Session of 2004

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## HOUSE BILL No. 2607

By Committee on Environment

1-28

8 9 AN ACT concerning solid waste management; amending K.S.A. 65-3407 10 and repealing the existing section. 11 12 *Be it enacted by the Legislature of the State of Kansas:* 13 Section 1. K.S.A. 65-3407 is hereby amended to read as follows: 65-143407. (a) Except as otherwise provided by K.S.A. 65-3407c and amend-15ments thereto, no person shall construct, alter or operate a solid waste 16 processing facility or a solid waste disposal area of a solid waste manage-17ment system, except for clean rubble disposal sites, without first obtaining 18a permit from the secretary. 19 (b) (1) Before submitting a permit application for a solid waste dis-20 posal area and before any local zoning action is taken or a solid waste 21 management plan consistency certification is made related to the proposed 22 facility, the applicant shall complete a preliminary site evaluation in ac-23cordance with rules and regulations adopted by the secretary. In estab-24lishing appropriate standards for preliminary site evaluations, the secre-25tary shall consider factors such as the type or types of waste disposed and the size of the proposed facility. The preliminary site evaluation shall 2627include, but not be limited to: (A) An evaluation of applicable location 28restrictions, (B) a description of site characteristics in accordance with 29criteria established in rules and regulations adopted by the secretary and (C) a list of applicable standards prescribed by rules and regulations

30 (C) a list of applicable standards prescribed by rules and regulations
31 adopted by the secretary based upon the type of landfill and identified
32 site characteristics.

(2) Four copies of each completed preliminary site evaluation report
 and any follow-up supplemental information shall be submitted by the
 applicant to the secretary for review and distribution to local government
 officials.

37 (3) Within 90 days after receipt of a preliminary site evaluation report
 38 or within 30 days after receipt of any supplemental information submitted

39 by the applicant in response to comments issued by the secretary, the

40 secretary shall determine if the report satisfies the minimum requirements

41 set forth in rules and regulations adopted by the secretary and shall notify

42 the applicant of the secretary's intent either: (A) To prepare and distribute

43 a written analysis of the preliminary site evaluation report, along with a

copy of the report and supplemental information, to the board of county
 commissioners of the county where the disposal area is proposed to be
 located, to the applicable zoning authority for the site where the disposal
 area is proposed to be located, to the chairperson of the applicable county
 or regional solid waste management planning committee and to the permit
 applicant; or (B) to provide written comments to the applicant if the re port does not satisfy applicable rules and regulations.

(4) Acceptance of the preliminary site evaluation report by the sec-8 9 retary and the completion of the department's written analysis for dissem-10 ination to local government officials shall not constitute approval of the 11 proposed solid waste disposal area. The secretary's final decision to issue the permit will be based upon a comprehensive review of the permit ap-12 13 plication in accordance with the provisions of subsections (c) through (n)of K.S.A. 65-3407, and amendments thereto, and applicable rules and 14 15regulations of the secretary.

(5) The secretary shall provide notice to the public after a preliminary 16 site evaluation report has been determined to satisfy the minimum 1718 requirements set forth in rules and regulations of the secretary and the 19 report and written analysis have been distributed to local officials as pro-20 vided in paragraph (3)(A). The secretary shall also direct department staff to be available to participate in public meetings convened and hosted by 2122 local government officials to discuss the preliminary site evaluation report and the department's analysis of the report. 23

(6) A preliminary site evaluation report shall be considered a preapplication document and not part of an application for a permit for a
solid waste disposal area. The preliminary site characterization work completed by the applicant as part of the preliminary site evaluation shall be
updated and supplemented by the applicant as necessary in a complete
permit application.

30 (b) (c) Every person desiring to obtain a permit to construct, alter or 31 operate a solid waste processing facility or disposal area shall make ap-32 plication for such a permit on forms provided for such purpose by the 33 rules and regulations of the secretary and shall provide the secretary with 34 such information as necessary to show that the facility or area will comply 35 with the purpose of this act. Upon receipt of any application and payment 36 of the application fee, the secretary, with advice and counsel from the 37 local health authorities and the county commission, shall make an investigation of the proposed solid waste processing facility or disposal area 38 and determine whether it complies with the provisions of this act and any 39 40rules and regulations and standards adopted thereunder. The secretary also may consider the need for the facility or area in conjunction with the 4142 county or regional solid waste management plan. If the investigation reveals that the facility or area conforms with the provisions of the act and 43

the rules and regulations and standards adopted thereunder, the secretary 1 shall approve the application and shall issue a permit for the operation of 2 3 each solid waste processing or disposal facility or area set forth in the 4 application. If the facility or area fails to meet the rules and regulations and standards required by this act the secretary shall issue a report to the 56 applicant stating the deficiencies in the application. The secretary may 7 issue temporary permits conditioned upon corrections of construction methods being completed and implemented. The secretary shall complete 8 9 the initial review of any permit application within 180 days after receipt 10 of the application and either shall issue a public notice announcing a public hearing with intent to issue the permit or shall provide comments 11 to the applicant stating the deficiencies in the application. The secretary 12shall respond within 90 days to all subsequent documents submitted by 13 14 the applicant in response to department comments and requests.

15 (e)(d) Before reviewing any application for permit, the secretary shall 16 conduct a background investigation of the applicant. The secretary shall 17 consider the financial, technical and management capabilities of the ap-18 plicant as conditions for issuance of a permit. The secretary may reject 19 the application prior to conducting an investigation into the merits of the 20 application if the secretary finds that:

(1) The applicant currently holds, or in the past has held, a permit
under this section and while the applicant held a permit under this section
the applicant violated a provision of subsection (a) of K.S.A. 65-3409, and
amendments thereto; or

(2) the applicant previously held a permit under this section and thatpermit was revoked by the secretary; or

27 the applicant failed or continues to fail to comply with any of the (3)28provisions of the air, water or waste statutes, including rules and regula-29 tions issued thereunder, relating to environmental protection or to the 30 protection of public health in this or any other state or the federal gov-31 ernment of the United States, or any condition of any permit or license 32 issued by the secretary; or if the secretary finds that the applicant has 33 shown a lack of ability or intention to comply with any provision of any 34 law referred to in this subsection or any rule and regulation or order or 35 permit issued pursuant to any such law as indicated by past or continuing 36 violations; or

37 (4) the applicant is a corporation and any principal, shareholder, or 38 other person capable of exercising total or partial control of such corpo-39 ration could be determined ineligible to receive a permit pursuant to 40 subsection (c)(1), (2) or (3) above.

41 (d) (e) Before reviewing any application for a permit, the secretary
42 may request that the attorney general perform a comprehensive criminal
43 background investigation of the applicant; or in the case of a corporate

applicant, any principal, shareholder or other person capable of exercising
 total or partial control of the corporation. The secretary may reject the
 application prior to conducting an investigation into the merits of the
 application if the secretary finds that serious criminal violations have been
 committed by the applicant or a principal of the corporation.

6 (e) (f) (1) The fees for a solid waste processing or disposal permit 7 shall be established by rules and regulations adopted by the secretary<del>,</del> 8 *subject to the following:* 

9 (A) *Except as provided by paragraph (B)*, the fee for the application 10 and original permit shall not exceed \$5,000.

(B) The fee for the original application and permit for a municipal 11 solid waste landfill receiving more than 20 tons of solid waste per day 12 13 shall be \$10,000. The secretary shall monitor and document expenses re-14 lated to the processing of permit applications for such landfills and shall 15refund to the applicant any unused portion of the fee in excess of the minimum fee of \$5,000. If the secretary expends all of the initial permit 16 17fee of \$10,000 before the permit review process is complete, the secretary shall require additional permit fee payments in \$5,000 increments, subject 1819 to the same accounting and reimbursement procedures as for the initial 20 fee. The applicant shall submit additional fees within 14 days after receipt 21of notice from the secretary that such fees are due. Failure to comply with 22 this requirement shall result in the cessation of the department's work related to processing of the permit application. The secretary, upon re-2324quest, shall provide to the applicant records of expenditures related to the 25processing of a permit application.

26 (C) Except as provided by paragraph (2) (D), the annual permit re-27 newal fee shall not exceed \$2,000. No refund shall be made in case of 28revocation. In establishing *permit* fees for a construction and demolition landfill, the secretary shall adopt a differential fee schedule based upon 29 30 the volume of construction and demolition waste to be disposed of at such landfill. All fees shall be deposited in the state treasury and credited 31 32 to the solid waste management fund. A city, county, other political subdivision or state agency shall be exempt from payment of the fee but shall 33 meet all other provisions of this act. No refund of any permit fee shall be 34 35 made in case of revocation of the permit.

36 (2)(D) The annual permit renewal fee for a solid waste disposal area 37 which is permitted by the secretary, owned and operated by the facility 38 generating the waste and used only for industrial waste generated by such 39 facility shall be not less than \$1,000 nor more than \$4,000. In establishing 40 fees for such disposal areas, the secretary shall adopt a differential fee 41 schedule based upon the characteristics of the disposal area sites.

42 (E) The fee to significantly modify a permit for a municipal solid 43 waste landfill receiving more than 20 tons of solid waste per day shall be

\$10,000. For the purposes of determining the applicability of this fee, 1 2 "significantly modify" shall mean an increase in the permitted capacity 3 of the facility by 10% or more. The secretary shall monitor and document expenses related to the processing of the application for such permit mod-4 ifications and shall refund to the applicant any unused portion of the fee 5in excess of a minimum fee of \$2,000. If the secretary expends all of the 6 7 initial permit modification fee of \$10,000 before the permit modification review process is complete, the secretary shall require additional permit 8 9 modification fee payments in \$5,000 increments, subject to the same ac-10 counting and reimbursement procedures as for the initial fee. The applicant shall submit additional fees within 14 days after receipt of notice 11 from the secretary that such fees are due. Failure to comply with this 12 13 requirement shall result in the cessation of the department's work related 14 to processing of the application to modify the permit. The secretary, upon 15request, shall provide to the applicant records of expenditures related to the processing of the application to modify the permit. 16

(2) A city, county, other political subdivision or state agency shall be
exempt from payment of the fees provided by this subsection but shall be
required to comply with all other provisions of this act.

20 (3) All fees imposed pursuant to this section shall be deposited in the 21 state treasury and credited to the solid waste management fund.

22 (f) (g) Plans, designs and relevant data for the construction of solid waste processing facilities and disposal sites shall be prepared by a pro-2324fessional engineer licensed to practice in Kansas and shall be submitted 25to the department for approval prior to the construction, alteration or 26 operation of such facility or area. In adopting rules and regulations, the 27 secretary may specify sites, areas or facilities where the environmental impact is minimal and may waive such preparation requirements provided 2829 that a review of such plans is conducted by a professional engineer li-30 censed to practice in Kansas.

31  $(\underline{g})(h)$  Each permit granted by the secretary, as provided in this act, 32 shall be subject to such conditions as the secretary deems necessary to 33 protect human health and the environment and to conserve the sites. 34 Such conditions shall include approval by the secretary of the types and 35 quantities of solid waste allowable for processing or disposal at the per-36 mitted location.

37 (h)(i) As a condition of granting a permit to operate any processing 38 facility or disposal area for solid waste, the secretary shall require the 39 permittee to: (1) Provide a trust fund, surety bond guaranteeing pay-40 ment, irrevocable letter of credit or insurance policy, to pay the costs of 41 closure and postclosure care; or (2) pass a financial test or obtain a finan-42 cial guarantee from a related entity, to guarantee the future availability 43 of funds to pay the costs of closure and postclosure care. The secretary

shall prescribe the methods to be used by a permittee to demonstrate 1 sufficient financial strength to become eligible to use a financial test or a 2 3 financial guarantee procedure in lieu of providing the financial instru-4 ments listed in (1) above. Solid waste processing facilities or disposal areas, except municipal solid waste landfills, may also demonstrate finan-56 cial assurance for closure and postclosure care costs by use of ad valorem 7 taxing power. In addition, the secretary shall require the permittee to provide liability insurance coverage during the period that the facility or 8 9 area is active, and during the term of the facility or area is subject to 10 postclosure care, in such amount as determined by the secretary to insure 11 the financial responsibility of the permittee for accidental occurrences at 12 the site of the facility or area. Any such liability insurance as may be 13 required pursuant to this subsection or pursuant to the rules and regu-14 lations of the secretary shall be issued by an insurance company author-15ized to do business in Kansas or by a licensed insurance agent operating under authority of K.S.A. 40-246b, and amendments thereto, and shall 16 17be subject to the insurer's policy provisions filed with and approved by 18the commissioner of insurance pursuant to K.S.A. 40-216, and amend-19 ments thereto, except as authorized by K.S.A. 40-246b, and amendments 20 thereto. Nothing contained in this subsection shall be deemed to apply 21 to any state agency or department or agency of the federal government. 22 (i) (1) Permits granted by the secretary as provided by this act 23shall not be transferable except as follows:

(A) A permit for a solid waste disposal area may be transferred if the
area is permitted for only solid waste produced on site from manufacturing and industrial processes or on-site construction or demolition activities and the only change in the permit is a name change resulting from a
merger, acquisition, sale, corporate restructuring or other business
transaction.

30 A permit for a solid waste disposal area or a solid waste processing (B) 31 facility may be transferred if the secretary approves of the transfer based 32 upon information submitted to the secretary sufficient to conduct a back-33 ground investigation of the new owner as specified in subsections (c) and 34 (d) of K.S.A. 65-3407, and amendments thereto, and a financial assurance 35 evaluation as specified in subsection (h) of K.S.A. 65-3407, and amend-36 ments thereto. Such information shall be submitted to the secretary not 37 more than one year nor less than 60 days before the transfer. If the 38 secretary does not approve or disapprove the transfer within 30 days after 39 all required information is submitted to the secretary, the transfer shall 40be deemed to have been approved.

(2) Permits granted by the secretary as provided by this act shall be
revocable or subject to suspension whenever the secretary shall determine
that the solid waste processing or disposal facility or area is, or has been

constructed or operated in violation of this act or the rules and regulations
 or standards adopted pursuant to the act, or is creating or threatens to
 create a hazard to persons or property in the area or to the environment,
 or is creating or threatens to create a public nuisance, or upon the failure
 to make payment of any fee required under this act.

6 (3) The secretary also may revoke, suspend or refuse to issue a permit 7 when the secretary determines that past or continuing violations of the 8 provisions of K.S.A. 65-3409, subsection (c)(3) of K.S.A. 65-3407 or 9 K.S.A. 65-3424b, and amendments thereto, have been committed by a 10 permittee, or any principal, shareholder or other person capable of exercising partial or total control over a permittee.

12 (i)(k) Except as otherwise provided by subsection (i)(1), the secretary 13 may require a new permit application to be submitted for a solid waste 14 processing facility or a solid waste disposal area in response to any change, 15 either directly or indirectly, in ownership or control of the permitted real 16 property or the existing permittee.

17 (k)(l) In case any permit is denied, suspended or revoked the person, 18 city, county or other political subdivision or state agency may request a 19 hearing before the secretary in accordance with K.S.A. 65-3412, and 20 amendments thereto.

21 (*H*) (*m*) (1) No permit to construct or operate a solid waste disposal 22 area shall be issued on or after the effective date of this act if such area 23 is located within  $\frac{1}{2}$  mile of a navigable stream used for interstate com-24 merce or within one mile of an intake point for any public surface water 25 supply system.

(2) Any permit, issued before the effective date of this act, to construct or operate a solid waste disposal area is hereby declared void if
such area is not yet in operation and is located within ½ mile of a navigable stream used for interstate commerce or within one mile of an intake
point for any public surface water supply system.

31 (3) The provisions of this subsection shall not be construed to pro-32 hibit: (A) Issuance of a permit for lateral expansion onto land contiguous 33 to a permitted solid waste disposal area in operation on the effective date 34 of this act; (B) issuance of a permit for a solid waste disposal area for 35 disposal of a solid waste by-product produced on-site; (C) renewal of an 36 existing permit for a solid waste area in operation on the effective date of this act; or (D) activities which are regulated under K.S.A. 65-163 37 through 65-165 or 65-171d, and amendments thereto. 38

 $\begin{array}{ll} 39 & (m) (n) & \text{Before reviewing any application for a solid waste processing} \\ 40 & \text{facility or solid waste disposal area, the secretary shall require the follow-} \\ 41 & \text{ing information as part of the application:} \end{array}$ 

(1) Certification by the board of county commissioners or the mayorof a designated city responsible for the development and adoption of the

solid waste management plan for the location where the processing facility or disposal area is or will be located that the processing facility or disposal area is consistent with the plan. This certification shall not apply to a solid waste disposal area for disposal of only solid waste produced on site from manufacturing and industrial processes or from on-site construction or demolition activities. 

If the location is zoned, certification by the local planning and (2)zoning authority that the processing facility or disposal area is consistent with local land use restrictions or, if the location is not zoned, certification from the board of county commissioners that the processing facility or disposal area is compatible with surrounding land use.

(3) For a solid waste disposal area permit issued on or after July 1, 1999, proof that the permittee owns the land where the disposal area will be located, if the disposal area is: (A) A municipal solid waste landfill; or (B) a solid waste disposal area that has: (i) A leachate or gas collection or treatment system; (ii) waste containment systems or appurtenances with planned maintenance schedules; or (iii) an environmental monitoring sys-tem with planned maintenance schedules or periodic sampling and anal-ysis requirements. This requirement shall not apply to a permit for lateral or vertical expansion contiguous to a permitted solid waste disposal area in operation on July 1, 1999, if such expansion is on land leased by the permittee before April 1, 1999. 

Sec. 2. K.S.A. 65-3407 is hereby repealed.

Sec. 3. This act shall take effect and be in force from and after its publication in the statute book.