STATE OF WYOMING

HOUSE BILL NO. HB0307

Cost associated with decommissioning power plants.

Sponsored by: Representative(s) Barlow and Senator(s) Driskill

A BILL

for

1 AN ACT relating to public utilities; providing for the study 2 of decommissioning of facilities generating electricity; providing for development of a process to recover costs to 3 4 the state local governments resulting and from providing 5 decommissioning; requiring a report; an б appropriation; making legislative findings and specifying 7 legislative intent; and providing for an effective date.

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9 Be It Enacted by the Legislature of the State of Wyoming:

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11 Section 1. The legislature finds that the state and 12 local governments in the state have incurred costs in 13 providing infrastructure to facilities generating 14 electricity. The decommissioning of these facilities prior 15 to their anticipated useful life at the time of construction

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negatively impacts the state, local governments and customers 1 of the utility. The state of Wyoming and its citizens should 2 3 not bear the increased costs associated with a utility's 4 decision to accommodate other state's requirements for 5 electricity generated by renewable resources. It is the intent of this act to review costs associated with premature 6 decommissioning of facilities generating electricity and to 7 8 determine a method and means to fairly allocate these costs. 9

10 Section 2.

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12 The industrial siting division of the department of (a) 13 environmental quality and the industrial siting council shall review the feasibility of establishing a process to allow the 14 15 state and local governments to recover infrastructure costs associated with roads, water and sewage services and other 16 17 infrastructure improvements incurred by local governments in providing services to utilities when a utility decommissions 18 19 facilities generating electricity. The review shall include 20 consultation with representatives of local governmental entities to inform the division and council of costs to local 21 22 governments in providing infrastructure improvements to

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utilities and impacts to the local citizenry by
 decommissioning of facilities generating electricity.

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4 (b) The review shall consider modifications to the 5 Industrial Development Information and Siting Act to provide a process under which a utility proposing to decommission a 6 facility generating electricity would apply for a permit to 7 8 do so, identifying the area of the state impacted by the 9 decommissioning and allowing input to identify costs incurred 10 by the state and local government in supplying infrastructure improvements for the generating facility proposed to be 11 12 decommissioned as well as impacts to the local citizenry. 13 The review may consider other statutory modifications which 14 would provide a process for utilities to report proposed 15 decommissioning of facilities generating electricity to state 16 regulators in order for the state to create a process for 17 decommissioning, impacts caused by the including 18 made infrastructure improvements to accommodate the 19 generating facility, to be recovered by those impacted.

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(c) The division and council shall report to the jointminerals, business and economic development interim committee

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- on the review required by this act not later than September
 1, 2019.
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4 (d) The joint minerals, business and economic development interim committee shall review the process for 5 utilities to decommission facilities generating electricity, 6 including agencies with oversight responsibility for 7 8 approving the decommissioning, requirements to meet 9 associated environmental responsibilities in the state and 10 recovery of costs associated with the decommissioning. State 11 agencies shall provide the committee with information as 12 requested by the committee in its review. The committee may 13 hold public hearings in any areas of the state in which a utility proposes to decommission a facility generating 14 electricity within the next two (2) years and may conduct 15 16 other public hearings as the committee determines appropriate. The committee shall introduce legislation in 17 the 2020 budget session as it determines appropriate to 18 19 address any issues raised by decommissioning of electrical 20 generating facilities.

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22 **Section 3.** There is appropriated twenty-five thousand 23 dollars (\$25,000.00) from the general fund to the legislative

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service office. This appropriation shall be used to pay costs of any public hearings and meetings conducted by the joint minerals, business and economic development interim committee pursuant to this act. This appropriation shall be for the period beginning with the effective date of this act and ending June 30, 2020.

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8 **Section 4.** This act is effective immediately upon 9 completion of all acts necessary for a bill to become law as 10 provided by Article 4, Section 8 of the Wyoming Constitution. 11

12 (END)