HOUSE BILL No. 2460

By Committee on Wildlife, Parks and Tourism

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9 AN ACT concerning industrial windpower electric generation facilities; 10 relating to standards for operation.

Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) Industrial windpower electric generation facilities with a capacity greater than 50 megawatts or with combined turbine powers, or both, and rotor heights exceeding 200 feet, shall not operate in the state of Kansas without the following:

- (1) A letter of determination from the state corporation commission stating that the windpower electric generation facility project is consistent with siting guidelines established by the Kansas renewable energy workgroup, as approved by the executive committee of the Kansas renewable energy workgroup on February 26, 2003; and
- (2) a letter of determination from the Kansas department of wildlife and parks that the windpower electric generation facility project is consistent with the position of the Kansas department of wildlife and parks statement signed by the secretary of the Kansas department of wildlife and parks on December 2, 2004, and that such project shall not result in serious, permanent and irreparable damage to wildlife or ecosystems.
- (b) The owner of an industrial windpower electric generation facility shall, at such owner's expense, submit no later than 30 days before commencement of the project for approval to the county in which such project is located and to the state corporation commission:
 - (1) A letter of credit;
 - (2) proof of a cash escrow account; and
- (3) a performance bond or other form of security which shall be approved by the county in which the industrial windpower electric generation project is located and the state corporation commission. The security shall be in favor of the county where such project is located or the state corporation commission and shall be used for the purposes of decommissioning and reclamation of such site. Such security shall be in an amount equal to 100% of the estimated decommissioning and reclamation costs and shall provide for an annual adjustment of the amount of the security based on the annual rate of inflation. Such amount shall be determined by the board of county commissioners located within the in-

 dustrial windpower electric generation project county and the state corporation commission. The security shall not be canceled, released or in any way terminated without prior approval by the county in which the industrial windpower electric generation project is located and the state corporation commission and shall be maintained and continued in force until the decommissioning and site reclamation has been completed and paid for. If the county in which such project is located and the state corporation commission determine the security is insufficient, then another security may be required. Such security shall be written so as to survive any sale or transfer of the turbines and the property on which such project is located or the insolvency of the owner of such project. The security shall apply to all successors and assigns of the project owner. The entity providing such security shall be authorized by the state of Kansas to provide such security.

- (c) An individual turbine shall be considered to have been abandoned when the turbine is incapable of producing more than 20% of the average amount of electricity produced by such turbine in comparable previous time periods (adjusted for actual wind conditions), as determined by the county planning and development department located in the industrial windpower electric generation project county, for a period of at least six consecutive months and no demonstrated viable plan to restore the equipment to operating condition exists. An entire project shall be considered to have been abandoned when at least 50% of the individual turbines have not produced electricity for a period of at least six consecutive months and no demonstrated viable plan to restore the equipment to operating condition exists. An extension of the six-month time period may be granted by the board of county commissioners located in the industrial windpower electric generation project county or the state corporation commission upon the presentation of sufficient justification by the owner of such project.
- (d) Nothing in this act shall preclude the rights of counties to implement zoning requirements that include these standards or provide for siting requirements that are more strict in dealing with the resources of statewide importance that are the subject of this act and nothing in this act shall preclude counties from prohibiting industrial windpower electric generation facilities.
- Sec. 2. This act shall take effect and be in force from and after its publication in the statute book.