## HOUSE BILL No. 2632

By Committee on Energy and Utilities

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AN ACT concerning the Kansas corporation commission, relating to util-10ities; relating to certain permits; concerning certain energy effi-11 12 ciency, conservation and demand management programs; amending 13 K.S.A. 2007 Supp. 74-616 and repealing the existing section. 65-3008 and K.S.A. 2007 Supp. 74-616 and repealing the existing sections. 141516 Be it enacted by the Legislature of the State of Kansas: 17Section 1. K.S.A. 65-3008 is hereby amended to read as follows: 1865-3008. (a) No person shall construct, own, operate, install, alter 19or use any air contaminant emission stationary source which, in 20accordance with rules and regulations, the secretary finds may 21cause or contribute to air pollution, unless an appropriate approval 22or permit has been issued for the source by the secretary under this 23 act. Approvals or permits issued by the secretary may be subject to conditions consistent with the purposes of this act and rules and 24 25regulations promulgated under this act. 26The secretary shall require that applications for approvals **(b)** 27 and permits, and renewals thereof, under this act shall be accom-28panied by application fees and such plans, specifications, compli-29 ance plans or other information as the secretary deems necessary. 30 Applications shall be submitted on forms provided by the secretary and shall be signed by a responsible official of the source, who shall 3132 certify the accuracy of the information submitted. 33 (c) The issuance or holding of an approval or permit shall not 34 convey any property right or exclusive privilege to the holder 35 thereof. (d) Without any further action on the part of the secretary, an 36 37 approval or a permit shall become void and without effect on its 38 expiration date unless a completed application form and any re-39 quired fee are filed with the secretary on or before the expiration 40 date of the approval or the permit. For purposes of this subsection, the secretary may specify by rule and regulation an amount of time 4142prior to the expiration date of an operating permit by which a com-43 plete application form and any required fee must be filed with the

Session of 2008

secretary in order to be considered timely filed. The secretary may
 provide for a grace period by rule and regulation.

3 (e) The secretary may issue by rule and regulation a general 4 approval or permit covering numerous similar sources. Any general 5 approval or permit shall comply with all requirements applicable 6 to approvals or permits under this act. Any source covered by a 7 general approval or permit must apply to the secretary and receive 8 authority to operate under the general approval or permit.

9 The secretary may fix, charge and collect fees for approvals and permits, and the renewal thereof, to cover all or any part of the 10 cost of administering the provisions of Kansas air quality act, other 11 12than K.S.A. 65-3027. The secretary shall adopt rules and regula-13 tions fixing such fees. The fees shall be deposited in the state treas-14ury and credited to the state general fund, except that if all or any 15portion of the regulatory services for which a fee is collected under 16this section is performed by a county, city-county or multicounty 17health department, that portion of such fee which pertains to such 18services, as determined by the secretary, shall be credited to the 19local air quality control authority regulation services fund, which 20is hereby created in the state treasury, and shall be paid from such 21fund to such local air quality control authority.

22 (g) In considering an application for issuance or renewal of any per-23 mit for an electric generating unit, other than a municipally owned or 24 operated unit, the secretary shall consider and apply the same standards 25and criteria that the secretary considered in acting on the application for 26 a construction permit for a new pulverized coal electricity generating 27 facility to be constructed in Kansas having 1400 megawatts or more name-28plate capacity and co-located with an existing coal-fired electric gener-29 ating unit in western Kansas that has greater than 325 megawatts name-30 plate capacity. The provisions of this subsection shall not apply to nuclear 31 generation facilities.

32 <u>Section 1.</u> Sec. 2. K.S.A. 2007 Supp. 74-616 is hereby amended to 33 read as follows: 74-616. In addition to other powers and duties provided 34 by law, in administering the provisions of this act the state corporation 35 commission shall:

(a) Adopt rules and regulations necessary for the administration ofthis act;

(b) develop a comprehensive state energy conservation plan and the
procedures for implementing the plan according to federal requirements;
(c) allow, at the option of the requesting utility, the capitalization and
addition to rate base of investments in and expenditures for commission
approved energy efficiency, conservation and demand management
programs;

2

1 (d) make requests for and accept funds and other assistance from 2 federal agencies for energy conservation and other energy-related activ-3 ities in this state, including, but not limited to, the state energy program; 4  $(\mathbf{d})(e)$  administer federal energy conservation programs in this state;  $\mathbf{5}$ and 6 (e) (f) prepare an emergency management plan for natural gas and 7 electric energy to be adopted during activation of emergency support 8 function 12 of the Kansas response plan established under K.S.A. 48-920 9 et seq., and amendments thereto, which plan shall include the system of priorities for natural gas and electric energy allocation and curtailment of 10 energy resources consumption established under K.S.A. 74-620, and 11 12amendments thereto. 13 Sec. 2: 3. K.S.A. 2007 Supp. 74-616 is 65-3008 and K.S.A. 2007 14Supp. 74-616 are hereby repealed.

Sec. <u>3.</u> 4. This act shall take effect and be in force from and after its
publication in the <u>statute book</u> Kansas register.