HB 3681 -1 STAFF MEASURE SUMMARY

House Committee On Climate, Energy, and Environment

Prepared By: Erin Pischke, LPRO Analyst **Meeting Dates:** 3/11

WHAT THE MEASURE DOES:

The measure modifies the Energy Facility Siting Council (EFSC) site certificate process. It also: requires EFSC to conclude a contested case and issue a final order within 12 months from the date of a proposed order; narrows the criteria by which the Public Utility Commission reviews a petition for a certificate of public convenience and necessity for overhead transmission lines; and allows a high voltage transmission line designated as having statewide significance to be placed in areas zoned for exclusive farm use, among other provisions.

Detailed summary:

ENERGY FACILITY SITING PROCESS

Requires the Energy Facility Siting Council (EFSC) to conclude a contested case and issue a final order within 12 months from the date of a proposed order. Establishes that any final order issued by EFSC is appealable directly to the Supreme Court. Allows a holder of a site certificate to file a notice for minor changes to the site boundaries of an energy facility. Allows a holder of a site certificate for certain energy facilities to file a request to extend by up to three years the deadlines by which construction of a facility must begin or be completed as specified in the site certificate.

CONDEMNATION: PUBLIC CONVENIENCE AND NECESSITY

Narrows the criteria by which the Oregon Public Utility Commission (PUC) reviews a petition for a certificate of public convenience and necessity for overhead transmission lines. Directs PUC to review a petition for a certificate of public convenience and necessity without requiring a petitioner to first obtain any required land use approvals. Allows the use of a site certificate for a high voltage transmission line as conclusive evidence of public use and necessity for any proceeding for condemnation of land or an interest therein.

TRANSMISSION LINES HAVING STATEWIDE SIGNIFICANCE

Allows a high voltage transmission line that has been designated as having statewide significance by a regional transmission authority that is established under state law to be placed in areas zoned for exclusive farm use.

- FISCAL: May have fiscal impact, but no statement issued yet
- REVENUE: May have revenue impact, but no statement issued yet

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

-1 The amendment replaces sections 2 and 3 in the base bill, modifying language relating to Energy Facility Siting Council appeals and amendments.

Detailed summary

SECTION 2

Requires the Energy Facility Siting Council (EFSC) to include in all final orders approving or rejecting an application for a site certificate or amended site certificate any decisions related to or arising from a contested case on the application. Allows a limited party, in addition to a party, to a contested case proceeding to apply for rehearing

within 30 days from the date the approval or rejection is served. Establishes that decisions related to or arising from a contested case on an application for a site certificate or amended site certificate issued by EFSC is appealable directly to the Supreme Court. Requires proceedings for review to be instituted by filing a petition in the Supreme Court within 60 days after the date of service of EFSC's final order approving or rejecting a site certificate or amended site certificate or within 30 days after the date the petition for rehearing is denied or deemed denied. Prohibits the filing of a petition for judicial review from staying the order approving or rejecting a site certificate or amended site certificate, with exceptions.

SECTION 3

Allows, rather than requires, the type of amendment that be considered in a contested case proceeding that EFSC may establish by rule. Confers judicial review solely on the Supreme Court of an EFSC approval or rejection of a request for an amendment to a site certificate or decision related to or arising from a contested case on an amendment, regardless of whether the contested case was held prior to the council's decision. Allows, if a contested case is not held, only the certificate holder or persons who submitted comments on a draft proposed order issued by the Oregon Department of Energy to seek judicial review and the issues that a person may raise on appeal are limited to those issues the person raised in comments on the draft proposed order. Allows a person who holds a site certificate, subject to applicable rules adopted by EFSC, to request to add area to the approved site boundaries in the site certificate without the council requiring an amendment to the site certificate. Allows a holder of a site certificate for certain energy facilities to file a request to extend by up to three years the deadlines by which construction of a facility must begin or be completed as specified in the site certificate.

- FISCAL: May have fiscal impact, but no statement issued yet
- REVENUE: May have revenue impact, but no statement issued yet

BACKGROUND:

Large energy facilities developers in Oregon must apply for a site certificate from EFSC before they can begin construction. The certificate or amended certificate authorizes the applicant to construct, operate, and retire the facility subject to the conditions set forth in the site certificate or amended site certificate. Site certificates or amended site certificates last for the duration of the life of the facility. Currently, a separate site certificate is not required for transmission lines, storage facilities, pipelines, or similar related or supporting facilities, if such related or supporting facilities are addressed in and are subject to a site certificate for another energy facility (Oregon Revised Statute 469.320).