitoring---The--board---the--department; 25 the--department--of--health--and--the-board-of-health-shall

1	monitor-the-operations-of-allcertificatedfacilitiesfor
2	assuringcontinuingcompliancewiththischapterand
3	certificatesissuedhereunderandfordiscoveringand
4	preventingnoncompliancewiththischapterandthe
5	certificatesThe-applicant-shall-pay-allexpensesrelated
6	tothemonitoring-plan-established-in-subsection-(3)(b)-or
7	(3)(c)-of-75-20-303 <u>(2)(b)-or-(2)(c)</u> totheextentfederal
8	fundsavailableforthefacilityasdetermined-by-the
9	department-ofhealth;havenotbeenprovidedforsuch
10	purposes."
11	Section-20;Section75-20-403;MCA;isamendedto

- #75-20-403:--Revocation-or-suspension--of--certificate:
 Following--notice--and--an--opportunity--for--a--hearing;--a
 certificate-may-be-revoked-or-suspended-by-the-board:
- +++--for--any---material---false---statement---in---the
 application---or---in--accompanying--statements--or--studies
 required-of-the-applicant-if-a--true--statement--would--have
 warranted-the-board's-refusal-to-grant-a-certificate;
- (2)--for--failure--to--maintain--safety-standards-or-to
 comply-with-the-terms-or-conditions-of-the--certificate;--or
- 22 (3)--for--violation--of--any-provision-of-this-chaptery
 23 the-rules-issued-thereundery--or--orders--of--the--board--or
 24 departmentr⁴
- 25 Section-21:--Section--75-28-485;--MCA;--is--amended--to

	е.	а.	а	÷

#75-20-465---Action-to-recover-damages-to-water-supply:
An-owner-of-an-interest-in-real-property-who-obtains-all--or
part--of--his--supply--of--water-for-domestic;-agricultural;
industrial;--or--other--legitimate beneficial use--from--a
surface--or--underground--source-may-sue-a-person-to-recover
damages-for-contamination;-diminution;--or--interruption--of
the-water-supply-proximately-resulting-from-the-operation-of
a--facility;--The-remedies-enumerated-in-this-section-do-not
exclude-the-use-of-any-other-remedy-which-may--be--available
under-the-laws-of-the-state;**

Section-22:--Section--75-20-501;--MCAy--is--amended--to

#75-20-501; -- Annual -- long-range -- plan -- submitted ----contents ----- available -to -public; -- (1)-Bach-utility - and - each
person-contemplating - the -construction - of -a -- facility -- within
this - state - in - the -ensuing - 10 - years - shall - furnish - annually - to
the -- department -- for -- its -- review -- a - long-range - plan - for - the
construction - and - operation - of - facilities;

- (2)--The-plan-shall-be-submitted-by-July-1-of-each-year
 and-must-include-the-following:
- (a)--the--general--location; --size; --and--type--of--all facilities-to-be-owned-and-operated-by-the-utility-or-person whose when construction-is-projected-to-commence-during-the ensuing-10-years; -as-well-as-those-facilities-to-be--removed

from-service-during-the-planning-perio	d;
--	----

- (b)--in--the--case-of-utility-facilities,-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--energy--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;
 - (d)--projections-of-the-demand-for-the-service-rendered by-the g-utility-or-person-and-explanation-of-the-basis--for 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 requests in-order-to
 carry-out-the-purposes-of-this-chapter:
 - (3)--The-plan-shall-be-furnished-to-the-governing--body of--each--county--in-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-be--located--and made--available-to-the-public-by-the-department;-The-utility or-person-shall-give-public-notice-throughout-the--state--of

itsplanby-filing-the-plan-with-the-environmental-quality
council,thedepartmentofhealthandenvironmental
sciences;thedepartmentofhighways;the-department-of
$\verb"public-service-regulation"_7- \verb"the-departmentofstatelands"_7$
thedepartmentoffish7wildlife7andparks7andthe
${\tt department-of-commerce-Gitizen-environmental-protection-and}$
resource-planning-groupsandotherinterested Interested
personsmayobtainaplan-by-written-request-and-payment
therefor-to-the-department.
(4)Aruralelectriccooperativemayfurnishthe
departmentwithacopyof-the-long-range-plan-and-2-year
work-plan-requiredtobecompletedunderfederalrural
electrificationrequirements-in-lieu-of-the-long-range-plan
required-in-subsection-(1);
(5)No-person-may-file-an-application-forafacility
unlessthe-facility-had-been was adequately-identified-in-a
long-range-plan-at-least-2-years-prior-to-acceptanceofan
applicationbythedepartment;exceptforelectric
transmission-lines-of-a-design-capacity-of-236-kilovoltsor
less:"
Section-23Section75-20-502MCAisamendedto
read:
#75-20-502;Studyofincludedfacilities;Ifa

utility--or--person-lists-and-identifies-a-proposed-facility

in-its the plan; submitted-pursuant-to-75-20-501;-as-one--on

1	whichconstructionisproposed-to-be-commenced-within-the
2	5-yearperiodfollowingsubmissionoftheplan;the
3	departmentshall-commence-examination-and-evaluation-of-the
4	proposed-sitetodeterminewhetherconstructionofthe
5	proposedfacilitywouldundulyimpairthe-environmental
6	values-in-75-20-503;-This-study-may-be-continued-untilsuch
7	timeasapersonfilesan-application-for-a-certificate
8	under-75-20-211;-Information-gathered-under-this-section-may
9	be-used-to-support-findings-and-recommendations-required-for
10	issuance-of-a-certificate-
11	Section-24:Section75-20-503;MCA;isamendedto
12	read:
13	#75-20-503EnvironmentalfactorsevaluatedIr
14	evaluating-long-range-plans;-conducting-5-year-site-reviews;
15	and-evaluating-applications-for-certificates; -the-boardand
16	department-shall-give-consideration-to-the-following-list-of
17	environmental-factors;-where-applicable;-and-may-by-rule-add
18	to-the-categories-of-this-section:
19	<pre>flyenergy-needs: requirements;</pre>
20	<pre>{a}growth-in-demand-and-projections-of-need;</pre>
21	(b)availabilityanddesirabilityofalternative
22	sources-of-energy;
23	(c)availabilityanddesirabilityofalternative
24	sources-of-energy-in-lieu-of-the-proposed-facility;

SB 292

fd;--promotional--activities--of--the-utility-which-may

1	have-given-rise-to-the-need-for-this-facility;
2	(e)socially-beneficial-uses-oftheoutputofthis
3	facility;includingitsusestoprotectorenhance
4	environmental-quality;
5	<pre>ff)conservation-activitieswhichcouldreducethe</pre>
6	need-for-more-energy;
7	(g)researchactivitiesoftheutilityofnew
8	technologyavailabletoitwhichmightminimize
9	environmental-impact;
10	{2}land-use-impacts:
11	<pre>{a}area-of-land-required-and-ultimate-use;</pre>
12	<pre>(b)consistencywith-areawide-state-and-regional-land</pre>
13	use-plans;
14	<pre>{c}consistency-withexistingandprojectednearby</pre>
15	land-use;
16	<pre>{d}alternative-uses-of-the-site;</pre>
17	te;impactonpopulationalreadyinthearea;
18	population-attracted-by-constructionoroperationofthe
19	facility-itself?
20	<pre>{f}impactofavailabilityofenergyfromthis</pre>
21	facility-on-growth-patterns-and-population-dispersal;
22	<pre>fg}geologic-suitability-of-the-site-or-route;</pre>
23	<pre>th)seismologic-characteristics;</pre>
24	(i)construction-practices;
25	(j)extent-of-erosion;-scouring;-wasting-of-land;-both

1	at-site-and-as-aresultoffossilfueldemandsofthe
2	facility;
3	<pre>tk)corridordesignand-construction-precautions-for</pre>
4	transmission-lines-or-aqueducts;
5	(1)scenic-impacts;
6	{m}effects-on-natural-systems,-wildlife,-plantlife;
7	<pre>fn)impactsonimportanthistoricarchitectural;</pre>
8	archeological, and eultural areas and features;
9	(o)extent-ofrecreationopportunitiesandrelated
0	compatible-uses;
11	<pre>(p)public-recreation-plan-for-the-project;</pre>
12	<pre>(q)public-facilities-and-accommodation;</pre>
13	(r)opportunitiesfor-joint-use-with-energy-intensive
L 4	industries-or-other-activities-tobtilizethewasteheat
L 5	from-facilities;
۱6	(s)forfacilitiesdefinedin75-20-104(11)(b)-and
L 7	<pre>(11)(c)7 opportunities-for-using-public-landsforlocation</pre>
18	offacilitieswheneveras-economically-practicable-as-the
19	use-of-private-lands-and-compatible-with-the-requirements-of
20	this-section;
21	+3}water-resources-impacts:
22	<pre>{a}hydrologic-studies-of-adequacy-of-water-supply-and</pre>
23	impact-of-facility-on-streamflow;-lakes;-and-reservoirs;
24	(b)hydrologic-studiesofimpactoffacilitieson
25	groundwater;

1	<pre>fe)cooling-system-evaluation;-including-consideration</pre>	1	<pre>(d)design-capability-to-meet-standards;</pre>
. 2	of-alternatives;	2	(e)emissions-and-controls:
3	td;inventoryofeffluents;includingphysical;	3	(i)stack-design;
4	chemical,-biological,-and-radiological-characteristics;	4	(ii)-particulates;
5	te;hydrologic-studiesofeffectsofeffluentson	5	(iii)-sulfur-oxides;
6	receivingwaters,includingmixingcharacteristicsof	6	tiv)-oxides-of-nitrogen;-and
7	receiving-waters;-changedevaporationduetotemperature	7	(v)heavymetals;traceelements;radioactive
8	differentials;and-effect-of-discharge-on-bottom-sediments;	8	materials;-and-other-toxic-substances;
. 9	<pre>ff}relationship-to-water-quality-standards;</pre>	9	<pre>ff)relationshipto-present-and-projected-air-quality</pre>
10	(g)effects-of-changesinquantityandqualityon	10	of-the-area;
11	wateruseby-othersy-including-both-withdrawal-and-in-situ	11	(g)monitoring-program;
12	13637	12	(5)solid-wastes-impacts:
13	<pre>fh)relationship-to-projected-uses;</pre>	13	<pre>ta)solid-waste-inventory;</pre>
14	fi}relationship-to-water-rights;	14	(b)disposal-program;
15	<pre>fj}effects-on-plant-and-animal-life;-including-algae;</pre>	15	(c)relationshipofdisposalpracticesto
16	macroinvertebrates,-and-fish-population;	16	environmental-quality-criteria;
17	(k)effectsonuniqueorotherwisesignificant	17	<pre>(d)capacityofdisposalsitesto-accept-projected</pre>
18	ecosystems;-erg-;-wetlands;	18	waste-loadings;
19	(1)monitoring-programs;	19	<pre>{6}radiation-impacts:</pre>
20	(4)air-quality-impacts:	20	<pre>fa)land-use-controls-over-development-and-population;</pre>
21	fa}meteorologywinddirection-and-velocity;-ambient	21	(b)wastes-and-associated-disposal-program-forsolid;
22	temperatureranges,precipitationvalues,inversion	22	liquidy-radioactivey-and-gaseous-wastes;
23	occurrence;-other-effects-on-dispersion;	23	te)analysesandstudiesoftheadequacyof
24	<pre>tb)topographyfactors-affecting-dispersion;</pre>	24	engineering-safeguards-and-operating-procedures;
25	<pre>fe}standardsineffect-and-projected-for-emissions;</pre>	25	{d}monitoringadequacyofdevicesandsampling

-43- SB 292

-44-

9

14

15

16

17 18 SB 0292/02

1	techniques;
2	(7)noise-impacts+
3	<pre>{a}construction-period-levels;</pre>
4	<pre>tb)operational-levels;</pre>
5	(c)relationship-of-present-and-projected-noise-levels
6	to-existing-and-potential-stricter-noise-standards;
7	<pre>†d}monitoringadequacy-of-devices-and-methods-"</pre>
8	Section-25:Section75-20-1202;MCA;isamended-to
9	read:
10	#75-20-1202:BefinitionsAs-used-inthispartand
11	75-20-201through75-20-2037thefollowingdefinitions
12	apply:
13	(i)(a)-"Nuclear-facility"-means-each-plant;-unit;or
14	other-facility-designed-for-or-capable-of:
15	<pre>ti)generating50-megawatts-of-electricity-or-more-by</pre>
16	means-of-nuclear-fission;
17	(ii)-converting,enriching,fabricating,or
18	reprocessing-uranium-minerals-or-nuclear-fuels;-or
19	<pre>fiii)-storingordisposingofradioactive-wastes-or</pre>
20	materials-from-a-nuclear-facility-
21	(b)"Nuclearfacility"doesnotincludeany
22	small-scalefacility-used-solely-for-educational,-research,
23	ormedicalpurposesnotconnectedwiththecommercial
24	generation-of-energy:
25	(2)"Pacility",asdefinedin-75-20-104(10)(11),-is

further-defined-to-include-any-nuclear-facility--as--defined 1 2 in-subsection-(1)(a)-of-this-section-4 3 Section 7. Section 75-20-1205, MCA, is amended to 4 read: "75-20-1205. Emergency approval authority invalid for 5 nuclear facilities. Notwithstanding the provisions of subsections-(2)-and-(3)-of 75-20-304(2) AND (3), the board 7 may not waive compliance with any of the provisions of this 8 part or 75-20-201 through 75-20-203 certification of a nuclear facility." NEW SECTION. Section 8. Extension of authority. Any 11 existing authority of the board of natural resources and 12 conservation, the board of health and environmental 13 sciences, and the department of health and environmental sciences to make rules on the subject of the provisions of this act is extended to the provisions of this act. NEW SECTION. Section 9. Effective date. This act is effective on passage and approval.

-End-

1	SENATE BILL NO. 292
2	INTRODUCED BY KEATING, GILBERT
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY-REVISE-THE
5	Montanamajorpacibitysitingact;dbpiningcost;
6	ELIMINATINGBASSLINSSTUDIESOFALTERNATIVESITESPROM
7	CONSIDERATION;-REDUCING-THE-TIME-ALLOWEDFORSTUDIESAND
8	DBGISIONMAKING;AMENDINGSECTIONS75-20-104;75-20-105;
9	75-20-202775-20-205775-20-211775-20-213775-20-2167
.0	75-20-217775-20-219775-20-220775-20-222775-20-225
.1	THROUGH-75-20-227,-75-20-301-THROUGH75-20-304,75-20-402,
.2	75-20-403775-20-405775-20-501THROUGH75-20-5037
. 3	75-20-12027 ELIMINATE BASELINE STUDIES OF ALTERNATIVE SITES
4	FOR ENERGY GENERATION AND CONVERSION FACILITIES FROM THE
.5	MONTANA MAJOR FACILITY SITING ACT; TO CLARIFY RULEMAKING
6	AUTHORITY OF THE BOARD OF NATURAL RESOURCES AND
17	CONSERVATION; AMENDING SECTIONS 75-20-105, 75-20-211,
8	75-20-216, 75-20-219, 75-20-301, 75-20-304, AND 75-20-1205,
.9	MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."
0	
1	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
22	Section-l:Section-75-20-1047-MCA7-is-amended-to-read:
!3	#75-20-104DefinitionsIn-this-chapter,-unlessthe
! 4	context-requires-otherwise;-the-following-definitions-apply:
25	(1)#Additionthereto"means-the-installation-of-new

2	conditions-under-which-the-facility-is-operated:
.3	t2)#Application#meansanapplicationfor
4	certificatesubmittedinaccordance-with-this-chapter-and
5	the-rules-adopted-hereunder.
6	(3)#Associatedfacilities#includesbutisnot
7	limitedtotransportationlinksofany-kind,-aqueducts
8	diversion-dams;-pipelines;-transmission-substations;-storage
9	ponds;reservoirs;andanyotherdeviceorequipment
10	associatedwiththeproductionor-delivery-of-the-energy
11	form-or-product-produced-by-a-facility locatedinMontana;
12	exceptthatthetermdoesnotincludea-facility-or-a
13	natural-gas-or-crude-oil-gathering-line-17-inches-or-less-in
14	inside-diameter-
15	(4)Board*-means-the-board-of-naturalresourcesand
16	conservation-provided-for-in-2-15-3382;
17	(5)=Boardofhealth=means-the-board-of-health-and
18	environmental-sciences-provided-for-in-2-15-2104;
19	f6}=Certificate=meansthecertificateof
20	environmentalcompatibilityandpublic-need-issued-by-the
21	boardunderthischapterthatisrequiredforthe
22	construction-or-operation-of-a-facility;
23	(7) #Commence-to-construct"-means:
24	talany-clearing-of-land;-excavation;-construction;-or
25	otheractionthat-would-affect-the-environment-of-the-site

machinery-and-equipment-which-would-significantly-change-the

1	or-route-of-a-facility-but-does-not-mean-changes-neededfor
2	temporaryuse-of-sites-or-routes-for-nonutility-purposes-or
3	usesinsecuringgeologicaldatayincludingnecessary
4	borings-to-ascertain-foundation-conditions;
5	<pre>tb}thefracturingofunderground-formations-by-any</pre>
6	means-if-such-activity-is-relatedtothepossiblefuture
7	developmentofagasificationfacilityorafacility
8	employing-geothermal-resourcesbutdoesnotincludethe
9	gatheringofgeologicaldatabyboring-of-test-holes-or
0	otherundergroundexploration;investigation;or
1	experimentation;
2	<pre>fc}thecommencementofeminentdomain-proceedings</pre>
3	under-Title-78,-chapter-30,-for-land-orrights-of-wayupon
4	or-over-which-a-facility-may-be-constructed;
5	<pre>{d}therelocationorupgradingofanexisting</pre>
6	facility-defined-by-{b}-or-{c}-of-subsection-{10} {111}{b}-or
7	<pre>(11)(c);-including-upgrading-to-a-design-capacity-covered-by</pre>
8	subsection-fl0)fb) fll)fb)7-except-that-thetermdoesnot
9	includenormalmaintenanceorrepairofanexisting
0	facility-
1	18}*Cost"-means-the-estimated-cost-in-dollars-atthe
2	timeofproposedconstruction-of-a-facility-or-associated
3	facility-located-in-Montana:
4	$(\theta) \frac{(9)}{(9)}$ "Department"-means-thedepartmentofnatura
5	resourcesand-conservation-provided-for-in-Title-27-chapter

-3-

1

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

```
1
      157-part-337
 2
           (9)(10)-"Bepartment-of-health"-means-the-department--of
 3
      health--and--environmental-sciences-provided-for-in-Title-2;
      chapter-157-part-21:
 4
 5
           (10)(11)-"Pacility"-means:
 6
           fa)--except-for-crude-oil-and--natural--gas--refineries
 7
      and--those--facilities--subject--to--The--Montana--Strip-and
 8
      Underground-Mine-Reclamation-Acty-each-planty-unity-or-other
 9
      facility-and-associated-facilities-designed-for--or--capable
10
      of:
11
           (i)--generating--50-megawatts-of-electricity-or-more-or
      any-addition-thereto-(except--pollution--control--facilities
12
13
      approved--by--the--department--of--health--and-environmental
14
      sciences-added-to-an-existing--plant)--having--an--estimated
15
      cost-in-excess-of-910-million;
16
           tiit-producing---25--million--cubic--feet--or--more--of
17
      pipeline-quality gas--derived--from--coal--per--day--or--any
18
      addition-thereto-having-an-estimated-cost-in-excess-of-$10
19
      million;
20
           titi)-producing-25,000-barrels--of--liquid--hydrocarbon
21
      products--per--day-or-more-or-any-addition-thereto-having-an
22
      estimated-cost-in-excess-of-$10-million;
           tiv)-enriching-uranium-minerals-or-any-addition-thereto
23
24
      having-an-estimated-cost-in-excess-of-$10-million;-or
```

tv)--utilizing-or-converting-500,000-tons-of--coal--per

-4-

25

1	yearormoreorany-addition-thereto-having-an-estimated
2	cost-in-excess-of-\$10-million;
3	<pre>(b)each-electrictransmissionlineandassociated</pre>
4	facilitiesofa-design-capacity-of-more-than-69-kilovolts;
5	exceptthatthetermdoesnotincludeanelectric
6	transmissionlineandassociatedfacilitiesof-a-design
7	capacity-of-238-kilovolts-or-less-and-18-milesorlessin
8	length;
9	(c)eachpipeline;-whether-partially-or-wholly-within
10	the-state;-greater-than-17-inches-in-inside-diameter-and30
11	miles-in-lengthy-and-associated-facilities;
12	<pre>fd)any-use-of-geothermal-resources;-including-the-use</pre>
13	ofunderground-space-in-existence-or-to-be-created; for-the
14	creation;-use;-or-conversionofenergy;designedforor
15	capableofproducing-geothermally-derived-power-equivalent
16	to-25-million-Btu-per-hour-or-more-or-anyadditionthereto
17	having-an-estimated-cost-in-excess-of-\$750,000;
18	<pre>fe) any - underground-in-situ-gasification-of-coat-</pre>
19	<pre>fil)<u>fil)</u>-"Person"meansanyindividual;-group;-firm;</pre>
20	partnership,corporation,cooperative,association,
21	government-subdivision;-government-agency;-local-government;
22	or-other-organization-or-entity:
23	(12)(13)-"Pransmission-substation"-means-any-structure,
24	device;orequipmentassemblage;commonlylocatedand
25	designed-forwoltageregulation;circuitprotection;or

-5-

1	switchingnecessaryfor-the-construction-or-operation-of-a
2	proposed-transmission-line:
3	tl3) <u>tl4</u> -"Utility"-meansanypersonengagedinany
4	aspectoftheproduction;storage;sale;delivery;or
5	furnishing-of-heat;-electricity;-gas;-hydrocarbonproducts;
6	or-energy-in-any-form-for-ultimate-public-use:"
7	Section 1. Section 75-20-105, MCA, is amended to read:
8	"75-20-105. Adoption of rules. The board may adopt
9	rules implementing the provisions of this chapter;-including
10	but-not-limited-to:
11	(1)rulesgoverningtheformandcontentof
12	applications;
13	(2)rulesfurtherdefiningthetermsused-in-this
14	chapter;
15	<pre>## ## ## ## ## ## ## ## ## ## ## ## ##</pre>
16	płans;
17	(4)any-other-rules-the-board-considersnecessaryto
18	accomplish-the-purposes-and-objectives-of-this-chapter."
19	Section-3:Section-75-20-2027-MCA7-is-amended-to-read:
20	#75-20-202Exemptions(l)Acertificateisnot
21	required-under-this-chapter-for-afacilityunderdiligent
22	$onsitephysicalconstruction-or-in-operation-on-danuary-{\color{black}17}$
23	±973÷
24	(2)The-board-may-adopt-reasonable-rulesestablishing

exemptions---from---this---chapter---for---the---relocation;

SB 0292/02

1	reconstruction;-or-upgrading-of-a-facility-that:
2	ta)would-otherwise-be-covered-by-this-chapter;-and
3	tb)fi)-isunlikelytohaveasignificant
4	environmentalimpactbyreason-of-length;-size;-location;
5	available-space-or-right-of-way;-or-construction-methods;-or
6	tii}-utilizes-coal;-wood;-biomass;-grain;-wind;-orsun
7	asa-fuel-source-and-the-technology-of-which-will-result-in
8	greater-efficiency;-promote-energy-conservation;-and-promote
9	greater-system-reliability-than-the-existing-facility+
10	(3)A-person-proposing-to-construct-an-exempt-facility
11	shall-paytothedepartmentreasonablecosts;ifany;
12	incurred-by-the-department-in-processing-the-exemption-
13	(4)Thischapter-does-not-apply-to-a-facility-defined
14	$\pm n-75-20-\pm 04(\pm 0)(c)(\pm \pm 1)(c)$ that-has-been-designatedbythe
15	governorfor-environmental-review-by-an-executive-agency-of
16	the-state-forthepurposeofcomplyingwithTitle75;
17	chapter17pursuanttoExecutive-Order-4-81-and-prior-to
18	duty-11985-4
19	Section-4Section-75-20-2057-MCA7-is-amended-to-read:
20	#75-20-205Centerlinelocation(1)Porall
21	facilitiesdefinedin75-20-104(10)(b) $\frac{111)(b)}{1}$ and
22	(10)(c)(11)(c) andassociatedfacilitiescertifiedunder
23	this-chapter; the board-shall-condition-the-certificate-upon
24	board-approval-of-a-final-centerline-location:
25	12)Thefinalcenterline-location-must-he-determined

```
in-a-noncontested-case-proceeding-before-the-board-after-the
      submission -- of -- a -- centerline -- location -- report -- -- by -- -- the
3
      department.
           +3) -- The -- department - shall - consult - with - the - certificate
      holder-and-the--affected--landowners--prior--to--making--its
      reporte
 7
           {4}--The---department's---report---must---be---prepared
      considering--the--criteria--set--forth--in---75-20-301---and
      75-20-503--and--the--findings-of-fact-and-conclusions-of-law
10
      set-out-in-the-board-decision-
           f5}--The-department-report-may-be-completed-on-segments
11
12
      of-a-certified-facility-as-is-convenient-to-the--certificate
13
     holdert
14
           f6)--The--certificate--holder--shall-initiate-the-final
      centerline--location--approval--process--by---submitting---a
16
      proposed--centerline--location--plan--to-the-department:-The
17
      certificate-holder-shall-pay-to-the--department--the--actual
18
      costs-incurred-in-processing-a-final-centerline-location-not
19
      to-exceed-25%-of-the-filing-fee-paid-under-75-20-215-4
           Section 2. Section 75-20-211, MCA, is amended to read:
20
           "75-20-211. Application -- filing and contents --
21
22
      proof of service and notice. (1) (a) An applicant shall file
23
      with the department and department of health a joint
```

15

24

application for a certificate under this chapter and for the

permits required under the laws administered by the

department of health and the board of health in such form as the board requires under applicable rules, containing the following information:

1

2

3

4

5

6

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

suited for the facility;

- (i) a description of the <u>proposed</u> location and of the facility to be built thereon;
- (ii) a summary of any studies which have been made of the environmental impact of the facility;
 - (iii) a statement explaining the need for the facility;
- - (v) FOR FACILITIES AS DEFINED IN 75-20-104(10)(B) AND (10)(C), baseline data for the primary--and--reasonable alternate-locations proposed-location PRIMARY AND REASONABLE ALTERNATE LOCATIONS, OR FOR FACILITIES AS DEFINED IN 75-20-104(10)(A), (10)(D), AND (10)(E), BASELINE DATA FOR THE PROPOSED LOCATION AND, AT THE APPLICANT'S OPTION, ANY ALTERNATIVE LOCATIONS ACCEPTABLE TO THE APPLICANT FOR SITING THE FACILITY;
- 24 (vi) at the applicant's option, an environmental study
 25 plan to satisfy the requirements of this chapter; and

- 1 (vii) such other relevant information as the applicant
 2 considers-relevant submits CONSIDERS RELEVANT or as the
 3 board and board of health by order or rule or the department
 4 and department of health by order or rule may require.
- 5 (b) A copy or copies of the studies referred to in 6 subsection (1)(a)(ii) above shall be filed with the 7 department, if ordered, and shall be available for public 8 inspection.
- 9 (2) An application may consist of an application for 10 two or more facilities in combination which are physically 11 and directly attached to each other and are operationally a 12 single operating entity.
- 13 (3) An application shall be accompanied by proof of service of a copy of the application on the chief executive 14 officer of each unit of local government, county 15 commissioner, city or county planning boards, and federal 16 17 agencies charged with the duty of protecting the environment or of planning land use in the area in which any portion of 18 19 the proposed facility may is proposed OR IS ALTERNATIVELY to be located, --- both -- as -- primarity -- and -- as 20 PROPOSED alternatively-proposed and on the following state government 21 22 agencies:
- 23 (a) environmental quality council;
 - (b) department of public service regulation;
- 25 (c) department of fish, wildlife, and parks:

as complete; or

1 (d) department of state lands;
2 (e) department of commerce;
3 (f) department of highways:

- (g) department of revenue.
- (4) The copy of the application shall be accompanied by a notice specifying the date on or about which the application is to be filed.
- (5) An application shall also be accompanied by proof that public notice thereof was given to persons residing in the area or-alternative-areas in which any portion of the proposed facility may is proposed OR IS ALTERNATIVELY PROPOSED to be located, by publication of a summary of the application in those newspapers that will substantially inform those persons of the application."
- Section-6:--Section-75-20-213;-MCA;-is-amended-to-read:

 "75-20-213;--Supplemental-material----amendments:---(1)

 An--application--for--an--amendment--of--an-application-or-a
 certificate--shall--be--in--such--form--and---contain---such
 information--as-the-board-by-rule-or-the-department-by-order
 prescribes:-Notice-of-such-an-application-shall-be-given--as
 set-forth-in subsections (3);-(4);-and-(5)-of-75-20-211;
- (2)--An--application-may-be-amended-by-an-applicant-any
 time--prior--to--the--department's--recommendation;--If--the
 proposed--amendment-is-such-that-it-prevents-the-department;
 the--department--of--health;--or--the--agencies--listed---in

75-20-216(5)----from---carrying---out---their---duties---and responsibilities-under--this--chapter;--the--department--may require--such--additional--filing--fees--as--the--department determines it-demonstrates-to-the-applicant-as-necessary,-or the-department-may-require-a-new-application-and-filing-fee-+3+--The-applicant-shall-submit--supplemental--material in--a--timely--manner--as--requested-by-the-department-or-as offered-by-the-applicant-to-explain;-support;-or-provide-the detail-with-respect-to-an-item--described--in--the--original application; -without-filing-an-application-for-an-amendment-The--department's-determination-as-to-whether-information-is supplemental-or-whether--an--application--for--amendment--is required-shall-be-conclusive-"

"75-20-216. Study, evaluation, and report on proposed facility -- assistance by other agencies. (1) After receipt of an application, the department and department of health shall within 90 days notify the applicant in writing that:

(a) the application is in compliance and is accepted

Section 3. Section 75-20-216, MCA, is amended to read:

(b) the application is not in compliance and list the deficiencies therein; and upon correction of these deficiencies and resubmission by the applicant, the department and department of health shall within 30 days notify the applicant in writing that the application is in

1 compliance and is accepted as complete.

2

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- (2) Upon receipt of an application complying with 75-20-211 through 75-20-215, and this section, the department shall commence an intensive study and evaluation of the proposed facility and its effects, considering all applicable criteria listed in 75-20-301 and 75-20-503 and the department of health shall commence a study to enable it or the board of health to issue a decision, opinion, order, certification, or permit as provided in subsection (3). The department and department of health shall use, to the extent they consider applicable, valid and useful existing studies and reports submitted by the applicant or compiled by a state or federal agency.
- (3) The department of health and-the-board--of--health shall, within 1 year following the date of acceptance of an application; and--the--board--of--health--or--department--of healthy-if-applicable;-within-an-additional-6-months AND THE BOARD OF HEALTH OR DEPARTMENT OF HEALTH, IF APPLICABLE, WITHIN AN ADDITIONAL 6 MONTHS, issue any decision, opinion, order, certification, or permit required under the laws administered by the department of health or the board of health and this chapter. The department of health and the board of health shall determine compliance with all standards, permit requirements, and implementation plans under their jurisdiction for the primary--and--reasonable

alternate --- locations proposed location OR ANY PROPOSED 2 ALTERNATE LOCATION in their decision, opinion, order, 3 certification, or permit. The decision, opinion, order. 4 certification, or permit, with or without conditions, is 5 conclusive on all matters that the department of health and board of health administer, and any of the criteria 7 specified in subsections (2) through (7) of 75-20-503 that are a part of the determinations made under the laws administered by the department of health and the board of health. 10 Although the decision, opinion, order. certification, or permit issued under this subsection is conclusive, the board retains authority to make the 12 determination required under 75-20-301(2)(b)-and (2)(c). The 13 decision, opinion, order, certification, or permit of the 14 department of health or the board of health satisfies the 15 review requirements by those agencies and shall be 16 acceptable in lieu of an environmental impact statement 17 under the Montana Environmental Policy Act. A copy of the 18 19 decision, opinion, order, certification, or permit shall be served upon the department and the board and-shall-be 20 utilized-as-part-of-their-final-site-selection--process AND 21 22 SHALL BE UTILIZED AS PART OF THEIR FINAL SITE SELECTION PROCESS. Prior to the issuance of a preliminary decision by 23 24 the department of health and pursuant to rules adopted by the board of health, the department of health shall provide 25

1 an opportunity for public review and comment.

2 (4) Within 22--months 1--year 22 MONTHS following acceptance of an application for a facility as defined in 3 ta) -- and -- td) -- of 75-20-104(10) til) and -- for-a-facility-as 5 defined-in-(b)-and-(c)-of-75-28-104(10)-which-is--more--than 6 30--miles--in--length--and--within--l-year-for-a-facility-as defined-in-(b)-and-(c)-of-75-20-104(10)-which-is-30-miles-or less-in-length (A) AND (D) OF 75-20-104(10) AND FOR A R FACILITY AS DEFINED IN (B) AND (C) OF 75-20-104(10) WHICH IS q MORE THAN 30 MILES IN LENGTH, AND WITHIN 1 YEAR FOR A 10 11 FACILITY AS DEFINED IN (B) AND (C) OF 75-20-104(10) WHICH IS 12 30 MILES OR LESS IN LENGTH, the department shall make a 13 report to the board which shall contain the department's 14 studies, evaluations, recommendations, RECOMMENDATIONS, other pertinent documents resulting from its study and 15 16 evaluation, and an environmental impact statement or analysis, --- if --- any, prepared pursuant to the Montana 17 18 Environmental Policy Acty-if-any: If-the-application-is--for a--combination--of--two--or-more--facilities,-the-department 19 20 shall-make-its-report-to-the-board-within-the-greater-of-the 21 lengths-of-time-provided-for-in-this-subsection--for--either of--the--facilities, IF ANY. IF THE APPLICATION IS FOR A 22 23 COMBINATION OF TWO OR MORE FACILITIES, THE DEPARTMENT SHALL MAKE ITS REPORT TO THE BOARD WITHIN THE GREATER OF THE 24 LENGTHS OF TIME PROVIDED FOR IN THIS SUBSECTION FOR EITHER 25

-15-

OF THE FACILITIES.

14

15

16

17

18

25

(5) The departments of highways; commerce; fish, 2 wildlife, and parks; state lands; revenue; and public service regulation shall report to the department information relating to the impact of the proposed site on each department's area of expertise. The-report-may--include opinions--as--to--the--advisability-of-granting;-denying;-or 7 modifying-the-certificate: THE REPORT MAY INCLUDE OPINIONS AS TO THE ADVISABILITY OF GRANTING, DENYING, OR MODIFYING THE CERTIFICATE. The department shall allocate funds 10 11 obtained from filing fees to the departments making reports to reimburse them for the costs of compiling information and 12 13 issuing the required report."

Section-8---Section-75-20-217--MCA,-is-amended-to-read:

#75-20-217---Voiding-an-application- (1)-Upon--request;

an-applicant-is-entitled-to-notice-and-a-hearing-as-provided

in-2-4-601-and-2-4-604-if-the-department-proposes-to-void-an

application:

19 <u>f2)</u>--An <u>Pollowing---the---hearing---provided--for--in</u>
20 <u>subsection--f1)</u>7--an application--may--be--voided--by---the
21 department-for:

(2)(b)--failure-to-file-an-application-in-substantially

11

12

13

14

15

16

the--form-and-content-required-by-this-chapter-and-the-rules
adopted-thereunder;-or

1

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Section 4. Section 75-20-219, MCA, is amended to read: "75-20-219. Amendments to a certificate. (1) Within 30 days after notice of an amendment to a certificate is given as set forth in 75-20-213(1), including notice to all active parties to the original proceeding, the department shall determine whether the proposed change in the facility would result in any a material increase in any environmental impact of the facility or a substantial change in the location of-all-or-a-portion OF ALL OR A PORTION of the facility other--than--as--provided-in-the-alternates as set forth in the original--application CERTIFICATE. If the department determines that the proposed change would result in any a material increase in any environmental impact of the facility or a substantial change in the location of all or a portion of the facility, the board shall hold a hearing in the same manner as a hearing is held on an application for a certificate. After hearing, the board shall grant, deny, or modify the amendment with such conditions as it deems appropriate.

(2) In those cases where the department determines that the proposed change in the facility would not result in

any a material increase in any environmental impact or would not be a substantial change in the location of—all—or—a portion OF ALL OR A PORTION of the facility, the board shall automatically grant the amendment either as applied for or upon such terms or conditions as the board considers appropriate unless the department's determination is appealed to the board within 15 days after notice of the department's determination is given.

- (3) If the department or the board, under subsection (4), determines that a hearing is required because the proposed change would result in any a material increase in any environmental impact of the facility or a substantial change in the location of—all—or—a-portion OF ALL OR A PORTION of the facility, the applicant has the burden of showing by clear and convincing evidence that the amendment should be granted.
- (4) If the department determines that the proposed 17 change in the facility would not result in any a material 18 increase in any environmental impact or would not be a 19 substantial change in the location of-all-or-a-portion OF 20 ALL OR A PORTION of the facility, and a hearing is required 21 hecause the department's determination is appealed to the 22 23 board as provided in subsection (2), the appellant has the burden of showing by clear and convincing evidence that the 24 proposed change in the facility would result in any a

1.3

material increase in any environmental impact of the facility or a substantial change in the location of-all-or-a portion OF ALL OR A PORTION of the facility other-than-as provided-in-the-alternates-set-forth-in-the-original application AS SET FORTH IN THE CERTIFICATE.

(5) If an amendment is required to a certificate which would affect, amend, alter or modify a decision, opinion, order, certification, or permit issued by the department of health or board of health, such amendment must be processed under the applicable statutes administered by the department of health or board of health."

Section-10--Section--75-28-220--MCA--is--amended--to read:

L	(2)Aprehearingconferenceshall-be-held-following
?	notice-within-60-days-after-the-department's-report-has-been
3	filed-with-the-board:

- (3)--The-prehearing-conference-shall-be--organized--and
 supervised-by-the-hearing-examiner;
- (4)--The-prehearing-conference-shall-be-directed-toward a--determination-of-the-issues-presented-by-the-application; the--department's--report;--and--an--identification--of--the witnesses--and--documentary--exhibits-to-be-presented-by-the active-parties-who-intend-to-participate-in-the-hearing;
- (5)--The-hearing--examiner--shall--require--the--active parties--to--submit;--in--writing;--and-serve-upon-the-other active-parties;-all-direct-testimony-which-they-propose--and any-studies;-investigations;-reports;-or-other-exhibits-that any--active--party--wishes--the--board--to--consider;--These written-exhibits-and-any-documents--that--the--board--itself wishes--to--use--or-rely-on-shall-be-submitted-and-served-in like-manner;-at-least-20-days-prior-to-the-date-set-for--the hearing;---Por--good--cause---shown;---the-hearing-examiner-may allow-the-introduction-of-new-evidence-at-any-time;
- (6) -- The-hearing-examiner-shall-allow--discovery--which shall-be--completed-before-the-commencement-of-the-hearing, upon-good-cause-shown-and-under-such-other-conditions-as-the hearing-examiner-shall-prescribe;
- (7)--Public--witnesses--and--other--interested---public

parties-may-appear-and-present-oral-testimony-at-the-hearing or--submit--written-testimony-to-the-hearing-examiner-at-the time-of-their-appearance;-These--witnesses--are--subject--to cross-examination;

(8)-The-hearing-examiner-shall-issue-a-prehearing order-specifying-the-issues-of-fact-and-of-lawy-identifying the-witnesses-of-the-active-partiesy-naming-the-public witnesses-and-other-interested-parties-who-have-submitted written-testimony-in-lieu-of-appearancey-outlining-the-order in-which-the-hearing-shall-proceedy-setting-forth-those section-75-20-381-criteria-as-to-which-no-issue-of-fact-or law-has-been-raised-which-are-to-be-conclusively-presumed and-are-not-subject-to-further-proof-except-for-good-cause showny-and-any-other-special-rules-to-expedite-the-hearing which-the-hearing-examiner-shall-adopt-with-the-approval--of the-board;

t9)--At--the-conclusion--of--the-hearingy-the-hearing examiner-shall-declare-the-hearing-closed-and-shally--within 60-days-of-that-datey-prepare-and-submit-to-the-board-and-in the--case--of--a--conjunctive-hearingy-within-90-days-to-the board-and-the--board--of--health--or--department--of--health proposed--findings--of--facty--conclusions--of--lawy--and--a recommended-decisions

(10)-The-hearing-examiner-appointed-to-conduct--a certification-proceeding-under-this-chapter-shall-insure

that--the--time--of--the--proceedingy--from--the--date---the

department's--report--is--filed--with--the--board--until-the

recommended-report-and-order-of-the-examiner-is--filed--with

the--boardy--does--not--exceed--9 6 calendar-months-unless

extended-by-the-board-for-good-cause-

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

Section-lit--Section--75-20-2227--MCA7--is--amended--to read:

#75-20-222:--Record-of-hearing----procedure----rules-of
evidence------burden---of---proof;-----(i)---Any---studies;
investigations;--reports;--or--other--documentary--evidence;
including--those-prepared-by-the-department;-which-any-party
wishes-the-board-to--consider--or--which--the--board--itself
expects--to-utilize-or-rely-upon-shall-be-made-a-part-of-the
record-

{2}--A-record-shall-be-made-of-the-hearing-and--of--all
testimony-taken-

(3)--In--a-certification--proceeding--held--under-this chapter; the applicant-has-the-burden-of--showing--by--clear and--convincing--evidence--that--the--application--should-be granted-and-that-the-criteria-of-75-20-301-are-met;

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

<pre>f47Ail-proceedings-under-this-chapter-are-governed-by</pre>
the-procedures-set-forth-inthischapter;theprocedural
rulesadoptedbytheboard,andtheMontanaRules-of
Evidence-unless-one-or-more-rules-of-evidence-are-waivedby
thehearing-examiner-upon-a-showing-of-good-cause-by-one-or
more-of-the-partiestothehearingNootherrulesof
procedureor-evidence-shall-apply-except-that-the-contested
case-procedures-of-the-Montana-Administrative-ProcedureAct
shall-apply-if-not-in-conflict-with-the-procedures-set-forth
in-this-chapter-or-the-procedural-rules-adopted-by-the
board; "
Section-12Section75-20-2257MCA7isamendedto
read:
#75-20-225Certificaterenewalapplication
#75-20-225Certificaterenewalapplication contentsfiling-fee(1)-Any-certificateholderfora
contentsfiling-fee(1)-Any-certificateholderfora
contentsfiling-fee(1)-Any-certificateholderfora facilityasdefinedin75-20-104(10)(a)(i)(11)(a)(i) may
contentsfiling-fee(1)-Any-certificateholderfora facilityasdefinedin75-20-104(10)(a)(i)(t11)(a)(i) may apply-for-renewal-of-a-certificate-prior-to-thecertificate
contentsfiling-fee;(1)-Any-certificateholderfora facilityasdefinedin75-20-104(10)(a)(i)(11)(a)(i) may apply-for-renewal-of-a-certificate-prior-to-thecertificate lapsing;
contentsfiling-fee;(1)-Any-certificateholderfora facilityasdefinedin75-20-104(10)(a)(i)(i)(i1)(a)(i) may apply-for-renewal-of-a-certificate-prior-to-thecertificate lapsing; (2)Anapplicant-for-a-renewal-of-a-certificate-shall
contentsfiling-fee;(1)-Any-certificateholderfora facilityasdefinedin75-20-104(10)(a)(i)(11)(a)(i) may apply-for-renewal-of-a-certificate-prior-to-thecertificate lapsing:
contentsfiling-fee;(1)-Any-certificateholderfora facilityasdefinedin75-20-104(10)(a)(i)(i)(i1)(a)(i) may apply-for-renewal-of-a-certificate-prior-to-thecertificate lapsing; (2)Anapplicant-for-a-renewal-of-a-certificate-shall file-with-the-department-and-department-ofhealthajoint application-in-such-form-as-the-board-requires-by-rule;
contentsfiling-fee;(1)-Any-certificateholderfora facilityasdefinedin75-20-104(10)(a)(i)(11)(a)(i) may apply-for-renewal-of-a-certificate-prior-to-thecertificate lapsing; (2)Anapplicant-for-a-renewal-of-a-certificate-shall file-with-the-department-and-department-ofhealthajoint application-in-such-form-as-the-board-requires-by-rule; (3)Anapplicationfor-renewal-of-a-certificate-must

1

2

3

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

```
by--rule--for---certification---The---matters---listed---in
75-20-211(1)(a)(iv)---and---(1)(a)(v)---for---the--alternate
locations-must-be-updated-only-if-the-board-determines--that
within--the--certified--location--significant--changes--have
occurred-to-warrant-a-review-of-alternate-locations.
     (4)--An-application-filed--under--subsection--(1)--must
comply-with-the-provisions-of-75-20-211(3)-through-(5):
     f5}--Except---as---provided--in--this--subsection;--the
applicant-shall-pay-a--filing--fee--to--the--department--in
accordance--with-75-20-215(2);-The-fee-is-in-addition-to-any
previous--filing--fee--paid--for--processing--the---original
application-for-a-certificate-pursuant-to-75-20-215--The-fee
may-not-exceed-the-following-scale:
    fa)--0:125%--of--any-estimated-cost-up-to-9300-million;
płus
    tb)--0.063%-of-any-estimated-cost-over--9300--million-"
    Section-13--Section-75-20-226,--MCA--is--amended--to
read:
     475-28-226;--Renewal-study:---(1)--Upon--receipt--of--a
completed--application--for--renewal--of--a-certificate;-the
department-shall-evaluate-the-updated--information--and--any
significant--changes;--as-applicable; in-need;-alternatives;
technology; -- baseline--environment; -- and--the--environmental
impacts--of--a--facility--that--have--taken--place-since-the
```

original--study--performed--in--granting--the---certificate;

application-and-such-other-information-as-the-board-requires

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

considering -- the applicable - criteria - listed - in -75 - 20 - 301 - and 75-20-503-and-the-original-board-findings-and-certificate conditions.

2

5

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

+2}--The--department-of-health-and-the-board-of-health; within--10--months--of--acceptance--of--a--complete--renewal applicationy-shall-complete-the-statutory-duties-established in--75-28-216(3):--A--copy--of-any-decision;-opinion;-order; certification,-or-permit-must-be-served--on--the--department and---the---board---and--must--be--used--as--part--of--their decisionmaking-process:

+31--Within--12--months--following--acceptance---of---a complete--application--for--renewal--of--a--certificate;-the department-shall-make-a-report-to-the--board:---This--report must---contain---the---department's---studiesy--evaluationsy recommendations,-and--other--pertinent--documents--resulting from--its--study-and-evaluation-and-an-updated-environmental impact-statement--or--analysis, --if--any, --pursuant--to--the Montana--Environmental--Policy--Act:-The-department's-report must-be-directed-to-the-question--of--whether--the--original board--findings--and--conditions--have--been--or--need-to-be altered--as--a--result--of--any--significant---changes;---as applicable; in-need; --alternatives; --technology; --baseline environment;-or-environmental-impact-since-issuance--of--the certificate; -- considering -- the applicable - criteria - listed - in 75-20-301-and-75-20-503+

-25-

+41--The--departments--of--highways;--commerce;---fish; wildlife, -- and -- parks; -- state--lands; -- revenue; -- and -- public service--regulation---shall---report---to---the---department information--relating--to-the-impact-of-the-proposed-site-on each-department's-area-of--responsibility---The--report--may include-opinions-as--to--the--advisability-of-renewing-the certificater-The-department-shall--allocate--funds--obtained from--filing--fees--to--the--departments--making--reports-to reimburse-them-for-the-cost--of--compiling--information--and isswing-the-required-reports:"

Section-14---Section--75-20-227; -- MCA; -- is--amended--to read:

#75-20-227:--Certificate-renewal-hearing-----decision-+1}--The--board--shall--follow--the--provisions-of-75-20-218 through--75-20-222--in--making--decisions---on---certificate renewals:

+2)--Within-60-days-after-submission-of-the-recommended decision--by--the--hearing--examiner;--the--board-shall-make complete-findings;-issue-an-opinion;-and-render--a--decision upon--the--record; --either--granting--or-denying-the-renewal application-or-renewing-the-certificate-with-such-changes-in the-terms-and-conditions-as-the-board-considers-appropriate:

(3)--The-board-may-not-renew-a--certificate--either--as proposed-by-the-applicant-or-as-modified-by-the-board-unless it--finds--and--determines--the--criteria--in--75-20-301-and

- 75-20-503,---considering---any---significant---changes,---as

 <u>applicable</u> in--need,--alternatives,--technology,--baseline
 environment,-and-environmental-impact,"
- Section 5. Section 75-20-301, MCA, is amended to read:

 "75-20-301. Decision of board findings necessary
 for certification. (1) Within 60 days after submission of
 the recommended decision by the hearing examiner, the board
 shall make complete findings, issue an opinion, and render a
 decision upon the record, either granting or denying the
 application as filed or granting it upon such terms,
 conditions, or modifications of the construction, operation,
 or maintenance of the facility as the board considers
 appropriate.
- (2) The board may not grant a certificate either as proposed by the applicant or as modified by the board unless it shall find and determine:
 - (a) the basis of the need for the facility;
- (b) the nature of the probable environmental impact;
- 19 (c) that the facility represents-the-minimum MINIMIZES
 20 adverse environmental impact, considering the state of
 21 available technology andy---for--facilities--defined--in
 22 75-28-184(11)(b)-and-(11)(c)y the nature and--economics AND
 23 ECONOMICS of the various-alternatives afternate-locations
- 24 VARIOUS ALTERNATIVES:

2

3

4

5

7

8

9

10

11

12

13

14

15

16

17

18

25

(d) each of the criteria listed in 75-20-503;

- 1 (e) in the case of an electric, gas, or liquid 2 transmission line or aqueduct:
- 3 (i) what part, if any, of the line or aqueduct shall4 be located underground;
- 5 (ii) that the facility is consistent with regional
 6 plans for expansion of the appropriate grid of the utility
 7 systems serving the state and interconnected utility
 8 systems; and
- 9 (iii) that the facility will serve the interests of 10 utility system economy and reliability;
- (f) that the location of the facility as proposed 11 conforms to applicable state and-local AND LOCAL laws and 12 regulations issued thereunder,-except--that--the--board--may 13 refuse--to--apply--any--local--law-or-regulation-if-it-finds 14 15 that,-as-applied--to--the--proposed--facility,--the--law--or requiation--is--unreasonably--restrictive--in--viev--of--the 16 existing-technology;-of-factors-of-cost-or-economics;-or--of 17 the-needs-of-consumers,-whether-located-inside-or-outside-of 18 19 the -- directly -- affected - government - subdivisions, EXCEPT THAT THE BOARD MAY REFUSE TO APPLY ANY LOCAL LAW OR REGULATION IF 20 21 IT FINDS THAT, AS APPLIED TO THE PROPOSED FACILITY, THE LAW 22 OR REGULATION IS UNREASONABLY RESTRICTIVE IN VIEW OF THE 23 EXISTING TECHNOLOGY. OF FACTORS OF COST OR ECONOMICS. OR OF 24 THE NEEDS OF CONSUMERS, WHETHER LOCATED INSIDE OR OUTSIDE OF

THE DIRECTLY AFFECTED GOVERNMENT SUBDIVISIONS:

1	(g)	that	the	facility	will	serve	the	public	interest
2	convenien	ce, an	d ne	cessity;					

3

6

7

10

11

12

13

14

15

16

23

- (h) that the department of health or board of health have issued a decision, opinion, order, certification, or permit as required by 75-20-216(3); and
- (i) <u>for-facilities--defined--in--75-20-104(11)(b)--and</u>

 <u>†11)(c)</u> that the use of public lands for location of the facility was evaluated and public lands were selected whenever their use is as economically practicable as the use of private lands and compatible with the environmental criteria listed in 75-20-503.
- (3) In determining that the facility will serve the public interest, convenience, and necessity under subsection(2)(g) of this section, the board shall consider:
- (a) the items listed in subsections (2)(a) and (2)(b) of this section;
- 17 (b) the benefits to the applicant and the state
 18 resulting from the proposed facility;
- 19 (c) the effects of the economic activity resulting
 20 from the proposed facility;
- 21 (d) the effects of the proposed facility on the public 22 health, welfare, and safety;
 - (e) any other factors that it considers relevant.
- (4) Considerations of need, public need, or public
 convenience and necessity and demonstration thereof by the

```
1
      applicant shall apply only to utility facilities."
 2
           Section-16---Section--75-20-3027--MCA7--is--amended--to
 3
      read:
           475-20-302---Conditions--imposed----(1)--If--the--board
 4
      determines-that-the-location-of-all--or--a-part--of--the a
      proposed--facility defined--in--75-20-104(11)(b)-or-(11)(c)
      should-be-modified; -it-may-condition--its--certificate--upon
 7
      such-modification;-provided-that-the-persons-residing-in-the
      area-affected-by-the-modification-have-been-given-reasonable
10
      notice-of-the-modification-
11
           +2}--in-making-its-findings-under-75-20-301+2}+a}-for-a
12
      facility-defined-in-75-20-104(10)(a)(i)(11)(a)(i),-the-board
13
      may-condition-a-certificate-upon-actual-load-growth-reaching
14
      a-specified-level-or-on-availability-of-other-planned-energy
15
      resources."
16
           Section-17:--Section--75-20-3037--MCAy--is--amended--to
17
      read:
           475-20-303---Opinion-issued-with-decision----contents-
18
      (1)--In--rendering--a--decision--on--an--application--for--a
19
      certificate; the board shall issue an opinion, stating -- its
20
21
      reasons-for-the-action-taken-
22
           +2)--If--the-board-has-found-that-any-regional-or-local
      law-or-regulation-which-would-be--otherwise--applicable--is
23
```

24

25

shall-state-in-its-opinion-the-reasons-therefor-

unreasonably--restrictive--pursuant--to--75-28-381(2)(f);-it

24

25

1	(3)(2)Anycertificateissuedbytheboardshall
2	include-the-following:
3	<pre>fa)anenvironmental evaluation - statement - related - to</pre>
4	the-facility-being-certified;-Thestatementshallinclude
5	but-not-be-limited-to-analysis-of-the-following-information:
6	(i)the-environmental-impact-of-the-proposed-facility;
7	fit)-anyadverse-environmental-effects-which-cannot-be
8	avoided-by-issuance-of-the-certificate;
9	titi)-problems-and-objections-raised-byotherfederal
10	and-state-agencies-and-interested-groups;-and
11	fiv)-alternatives-to-the-proposed-facility;
12	tb}a-plan-for-monitoring-environmental-effects-of-the
13	proposed-facility;
14	<pre>fc)aplan-for-monitoring-the-certified-facility-site</pre>
15	betweenthetimeofcertificationandcompletionof
16	construction;
17	<pre>fd)atimelimitas-provided-in-subsection-(4) <u>f3);</u></pre>
18	and
19	<pre>fe7astatementsignedbytheapplicantshowing</pre>
20	agreementtocomplywith-the-requirements-of-this-chapter
21	and-the-conditions-of-the-certificate-
22	f47 <u>f37</u> fs7-Theboardshallissueaspartofthe
23	certificate-the-following-time-limits:
24	<pre>fi)Porafacilityasdefinedin(b)or(c)-of</pre>
25	75-20-104(10)(11)(b)-or-(11)(c) that-is-more-than30miles

```
1
      in--length; --construction-must-be-completed-within-10-years;
 2
           tiit-Por---a---facility---as---defined---in----tb}----of
 3
      75-20-104(10)(11)(b)--that--is--30--miles-or-less-in-length;
 4
      construction-must-be-completed-within-5-years;
 5
           tiii)-Por-a-facility-as-defined-in-(a)-of-75-20-104(10)
      fil){a},-construction-must-begin-within-6-years-and-continue
      with--due---diligence---in---accordance---with---preliminary
 8
      construction-plans-established-in-the-certificate:
 9
           (b)--Unless--extended--or--renewed--in--accordance-with
10
      subsection-(4)(c) (3)(c) or-75-20-225-through--75-20-227,--a
11
      certificate--lapses--and--is--void--if--the--facility-is-not
12
      constructed-pr--if--construction--of--the--facility--is--not
13
      commenced -- within -- the -time -limits-provided - in -this - section -
14
           tc:--The-time-limit-may-be-extended--for--a--reasonable
15
      period--upon--a-showing-by-the-applicant-to-the-board-that-a
16
      qood--faith--effort--is---being---undertaken---to---complete
17
      construction ---- under --- subsections --- (4)(a)(i) subsection
18
      t3)ta)(i) and--t4)ta)(ii) or--t0---begin
19
      construction-under-subsection-(4)(a)(iii) (3)(a)(iii) -Under
20
      this-subsection;-a-good-faith-effort-includes-the-process-of
21
     acquiring---any---necessary---state--or--federal--permit--or
22
     certificate-for-the-facility-and--the--process--of--judicial
23
      review-of-any-such-permit-or-certificate:
```

-31- SB 292

-32-

(5)(4)--The--provisions--of-subsection-(4) (3) apply-to

any-facility-for-which-a-certificate-has-not-been-issued--or

SB 292

SB 0292/02

for-which-construction-is-yet-to-be-commenced-"

1

2

4

5

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Section 6. Section 75-20-304, MCA, is amended to read:

"75-20-304. Waiver of provisions of certification
proceedings. (1) The board may waive compliance with any of
the provisions of 75-20-216 through 75-20-222, 75-20-501,
and this part if the applicant makes a clear and convincing
showing to the board at a public hearing that an immediate,
urgent need for a facility exists and that the applicant did
not have knowledge that the need for the facility existed
sufficiently in advance to fully comply with the provisions
of 75-20-216 through 75-20-222, 75-20-501, and this part.

- (2) The board may waive compliance with any of the provisions of this chapter upon receipt of notice by a utility-or person subject to this chapter that a facility or associated facility has been damaged or destroyed as a result of fire, flood, or other natural disaster or as the result of insurrection, war, or other civil disorder and there exists an immediate need for construction of a new facility or associated facility or the relocation of a previously existing facility or associated facility in order to promote the public welfare.
- (3) The board shall waive compliance with the requirements of subsections (2)(c), (3)(b), and (3)(c) of $75-20-301_{\frac{7}{2}}$ and $AND = 75-20-501(5)_{\frac{7}{2}}$ and the requirements of subsections (1)(a)(iv) and (7)-of THE REQUIREMENTS OF

SUBSECTIONS (1)(A)(IV) AND (V) OF 75-20-211(1)(1)(a)(1V),

75-20-216(3), AND 75-20-303(3)(A)(IV), --75-20-216(3), --and

75-20-303(3)(a)(IV), --75-20-216(3), --and

3 75-20-303(3)(a)(iv), relating to consideration of alternative

4 sites if the applicant makes a clear and convincing showing

to the board at a public hearing that:

9

10

14

15

16

17

18

19

20

21

22

23

24

- (a) a proposed facility will be constructed in a county where a single employer within the county has permanently curtailed or ceased operations causing a loss of 250 or more permanent jobs within 2 years at the employer's operations within the preceding 10-year period;
- 11 (b) the county and municipal governing bodies in whose 12 jurisdiction the facility is proposed to be located support 13 by resolution such a waiver;
 - (c) the proposed facility will be constructed within a 15-mile radius of the operations that have ceased or been curtailed; and
 - (d) the proposed facility will have a beneficial effect on the economy of the county in which the facility is proposed to be located.
 - (4) The waiver provided for in subsection (3) applies only to permanent job losses by a single employer. The waiver provided for in subsection (3) does not apply to jobs of a temporary or seasonal nature, including but not limited to construction jobs or job losses during labor disputes.
- 25 (5) The waiver provided for in subsection (3) does not

-33- SB 292

-34-

SB 0292/02

```
apply to consideration of alternatives or minimum adverse environmental impact for a facility defined in subsections (10)(b) subsection-(b) SUBSECTIONS (10)(B), (c), (d), or (e) of 75-20-104(11), for an associated facility defined in subsection-(13)--of 75-20-104(13), or for any portion of or process in a facility defined in subsection--(10)(a)--of SUBSECTION (10((A) OF 75-20-104(11)(a) to the extent that the process or portion of the facility is not subject to a permit issued by the department of health or loard of health.
```

1

2

3

7

9

10

11

12

13

14

15

16

17

18

- (6) The applicant shall pay all expenses required to process and conduct a hearing on a waiver request under subsection (3). However, any payments made under this subsection shall be credited toward the fee paid under 75-20-215 to the extent the data or evidence presented at the hearing or the decision of the board under subsection (3) can be used in making a certification decision under this chapter.
- 19 (7) The board may grant only one waiver under 20 subsections (3) and (4) for each permanent loss of jobs as 21 defined in subsection (3)(a).*
- 22 Section-19:--Section--75-20-402;--MCA;--is--amended--to
 23 read:
- 24 #75-20-402:--Monitoring:--The--board:--the--department:
 25 the--department--of--health:--and--the-board-of-health-shall

1	monitor-the-operations-of-allcertificatedfacilitiesfor
2	assuringcontinuingcompliancewiththischapterand
3	certificatesissuedhereunderandfordiscoveringand
4	preventingnoncompliancewiththischapterandthe
5	certificates:-The-applicant-shall-pay-allexpensesrelated
6	tothemonitoring-plan-established-in-subsection-(3)(b)-o
7	(3)(c)-of-75-20-303 <u>(2)(b)-or-(2)(c)</u> totheextentfederal
8	fundsavailableforthefacility;asdetermined-by-the
9	department-ofhealthyhavenotbeenprovidedforsuch
10	batboaea±π
11	Section-20Section75-20-403MCAisamendedto
12	read:
13	#75-28-403Revocation-or-suspensionofcertificate:

- #75-20-4037--Revocation-or-suspension--of--certificate:
 Pollowing--notice--and--an--opportunity--for--a--hearing7--a
 certificate-may-be-revoked-or-suspended-by-the-board:
- (1)--for--any---material---false---statement---in---the
 application---or---in--accompanying--statements--or--studies
 required-of-the-applicant-if-a--true--statement--would--have
 warranted-the-board's-refusal-to-grant-a-certificate;
- (2)--for--failure--to--maintain--safety-standards-or-to
 comply-with-the-terms-or-conditions-of-the--certificate;--or
- 22 (3)--for--violation--of--any-provision-of-this-chapter;
 23 the-rules-issued-thereunder;--or--orders--of--the--board--or
 24 department:
- 25 Section-21:--Section-75-20-405;--MCA;--is--amended--to

14

15

16

17

18

19

20

-	
2	#75-20-405;Action-to-recover-damages-to-water-supply:
3	An-owner-of-an-interest-in-real-property-who-obtains-allor
4	partofhissupplyofwater-for-domestie,-agricultural,
5	industrial;orotherlegitimate beneficial usefroma
6	surfaceorundergroundsource-may-sue-a-person-to-recover
7	damages-for-contaminationy-diminutionyorinterruptionof
8	the-water-supply-proximately-resulting-from-the-operation-of
9	afacilityThe-remedies-enumerated-in-this-section-do-not
0	exclude-the-use-of-any-other-remedy-which-maybeavailable
1	under-the-laws-of-the-state:
2	Section-22:Section75-20-501;MCA;isamendedto
3	read:
4	#75-20-501:Annuallong-rangeplansubmitted
. 5	contentsavailable-to-public:(1)-Bach-utility-and-each
6	person-contemplating-the-construction-of-afacilitywithin
.7	this-state-in-the-ensuing-10-years-shall-furnish-annually-to
8	thedepartmentforitsreviewa-long-range-plan-for-the
9	construction-and-operation-of-facilities.
20	<pre>†2}The-plan-shall-be-submitted-by-July-l-of-each-year</pre>
21	and-must-include-the-following:
2	<pre>fa>thegenerallocation;size;andtypeofall</pre>

facilities-to-be-owned-and-operated-by-the-utility-or-person whose when construction-is-projected-to-commence-during-the

ensuing-10-years;-as-well-as-those-facilities-to-be--removed

-37-

23

24

of-efforts-by-the-utility-or-person-to-coordinatetheplan withotherutilitiesorpersonssoastoprovided coordinated-regional-plan-for-meeting-theenergyneedsor the-region; (c)adescriptionoftheeffortstoinvolve environmental-protection-and-land-use-planningagenciesin theplanningprocess;-as-well-as-other-efforts-to-identify and-minimize-environmental-problems-at-the-earliest-possible stage-in-the-planning-process; (d)projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basisfor those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand;-and (e)additional-information-that-the-board-byruleor thedepartmenton-its-own-initiative-or-upon-the-advice-or interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbod; ofeachcountyin-which-any-facility-included-in-the-plan under-(2)ta)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-departmentThe-utility or-person-shall-give-public-notice-throughout-thestateor	1	from-service-during-the-planning-period;
withother-utilitiesorpersonssoastoprovideor- coordinated-regional-plan-for-meeting-theenergyneedsor- the-region; {c}adescriptionoftheeffortstoinvolve environmental-protection-and-land-use-planningagenciesin- theplanningprocess;-as-well-as-other-efforts-to-identify and-minimize-environmental-problems-at-the-earliest-possible stage-in-the-planning-process; {d}projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basisfor- those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand;-and {e}additional-information-that-the-board-byruleor- thedepartmenton-its-own-initiative-or-upon-the-advice-or- interested-state-agencies-might-request requests in-order-to- carry-out-the-purposes-of-this-chapter; {3}The-plan-shall-be-furnished-to-the-governingbod- ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	2	<pre>fb;inthecase-of-utility-facilities;-a-description</pre>
the-region; (c)adescriptionoftheeffortsto-involve environmental-protection-and-land-use-planning-agenciesin theplanningprocess;-as-well-as-other-efforts-to-identify and-minimize-environmental-problems-at-the-earliest-possible stage-in-the-planning-process; (d)projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basisfor those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand;-and (e)additional-information-that-the-board-byruleon thedepartmenton-its-own-initiative-or-upon-the-advice-or interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter: (3)The-plan-shall-be-furnished-to-the-governingbod ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)cathepublic-by-the-departmentThe-utility	3	of-efforts-by-the-utility-or-person-to-coordinatetheplan
the-region; (c)adescriptionoftheeffortstoinvolve environmental-protection-and-land-use-planningagenciesin theplanningprocess;-as-well-as-other-efforts-to-identify and-minimize-environmental-problems-at-the-earliest-possible stage-in-the-planning-process; (d)projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basisfor those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand;-and (e)additional-information-that-the-board-byruleon thedepartmenton-its-own-initiative-or-upon-the-advice-on interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbod ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)cathepublic-by-the-department;-The-utility	4	withotherutilitiesorpersonssoastoprovide
(c)adescriptionoftheeffortstoinvolve environmental-protection-and-land-use-planningagenciesin theplanningprocess;-as-well-as-other-efforts-to-identify and-minimize-environmental-problems-at-the-earliest-possible stage-in-the-planning-process; (d)projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basisfor those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand;-and (e)additional-information-that-the-board-byruleon thedepartmenton-its-own-initiative-or-upon-the-advice-on interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbod ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-departmentThe-utility	5	coordinated-regional-plan-for-meeting-theenergyneedsor
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; (d)projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basisfor those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand; and (e)additional-information-that-the-board-byruleor thedepartmenton-its-own-initiative-or-upon-the-advice-or interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbod ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	6	the-region;
theplanningprocess; as-well-as-other-efforts-to-identify and-minimize-environmental-problems-at-the-earliest-possible stage-in-the-planning-process; (d)projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basisfor those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand; and (e)additional-information-that-the-board-byruleor thedepartmenton-its-own-initiative-or-upon-the-advice-or interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbod ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	7	(c)adescriptionoftheeffortstoinvolve
and-minimize-environmental-problems-at-the-earliest-possible stage-in-the-planning-process; (d)projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basisfor those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand;-and (e)additional-information-that-the-board-byruleor thedepartmenton-its-own-initiative-or-upon-the-advice-or interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbod ofeachcountyin-which-any-facility-included-in-the-plan under-(2)ta)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	8	environmental-protection-and-land-use-planningagenciesi
11 stage-in-the-planning-process; (d)projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basisfor those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand;-and (e)additional-information-that-the-board-byruleor thedepartmenton-its-own-initiative-or-upon-the-advice-or interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbody ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	9	theplanningprocess;-as-well-as-other-efforts-to-identify
12 (d)projections-of-the-demand-for-the-service-rendered 13 by-the a_utility-or-person-and-explanation-of-the-basisfor 14 those-projections-and-a-description-of-the-manner-and-extend 15 towhichtheproposedfacilities-will-meet-the-projected 16 demand;-and 17 (e)additional-information-that-the-board-byruleor 18 thedepartmenton-its-own-initiative-or-upon-the-advice-or 19 interested-state-agencies-might-request requests in-order-to 20 carry-out-the-purposes-of-this-chapter: 21 (3)The-plan-shall-be-furnished-to-the-governingbod 22 ofeachcountyin-which-any-facility-included-in-the-plan 23 under-(2)(a)-of-this-section-is-proposed-to-belocatedand 24 madeavailable-to-the-public-by-the-departmentThe-utility	10	and-minimize-environmental-problems-at-the-earliest-possible
by-the a-utility-or-person-and-explanation-of-the-basisfor those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand;-and (e)additional-information-that-the-board-byruleor thedepartmenton-its-own-initiative-or-upon-the-advice-or interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbody ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	11	stage-in-the-planning-process;
those-projections-and-a-description-of-the-manner-and-extend towhichtheproposedfacilities-will-meet-the-projected demand;-and (e)additional-information-that-the-board-byruleon thedepartmenton-its-own-initiative-or-upon-the-advice-on interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbod ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	12	(d)projections-of-the-demand-for-the-service-rendered
towhichtheproposedfacilities-will-meet-the-projected demand;-and (e)additional-information-that-the-board-byruleon thedepartmenton-its-own-initiative-or-upon-the-advice-on interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbody ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	13	by-the a-utility-or-person-and-explanation-of-the-basisfor
demand; -and (e)additional-information-that-the-board-byruleon the-departmenton-its-own-initiative-or-upon-the-advice-on interested-state-agencies-might-request requests in-order-to carry-out-the-purposes-of-this-chapter: (3)The-plan-shall-be-furnished-to-the-governingbody ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	14	those-projections-and-a-description-of-the-manner-and-extend
thedepartmenton-its-own-initiative-or-upon-the-advice-or- interested-state-agencies-might-request requests in-order-to- carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbody ofeachcountyin-which-any-facility-included-in-the-plan- under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-departmentThe-utility	15	towhichtheproposedfacilities-will-meet-the-projected
thedepartmenton-its-own-initiative-or-upon-the-advice-of- interested-state-agencies-might-request requests in-order-to- carry-out-the-purposes-of-this-chapter; (3)The-plan-shall-be-furnished-to-the-governingbody ofeachcountyin-which-any-facility-included-in-the-plan- under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	16	demand;-and
interested-state-agencies-might-request requests in-order-to- carry-out-the-purposes-of-this-chapter: (3)The-plan-shall-be-furnished-to-the-governingbody ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-departmentThe-utility	17	te}additional-information-that-the-board-byruleor
carry-out-the-purposes-of-this-chapter: (3)The-plan-shall-be-furnished-to-the-governing-body ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	18	thedepartmenton-its-own-initiative-or-upon-the-advice-or
21 (3)The-plan-shall-be-furnished-to-the-governingbody 22 ofeachcountyin-which-any-facility-included-in-the-plan 23 under-(2)(a)-of-this-section-is-proposed-to-belocatedand 24 madeavailable-to-the-public-by-the-departmentThe-utility	19	interested-state-agencies-might-request requests in-order-to
ofeachcountyin-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-belocatedand madeavailable-to-the-public-by-the-department;-The-utility	20	carry-out-the-purposes-of-this-chapter.
23 under-(2)(a)-of-this-section-is-proposed-to-belocatedand 24 madeavailable-to-the-public-by-the-department:-The-utility	21	(3)The-plan-shall-be-furnished-to-the-governingbod
24 madeavailable-to-the-public-by-the-department:-The-atility	22	ofeachcountyin-which-any-facility-included-in-the-plan
	23	under-{2}{a}-of-this-section-is-proposed-to-belocatedand
or-person-shall-give-public-notice-throughout-thestateof	24	madeavailable-to-the-public-by-the-department:-The-utility
	25	or-person-shall-give-public-notice-throughout-thestateof

itsplanby-filing-the-plan-with-the-environmental-quality
council; the department of health and environmental
sciencesythedepartmentofhighways7the-department-of
public-service-regulation;-the-departmentofstatelands;
thedepartmentoffishywildlife;andparks;andthe
department-of-commerceEitizen-environmental-protection-and
resource-planning-groupsandotherinterested <u>Interested</u>
personsmayobtainaplan-by-written-request-and-payment
therefor-to-the-department.
therefor-to-the-department:

- f4)--A--rural--electric--cooperative--may--furnish--the
 department--with--a--copy--of-the-long-range-plan-and-2-year
 work-plan-required--to--be--completed--under--federal--rural
 electrification--requirements-in-lieu-of-the-long-range-plan
 required-in-subsection-(1);
- (5)--No-person-may-file-an-application-for-a--facility unless--the-facility-had-been was adequately-identified-in-a long-range-plan-at-least-2-years-prior-to-acceptance--of--an application---by---the---departmenty---except--for--electric transmission-lines-of-a-design-capacity-of-230-kilovolts--or less-u
- Section-23:--Section--75-28-502;--MCA;--is--amended--to
- #75-20-502---Study--of--included--facilities-----If---a
 utility--or--person-lists-and-identifies-a-proposed-facility
 in-its the plany-submitted-pursuant-to-75-20-501y-as-one--on

1	whichconstructionisproposed-to-be-commenced-within-the
2	5-yearperiodfollowingsubmissionoftheplan;the
3	departmentshall-commence-examination-and-evaluation-of-the
4	proposed-sitetodeterminewhetherconstructionofthe
5	proposedfacilitywouldundulyimpairthe-environmental
6	values-in-75-20-503;-This-study-may-be-continued-untilsuch
7	time~-asapersonfilesan-application-for-a-certificate
8	under-75-20-211;-Information-gathered-under-this-section-may
9	be-used-to-support-findings-and-recommendations-required-for
10	issuance-of-a-certificater"

- Section-24:--Section--75-20-503;--MCA;--is--amended--to
- #75-20-503;--Environmental---factors---evaluated;----In
 evaluating-long-range-plans;-conducting-5-year-site-reviews;
 and-evaluating-applications-for-certificates;-the-board--and
 department-shall-give-consideration-to-the-following-list-of
 environmental-factors;-where-applicable;-and-may-by-rule-add
 to-the-categories-of-this-section;
 - (1)--energy-needs: requirements;
- 20 (a)--growth-in-demand-and-projections-of-need;
- 21 (b)--availability---and---desirability--of--alternative 22 sources-of-energy?
 - fc}--availability--and--desirability---of---alternative
 sources-of-energy-in-lieu-of-the-proposed-facility;
- 25 (d)--promotional--activities--of--the-utility-which-may

1	have-given-rise-to-the-need-for-this-facility;	1	at-site-and-as-aresultoffossilfueldemandsofthe
2	te}socially-beneficial-uses-oftheoutputofthis	2	facility;
3	facility,includingitsusestoprotectorenhance	3	<pre>(k)corridordesignand-construction-precautions-for</pre>
4	environmental-quality;	4	transmission-lines-or-aqueducts;
5	ff}conservation-activitieswhichcouldreducethe	5	(1)scenic-impacts;
6	need-for-more-energy;	6	<pre>fm)effects-on-natural-systems;-wildlife;-plantlife;</pre>
7	{g}researchactivitiesoftheutilityofnew	7	(n)impactsonimportanthistoricarchitectural,
8	technologyavailabletoitwhichmightminimize	8	archeological;-and-cultural-areas-and-features;
9	environmental-impact;	9	(o)extent-ofrecreationopportunitiesandrelated
10	+2)land-use-impacts:	10	compatible-uses;
11	<pre>{a}area-of-land-required-and-ultimate-use;</pre>	11	<pre>(p)public-recreation-plan-for-the-project;</pre>
12	<pre>fb)consistencywith-areawide-state-and-regional-land</pre>	12	<pre>fq)public-facilities-and-accommodation;</pre>
13	use-piens;	13	(r)opportunitiesfor-joint-use-with-energy-intensive
14	{e}consistency-withexistingandprojectednearby	14	industries-or-other-activities-toutilizethewasteheat
15	land-use;	. 15	from-facilities;
16	<pre>{d}alternative-uses-of-the-site;</pre>	16	(s)forfacilitiesdefinedin75-20-104(11)(b)-and
17	(e)impactonpopulationalreadyinthearea;	17	<pre>flip(c); opportunities-for-using-public-landsforlocation</pre>
18	population-attracted-by-constructionoroperationofthe	18	offacilitieswheneveras-economically-practicable-as-the
19	facility-itself;	19	use-of-private-lands-and-compatible-with-the-requirements-of
20	<pre>(f)impactofavailabilityofenergyfromthis</pre>	20	this-section;
21	facility-on-growth-patterns-and-population-dispersal;	21	(3)water-resources-impacts:
22	<pre>(g)geologic-suitability-of-the-site-or-route;</pre>	22	fa)hydrologic-studies-of-adequacy-of-water-supply-and
23	<pre>{h}seismologic-characteristics;</pre>	23	impact-of-facility-on-streamflow;-lakes;-and-reservoirs;
24	fitconstruction-practices;	24	(b)hydrologic-studiesofimpactoffacilitieson
25	(j)extent-of-erosion;-scouring;-wasting-of-land;-both	25	groundwater;

-41- SB 292

-42-

1	tc}cooling-system-evaluation;-including-consideration	1	<pre>†d)design-capability-to-meet-standards;</pre>
2	of-alternatives;	2	tetemissions-and-controls:
3	<pre>{d}inventoryofeffluents;includingphysical;</pre>	3	(±)stack-design;
4	chemical,-biological,-and-radiological-characteristics;	4	(ii)-particulates;
5	te)hydrologic-studiesofeffectsofeffluentson	5	(iii)-sulfur-oxides;
6	receivingwaters;includingmixingcharacteristicsof	6	(iv)-oxides-of-nitrogen;-and
7	receiving-waters;-changedevaporationduetotemperature	7	<pre>(v)heavymetalsytraceelements;radioactiv</pre>
8	differentials;and-effect-of-discharge-on-bottom-sediments;	8	materials, and other toxic substances;
9	<pre>{f}relationship-to-water-quality-standards;</pre>	9	(f)relationshipto-present-and-projected-air-qualit
0	<pre>fg)effects-of-changesinquantityandqualityon</pre>	10	of-the-area;
1	wateruseby-others;-including-both-withdrawal-and-in-situ	11	<pre>fg)monitoring-program;</pre>
2	uses;	12	+5}solid-wastes-impacts:
. 3	<pre>fh)relationship-to-projected-uses;</pre>	13	<pre>{a}solid-waste-inventory;</pre>
4	(i)relationship-to-water-rights;	14	<pre>{b}disposal-program;</pre>
.5	<pre>fj}effects-on-plant-and-animal-life;-including-algae;</pre>	15	(c)relationshipofdisposalpracticest
6	macroinvertebrates;-and-fish-population;	16	environmental-quality-criteria;
.7	(k)effectsonuniqueorotherwisesignificant	17	<pre>{d}capacityofdisposalsitesto-accept-projecte</pre>
8	ecosystems;-ergr;-wetlands;	18	waste-loadings;
9	<pre>fl)monitoring-programs;</pre>	19	(6)radiation-impacts:
0	<pre>{4}-~air-quality-impacts:</pre>	20	ta}land-use-controls-over-development-and-population
1	<pre>{a}meteorologywinddirection-and-velocity;-ambient</pre>	21	<pre>tb}wastes-and-associated-disposal-program-forsolid</pre>
2	temperaturerangesyprecipitationvaluesyinversion	22	liquid,-radioactive,-and-gaseous-wastes;
:3	occurrence;-other-effects-on-dispersion;	23	tc}analysesandstudiesoftheadequacyo
4	<pre>fb;topographyfactors-affecting-dispersion;</pre>	24	engineering-safeguards-and-operating-procedures;
5	<pre>fc}standardsineffect-and-projected-for-emissions;</pre>	25	<pre>fd)monitoringadequacyofdevicesandsampling</pre>

-43- SB 292

4 –

SB 0292/02

1	techniques;
2	(7)noise-impacts:
3	<pre>{a}construction-period-levels;</pre>
4	<pre>fb;operational-levels;</pre>
5	<pre>†c)relationship-of-present-and-projected-noise-levels</pre>
6	to-existing-and-potential-stricter-noise-standards;
7	(d)monitoringadequacy-of-devices-and-methods-"
8	Section-25:Section75-20-1202;MCA;isamended-to
9	tead:
.0	#75-20-1202;Definitions:As-used-inthispartand
.1	75-20-201through75-20-203;thefollowingdefinitions
. 2	appły:
. 3	(1)(a)-"Nuclear-facility"-means-each-plant;-unit;or
4	other-facility-designed-for-or-capable-of:
15	(i)generating50-megawatts-of-electricity-or-more-by
6	means-of-nuclear-fission;
17	fit}-converting;enriching;fabricating;or
8	reprocessing-uranium-minerals-or-nuclear-fuels;-or
19	(iii)-storingordisposingofradioactive-wastes-or
20	materials-from-a-nuclear-facility-
21	(b)"Nuclearfacility"doesnotincludeany
2 2	small-scalefacility-used-solely-for-educational,-research,
23	ormedicalpurposesnotconnectedwiththecommercial
24	generation-of-energy:
25	(2)"Pacility",asdefinedin-75-20-104(10)(11),-is

1	further-defined-to-include-any-nuclear-facilityasdefined
2	in-subsection-(1)(a)-of-this-section-"
3	Section 7. Section 75-20-1205, MCA, is amended to
4	read:
5	"75-20-1205. Emergency approval authority invalid for
6	nuclear facilities. Notwithstanding the provisions of
7	subsections-(2)-and-(3)-of 75-20-304(2) AND (3), the board
8	may not waive compliance with any of the provisions of this
9	part or 75-20-201 through 75-20-203 relating to
10	certification of a nuclear facility."
11	NEW SECTION. Section 8. Extension of authority. Any
12	existing authority of the board of natural resources and
13	conservation, the board of health and environmental
14	sciences, and the department of health and environmental
15	sciences to make rules on the subject of the provisions of
16	this act is extended to the provisions of this act.
17	NEW SECTION. Section 9. Effective date. This act is
18	effective on passage and approval.

-End-

1	STATEMENT OF INTENT
2	SENATE BILL 292
3	
4	A statement of intent is required for this bill in
5	order to provide guidance to the board of natural resources
6	and conservation concerning the board's authority to make
7	rules on the provisions of the Montana Major Facility Siting
8	Act that are affected by this bill.
9	Section 5 amends the board's decision standard
10	concerning adverse environmental impact. The term
11	"minimizes" is substituted for the existing qualifying
12	phrase "represents the minimum". This amendment is
13	consistent with the historical practice and interpretation
14	of the board in carrying out is functions under the siting
15	act. It is the intent of the legislature that the board's
16	rules and regulations in effect at the time of the enactment
17	of this bill represent reasonable rules implementing and
18	interpreting the decision standard as amended by this bill.



REFERENCE BILL SB 292

1	SENATE BILL NO. 292						
2	INTRODUCED BY KEATING, GILBERT						
3							
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY-REVISE-THE						
5	MONTANAMAJORFACTLETYSITINGACT;DEFININGCOST;						
6	ELIMINATINGBASELINESTUDIESOPALTERNATIVESITESPROM						
7	CONSIDERATION;-REDUCING-THE-TIMEALLOWEDFORSTUDIESAND						
8	BECISIONMAKING;AMENBINGSECTIONS75-20-104,75-20-105,						
9	75-20-202775-20-205775-20-211775-20-213775-20-2167						
10	75-20-217775-20-219775-20-220775-20-222775-20-225						
11	THROUGH-75-20-227,-75-20-301-THROUGH75-20-304,75-20-402,						
12	75-20-403y75-20-405y75-20-501THROUGH75-20-503y						
13	75-20-12027 ELIMINATE BASELINE STUDIES OF ALTERNATIVE SITES						
14	FOR ENERGY GENERATION AND CONVERSION FACILITIES FROM THE						
15	MONTANA MAJOR FACILITY SITING ACT; TO CLARIFY RULEMAKING						
16	AUTHORITY OF THE BOARD OF NATURAL RESOURCES AND						
17	CONSERVATION; AMENDING SECTIONS 75-20-105, 75-20-211,						
18	75-20-216, 75-20-219, 75-20-301, 75-20-304, AND 75-20-1205,						
19	MCA; -AND-PROVIDING-AN-IMMEDIATE-EPPECTIVE-DATE."						
20							
21	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:						
22	Section-1Section-75-20-1047-MCA7-is-amended-to-read:						
23	#75-20-104;DefinitionsIn-this-chapter;-unlessthe						
24	conte: b-requires-otherwise;-the-following-definitions-apply:						
25	<pre>vi)*Additionthereto*means-the-installation-of-new</pre>						

SENATE BILL NO. 292

1	machinery-and-equipment-which-would-significantly-change-the
2	conditions-under-which-the-facility-is-operated-
3	(2)"Application"meansanapplicationfora
4	certificatesubmittedinaccordance-with-this-chapter-and
5	the-rules-adopted-hereunder.
6	(3)#Associatedfacilities#includesbutisnot
7	limitedtotransportationlinksofany-kind,-aqueducts,
8	diversion-dams;-pipelines;-transmission-substations;-storage
9	ponds,reservoirs,andanyotherdeviceorequipment
10	associatedwiththeproductionor-delivery-of-the-energy
11	form-or-product-produced-by-a-facility located-inMontana
12	exceptthatthetermdoesnotincludea-facility-or-a
13	natural-gas-or-crude-oil-gathering-line-17-inches-or-less-in
14	inside-diameter-
15	(4)Boardmeans-the-board-of-naturalresourcesand
16	conservation-provided-for-in-2-15-3382:
17	t5}"Boardofhealth"means-the-board-of-health-and
18	environmental-sciences-provided-for-in-2-15-2104-
19	<pre>f6}uCertificateumeansthecertificateof</pre>
20	environmentalcompatibilityandpublic-need-issued-by-the
21	boardunderthischapterthatisrequiredforthe
22	construction-or-operation-of-a-facility-
23	(7)"Commence-to-construct"-means:
24	ta)any-clearing-of-land,-excavation,-construction,-or



25

other--action--that-would-affect-the-environment-of-the-site

1	or-route-of-a-facility-but-does-not-mean-changes-neededfor
2	temporaryuse-of-sites-or-routes-for-nonutility-purposes-or
3	usesinsecuringgeologicaldata;includingnecessary
4	borings-to-ascertain-foundation-conditions;
5	(b)thefracturingofunderground-formations-by-any
6	means-if-such-activity-is-relatedtothepossiblefuture
7	developmentofagasificationfacilityorafacility
8	employing-geothermal-resourcesbutdoesnotincludethe
9	gatheringofgeologicaldatabyboring-of-test-holes-or
10	otherundergroundexplorationyinvestigationyor
11	experimentation;
12	(c)thecommencementofeminentdomain-proceedings
13	under-Title-707-chapter-307-for-land-orrights-of-wayupon
14	or-over-which-a-facility-may-be-constructed;
15	(d)therelocationorupgradingofanexisting
16	facility-defined-by-(b)-or-(c)-of-subsection-(10) (11)(b)-or
17	<u>{11}}(c)</u> ;-including-upgrading-to-a-design-capacity-covered-by
17	(11)(c) rectaing appraising to a design capacity-covered-by
18	subsection-(10)(b) (11)(b),-except-that-thetermdoesnot
19	includenormalmaintenanceorrepairofanexisting
20	facility
21	10}"Cost"-means-the-estimated-cost-in-dollars-atthe
22	timeofproposedconstruction-of-a-facility-or-associated
23	facility-located-in-Montana-
24	(8)(9)"Department"-means-thedepartmentofnatural

resources--and-conservation-provided-for-in-Title-2y-chapter

-3-

25

1	157-part-33:
2	(9)(10)-"Bepartment-of-health"-means-the-departmente
3	healthandenvironmental-sciences-provided-for-in-Title-2
4	chapter-157-part-21-
5	(10)(11)-"Facility"-means:
6	<pre>fa)except-for-crude-oil-andnaturalgasrefinerie</pre>
7	andthosefacilitiessubjecttoTheMontanaStrip-an
8	Underground-Mine-Reclamation-Acty-each-planty-unity-or-othe
9	facility-and-associated-facilities-designed-fororcapabl
10	of:
11	<pre>fitgenerating50-megawatts-of-electricity-or-more-of-electri</pre>
12	any-addition-thereto-(exceptpollutioncontrolfacilitie
13	approvedbythedepartmentofhealthand-environmenta
14	sciences-added-to-an-existingplant)havinganestimate
15	cost-in-excess-of-910-million;
16	(ii)-producing25millioncubicfeetormoreo
17	pipeline-quality gasderivedfromcoalperdayoran
18	additiontheretohaving-an-estimated-cost-in-excess-of-\$1
19	million;
20	(iii)-producing-25,000-barrelsofliquidhydrocarbo
21	productsperday-or-more-or-any-addition-thereto-having-a
22	estimated-cost-in-excess-of-\$18-million;
23	(iv)-enriching-uranium-minerals-or-any-addition-theret
24	having-an-estimated-cost-in-excess-of-\$10-million;-or

tv)--utilizing-or-converting-500,000-tons-of--coal--per

-4-

SB 292

SB 292

1	yearormoreorany-addition-thereto-having-an-estimated
2	cost-in-excess-of-910-million;
3	(b)each-electrictransmissionlineandassociated
4	facilitiesofa-design-capacity-of-more-than-69-kilovolts;
5	exceptthatthetermdoesnotincludeanelectric
6	transmissionlineandassociatedfacilitiesof-a-design
7	capacity-of-230-kilovolts-or-less-and-10-milesorlessin
8	length;
9	<pre>tc>eachpipeline;-whether-partially-or-wholly-within</pre>
10	the-state;-greater-than-17-inches-in-inside-diameter-and30
11	miles-in-length;-and-associated-facilities;
12	(d)any-use-of-geothermal-resources;-including-the-use
13	ofunderground-space-in-existence-or-to-be-created;-for-the
14	creation;-use;-or-conversionofenergy;designedforor
15	capableofproducing-geothermally-derived-power-equivalent
16	to-25-million-Btu-per-hour-or-more-or-anyadditionthereto
17	having-an-estimated-cost-in-excess-of-\$750,000;
18	<pre>fe}any-underground-in-situ-gasification-of-coal;</pre>
19	tllt1127-"Person"meansanyindividual;-group;-firm;
20	partnership,corporation,cooperative,association,
21	government-subdivision;-government-agency;-local-government;
22	or-other-organization-or-entity:

(12)(13)-"Transmission-substation"-means-any-structure;

device ---or--equipment--assemblage;--commonly--located--and

designed-for--voltage--regulation,--circuit--protection,--or

-5-

23

24

1	switchingnecessaryfor-the-construction-or-operation-or-
2	proposed-transmission-line-
3	(13) <u>(14)</u> -"Utility"-meansanypersonengagedinan
4	aspectoftheproduction,storage,sale,delivery,o
5	furnishing-of-heaty-electricityy-gasy-hydrocarbonproducts
6	or-energy-in-any-form-for-ultimate-public-user"
7	Section 1. Section 75-20-105, MCA, is amended to read
В	"75-20-105. Adoption of rules. The board may adop
9	rules implementing the provisions of this chapter; -including
10	but-not-limited-to-
11	(1)rulesgoverningtheformandcontento
12	applications;
13	(2)rulesfurtherdefiningthetermsused-in-thi
14	chapter;
15	(3)rules-governing-the-form-and-content-of-long-rang
16	plans;
17	(4)any-other-rules-the-board-considersnecessaryt
18	accomplish-the-purposes-and-objectives-of-this-chapter."
19	Section-3:Section-75-20-202;-MGA;-is-amended-to-read
20	#75-20-2027Exemptions(1)Acertificateisno
21	required-under-this-chapter-for-afacilityunderdiligen
22	onsitephysicalconstruction-or-in-operation-on-January-l
23	1973-
24	(2)The-board-may-adopt-reasonable-rulesestablishin

exemptions---from---this---chapter---for---the---relocation;

-6-

1	reconstruction;-or-upgrading-of-a-facility-that:
2	<pre>fa)would-otherwise-be-covered-by-this-chapter;-and</pre>
3	<pre>tb)(i)-isunlikelytohaveasignificant</pre>
4	environmentalimpactbyreason-of-lengthy-size;-location;
5	available-space-or-right-of-way,-or-construction-methods;-or
6	(ii)-utilizes-coal;-wood;-biomass;-grain;-wind;-orsun
7	asa-fuel-source-and-the-technology-of-which-will-result-in
8	greater-efficiency;-promote-energy-conservation;-and-promote
9	greater-system-reliability-than-the-existing-facility-
10	(3)A-person-proposing-to-construct-an-exempt-facility
11	shall-paytothedepartmentreasonablecosts7ifany7
12	incurred-by-the-department-in-processing-the-exemption-
13	(4)Thischapter-does-not-apply-to-a-facility-defined
14	$in-75-20-104(10)(c)$ $\underline{(11)(c)}$ that-has-been-designatedbythe
15	governorfor-environmental-review-by-an-executive-agency-of
16	the-state-forthepurposeofcomplyingwithTitle757
17	chapter1,pursuanttoExecutive-Order-4-81-and-prior-to
18	∂uly-1,-1985. ^μ
19	Section-4:Section-75-20-205;-MCA;-is-amended-to-read:
20	#75-20-205:Centerlinelocation(1)Porall
21	facilitiesdefinedin75-20-104(10)(b)(111)(b) and
22	(10)(c)(11)(c) andassociatedfacilitiescertifiedunder
23	this-chaptery-the-board-shall-condition-the-certificate-upon
24	board-approval-of-a-final-centerline-location-
25	121Thefinalcenterline-location-must-he-determined

-7-

```
1
      in-a-noncontested-case-proceeding-before-the-board-after-the
      submission-of-a--centerline---location---report---by---the
      department:
 3
          f3)--The--department-shall-consult-with-the-certificate
      holder-and-the--affected--landowners--prior--to--making--its
 6
      report.
          +4} -- The --- department's --- report --- must --- be --- prepared
      considering--the--criteria--set--forth--in---75-29-301---and
      75-20-503--and--the--findings-of-fact-and-conclusions-of-law
      set-out-in-the-board-decision-
1.0
11
          (5)--The-department-report-may-be-completed-on-segments
12
      of-a-certified-facility-as-is-convenient-to-the--certificate
13
      holder-
14
          (6)--The--certificate--holder--shall-initiate-the-final
15
      centerline--location--approval--process--by---submitting---a
16
      proposed--centerline--location--plan--to-the-department:-The
17
      certificate-holder-shall-pay-to-the--department--the--actual
18
      costs-incurred-in-processing-a-final-centerline-location-not
19
      to-exceed-25%-of-the-filing-fee-paid-under-75-20-215-4
20
          Section 2. Section 75-20-211, MCA, is amended to read:
21
           "75-20-211. Application -- filing and contents --
22
      proof of service and notice. (1) (a) An applicant shall file
23
      with the department and department of health a joint
24
      application for a certificate under this chapter and for the
```

SB 292

permits required under the laws administered by the

13

14

15

16

17

18

19

20

21

22

23

department of health and the board of health in such form as the board requires under applicable rules, containing the following information:

- 4 (i) a description of the <u>proposed</u> location and of the 5 facility to be built thereon;
- (ii) a summary of any studies which have been made of
 the environmental impact of the facility;
- 8 (iii) a statement explaining the need for the facility;
- (iv) for facilities defined in 75-20-104(fll)(b)-and

 til)(e) (10)(B) AND (10)(C), a description of reasonable

 alternate locations for-the-proposed-facility FOR THE

 FACILITY, a general description of the comparative merits

 and detriments of each location submitted, and a statement

 of the reasons why the primary proposed location is best

 suited for the facility;
- 16 (v) FOR FACILITIES AS DEFINED IN 75-20-104(10)(B) AND (10)(C), baseline data for the primary--and--reasonable 17 alternate-locations proposed-location PRIMARY AND REASONABLE 18 ALTERNATE LOCATIONS, OR FOR FACILITIES AS DEFINED IN 19 20 75-20-104(10)(A), (10)(D), AND (10)(E), BASELINE DATA FOR 21 THE PROPOSED LOCATION AND, AT THE APPLICANT'S OPTION, ANY 22 ALTERNATIVE LOCATIONS ACCEPTABLE TO THE APPLICANT FOR SITING 23 THE FACILITY;
- (vi) at the applicant's option, an environmental study
 plan to satisfy the requirements of this chapter; and

-9-

- 1 (vii) such other <u>relevant</u> information as the applicant
 2 considers-relevant <u>submits</u> <u>CONSIDERS RELEVANT</u> or as the
 3 board and board of health by order or rule or the department
 4 and department of health by order or rule may require.
- 5 (b) A copy or copies of the studies referred to in 6 subsection (1)(a)(ii) above shall be filed with the 7 department, if ordered, and shall be available for public 8 inspection.
- 9 (2) An application may consist of an application for 10 two or more facilities in combination which are physically 11 and directly attached to each other and are operationally a 12 single operating entity.
 - (3) An application shall be accompanied by proof of service of a copy of the application on the chief executive officer of each unit of local government, county commissioner, city or county planning boards, and federal agencies charged with the duty of protecting the environment or of planning land use in the area in which any portion of the proposed facility may is proposed OR IS ALTERNATIVELY PROPOSED to be located,——both—as—primarily—and—as alternatively—proposed and on the following state government agencies:
 - (a) environmental quality council;
- 24 (b) department of public service regulation;
- 25 (c) department of fish, wildlife, and parks;

2	(e) department of commerce;
3	<pre>(f) department of highways;</pre>
4	(g) department of revenue.
5	(4) The copy of the application shall be accompanied
6	by a notice specifying the date on or about which the
7	application is to be filed.
8	(5) An application shall also be accompanied by proof
9	that public notice thereof was given to persons residing in
10	the area or-alternative-areas in which any portion of the
11	proposed facility may is proposed OR IS ALTERNATIVELY
12	PROPOSED to be located, by publication of a summary of the
13	application in those newspapers that will substantially
14	inform those persons of the application."
15	Section-6Section-75-20-2137-MCA7-is-amended-to-read:
16	475-28-213Supplemental-materialamendments(1)
17	Anapplicationforanamendmentofan-application-or-a
18	certificateshallbeinsuchformandcontainsuch
19	informationas-the-board-by-rule-or-the-department-by-order
20	prescribesNotice-of-such-an-application-shall-be-givenas
21	set-forth-in <u>subsections</u> {3}7-{4}7-and-{5}-of-75-20-211-

(d) department of state lands;

1

22

23

24

25

```
75-20-216(5)----from---carrying---out---their---duties---and
1
     responsibilities-under--this--chapter;--the--department--may
 3
     require--such--additional--filing--fees--as--the--department
     determines it-demonstrates-to-the-applicant-as-necessary;-or
     the-department-may-require-a-new-application-and-filing-fee-
          (3)--The-applicant-shall-submit--supplemental--material
     in--a--timely--manner--as--requested-by-the-department-or-as
     offered-by-the-applicant-to-explain;-support;-or-provide-the
     detail-with-respect-to-an-item--described--in--the--original
     application,-without-filing-an-application-for-an-amendment;
10
     The--department's-determination-as-to-whether-information-is
11
12
     supplemental-or-whether--an--application--for--amendment--is
13
     required-shall-be-conclusive-"
14
          Section 3. Section 75-20-216, MCA, is amended to read:
15
          "75-20-216. Study, evaluation, and report on proposed
     facility -- assistance by other agencies. (1) After receipt
16
     of an application, the department and department of health
17
     shall within 90 days notify the applicant in writing that:
18
19
          (a) the application is in compliance and is accepted
20
     as complete; or
21
          (b) the application is not in compliance and list the
22
     deficiencies therein; and upon correction of these
     deficiencies and resubmission by the applicant,
23
24
     department and department of health shall within 30 days
```

notify the applicant in writing that the application is in

-12- SB 292

time--prior--to--the--department's--recommendation---If--the

proposed--amendment-is-such-that-it-prevents-the-department; the--department--of--health;--or--the--agencies--listed---in

(2)--An--application-may-be-amended-by-an-applicant-any

compliance and is accepted as complete. 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- (2) Upon receipt of an application complying with 75-20-211 through 75-20-215, and this section, department shall commence an intensive study and evaluation of the proposed facility and its effects, considering all applicable criteria listed in 75-20-301 and 75-20-503 and the department of health shall commence a study to enable it or the board of health to issue a decision, opinion, order, certification, or permit as provided in subsection (3). The department and department of health shall use, to the extent they consider applicable, valid and useful existing studies and reports submitted by the applicant or compiled by a state or federal agency.
- (3) The department of health and-the-board--of--health shall; within 1 year following the date of acceptance of an application, and-the-board-of-health-or-department-of healthy-if-applicabley-within-an-additional-6-months AND THE BOARD OF HEALTH OR DEPARTMENT OF HEALTH, IF APPLICABLE, WITHIN AN ADDITIONAL 6 MONTHS, issue any decision, opinion, order, certification, or permit required under the laws administered by the department of health or the board of health and this chapter. The department of health and the board of health shall determine compliance with all standards, permit requirements, and implementation plans under their jurisdiction for the primary--and--reasonable

-13-

alternate---locations proposed location OR ANY PROPOSED ALTERNATE LOCATION in their decision, opinion, 2 certification, or permit. The decision, opinion, order, certification, or permit, with or without conditions, is 4 conclusive on all matters that the department of health and board of health administer, and any of the criteria 6 specified in subsections (2) through (7) of 75-20-503 that are a part of the determinations made under the laws administered by the department of health and the board of 9 health. Although the decision, opinion, order, 1.0 certification, or permit issued under this subsection is 11 conclusive, the board retains authority to make the 12 determination required under 75-20-301(2)(b)-and (2)(c). The 13 14 decision, opinion, order, certification, or permit of the department of health or the board of health satisfies the 15 16 review requirements by those agencies and shall be acceptable in lieu of an environmental impact statement 17 under the Montana Environmental Policy Act. A copy of the 18 decision, opinion, order, certification, or permit shall be 19 20 served upon the department and the board and-shall-be utilized-as-part-of-their-final-site-selection--process AND 21 SHALL BE UTILIZED AS PART OF THEIR FINAL SITE SELECTION PROCESS. Prior to the issuance of a preliminary decision by 23 24 the department of health and pursuant to rules adopted by the board of health, the department of health shall provide 25

an opportunity for public review and comment.

1

2

3

4

5

б

7

8

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

(4) Within 22--months 1--year 22 MONTHS following acceptance of an application for a facility as defined in ta -- and -- (d) -- of 75-20-104(10)(11) and -- for-a-facility-as defined-in-tb)-and-tc)-of-75-28-184+18)-which-is--more--than 30--miles--in--length--and--within--l-year-for-a-facility-as defined-in-(b)-and-(c)-of-75-20-104(10)-which-is-30-miles-or less-in-length (A) AND (D) OF 75-20-104(10) AND FOR A FACILITY AS DEFINED IN (B) AND (C) OF 75-20-104(10) WHICH IS MORE THAN 30 MILES IN LENGTH, AND WITHIN 1 YEAR FOR A FACILITY AS DEFINED IN (B) AND (C) OF 75-20-104(10) WHICH IS 30 MILES OR LESS IN LENGTH, the department shall make a report to the board which shall contain the department's studies, evaluations, recommendations, RECOMMENDATIONS, other pertinent documents resulting from its study and evaluation, and an environmental impact statement or analysis7---if---any7 prepared pursuant to the Montana Environmental Policy Act; -if-any: #f-the-application-is--for a--combination--of--two--or-more--facilities--the-department shall-make-its-report-to-the-board-within-the-greater-of-the lengths-of-time-provided-for-in-this-subsection--for--either of--the--facilities-, IF ANY. IF THE APPLICATION IS FOR A COMBINATION OF TWO OR MORE FACILITIES, THE DEPARTMENT SHALL MAKE ITS REPORT TO THE BOARD WITHIN THE GREATER OF THE LENGTHS OF TIME PROVIDED FOR IN THIS SUBSECTION FOR EITHER

OF THE FACILITIES.

wildlife, and parks; state lands; revenue; and public 3 service regulation shall report to the department information relating to the impact of the proposed site on each department's area of expertise. The-report-may--include opinions--as--to--the--advisability-of-granting;-denying;-or modifying-the-certificate: THE REPORT MAY INCLUDE OPINIONS AS TO THE ADVISABILITY OF GRANTING, DENYING, OR MODIFYING 9 THE CERTIFICATE. The department shall allocate funds 10 obtained from filing fees to the departments making reports 11 to reimburse them for the costs of compiling information and 12 issuing the required report." 13 Section-8:--Section-75-28-217;-MCA;-is-amended-to-read; 14 #75-20-217---Voiding-an-application- (1)-Upon--requesty 15 an-applicant-is-entitled-to-notice-and-a-hearing-as-provided 16 in-2-4-601-and-2-4-604-if-the-department-proposes-to-void-an 17 18 application (2)--An Following--the--hearing--provided--for--in 19 subsection--(1),--an application--may--be--voided--by---the 20 21 department-fort (1)(a)--any--material--and-knowingly-false-statement-in 22 the-application-or-in--accompanying--statements--or--studies 23 required-of-the-applicant; 24 (2)(b)--failure-to-file-an-application-in-substantially

(5) The departments of highways; commerce;

3

5

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

the--form-and-content-required-by-this-chapter-and-the-rules
adopted-thereunder;-or

1

2

3

5

7

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

(3)(c)-failure-to-deposit-the-filing-fee--as--provided

Section 4. Section 75-20-219, MCA, is amended to read: "75-20-219. Amendments to a certificate. (1) Within 30 days after notice of an amendment to a certificate is given as set forth in 75-20-213(1), including notice to all active parties to the original proceeding, the department shall determine whether the proposed change in the facility would result in any a material increase in any environmental impact of the facility or a substantial change in the location of-all-or-a-portion OF ALL OR A PORTION of the facility other--than--as--provided-in-the-alternates as set forth in the original -- application CERTIFICATE. If the department determines that the proposed change would result in any a material increase in any environmental impact of the facility or a substantial change in the location of all or a portion of the facility, the board shall hold a hearing in the same manner as a hearing is held on an application for a certificate. After hearing, the board shall grant, deny, or modify the amendment with such conditions as it deems appropriate.

(2) In those cases where the department determines that the proposed change in the facility would not result in

any a material increase in any environmental impact or would not be a substantial change in the location of-all-or-a portion OF ALL OR A PORTION of the facility, the board shall automatically grant the amendment either as applied for or upon such terms or conditions as the board considers appropriate unless the department's determination is appealed to the board within 15 days after notice of the department's determination is given.

(3) If the department or the board, under subsection (4), determines that a hearing is required because the proposed change would result in any a material increase in any environmental impact of the facility or a substantial change in the location of—all—or—a-portion OF ALL OR A PORTION of the facility, the applicant has the burden of showing by clear and convincing evidence that the amendment should be granted.

change in the facility would not result in any a material increase in any environmental impact or would not be a substantial change in the location of-all-or-a-portion OF ALL OR A PORTION of the facility, and a hearing is required because the department's determination is appealed to the board as provided in subsection (2), the appellant has the burden of showing by clear and convincing evidence that the proposed change in the facility would result in any a

SB 292

material increase in any environmental impact of the facility or a substantial change in the location of-all-or-a portion OF ALL OR A PORTION of the facility other--than--as provided--in--the--alternates--set--forth--in--the--original application AS SET FORTH IN THE CERTIFICATE.

(5) If an amendment is required to a certificate which would affect, amend, alter or modify a decision, opinion, order, certification, or permit issued by the department of health or board of health, such amendment must be processed under the applicable statutes administered by the department of health or board of health."

Section-10---Section--75-20-220---MCA---is--amended--to

#75-20-220.--Hearing--examiner-----restrictions----duties.---(1)--if--the--board-appoints-a-hearing-examiner-to
conduct-any-certification-proceedings--under--this--chapter;
the--hearing--examiner--may-not-be-a-member-of-the-board;-an
employee-of-the-department;-or-a-member-or-employee--of--the
department-of-health-or-board-of-health-A-hearing-examiner;
if-any;-shall-be-appointed-by-the-board-within-20-days-after
the--department's-report-has-been-filed-with-the-board;-If-a
hearing-is-held-before-the-board-of-health-or-the-department
of-health;--the--board--and--the--board--of--health--or--the
department-of-health-shall-mutually-agree-on-the-appointment
of-a-hearing-examiner-to-preside-at-both-hearings;

(2)--A--prehearing--conference--shall-be-held-following notice-within-60-days-after-the-department's-report-has-been filed-with-the-board-

(3)--The-prehearing-conference-shall-be--organized--and supervised-by-the-hearing-examiner-

(4)--The-prehearing-conference-shall-be-directed-toward a--determination-of-the-issues-presented-by-the-application; the--department's--report;--and--an--identification--of--the witnesses--and--documentary--exhibits-to-be-presented-by-the active-parties-who-intend-to-participate-in-the-hearing-

(5)--The-hearing-examiner-shall-require-the-active parties-to-submit;--in-writing;--and-serve-upon-the-other active-parties;-all-direct-testimony-which-they-propose--and any-studies;-investigations;-reports;-or-other-exhibits-that any--active--party--wishes--the--board--to--consider;--These written-exhibits-and-any-documents--that--the--board--itself wishes--to--use--or-rely-on-shall-be-submitted-and-served-in like-manner;-at-least-20-days-prior-to-the-date-set-for--the hearing;--Por--good--cause--shown;--the-hearing-examiner-may allow-the-introduction-of-new-evidence-at-any-time;

t67--The-hearing-examiner-shall-allow--discovery--which shall--be--completed-before-the-commencement-of-the-hearing, upon-good-cause-shown-and-under-such-other-conditions-as-the hearing-examiner-shall-prescribe;

(7)--Public--witnesses--and--other--interested---public

T

parties-may-appear-and-present-oral-testimony-at-the-hearing or--submit--written-testimony-to-the-hearing-examiner-at-the time-of-their-appearance-These--witnesses--are--subject--to cross-examination-

б

t8)--The--hearing-examiner--shall--issue--a-prehearing order-specifying-the-issues-of-fact-and-of-lawy--identifying the--witnesses--of--the--active--partiesy--naming-the-public witnesses-and-other-interested-parties--who--have--submitted written-testimony-in-lieu-of-appearancey-outlining-the-order in--which--the--hearing--shall--proceedy-setting-forth-those section-75-20-301-criteria-as-to-which-no-issue-of--fact--or law--has--been--raised-which-are-to-be-conclusively-presumed and-are-not-subject-to-further-proof-except-for--good--cause showny--and--any-other-special-rules-to-expedite-the-hearing which-the-hearing-examiner-shall-adopt-with-the-approval--of the-board-

(9)--At--the--conclusion--of--the--hearing-the-hearing examiner-shull-declare-the-hearing-closed-and-shall---within 60-days-of-that-date--prepare-and-submit-to-the-board-and-in the--case--of--a--conjunctive-hearing-within-90-days-to-the board-and-the--board--of--health--or--department--of--health proposed--findings--of--fact--conclusions--of--law--and--a recommended-decision-

0)-The-hearing-examiner-appointed-to-conduct--a certification-proceeding-under-this-chapter-shail-insure

that--the--time--of--the--proceeding;--from--the--date---the
department's--report--is--filed--with--the--board--until-the
recommended-report-and-order-of-the-examiner-is--filed--with
the--board;--does--not--exceed--9 6 calendar-months-unless
extended-by-the-board-for-good-cause;

SB 0292/03

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

Section-ll---Section--75-20-2227--MCAy--is--amended--to

#75-20-222:--Record-of-hearing----procedure----rules-of
evidence------burden---of---proof:----(1)---Any---studies;
investigations;--reports;--or--other--documentary--evidence;
including--those-prepared-by-the-department;-which-any-party
wishes-the-board-to--consider--or--which--the--board--itself
expects--to-utilize-or-rely-upon-shall-be-made-a-part-of-the
record;

(2)--A-record-shall-be-made-of-the-hearing-and--of--all testimony-taken:

(3)--In--a--certification--proceeding--held--under-this chapter,-the-applicant-has-the-burden-of--showing--by--clear and--convincing--evidence--that--the--application--should-be granted-and-that-the-criteria-of-75-20-301-are-met-

1

2

3

5

6

7

8

9

10

13

15

16

17

18

20

21

22

23

24

25

the-procedures-set-forth-inthischapter,theprocedura
rulesadoptedbytheboardyandtheMontanaRules-of
Evidence-unless-one-or-more-rules-of-evidence-are-waivedby
thehearing-examiner-upon-a-showing-of-good-cause-by-one-or
more-of-the-partiestothehearingNootherrulesof
procedureor-evidence-shall-apply-except-that-the-contested
case-procedures-of-the-Montana-Administrative-ProcedureAct
shall-apply-if-not-in-conflict-with-the-procedures-set-forth
inthischapterortheproceduralrules-adopted-by-the
board."
Section-12:Section75-20-225;MGA;isamendedto
read:
#75-28-225Certificaterenewalapplication
contentsfiling-feer(1)-Any-certificateholderfora
facilityasdefinedin75-20-104(10)(a)(i)(11)(a)(i) may
apply-for-renewal-of-a-certificate-prior-to-thecertificate
lapsing.
(2)Anapplicant-for-a-renewal-of-a-certificate-shall
file-with-the-department-and-department-ofhealthajoint
application-in-such-form-as-the-board-requires-by-rule-
(3)Anapplicationfor-renewal-of-a-certificate-must
includeupdatedinformationonthematterslistedin
75-20-211(1)(a)thathavechangedsincetheoriginal
application-and-such-other-information-as-the-board-requires

+4)--All-proceedings-under-this-chapter-are-governed-by

1

2

3

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

```
by--rule--for---certification----The---matters---listed---in
      75-20-211(1)(a)(iv)---and---(1)(a)(v)---for---the--alternate
      locations-must-be-updated-only-if-the-board-determines--that
      within--the--certified--location--significant--changes--have
      occurred-to-warrant-a-review-of-alternate-locations-
          (4)--An-application-filed--under--subsection--fi)--must
      comply-with-the-provisions-of-75-20-211(3)-through-(5);
          (5)--Except---as---provided--in--this--subsection;--the
      applicant-shall-pay--a--filing--fee--to--the--department--in
      accordance--with-75-20-215(2);-The-fee-is-in-addition-to-any
11
      previous--filing--fee--paid--for--processing--the---original
12
      application-for-a-certificate-pursuant-to-75-20-215--The-fee
      may-not-exceed-the-following-scale:
          ta)--0:125%--of--any-estimated-cost-up-to-$300-million;
14
      erfa
          tb)--0:063%-of-any-estimated-cost-over--$300--million-"
          Section-13:--Section--75-20-226;--MCA;--is--amended--to
      read:
19
          #75-20-226---Renewal-study----(1)--Upon--receipt--of--a
      completed--application--for--renewal--of--a-certificate--the
      department-shall-evaluate-the-updated--information--and--any
      significant--changesy--as-applicable; in-needy-alternativesy
      technology; -- baseline--environment; -- and--the--environmental
      impacts--of--a--facility--that--have--taken--place-since-the
```

original--study--performed--in--granting--the---certificate;

considering-the-applicable-criteria-listed-in-75-20-301-and 75-20-503-and-the-original-board-findings-and-certificate conditions:

(2)--The--department-of-health-and-the-board-of-healthy within--10-months--of--acceptance--of--a--complete--renewal application;-shall-complete-the-statutory-duties-established in--75-20-216(3):--A--copy--of-any-decision;-opinion;-order; certification;-or-permit-must-be-served--on--the--department and---the---board---and--must--be--used--as--part--of--their decisionmaking-process;

(3)--Within--12-months--following--acceptance--of---a complete--application--for--renewal--of--a--certificate; the department-shall-make-a-report-to-the--board; --This--report must---contain---the---department's---studies; --evaluations; recommendations; -and--other--pertinent--documents--resulting from--its--study-and-evaluation-and-an-updated-environmental impact-statement--or--analysis; --if--any; --pursuant--to--the Montana--Environmental--Policy--Act; The-department's-report must-be-directed-to-the-question--of--whether--the--original board--findings--and--conditions--have--been--or--need-to-be altered--as--a--result--of--any--significant---changes; ---as applicable; in--need; --alternatives; --technology; --baseline environment; -or-environmental-impact-since-issuance--of--the cert_-&icate; --considering--the-applicable--criteria-listed-in 75-20-301-and-75-20-503;

(4)-The-departments-of-highways;--commerce;---fish; wildlife;--and--parks;--state--lands;--revenue;--and--public service--regulation---shall---report---to---the---department information--relating--to-the-impact-of-the-proposed-site-on each-department's-area-of--responsibility;--The--report--may include--opinions--as--to--the--advisability-of-renewing-the certificate;-The-department-shall--allocate--funds--obtained from--filing--fees--to--the--departments--making--reports-to reimburse-them-for-the-cost--of--compiling--information--and issuing-the-required-reports-*

Section-14:--Section--75-20-227;--MCA;--is--amended--to

#75-20-227.--Certificate-renewal-hearing-----decision(1)--The--board--shall--follow--the--provisions-of-75-20-218
through--75-20-222--in--making--decisions---on---certificate
renewals-

(2)--Within-60-days-after-submission-of-the-recommended decision-by-the-hearing-examiner,-the-board-shall-make complete-findings,-issue-an-opinion,-and-render--a-decision upon-the-record,-either-granting-or-denying-the-renewal application-or-renewing-the-certificate-with-such-changes-in the-terms-and-conditions-as-the-board-considers-appropriate.

t3)--The-board-may-not-renew-a--certificate--either--as proposed-by-the-applicant-or-as-modified-by-the-board-unless it--finds--and--determines--the--criteria--in--75-20-301-and

75-20-5037---considering---any---significant---changes_---as applicable_ in--need_--alternatives_--technology_--baseline environment_-and-environmental-impact_*

Section 5. Section 75-20-301, MCA, is amended to read:

"75-20-301. Decision of board -- findings necessary
for certification. (1) Within 60 days after submission of
the recommended decision by the hearing examiner, the board
shall make complete findings, issue an opinion, and render a
decision upon the record, either granting or denying the
application as filed or granting it upon such terms,
conditions, or modifications of the construction, operation,
or maintenance of the facility as the board considers
appropriate.

- (2) The board may not grant a certificate either as proposed by the applicant or as modified by the board unless it shall find and determine:
 - (a) the basis of the need for the facility;
- (b) the nature of the probable environmental impact;
- (c) that the facility represents—the-minimum MINIMIZES adverse environmental impact, considering the state of available technology and y---for--facilities--defined--in 75-20-104(11)(b)-and-(11)(c)y the nature and--economics AND ECONOMICS of the various-alternatives alternate-locations VARIOUS ALTERNATIVES;
- (d) each of the criteria listed in 75-20-503;

- 1 (e) in the case of an electric, gas, or liquid
 2 transmission line or aqueduct:
- 3 (i) what part, if any, of the line or aqueduct shall 4 be located underground;
- 5 (ii) that the facility is consistent with regional 6 plans for expansion of the appropriate grid of the utility 7 systems serving the state and interconnected utility 8 systems; and
- 9 (iii) that the facility will serve the interests of 10 utility system economy and reliability;
 - (f) that the location of the facility as proposed conforms to applicable state and-local 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,—the—law—or regulation—is—unreasonably—restrictive—in—view—of—the existing—technology,—of—factors—of—cost—or—economics,—or—of the—needs—of—consumers,—whether—located—inside—or—outside—of the—directly—affected—government—subdivisions, EXCEPT THAT THE BOARD MAY REFUSE TO APPLY ANY LOCAL LAW OR REGULATION IF IT FINDS THAT, AS APPLIED TO THE PROPOSED FACILITY, THE LAW OR REGULATION IS UNREASONABLY RESTRICTIVE IN VIEW OF THE EXISTING TECHNOLOGY, OF FACTORS OF COST OR ECONOMICS, OR OF THE NEEDS OF CONSUMERS, WHETHER LOCATED INSIDE OR OUTSIDE OF THE DIRECTLY AFFECTED GOVERNMENT SUBDIVISIONS:

1

11

12

13

14

15

22

23

24

25

1	(g)	that	the	facility	will	serve	the	public	interest
2	convenien	ce, an	d nec	cessity;					

3

4

5

- (h) that the department of health or board of health have issued a decision, opinion, order, certification, or permit as required by 75-20-216(3); and
- (i) <u>for-facilities--defined--in--75-20-104(11)(b)--and</u>

 7 <u>fillytely</u> that the use of public lands for location of the

 8 facility was evaluated and public lands were selected

 9 whenever their use is as economically practicable as the use

 10 of private lands and compatible with the environmental

 11 criteria listed in 75-20-503.
- 12 (3) In determining that the facility will serve the 13 public interest, convenience, and necessity under subsection 14 (2)(g) of this section, the board shall consider:
- 15 (a) the items listed in subsections (2)(a) and (2)(b)
 16 of this section;
- 17 (b) the benefits to the applicant and the state 18 resulting from the proposed facility;
- 19 (c) the effects of the economic activity resulting 20 from the proposed facility;
- 21 (d) the effects of the proposed facility on the public 22 health, welfare, and safety;
- 23 (e) any other factors that it considers relevant.
- 24 '4) Considerations of need, public need, or public25 convenience and necessity and demonstration thereof by the

2 Section-16:--Section--75-20-302;--MCA;--is--amended--to
3 read:
4 #75-20-302:--Conditions--imposed:---(1)--If--the--board
5 determines-that-the-tocation-of-all--or--a--part--of--the--

applicant shall apply only to utility facilities."

determines-that-the-location-of-all-or-a-part-of--the a
proposed--facility defined--in--75-20-104(il)(b)-or-(ll)(c)
should-be-modified,-it-may-condition--its--certificate--upon
such-modification,-provided-that-the-persons-residing-in-the
area-affected-by-the-modification-have-been-given-reasonable
notice-of-the-modification;

(2)--In-making-its-findings-under-75-20-301(2)(a)-for-a facility-defined-in-75-20-104(10)(a)(i)(11)(a)(i)(-the-board may-condition-a-certificate-upon-actual-load-growth-reaching a-specified-level-or-on-availability-of-other-planned-energy resources:

16 Section-17:--Section--75-20-303;--MCA;--is--amended--to
17 read:

18 #75-20-303;--Opinion-issued-with-decision----contents;
19 (t)--In--rendering--a--decision--on--an--application--for--a
20 certificate;-the-board-shall-issue-an-opinion; stating--its
21 reasons-for-the-action-taken;

t2)--If--the-board-has-found-that-any-regional-or-local
law-or-regulation-which-would--be--otherwise--applicable--is
unreasonably--restrictive--pursuant--to--75-20-301(2)(f);-it
shall-state-in-its-opinion-the-reasons-therefor-

1

2

3

5

7 8

9

10

11

12

13 14

15

16

17

18 19

20

21

22

23

24 25

1	$+3+\frac{1}{2}$ Anycertificateissuedbytheboardshall
2	include-the-following:
3	(a)anenvironmentalevaluation-statement-related-to
4	the-facility-being-certifiedThestatementshallinclude
5	but-not-be-limited-to-analysis-of-the-following-information:
б	(i)the-environmental-impact-of-the-proposed-facility;
7	(ii)-anyadverse-environmental-effects-which-cannot-be
8	avoided-by-issuance-of-the-certificate;
9	<pre>fiti>-problems-and-objections-raised-byotherfederal</pre>
10	and-state-agencies-and-interested-groups;-and
11	(iv)-alternatives-to-the-proposed-facility;
12	(b)a-plan-for-monitoring-environmental-effects-of-the
13	proposed-facility;
14	(c)aplan-for-monitoring-the-certified-facility-site
15	betweenthetimeofcertificationandcompletionof
16	construction?
17	(d)atimelimitas-provided-in-subsection-(4) (3)7
18	and
19	(e)astatementsignedbytheapplicantshowing
20	agreementtocomplywith-the-requirements-of-this-chapter
21	and-the-conditions-of-the-certificate-
22	(4)(3)(a)-Theboardshallissueaspartofthe
23	certificate-the-following-time-limits:
24	(i)Porafacilityasdefinedin(b)or(c)-of
25	75-20-104(10)(11)(b)-or-(11)(c) that-is-more-than30miles

```
in--lengthy--construction-must-be-completed-within-10-years:
    (ii)-Por---a---facility---as---defined---in---(b)----of
75-20-104(10)(11)(b)--that--is--30--miles-or-less-in-length;
construction-must-be-completed-within-5-years:
    tiii)-Por-a-facility-as-defined-in-(a)-of-75-20-104(10)
(11)(a);-construction-must-begin-within-6-years-and-continue
with--due---diligence---in---accordance---with---preliminary
construction-plans-established-in-the-certificate-
    (b)--Unless--extended--or--renewed--in--accordance-with
subsection-(4)(c) (3)(c) or-75-20-225-through--75-20-227;--a
certificate--lapses--and--is--void--if--the--facility-is-not
constructed-or--if--construction--of--the--facility--is--not
commenced--within--the-time-limits-provided-in-this-section-
    (c)--The-time-limit-may-be-extended--for--a--reasonable
period--upon--a-showing-by-the-applicant-to-the-board-that-a
good--faith--effort--is---being---undertaken---to---complete
construction --- under -- subsections -- (4)(a)(i) subsection
(3)(a)(i) and--(4)(a)(ii) or--(3)(a)(ii) or---to---begin
construction-under-subsection-(4)(a)(iii) (3)(a)(iii)--Under
this-subsection,-a-qood-faith-effort-includes-the-process-of
acquiring---any---necessary---state--or--federal--permit--or
certificate-for-the-facility-and-the--process--of--judicial
review-of-any-such-permit-or-certificate-
```

-31- SB 292

-32-

(5)(4)--The--provisions--of-subsection-(4) (3) apply-to

any-facility-for-which-a-certificate-has-not-been-issued--or

SB 292

SB 0292/03

for-which-construction-is-yet-to-be-commenced;#

1

2

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

- Section 6. Section 75-20-304, MCA, is amended to read:

 "75-20-304. Waiver of provisions of certification
 proceedings. (1) The board may waive compliance with any of
 the provisions of 75-20-216 through 75-20-222, 75-20-501,
 and this part if the applicant makes a clear and convincing
 showing to the board at a public hearing that an immediate,
 urgent need for a facility exists and that the applicant did
 not have knowledge that the need for the facility existed
 sufficiently in advance to fully comply with the provisions
 of 75-20-216 through 75-20-222, 75-20-501, and this part.
- (2) The board may waive compliance with any of the provisions of this chapter upon receipt of notice by a utility-or person subject to this chapter that a facility or associated facility has been damaged or destroyed as a result of fire, flood, or other natural disaster or as the result of insurrection, war, or other civil disorder and there exists an immediate need for construction of a new facility or associated facility or the relocation of a previously existing facility or associated facility in order to promote the public welfare.
- (3) The board shall waive compliance with the requirements of subsections (2)(c), (3)(b), and (3)(c) of 75-2;-301_T and AND 75-20-501(5)_T and the-requirements-of subsections--(1)(a)(iv)--and--(v)--of THE REQUIREMENTS OF

- 1 SUBSECTIONS (1)(A)(IV) AND (V) OF 75-20-211(1)(1)(a)(1V),
 2 75-20-216(3), AND 75-20-303(3)(A)(IV)7--75-20-216(3); and
- 3 = 75-20-303(3)(a)(iv) relating to consideration of alternative
- 4 sites if the applicant makes a clear and convincing showing
 - to the board at a public hearing that:
- 6 (a) a proposed facility will be constructed in a
 7 county where a single employer within the county has
 8 permanently curtailed or ceased operations causing a loss of
 9 250 or more permanent jobs within 2 years at the employer's
 10 operations within the preceding 10-year period:
- 12 (b) the county and municipal governing bodies in whose 12 jurisdiction the facility is proposed to be located support 13 by resolution such a waiver;
- 14 (c) the proposed facility will be constructed within a 15 15-mile radius of the operations that have ceased or been 16 curtailed; and
- 17 (d) the proposed facility will have a beneficial 18 effect on the economy of the county in which the facility is 19 proposed to be located.
- 20 (4) The waiver provided for in subsection (3) applies
 21 only to permanent job losses by a single employer. The
 22 waiver provided for in subsection (3) does not apply to jobs
 23 of a temporary or seasonal nature, including but not limited
 24 to construction jobs or job losses during labor disputes.
- 25 (5) The waiver provided for in subsection (3) does not

apply to consideration of alternatives or minimum adverse
environmental impact for a facility defined in subsections
<pre></pre>
of 75-20-104 <u>ftl</u> , for an associated facility defined in
subsection (3) of 75-20-104 (3) , or for any portion of or
process in a facility defined in subsection(10)(a)of
SUBSECTION (10)(A) OF 75-20-104(11)(a) to the extent that
the process or portion of the facility is not subject to a
permit issued by the department of health or board of
health.

- (6) The applicant shall pay all expenses required to process and conduct a hearing on a waiver request under subsection (3). However, any payments made under this subsection shall be credited toward the fee paid under 75-20-215 to the extent the data or evidence presented at the hearing or the decision of the board under subsection (3) can be used in making a certification decision under this chapter.
- 19 (7) The board may grant only one waiver under 20 subsections (3) and (4) for each permanent loss of jobs as 21 defined in subsection (3)(a).**
- 22 Section-19:--Section--75-20-402;--MCA;--is--amended--to
 23 read:
- 24 #75-20-402:--Monitoring:--The--board:--the--department; 25 the--department--of--health:--and--the-board-of-health-shall

1	monitor-the-operations-of-allcertificatedfacilitiesfor
2	assuringcontinuingcompliancewiththischapterand
3	certificatesissuedhereunderandfordiscoveringand
4	preventingnoncompliancewiththischapterandthe
5	certificatesThe-applicant-shall-pay-allexpensesrelated
6	tothemonitoring-plan-established-in-subsection-(3)(b)-o
7	(3)(c)-of-75-20-303(2)(b)-or-(2)(c) totheextentfedera
8	fundsavailableforthefacility,asdetermined-by-the
9	department-ofhealthyhavenotbeenprovidedforsuc
10	purposes - u

- Section-20--Section--75-20-4037--MCA7--is--amended--to
- #75-20-403---Revocation-or-suspension--of--certificatePollowing--notice--and--an--opportunity--for--a--hearing--a
 certificate-may-be-revoked-or-suspended-by-the-board-
- (+)--for--any---material---false---statement---in---the application---or---in--accompanying--statements--or--studies required-of-the-applicant-if-a--true--statement--would--have warranted-the-board's-refusal-to-grant-a-certificate;
- (2)--for--failure--to--maintain--safety-standards-or-to
 comply-with-the-terms-or-conditions-of-the--certificate;--or
- 22 (3)--for--violation--of--any-provision-of-this-chapter;
 23 the-rules-issued-thereunder;--or--orders--of--the--board--or
 24 department;
- 25 Section-21:--Section--75-20-405;--MCA;--is--amended--to

-35- SB 292 -36- SB 292

Ŧ	e	a	đ	:
---	---	---	---	---

В

#75-20-405---Action-to-recover-damages-to-water-supplyAn-owner-of-an-interest-in-real-property-who-obtains-all--or
part--of--his--supply--of--water-for-domesticy-agriculturaly
industrialy--or--other--legitimate beneficial use--from--a
surface--or--underground--source-may-sue-a-person-to-recover
damages-for-contaminationy-diminutiony--or--interruption--of
the-water-supply-proximately-resulting-from-the-operation-of
a--facility---The-remedies-enumerated-in-this-section-do-not
exclude-the-use-of-any-other-remedy-which-may--be--available
under-the-laws-of-the-state-**

Section-22:--Section--75-20-501;--MCA;--is--amended--to read:

#75-20-501--Annual--long-range---plan---submitted----contents----available-to-public---(1)-Each-utility-and-each
person-contemplating-the-construction-of-a--facility--within
this-state-in-the-ensuing-10-years-shall-furnish-annually-to
the--department--for--its--review--a-long-range-plan-for-the
construction-and-operation-of-facilities-

(2)--The-plan-shall-be-submitted-by-July-1-of-each-year and-must-include-the-following:

ta)--the--general--location;--size;--and--type--of--all facilities-to-be-owned-and-operated-by-the-utility-or-person whos: when construction-is-projected-to-commence-during-the ensuing-l0-years;-as-well-as-those-facilities-to-be--removed

from-service-during-the-planning-period;

(b)--in--the--case-of-utility-facilities,-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--energy--needs--of
the-region;

tc)--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;

td)--projections-of-the-demand-for-the-service-rendered by-the a-utility-or-person-and-explanation-of-the-basis--for 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 requests in-order-to carry-out-the-purposes-of-this-chapter.

(3)--The-plan-shall-be-furnished-to-the-governing-body of-each-county-in-which-any-facility-included-in-the-plan under-(2)(a)-of-this-section-is-proposed-to-be--located-and made--available-to-the-public-by-the-department:-The-utility or-person-shall-give-public-notice-throughout-the--state--of

SB 0292/03

itsplanby-filing-the-plan-with-the-environmental-quality
councilythedepartmentofhealthandenvironmenta:
sciences;thedepartmentofhighways;the-department-of
public-service-regulation;-the-departmentofstatelands
thedepartmentoffish7wildlife7andparks7andthe
department-of-commerceCitizen-environmental-protection-and
resource-planning-groupsandotherinterested <u>Interested</u>
personsmayobtainaplan-by-written-request-and-payment
therefor-to-the-department:
(4)hruralelectriccooperativemayfurnishthe
departmentwithacopyof-the-long-range-plan-and-2-year
work-plan-requiredtobecompletedunderfederalrural
electrificationrequirements-in-lieu-of-the-long-range-plan
required-in-subsection-(1):
<pre>{5}No-person-may-file-an-application-forafacility</pre>
unlessthe-facility-had-been was adequately-identified-in-a
long-range-plan-at-least-2-years-prior-to-acceptanceofan
applicationbythedepartment;exceptforelectric
transmission-lines-of-a-design-capacity-of-230-kilovoltsor
less:#
Section-23Section75-20-5027MCA7isamendedto
read:
#75-20-502Studyofincludedfacilities
utilityorperson-lists-and-identifies-a-proposed-facility
in-its the plany-submitted-pursuant-to-75-28-5817-88-oneon

1

2

3

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

```
1
      which--construction--is--proposed-to-be-commenced-within-the
      5-year--period--following--submission--of--the---plan;---the
 2
      department -- shall-commence-examination-and-evaluation-of-the
      proposed-site--to--determine--whether--construction--of--the
      proposed--facility--would--unduly--impair--the-environmental
 6
      values-in-75-20-503.-This-study-may-be-continued-until--such
 7
      time--as--a--person--files--an-application-for-a-certificate
 8
      under-75-20-211:-Information-gathered-under-this-section-may
 9
      be-used-to-support-findings-and-recommendations-required-for
10
      issuance-of-a-certificate-*
11
           Section-24---Section--75-20-503---MCA---is--amended--to
12
      read:
13
           "75-20-503;--Environmental---factors---evaluated;----In
14
      evaluating-long-range-plans,-conducting-5-year-site-reviews,
15
      and-evaluating-applications-for-certificates; -the-board--and
16
      department-shall-give-consideration-to-the-following-list-of
17
      environmental-factors,-where-applicable,-and-may-by-rule-add
18
      to-the-categories-of-this-section:
19
           fi)--energy-needs+ requirements+
20
           ta)--growth-in-demand-and-projections-of-need;
21
           tb)--availability---and---desirability--of--alternative
22
      sources-of-energy?
23
           te)--availability--and--desirability---of---alternative
24
      sources-of-energy-in-lieu-of-the-proposed-facility;
```

25

fd)--promotional--activities--of--the-utility-which-may

-42-

SB 292

1	have-given-rise-to-the-need-for-this-facility;	1	at-site-and-as-aresultoffossilfueldemandsofth
2	te;socially-beneficial-uses-oftheoutputofthis	2	facitity
3	facility,includingitsusestoprotectorenhance	3	(k)corridordesignand-construction-precautions-fo
4	environmental-quality;	4	transmission-lines-or-aqueducts;
5	(f)conservation-activitieswhichcouldreducethe	5	(1)scenic-impacts;
6	need-for-more-energy;	6	<pre>(m)effects-on-natural-systems;-wildlife;-plantlife</pre>
7	tg}researchactivitiesoftheutilityofnew	7	<pre>(n)impactsonimportanthistoricarchitectural;</pre>
8	technologyavailabletoitwhichmightminimize	8	archeological,-and-cultural-areas-and-features;
9	environmental-impact;	9	(a)extent-ofrecreationopportunitiesandrelated
10	(2)land-use-impacts:	10	compatible-uses;
11	<pre>fa)area-of-land-required-and-ultimate-use;</pre>	11	<pre>tp;public-recreation-plan-for-the-project;</pre>
12	<pre>tb)consistencywith-areawide-state-and-regional-land</pre>	12	<pre>fq)public-facilities-and-accommodation;</pre>
13	use-plans;	13	<pre>fr)opportunitiesfor-joint-use-with-energy-intensive</pre>
14	<pre>fo}consistency-withexistingandprojectednearby</pre>	14	industries-or-other-activities-toutilizethewastehead
15	łand-use;	15	from-facilities;
16	<pre>{d}alternative-uses-of-the-site;</pre>	16	(s)forfacilitiesdefinedin75-20-104(11)(b)-and
17	(e)impactonpopulationalreadyinthearea;	17	(11)(c); opportunities-for-using-public-landsforlocation
18	population-attracted-by-constructionoroperationofthe	18	offacilitieswheneveras-economically-practicable-as-the
19	facility-itself;	19	use-of-private-lands-and-compatible-with-the-requirements-of
20	<pre>ff impactofavailabilityofenergyfromthis</pre>	20	this-section;
21	facility-on-growth-patterns-and-population-dispersal;	21	(3)water-resources-impacts:
22	<pre>(g)geologic-suitability-of-the-site-or-route;</pre>	22	ta)hydrologic-studies-of-adequacy-of-water-supply-and
23	<pre>(h)seismologic-characteristics;</pre>	23	impact-of-facility-on-streamflow;-lakes;-and-reservoirs;
24	,i)construction-practices;	24	(b)hydrologic-studiesofimpactoffacilitieson
25	(j)extent-of-erosion;-scouring;-wasting-of-land;-both	25	groundwater;

SB 292

-41**-**

1	<pre>fc}cooling-system-evaluation-including-consideration</pre>
2	of-alternatives;
3	<pre>fd;inventoryofeffluents;includingphysical;</pre>
4	chemical,-biological,-and-radiological-characteristics;
5	tethydrologic-studiesofeffectsofeffluentson
6	receivingwaters;includingmixingcharacteristicsof
7	receiving-waters;-changedevaporationduetotemperature
8	differentials,and-effect-of-discharge-on-bottom-sediments;
9	ff}relationship-to-water-quality-standards;
0	tg?effects-of-changesinquantityandqualityon
1	wateruseby-others;-including-both-withdrawal-and-in-situ
12	uses;
13	<pre>th)relationship-to-projected-uses;</pre>
L 4	<pre>fi)relationship-to-water-rights;</pre>
L 5	<pre>†j}effects-on-plant-and-animal-life;-including-algae;</pre>
L 6	macroinvertebrates;-and-fish-population;
L 7	<pre>{k}effectsonuniqueorotherwisesignificant</pre>
18	ecosystems;-e-g-;-wetlands;
9	<pre>fl)monitoring-programs;</pre>
20	(4)air-quality-impacts:
21	{a}meteorologywinddirection-and-velocityambient
22	temperatureranges;precipitationvalues;inversion
23	occurrence,-other-effects-on-dispersion;
24	<pre>tb)topographyfactors-affecting-dispersion;</pre>
25	<pre>(c)standardsineffect-and-projected-for-emissions;</pre>

-43-

1	td)design-capabitity-to-meet-standards;
2	(e)emissions-and-controls:
3	(i)stack-design;
4	(ii)-particulates;
5	(iii)-sulfur-oxides;
6	(iv)-oxides-of-nitrogen;-and
7	(v)heavymetals;traceelements;radioactive
8	materials;-and-other-toxic-substances;
9	(f)relationshipto-present-and-projected-air-quality
10	of-the-area;
11	(g)monitoring-program;
12	(5)solid-wastes-impacts:
13	{a}solid-waste-inventory;
14	(b)disposal-program;
15	(c)relationshipofdisposalpracticesto
16	environmental-quality-criteria;
17	(d)capacityofdisposalsitesto-accept-projected
18	waste-loadings;
19	<pre>+6}radiation-impacts:</pre>
20	<pre>{a}land-use-controls-over-development-and-population;</pre>
21	<pre>+b}wastes-and-associated-disposal-program-forsolid;</pre>
22	liquid;-radioactive;-and-gaseous-wastes;
23	<pre>fe}analysesandstudiesoftheadequacyof</pre>
24	engineering-safeguards-and-operating-procedures;
25	{d}monitoringadequacyofdevicesandsampling

1	techniques;
2	+7}noise-impacts:
3	<pre>{a}construction-period-levels;</pre>
4	(b)operational-levels;
5	(c)relationship-of-present-and-projected-noise-levels
6	to-existing-and-potential-stricter-noise-standards;
7	<pre>+d}monitoringadequacy-of-devices-and-methods-"</pre>
8	Section-25:Section75-20-1202;MCA;isamended-to
9	read:
LO	#75-28-1282DefinitionsAs-used-inthispartand
11	75-20-201through75-20-2037thefollowingdefinitions
L 2	apply:
L 3	(1)(a)-"Nuclear-facility"-means-each-plant;-unit;or
L 4	other-facility-designed-for-or-capable-of:
15	(i)generating50-megawatts-of-electricity-or-more-by
16	means-of-nuclear-fission;
17	tith-converting,enriching,fabricating,or
18	reprocessing-uranium-minerals-or-nuclear-fuels;-or
19	(iii)-storingordisposingofradioactive-wastes-or
20	materials-from-a-nuclear-facility-
21	<pre>fb;"Nuclearfacility"doesnotincludeany</pre>
22	small-scalefacility-used-solely-for-educational;-research;
23	ormedicalpurposesnotconnectedwiththecommercial
24	gene:ation-of-energy:
25	(2)"Facility",asdefinedin-75-20-104(10)(111);-is

1	further-defined-to-include-any-nuclear-facilityasdefined
2	in-subsection-(1)(a)-of-this-section-"
3	Section 7. Section 75-20-1205, MCA, is amended to
4	read:
5	"75-20-1205. Emergency approval authority invalid for
6	nuclear facilities. Notwithstanding the provisions of
7	subsections-(2)-and-(3)-of 75-20-304(2) AND (3), the board
8	may not waive compliance with any of the provisions of this
9	part or 75-20-201 through 75-20-203 relating to
10	certification of a nuclear facility."
11	NEW SECTION. Section 8. Extension of authority. Any
12	existing authority of the board of natural resources and
13	conservation, the board of health and environmental
14	sciences, and the department of health and environmental
15	sciences to make rules on the subject of the provisions of
16	this act is extended to the provisions of this act.
17	NEW-SECTION: Section-9:Effective-date:This-actis
18	effective-on-passage-and-approval-

-End-

-45- SB 292

-46-

STANDING COMMITTEE REPORT

	HOUSE		MARCH 11	1987
Mr. Speaker: We, the committee on _		n NATURAL R	ESOURCES	
report	SB 292			
☐ do pa ☐ do no		Be concurred in □ be not concurred in	X as amen ☐ stateme	nt of intent attached
		YOM JO	NES	Chairman
1.	Title, line 19. Strike: ";" thro	ough "DATE"		
2.	Page 46, lines 1: Strike: section	7 and 18. 9 in its entirety		

COMMITTEE OF THE WHOLE AMENDMENT

(38)

HOUSE

3-17-87
DATE
12:00 TIME

MR. CHAIRMAN: I MOVE TO AMEND	SB 292	2
	blue) as follows:	417
	Color	PASS

STATEMENT OF INTENT SB292

A statement of intent is required for this bill in order to provide guidance to the Board of Natural Resources and Conservation concerning the Board"s authority to make rules on the provisions of the Montana Major Facility Siting Act that are affected by this bill.

Section 5 amends the Board's decision standard concerning adverse environmental impact. The term "minimizes" is substituted for the existing qualifying phrase "represents the minimum". This amendment is consistent with the historical practice and interpretation of the Board in carrying out its functions under the siting act. It is the intent of the legislature that the Board's rules and regulations in effect at the time of the enactment of this bill represent reasonable rules implementing and interpreting the decision standard as amended by this bill.

ADOPT REJECT

Rep. Bobaillet

3171200S.CW