FIRST REGULAR SESSION

HOUSE COMMITTEE SUBSTITUTE FOR

SENATE COMMITTEE SUBSTITUTE FOR

SENATE BILL NO. 54

94TH GENERAL ASSEMBLY

Reported from the Special Committee on Energy and Environment April 18, 2007 with recommendation that House Committee Substitute for Senate Committee Substitute for Senate Bill No. 54 Do Pass. Referred to the Committee on Rules pursuant to Rule 25(21)(f).

D. ADAM CRUMBLISS, Chief Clerk

0467L.03C

AN ACT

To repeal sections 260.200, 260.250. 414.420, and 643.079, RSMo, and to enact in lieu thereof ten new sections relating to environmental regulation, with an effective date.

Be it enacted by the General Assembly of the state of Missouri, as follows:

- Section A. Sections 260.200, 260.250, 414.420, and 643.079, RSMo, are repealed and ten new sections enacted in lieu thereof, to be known as sections 260.200, 260.250. 393.1020,
- 3 393.1025, 393.1030, 393.1035, 393.1040, 414.420, 643.079, and 1, to read as follows:
 - 260.200. 1. The following words and phrases when used in sections 260.200 to 260.345
- 2 shall mean:
- 3 (1) "Alkaline-manganese battery" or "alkaline battery", a battery having a manganese
- 4 dioxide positive electrode, a zinc negative electrode, an alkaline electrolyte, including
- 5 alkaline-manganese button cell batteries intended for use in watches, calculators, and other
- 6 electronic products, and larger-sized alkaline-manganese batteries in general household use;
- 7 (2) "Bioreactor", a municipal solid waste disposal area or portion of a municipal solid waste disposal area where the controlled addition of liquid waste or water accelerates
- 9 both the decomposition of waste and landfill gas generation;
- 10 (3) "Button cell battery" or "button cell", any small alkaline-manganese or
- 11 mercuric-oxide battery having the size and shape of a button;
- 12 [(3)] (4) "City", any incorporated city, town, or village;

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

- [(4)] (5) "Clean fill", uncontaminated soil, rock, sand, gravel, concrete, asphaltic concrete, cinderblocks, brick, minimal amounts of wood and metal, and inert solids as approved by rule or policy of the department for fill, reclamation or other beneficial use;
- [(5)] (6) "Closure", the permanent cessation of active disposal operations, abandonment of the disposal area, revocation of the permit or filling with waste of all areas and volumes specified in the permit and preparing the area for long-term care;
 - [(6)] (7) "Closure plan", plans, designs and relevant data which specify the methods and schedule by which the operator will complete or cease disposal operations, prepare the area for long-term care, and make the area suitable for other uses, to achieve the purposes of sections 260.200 to 260.345 and the regulations promulgated thereunder;
 - [(7)] (8) "Conference, conciliation and persuasion", a process of verbal or written communications consisting of meetings, reports, correspondence or telephone conferences between authorized representatives of the department and the alleged violator. The process shall, at a minimum, consist of one offer to meet with the alleged violator tendered by the department. During any such meeting, the department and the alleged violator shall negotiate in good faith to eliminate the alleged violation and shall attempt to agree upon a plan to achieve compliance;
 - [(8)] (9) "Demolition landfill", a solid waste disposal area used for the controlled disposal of demolition wastes, construction materials, brush, wood wastes, soil, rock, concrete and inert solids insoluble in water;
 - [(9)] (10) "Department", the department of natural resources;
 - [(10)] (11) "Director", the director of the department of natural resources;
- [(11)] (12) "District", a solid waste management district established under section 260.305;
 - [(12)] (13) "Financial assurance instrument", an instrument or instruments, including, but not limited to, cash or surety bond, letters of credit, corporate guarantee or secured trust fund, submitted by the applicant to ensure proper closure and postclosure care and corrective action of a solid waste disposal area in the event that the operator fails to correctly perform closure and postclosure care and corrective action requirements, except that the financial test for the corporate guarantee shall not exceed one and one-half times the estimated cost of closure and postclosure. The form and content of the financial assurance instrument shall meet or exceed the requirements of the department. The instrument shall be reviewed and approved or disapproved by the attorney general;
- [(13)] (14) "Flood area", any area inundated by the one hundred year flood event, or the flood event with a one percent chance of occurring in any given year;

[(14)] (15) "Household consumer", an individual who generates used motor oil through the maintenance of the individual's personal motor vehicle, vessel, airplane, or other machinery powered by an internal combustion engine;

[(15)] (16) "Household consumer used motor oil collection center", any site or facility that accepts or aggregates and stores used motor oil collected only from household consumers or farmers who generate an average of twenty-five gallons per month or less of used motor oil in a calendar year. This section shall not preclude a commercial generator from operating a household consumer used motor oil collection center;

[(16)] (17) "Household consumer used motor oil collection system", any used motor oil collection center at publicly owned facilities or private locations, any curbside collection of household consumer used motor oil, or any other household consumer used motor oil collection program determined by the department to further the purposes of sections 260.200 to 260.345;

[(17)] (18) "Infectious waste", waste in quantities and characteristics as determined by the department by rule, including isolation wastes, cultures and stocks of etiologic agents, blood and blood products, pathological wastes, other wastes from surgery and autopsy, contaminated laboratory wastes, sharps, dialysis unit wastes, discarded biologicals known or suspected to be infectious; provided, however, that infectious waste does not mean waste treated to department specifications;

[(18)] (19) "Lead-acid battery", a battery designed to contain lead and sulfuric acid with a nominal voltage of at least six volts and of the type intended for use in motor vehicles and watercraft;

[(19)] (20) "Major appliance", clothes washers and dryers, water heaters, trash compactors, dishwashers, conventional ovens, ranges, stoves, woodstoves, air conditioners, refrigerators and freezers;

[(20)] (21) "Mercuric-oxide battery" or "mercury battery", a battery having a mercuric-oxide positive electrode, a zinc negative electrode, and an alkaline electrolyte, including mercuric-oxide button cell batteries generally intended for use in hearing aids and larger size mercuric-oxide batteries used primarily in medical equipment;

[(21)] (22) "Minor violation", a violation which possesses a small potential to harm the environment or human health or cause pollution, was not knowingly committed, and is not defined by the United States Environmental Protection Agency as other than minor;

[(22)] (23) "Motor oil", any oil intended for use in a motor vehicle, as defined in section 301.010, RSMo, train, vessel, airplane, heavy equipment, or other machinery powered by an internal combustion engine;

[(23)] (24) "Motor vehicle", as defined in section 301.010, RSMo;

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- [(24)] (25) "Operator" and "permittee", anyone so designated, and shall include cities, counties, other political subdivisions, authority, state agency or institution, or federal agency or institution;
- [(25)] (26) "Permit modification", any permit issued by the department which alters or modifies the provisions of an existing permit previously issued by the department;
 - [(26)] (27) "Person", any individual, partnership, corporation, association, institution, city, county, other political subdivision, authority, state agency or institution, or federal agency or institution;
 - [(27)] (28) "Postclosure plan", plans, designs and relevant data which specify the methods and schedule by which the operator shall perform necessary monitoring and care for the area after closure to achieve the purposes of sections 260.200 to 260.345 and the regulations promulgated thereunder;
 - [(28)] (29) "Recovered materials", those materials which have been diverted or removed from the solid waste stream for sale, use, reuse or recycling, whether or not they require subsequent separation and processing;
 - [(29)] (30) "Recycled content", the proportion of fiber in a newspaper which is derived from postconsumer waste;
- 99 [(30)] (31) "Recycling", the separation and reuse of materials which might otherwise be disposed of as solid waste;
 - [(31)] (32) "Resource recovery", a process by which recyclable and recoverable material is removed from the waste stream to the greatest extent possible, as determined by the department and pursuant to department standards, for reuse or remanufacture;
 - [(32)] (33) "Resource recovery facility", a facility in which recyclable and recoverable material is removed from the waste stream to the greatest extent possible, as determined by the department and pursuant to department standards, for reuse or remanufacture;
 - [(33)] (34) "Sanitary landfill", a solid waste disposal area which accepts commercial and residential solid waste;
- [(34)] (35) "Scrap tire", a tire that is no longer suitable for its original intended purpose because of wear, damage, or defect;
- [(35)] (36) "Scrap tire collection center", a site where scrap tires are collected prior to being offered for recycling or processing and where fewer than five hundred tires are kept on site on any given day;
- [(36)] (37) "Scrap tire end-user facility", a site where scrap tires are used as a fuel or fuel supplement or converted into a useable product. Baled or compressed tires used in structures, or used at recreational facilities, or used for flood or erosion control shall be considered an end use:

- [(37)] (38) "Scrap tire generator", a person who sells tires at retail or any other person, firm, corporation, or government entity that generates scrap tires;
- [(38)] (39) "Scrap tire processing facility", a site where tires are reduced in volume by shredding, cutting, or chipping or otherwise altered to facilitate recycling, resource recovery, or disposal;
 - [(39)] (40) "Scrap tire site", a site at which five hundred or more scrap tires are accumulated, but not including a site owned or operated by a scrap tire end-user that burns scrap tires for the generation of energy or converts scrap tires to a useful product;
 - [(40)] (41) "Solid waste", garbage, refuse and other discarded materials including, but not limited to, solid and semisolid waste materials resulting from industrial, commercial, agricultural, governmental and domestic activities, but does not include hazardous waste as defined in sections 260.360 to 260.432, recovered materials, overburden, rock, tailings, matte, slag or other waste material resulting from mining, milling or smelting;
 - [(41)] (42) "Solid waste disposal area", any area used for the disposal of solid waste from more than one residential premises, or one or more commercial, industrial, manufacturing, recreational, or governmental operations;
- 134 [(42)] **(43)** "Solid waste fee", a fee imposed pursuant to sections 260.200 to 260.345 and 135 may be:
 - (a) A solid waste collection fee imposed at the point of waste collection; or
 - (b) A solid waste disposal fee imposed at the disposal site;
 - [(43)] (44) "Solid waste management area", a solid waste disposal area which also includes one or more of the functions contained in the definitions of recycling, resource recovery facility, waste tire collection center, waste tire processing facility, waste tire site or solid waste processing facility, excluding incineration;
 - [(44)] (45) "Solid waste management system", the entire process of managing solid waste in a manner which minimizes the generation and subsequent disposal of solid waste, including waste reduction, source separation, collection, storage, transportation, recycling, resource recovery, volume minimization, processing, market development, and disposal of solid wastes;
- [(45)] **(46)** "Solid waste processing facility", any facility where solid wastes are salvaged and processed, including:
 - (a) A transfer station; or
 - (b) An incinerator which operates with or without energy recovery but excluding waste tire end-user facilities; or
 - (c) A material recovery facility which operates with or without composting;
- [(46)] (47) "Solid waste technician", an individual who has successfully completed training in the practical aspects of the design, operation and maintenance of a permitted solid

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waste processing facility or solid waste disposal area in accordance with sections 260.200 to 260.345;

- [(47)] (48) "Tire", a continuous solid or pneumatic rubber covering encircling the wheel of any self-propelled vehicle not operated exclusively upon tracks, or a trailer as defined in chapter 301, RSMo, except farm tractors and farm implements owned and operated by a family farm or family farm corporation as defined in section 350.010, RSMo;
- [(48)] (49) "Used motor oil", any motor oil which, as a result of use, becomes unsuitable for its original purpose due to loss of original properties or the presence of impurities, but used motor oil shall not include ethylene glycol, oils used for solvent purposes, oil filters that have been drained of free flowing used oil, oily waste, oil recovered from oil tank cleaning operations, oil spilled to land or water, or industrial nonlube oils such as hydraulic oils, transmission oils, quenching oils, and transformer oils;
- [(49)] (50) "Utility waste landfill", a solid waste disposal area used for fly ash waste, bottom ash waste, slag waste and flue gas emission control waste generated primarily from the combustion of coal or other fossil fuels;
- [(50)] (51) "Yard waste", leaves, grass clippings, yard and garden vegetation and Christmas trees. The term does not include stumps, roots or shrubs with intact root balls.
 - 2. For the purposes of this section and sections 260.270 to [260.278] **260.279** and any rules in place as of August 28, 2005, or promulgated under said sections, the term "scrap" shall be used synonymously with and in place of "waste", as it applies only to scrap tires.
 - 260.250. 1. After January 1, 1991, major appliances, waste oil and lead-acid batteries shall not be disposed of in a solid waste disposal area. After January 1, 1992, yard waste shall not be disposed of in a solid waste disposal area, except as otherwise provided in this subsection. After August 28, 2007, yard waste may be disposed of in a municipal solid waste disposal area or portion of a municipal solid waste disposal area provided that:
 - (1) The department has approved the municipal solid waste disposal area or portion of a solid waste disposal area to operate as a bioreactor under 40 CFR Part 258.4; and
 - 9 (2) The landfill gas produced by the bioreactor shall be used for the generation of electricity.
 - 2. After January 1, 1991, waste oil shall not be incinerated without energy recovery.
 - 3. Each district, county and city shall address the recycling, reuse and handling of aluminum containers, glass containers, newspapers, whole tires, plastic beverage containers and steel containers in its solid waste management plan consistent with sections 260.250 to 260.345.
 - 393.1020. 1. It is the general assembly's intent to encourage the development and utilization of technically feasible and economical renewable technologies, creating cleaner

and more sustainable forms of energy for the residents of the state. It is for this reason that
 sections 393.1020 to 393.1040 shall be known as the "Green Power Initiative".

- 2. The definitions provided in section 386.020, RSMo, shall apply to sections 393.1020 to 393.1040. As used in sections 393.1020 to 393.1040, the following terms mean:
 - (1) "Department", the department of natural resources;
- 8 (2) "Eligible renewable energy technology", sources of energy that shall be 9 considered renewable for purposes of this section shall include but not be limited to the 10 following:
 - (a) Solar, including photovoltaic cells, concentrating solar power technologies, and low temperature solar collectors;
 - (b) Wind;
 - (c) Hydroelectric, not including pump-storage;
 - (d) Hydrogen from renewable sources;
 - (e) Biomass, any organic matter available on a renewable basis, including dedicated energy crops and trees, agricultural food and feed crops, agricultural crop wastes and residues, wood wastes and residues, animal waste, aquatic plants, biogas from landfills or wastewater treatment plants; and
- **(f) Other renewable energy sources defined by rule by the commission after** 21 **consultation with the department;**
 - (3) "Energy efficiency", verifiable reductions in energy consumption, or verifiable reductions in the rate of energy consumption growth, as defined by rule by the commission after consultation with the department, as a result of measures implemented by electrical corporations and electricity consumers which may include, but not be limited to, pricing signals, electronic controls, education, information, infrastructure improvements, and the use of high efficiency equipment and lighting;
 - (4) "Total retail electric sales", the kilowatt-hours of electricity delivered in a year by an electrical corporation to its Missouri retail customers.
 - 393.1025. 1. Each electrical corporation shall make a good faith effort to generate or procure sufficient electricity generated by an eligible renewable energy technology, and support energy efficiency measures, so that by 2012, four percent of total retail electric sales in the aggregate by electrical corporations is generated by eligible renewable energy technologies, increasing to eight percent by 2015, and eleven percent generated by eligible renewable energy technologies by 2020. Generation provided by any existing eligible renewable energy technology, owned, controlled, or purchased by electrical corporations, that are operational prior to August 28, 2007, shall be applied towards meeting the objective so long as it continues to generate electricity. Credit towards the objective also

may be achieved through energy efficiency that includes electrical corporation and consumer efforts to reduce the consumption of electric energy. After consulting with the department, the commission may establish intermediate goals for the use of renewable energy technologies as part of its rulemaking process.

- 2. By July 1, 2008, the commission shall, after consultation with the department, adopt rules that integrate into its resource planning rules the renewable energy objective of subsection 1 of this section and the criteria and standards by which it will measure an electrical corporation's efforts to meet that objective to determine whether it is making the required good faith effort. In this rulemaking, the commission shall include criteria and standards that, at a minimum, shall:
- (1) Protect against adverse economic impacts, including the costs of any transmission investments necessary to access eligible renewable energy technologies, on the ratepayers and shareholders;
- (2) Protect against undesirable impacts on the reliability of each electrical corporation's system;
- (3) Consider environmental compliance costs, present and future, of each source being evaluated; and
- (4) Consider technical feasibility, providing for flexibility in meeting the objective in the event electrical corporations are, for good cause shown, unable to meet in aggregate the objective of this section.
- 3. In its rulemaking under this section, the commission shall provide for a weighted scale of how energy produced by various eligible renewable energy technologies shall count toward an electrical corporation's objective. In establishing this scale, the commission shall consider the attributes of various technologies and fuels and shall establish a system that grants multiple credits toward the objective for those technologies and fuels the commission determines are in the public interest to encourage. The commission may also grant multiple credits toward the objective for generation in the state or procurement of electricity generated in the state that uses an eligible renewable energy technology.
- 4. The commission shall develop rules as provided in this section in consultation with the department as necessary to implement the requirements of section 393.1025. Any rule or portion of a rule, as that term is defined in section 536.010, RSMo, that is created under the authority delegated in this section and section 393.1020 shall become effective only if it complies with and is subject to all of the provisions of chapter 536, RSMo, and, if applicable, section 536.028, RSMo. This section and chapter 536, RSMo, are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536, RSMo, to review, to delay the effective date, or to disapprove and annul a rule

46 are subsequently held unconstitutional, then the grant of rulemaking authority and any 47 rule proposed or adopted after August 28, 2007, shall be invalid and void.

393.1030. 1. Each electric corporation shall submit to the commission a biennial report by December thirty-first, beginning in 2009, on its plans, activities, and progress with regard to the objective of section 393.1025, demonstrating to the commission that it is making the required good faith effort. The report must be submitted in a format prescribed by the commission, not to exceed fifty pages, and it shall include the following:

- (1) Sufficient data to specify and verify the status of its renewable energy mix relative to the good faith objective;
- (2) Sufficient data to specify and verify the status of the electric corporation's and its customers' energy efficiency efforts relative to the good faith objective;
 - (3) Efforts taken to meet the objective;
 - (4) Any obstacles encountered or anticipated in meeting the objective; and
 - (5) Potential solutions to the obstacles.
- 2. The commission shall compile the information provided under subsection 1 of this section and biennially report by July first, beginning in 2010, to the governor, the speaker of the house of representatives, the president pro tempore of the senate, the chairs of the committees in the house of representatives and senate with jurisdiction over energy and environment policy issues, and the department as to the progress of electrical corporations in the state in increasing the amount of renewable energy provided to retail customers and increasing energy efficiency, with any recommendations for regulatory or legislative action. In addition, the Missouri director of the department of economic development shall issue a biennial report by July first, beginning in 2010, on the impact of the renewable portfolio standard on the Missouri economy and the director of the department of natural resources shall issue a biennial report by July first, beginning in 2010, on the environmental impact of sections 393.1020 to 393.1040. The biennial reporting requirements under this subsection shall end after July 1, 2022.
- 393.1035. 1. Electricity produced by fuel combustion may only count toward an electrical corporation's objectives if the generation facility complies with all federal and state statutes and rules.
- 2. An electrical corporation may blend or co-fire a fuel listed in subsection 2 of section 393.1020, with other fuels in the generation facility, but only the percentage of electricity that is attributable to a fuel listed in that section can be counted toward an electric corporation's renewable energy objectives.

393.1040. In addition to the renewable energy objectives set forth in sections 393.1025, 393.1030, and 393.1035, it is also the policy of this state to encourage electrical

- 3 corporations to develop and administer energy efficiency initiatives that reduce the annual
- 4 growth in energy consumption and the need to build additional electric generation
- 5 capacity.
 - 414.420. 1. As used in this section, the term "alternative fuel" shall have the same meaning as in section 414.400.
- 2. There is hereby created the "Missouri [Ethanol and Other Renewable Fuel Sources] 3 Alternative Fuels Commission" composed of [seven] nine members, including two members 4 of the senate of different political parties appointed by the president pro tem of the senate, two members of the house of representatives of different political parties appointed by the speaker of the house, and [three] five other persons appointed by the governor, with the advice and consent of the senate. The members appointed by the governor [may include, but are not limited to,] shall be persons engaged in [the ethanol production industry] industries that produce alternative fuels, wholesale alternative fuels, or retail alternative fuels, and no more than two of such members shall represent an alternative fuel producer, retailer, or wholesaler and no 11 more than three of such members shall be of the same political party. The members appointed by the governor shall be appointed for a term of four years[, except that of the first members 13 appointed, one shall serve for a term of two years, one shall serve for a term of three years, and 14 one shall serve for a term of four years]. Vacancies in the membership of the commission shall 15 16 be filled in the same manner as the original appointments. The commission shall elect a member 17 of its own group as chairman at the first meeting, which shall be called by the governor. The commission shall meet at least four times in a calendar year at the call of the chairman. [The 18 commission shall promote the continued production of ethanol and the continued usage of 20 ethanol and fuel ethanol blends, as defined in section 142.027, RSMo, and the production and usage of other renewable fuel sources, in this state. The commission shall report to each regular 22 session of the general assembly its recommendations for legislation in the field of the promotion 23 of the ethanol industry and related subjects in this state.] Members of the commission shall serve 24 without compensation but shall be reimbursed for actual and necessary expenses incurred in the 25 performance of their duties.
 - 3. The commission shall:

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- (1) Make recommendations to the governor and general assembly on changes to state law to facilitate the sale and distribution of alternative fuels and alternative fuel vehicles;
- 30 (2) Promote the development, sale, distribution, and consumption of alternative 31 fuels;
- 32 (3) Promote the development and use of alternative fuel vehicles and technology 33 that will enhance the use of alternative and renewable transportation fuels;

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emitted under each individual permit.

- (4) Educate consumers about alternative fuels, including but not limited to ethanoland biodiesel;
- 36 (5) Develop a long-range plan for the state to reduce consumption of petroleum 37 fuels; and
 - (6) Submit an annual report to the governor and the general assembly.
- 643.079. 1. Any air contaminant source required to obtain a permit issued under sections
 643.010 to 643.190 shall pay annually beginning April 1, 1993, a fee as provided herein. For the
 first year the fee shall be twenty-five dollars per ton of each regulated air contaminant emitted.
 Thereafter, the fee shall be [annually] set every three years by the commission by rule and shall
 be at least twenty-five dollars per ton of regulated air contaminant emitted but not more than
 forty dollars per ton of regulated air contaminant emitted in the previous calendar year. If
 necessary, the commission may make annual adjustments to the fee by rule. The fee shall
 be set at an amount consistent with the need to fund the reasonable cost of administering sections
 643.010 to 643.190, taking into account other moneys received pursuant to sections 643.010 to
 643.190. For the purpose of determining the amount of air contaminant emissions on which the
 fees authorized under this section are assessed, a facility shall be considered one source under
 the definition of subsection 2 of section 643.078, except that a facility with multiple operating
 permits shall pay the emission fees authorized under this section separately for air contaminants
 - 2. A source which produces charcoal from wood shall pay an annual emission fee under this subsection in lieu of the fee established in subsection 1 of this section. The fee shall be based upon a maximum fee of twenty-five dollars per ton and applied upon each ton of regulated air contaminant emitted for the first four thousand tons of each contaminant emitted in the amount established by the commission pursuant to subsection 1 of this section, reduced according to the following schedule:
 - (1) For fees payable under this subsection in the years 1993 and 1994, the fee shall be reduced by one hundred percent;
 - (2) For fees payable under this subsection in the years 1995, 1996 and 1997, the fee shall be reduced by eighty percent;
 - (3) For fees payable under this subsection in the years 1998, 1999 and 2000, the fee shall be reduced by sixty percent.
 - 3. The fees imposed in subsection 2 of this section shall not be imposed or collected after the year 2000 unless the general assembly reimposes the fee.
- 4. Each air contaminant source with a permit issued under sections 643.010 to 643.190 shall pay the fee for the first four thousand tons of each regulated air contaminant emitted each year but no air contaminant source shall pay fees on total emissions of regulated air contaminants

in excess of twelve thousand tons in any calendar year. A permitted air contaminant source 33 which emitted less than one ton of all regulated pollutants shall pay a fee equal to the amount per ton set by the commission. An air contaminant source which pays emission fees to a holder of 35 a certificate of authority issued pursuant to section 643.140 may deduct such fees from any amount due under this section. The fees imposed in this section shall not be applied to carbon 36 oxide emissions. The fees imposed in subsection 1 and this subsection shall not be applied to sulfur dioxide emissions from any Phase I affected unit subject to the requirements of Title IV, 38 39 Section 404, of the federal Clean Air Act, as amended, 42 U.S.C. 7651, et seq., any sooner than 40 January 1, 2000. The fees imposed on emissions from Phase I affected units shall be consistent 41 with and shall not exceed the provisions of the federal Clean Air Act, as amended, and the 42 regulations promulgated thereunder. Any such fee on emissions from any Phase I affected unit 43 shall be reduced by the amount of the service fee paid by that Phase I affected unit pursuant to subsection 8 of this section in that year. Any fees that may be imposed on Phase I sources shall 45 follow the procedures set forth in subsection 1 and this subsection and shall not be applied retroactively. 46

47 5. Moneys collected under this section shall be transmitted to the director of revenue for 48 deposit in appropriate subaccounts of the natural resources protection fund created in section 49 640.220, RSMo. A subaccount shall be maintained for fees paid by air contaminant sources 50 which are required to be permitted under Title V of the federal Clean Air Act, as amended, 42 51 U.S.C. Section 7661, et seq., and used, upon appropriation, to fund activities by the department to implement the operating permits program authorized by Title V of the federal Clean Air Act, 53 as amended. Another subaccount shall be maintained for fees paid by air contaminant sources 54 which are not required to be permitted under Title V of the federal Clean Air Act as amended, 55 and used, upon appropriation, to fund other air pollution control program activities. Another 56 subaccount shall be maintained for service fees paid under subsection 8 of this section by Phase I affected units which are subject to the requirements of Title IV, Section 404, of the federal 58 Clean Air Act Amendments of 1990, as amended, 42 U.S.C. 7651, and used, upon appropriation, 59 to fund air pollution control program activities. The provisions of section 33.080, RSMo, to the 60 contrary notwithstanding, moneys in the fund shall not revert to general revenue at the end of 61 each biennium. Interest earned by moneys in the subaccounts shall be retained in the subaccounts. The per-ton fees established under subsection 1 of this section may be adjusted 63 annually, consistent with the need to fund the reasonable costs of the program, but shall not be 64 less than twenty-five dollars per ton of regulated air contaminant nor more than forty dollars per ton of regulated air contaminant. The first adjustment shall apply to moneys payable on April 65 66 1, 1994, and shall be based upon the general price level for the twelve-month period ending on 67 August thirty-first of the previous calendar year.

- 6. The department may initiate a civil action in circuit court against any air contaminant source which has not remitted the appropriate fees within thirty days. In any judgment against the source, the department shall be awarded interest at a rate determined pursuant to section 408.030, RSMo, and reasonable attorney's fees. In any judgment against the department, the source shall be awarded reasonable attorney's fees.
- 7. The department shall not suspend or revoke a permit for an air contaminant source solely because the source has not submitted the fees pursuant to this section.
- 8. Any Phase I affected unit which is subject to the requirements of Title IV, Section 404, of the federal Clean Air Act, as amended, 42 U.S.C. 7651, shall pay annually beginning April 1, 1993, and terminating December 31, 1999, a service fee for the previous calendar year as provided herein. For the first year, the service fee shall be twenty-five thousand dollars for each Phase I affected generating unit to help fund the administration of sections 643.010 to 643.190. Thereafter, the service fee shall be annually set by the commission by rule, following public hearing, based on an annual allocation prepared by the department showing the details of all costs and expenses upon which such fees are based consistent with the department's reasonable needs to administer and implement sections 643.010 to 643.190 and to fulfill its responsibilities with respect to Phase I affected units, but such service fee shall not exceed twenty-five thousand dollars per generating unit. Any such Phase I affected unit which is located on one or more contiguous tracts of land with any Phase II generating unit that pays fees under subsection 1 or subsection 2 of this section shall be exempt from paying service fees under this subsection. A "contiguous tract of land" shall be defined to mean adjacent land, excluding public roads, highways and railroads, which is under the control of or owned by the permit holder and operated as a single enterprise.
- 9. The department of natural resources shall determine the fees due pursuant to this section by the state of Missouri and its departments, agencies and institutions, including two- and four-year institutions of higher education. The director of the department of natural resources shall forward the various totals due to the joint committee on capital improvements and the directors of the individual departments, agencies and institutions. The departments, as part of the budget process, shall annually request by specific line item appropriation funds to pay said fees and capital funding for projects determined to significantly improve air quality. If the general assembly fails to appropriate funds for emissions fees as specifically requested, the departments, agencies and institutions shall pay said fees from other sources of revenue or funds available. The state of Missouri and its departments, agencies and institutions may receive assistance from the small business technical assistance program established pursuant to section 643.173.

Section 1. The commissioner of administration shall ensure that no less than

- 2 seventy percent of new purchases for the state vehicle fleet are flexible fuel vehicles that
- 3 can operate on fuel blended with eighty-five percent ethanol.

Section B. Section A of this act shall become effective January 1, 2008.

Unofficial

Bill

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