## LEGISLATURE OF NEBRASKA

## ONE HUNDRED FOURTH LEGISLATURE

FIRST SESSION

## **LEGISLATIVE BILL 469**

FINAL READING

Introduced by Smith, 14.

Read first time January 20, 2015

Committee: Natural Resources

A BILL FOR AN ACT relating to law; to amend sections 3-402, 3-408, 1 81-1601, 81-1602, 81-1603, 81-1605, 81-1606, and 81-1607.01, Reissue 2 Revised Statutes of Nebraska; to define terms; to provide procedures 3 4 and reporting requirements relating to a state plan regarding carbon 5 dioxide emissions; to provide requirements for meteorological evaluation towers; to provide penalties; to provide and change 6 duties of the State Energy Office; to require a strategic state 7 8 energy plan as prescribed; to eliminate provisions relating to wind 9 measurement equipment; to harmonize provisions; to provide a duty for the Revisor of Statutes; to provide operative dates; to repeal 10 the original sections; to outright repeal section 66-1901, Revised 11 12 Statutes Cumulative Supplement, 2014; and to declare an emergency.

- 1 Section 1. For purposes of sections 1 to 4 of this act:
- 2 (1) Covered electric generating unit means a fossil fuel-fired
- 3 electric generating unit existing within the state prior to the operative
- 4 date of this section that is subject to regulation under the federal
- 5 emission guidelines;
- 6 (2) Federal emission guidelines means any final rules, regulations,
- 7 guidelines, or other requirements that the United States Environmental
- 8 Protection Agency may adopt for regulating carbon dioxide emissions from
- 9 covered electric generating units under section 111(d) of the federal
- 10 Clean Air Act, 42 U.S.C. 7411(d);
- 11 (3) State means the State of Nebraska; and
- 12 (4) State plan means any plan to establish and enforce carbon
- 13 <u>dioxide emission control measures that the Department of Environmental</u>
- 14 Quality may adopt to implement the obligations of the state under the
- 15 <u>federal emission guidelines.</u>
- 16 Sec. 2. The Department of Environmental Quality shall not submit a
- 17 state plan for regulating carbon dioxide emissions from covered electric
- 18 generating units to the United States Environmental Protection Agency
- 19 until the department has provided a copy of the state plan to the State
- 20 Energy Office. The department shall provide such copy to the State Energy
- 21 Office prior to the submission deadline for the state plan set by the
- 22 United States Environmental Protection Agency. If the United States
- 23 Environmental Protection Agency extends the submission deadline, the
- 24 <u>department shall provide such copy to the State Energy Office</u> at least
- 25 one hundred twenty days prior to the extended submission deadline.
- 26 <u>Nothing in this section shall prevent the department from complying with</u>
- 27 federally prescribed deadlines.
- Sec. 3. (1) After receiving the copy of the state plan under
- 29 <u>section 2 of this act, the State Energy Office shall prepare a report</u>
- 30 <u>that assesses the effects of the state plan on:</u>
- 31 (a) The electric power sector, including:

- 1 (i) The type and amount of electric generating capacity within the
- 2 <u>state that is likely to retire or switch to another fuel;</u>
- 3 (ii) The stranded investment in electric generating capacity and
- 4 other infrastructure;
- 5 (iii) The amount of investment necessary to offset retirements of
- 6 <u>electric generating capacity and maintain generation reserve margins;</u>
- 7 (iv) Potential risks to electric reliability, including resource
- 8 adequacy risks and transmission constraints; and
- 9 (v) The amount by which retail electricity prices within the state
- 10 are forecast to increase or decrease; and
- 11 (b) Employment within the state, including direct and indirect
- 12 employment effects within affected sectors of the state's economy.
- 13 (2) The State Energy Office shall complete the report required under
- 14 this section within thirty days after receiving the copy of the state
- 15 plan under section 2 of this act and shall electronically submit to the
- 16 Legislature a copy of such report.
- 17 (3) If the Legislature is in session when it receives the report,
- 18 the Legislature may vote on a nonbinding legislative resolution endorsing
- 19 or disapproving the state plan based on the findings of the report.
- 20 Sec. 4. <u>Upon submitting a state plan to the United States</u>
- 21 Environmental Protection Agency, the Department of Environmental Quality
- 22 shall electronically submit to the Legislature a copy of the state plan.
- 23 Sec. 5. Section 3-402, Reissue Revised Statutes of Nebraska, is
- 24 amended to read:
- 25 3-402 As used in sections 3-401 to 3-409 and section 6 of this act,
- 26 unless the context otherwise requires:
- 27 (1) Structure <u>means</u> shall mean any manmade object which is built,
- 28 constructed, projected, or erected upon, from, and above the surface of
- 29 the earth, including, but not limited to, towers, antennas, buildings,
- 30 wires, cables, and chimneys;
- 31 (2) Meteorological evaluation tower means an anchored structure,

- 1 including all guy wires and accessory facilities, on which one or more
- 2 <u>meteorological instruments are mounted for the purpose of meteorological</u>
- 3 data collection;
- 4 (3 2) Obstruction means shall mean any structure which obstructs the
- 5 air space required for the flight of aircraft and in the landing and
- 6 taking off of aircraft at any airport or restricted landing area; and
- 7 (4 3) Person means shall mean any public utility, public district,
- 8 or other governmental division or subdivision or any person, corporation,
- 9 partnership, or limited liability company.
- 10 Sec. 6. (1) A meteorological evaluation tower, the height of which
- 11 is at least fifty feet above the surface of the ground at point of
- 12 installation, shall be marked according to subsection (2) of this
- 13 <u>section</u>. This section applies to a meteorological evaluation tower that
- 14 <u>is located outside the corporate limits of a city or village.</u>
- 15 (2) A meteorological evaluation tower described in subsection (1) of
- 16 this section shall: (a) Be painted in seven equal-width and alternating
- 17 bands of aviation orange and white beginning with orange at the top of
- 18 the tower and ending with orange at the base; (b) have two or more
- 19 spherical marker balls at least twenty-one inches in diameter that are
- 20 <u>aviation orange in color and attached to each outer guy wire connected to</u>
- 21 the tower with the top ball no further than twenty feet from the top wire
- 22 connection and the remaining ball or balls at or below the midpoint of
- 23 the tower on the outer guy wires; and (c) have yellow safety sleeves
- 24 <u>installed on each outer guy wire extending at least fourteen feet above</u>
- 25 the anchor point of the guy wire.
- 26 (3) The owner of a meteorological evaluation tower subject to this
- 27 section shall, not less than ten business days prior to erecting the
- 28 tower, register with the Department of Aeronautics the name and address
- 29 of the owner, the height and location of the tower, and any other
- 30 information that the department deems necessary for aviation safety. The
- 31 owner of a tower subject to this section shall also report the removal of

- 1 the tower to the department not more than thirty business days after its
- 2 removal. The department shall make the information received pursuant to
- 3 this subsection available to the public within five business days.
- 4 (4) The owner of a meteorological evaluation tower described in
- 5 subsection (1) of this section that was erected prior to the operative
- 6 date of this section and which is either lighted, marked with balls at
- 7 least twenty-one inches in diameter, painted, or modified in some other
- 8 <u>manner so it is recognizable in clear air during daylight hours from a</u>
- 9 distance of not less than two thousand feet, shall mark the tower as
- 10 required by subsection (2) of this section within two years after the
- 11 operative date of this section or at such time the tower is taken down
- 12 <u>for maintenance or other purposes, whichever comes first, except that the</u>
- 13 owner of a tower erected prior to the operative date of this section
- 14 which is not lighted, marked, painted, or modified as described in this
- 15 subsection shall mark such tower as required by subsection (2) of this
- 16 section within ninety days after the operative date of this section. The
- 17 <u>registration requirements of subsection (3) of this section shall be</u>
- 18 <u>performed by the owner of a tower erected prior to the operative date of</u>
- 19 this section within fifteen business days after the operative date of
- 20 <u>this section</u>.
- 21 (5) A material failure to comply with the marking and registration
- 22 requirements of this section shall be admissible as evidence of
- 23 negligence on the part of an owner of a meteorological evaluation tower
- 24 in an action in tort for property damage, bodily injury, or death
- 25 resulting from an aerial collision with such unmarked or unregistered
- 26 tower.
- 27 <u>(6) The department may adopt and promulgate rules and regulations</u>
- 28 <u>for carrying out the purposes of this section.</u>
- 29 Sec. 7. Section 3-408, Reissue Revised Statutes of Nebraska, is
- 30 amended to read:
- 31 3-408 Any person, firm, or corporation (1) violating any of the

- 1 provisions of sections 3-401 to 3-409 and section 6 of this act, (2)
- 2 submitting false information in the application for a permit, (3)
- 3 violating any rule or regulation adopted and promulgated by the
- 4 Department of Aeronautics pursuant to sections 3-401 to 3-409 and section
- 5 6 of this act hereto, as authorized by section 3-407, (4) failing to do
- 6 and perform any act required by sections 3-401 to 3-409 and section 6 of
- 7 this act hereby, or (5) violating the terms of any permit issued pursuant
- 8 to the provisions of sections 3-401 to 3-409 and section 6 of this act,
- 9 shall be guilty of a Class III misdemeanor. Each day any violation
- 10 continues or any structure erected in violation of the provisions of
- 11 sections 3-401 to 3-409 <u>and section 6 of this act</u>shall continue in
- 12 existence, shall constitute a separate offense.
- 13 Sec. 8. Section 81-1601, Reissue Revised Statutes of Nebraska, is
- 14 amended to read:
- 15 81-1601 (1) There is hereby created an agency of state government to
- 16 be known as the State Energy Office. The office may be a separate
- 17 division within an existing executive department.
- 18 (2) The chief executive officer shall be known as the Director of
- 19 the State Energy Office and shall be appointed by the Governor with the
- 20 advice and consent of the Legislature. The director shall administer the
- 21 affairs of the office and shall serve at the pleasure of the Governor.
- 22 The director may employ such assistants, professional staff, and other
- 23 employees as may be deemed necessary to effectively carry out the
- 24 provisions of sections 81-1601 to 81-1605 and section 11 of this act
- 25 within such appropriations as the Legislature may provide. The salary of
- 26 the director shall be fixed by the Governor unless otherwise expressly
- 27 provided for by law.
- 28 Sec. 9. Section 81-1602, Reissue Revised Statutes of Nebraska, is
- 29 amended to read:
- 30 81-1602 The State Energy Office shall have the following duties:
- 31 (1) To serve as or assist in developing and coordinating a central

- 1 repository within state government for the collection of data on energy;
- 2 (2) To undertake a continuing assessment of the trends in the
- 3 availability, consumption, and development of all forms of energy;
- 4 (3) To collect and analyze data relating to present and future
- 5 demands and resources for all sources of energy and to specify energy
- 6 needs for the state;
- 7 (4) To recommend to the Governor and the Legislature energy policies
- 8 and conservation measures for the state and to carry out such measures as
- 9 are adopted;
- 10 (5) To provide for public dissemination of appropriate information
- on energy, energy sources, and energy conservation;
- 12 (6) To accept, expend, or disburse funds, public or private, made
- 13 available to it for research studies, demonstration projects, or other
- 14 activities which are related either to energy conservation and efficiency
- 15 or development;
- 16 (7) To study the impact and relationship of state energy policies to
- 17 national and regional energy policies and engage in such activities as
- 18 will reasonably insure that the State of Nebraska and its citizens
- 19 receive an equitable share of energy supplies, including the
- 20 administration of any federally mandated or state-mandated energy
- 21 allocation programs;
- 22 (8) To actively seek the advice of the citizens of Nebraska
- 23 regarding energy policies and programs;
- 24 (9) To prepare emergency allocation plans suggesting to the Governor
- 25 actions to be taken in the event of serious shortages of energy;
- 26 (10) To design a state program for conservation of energy and energy
- 27 <u>efficiency</u>;
- 28 (11) To provide technical assistance to local subdivisions of
- 29 government; and
- 30 (12) To provide technical assistance to private persons desiring
- 31 information on energy conservation and efficiency techniques and the use

- 1 of renewable energy technologies; -
- 2 (13) To develop a strategic state energy plan pursuant to section 11
- 3 of this act;
- 4 (14) To develop and disseminate transparent and objective energy
- 5 <u>information</u> and analysis while utilizing existing energy planning
- 6 resources of relevant stakeholder entities;
- 7 (15) To actively seek to maximize federal and other nonstate funding
- 8 and support to the state for energy planning; and
- 9 <u>(16) To monitor energy transmission capacity planning and policy</u>
- 10 affecting the state and the regulatory approval process for the
- 11 <u>development of energy infrastructure and make recommendations to the</u>
- 12 <u>Governor and electronically to the Legislature as necessary to facilitate</u>
- 13 <u>energy infrastructure planning and development.</u>
- 14 Sec. 10. Section 81-1603, Reissue Revised Statutes of Nebraska, is
- 15 amended to read:
- 16 81-1603 The office shall have the power to do such things as are
- 17 necessary to carry out sections 81-1601 to 81-1605 and section 11 of this
- 18 <u>act</u>, including but not limited to the following:
- 19 (1) To adopt rules and regulations, pursuant to the Administrative
- 20 Procedure Act, to carry out the purposes of sections 81-1601 to 81-1605
- 21 and section 11 of this act;
- 22 (2) To make all contracts pursuant to sections 81-1601 to 81-1605
- 23 and section 11 of this act and do all things to cooperate with the
- 24 federal government, and to qualify for, accept, expend, and dispense
- 25 public or private funds intended for the implementation of sections
- 26 81-1601 to 81-1605 and section 11 of this act;
- 27 (3) To contract for services, if such work or services cannot be
- 28 satisfactorily performed by employees of the agency or by any other part
- 29 of state government;
- 30 (4) To enter into such agreements as are necessary to carry out
- 31 energy research and development with other states;

- 1 (5) To carry out the duties and responsibilities relating to energy
- 2 as may be requested or required of the state by the federal government;
- 3 (6) To cooperate and participate with the approval of the Governor
- 4 in the activities of organizations of states relating to the
- 5 availability, conservation, development, and distribution of energy;
- 6 (7) To engage in such activities as will seek to insure that the
- 7 State of Nebraska and its citizens receive an equitable share of energy
- 8 supplies at a fair price; and
- 9 (8) To form advisory committees of citizens of Nebraska to advise
- 10 the director of the energy office on programs and policies relating to
- 11 energy and to assist in implementing such programs. Such committees shall
- 12 be of a temporary nature and no member shall receive any compensation for
- 13 serving on any such committee but, with the approval of the Governor,
- 14 members shall receive reimbursement for actual and necessary expenses as
- provided in sections 81-1174 to 81-1177 for state employees. The minutes
- 16 of meetings of and actions taken by each committee shall be kept and a
- 17 record shall be maintained of the name, address, and occupation or
- 18 vocation of every individual serving on any committee. Such minutes and
- 19 records shall be maintained in the State Energy Office and shall be
- 20 available for public inspection during regular office hours.
- 21 Sec. 11. (1) The Legislature finds that:
- 22 (a) Comprehensive planning enables the state to address its energy
- 23 needs, challenges, and opportunities and enhances the state's ability to
- 24 prioritize energy-related policies, activities, and programs; and
- 25 (b) Meeting the state's need for clean, affordable, and reliable
- 26 energy in the future will require a diverse energy portfolio and a
- 27 <u>strategic approach, requiring engagement of all energy stakeholders in a</u>
- 28 comprehensive planning process.
- 29 (2) The State Energy Office shall develop an integrated and
- 30 comprehensive strategic state energy plan and review such plan
- 31 periodically as the office deems necessary. The office may organize

- 1 technical committees of individuals with expertise in energy development
- 2 for purposes of developing the plan. If the office forms an advisory
- 3 committee pursuant to subdivision (8) of section 81-1603 for purposes of
- 4 such plan, the chairperson of the Appropriations Committee of the
- 5 Legislature, the chairperson of the Natural Resources Committee of the
- 6 Legislature, and three members of the Legislature selected by the
- 7 Executive Board of the Legislative Council shall be nonvoting, ex officio
- 8 members of such advisory committee.
- 9 (3) The strategic state energy plan shall include short-term and
- 10 long-term objectives that will ensure a secure, reliable, and resilient
- 11 <u>energy system for the state's residents and businesses; a cost-</u>
- 12 <u>competitive energy supply and access to affordable energy; the promotion</u>
- 13 of sustainable economic growth, job creation, and economic development;
- 14 <u>and a means for the state's energy policy to adapt to changing</u>
- 15 circumstances.
- 16 <u>(4) The strategic state energy plan shall include, but not be</u>
- 17 limited to:
- 18 (a) A comprehensive analysis of the state's energy profile,
- 19 <u>including all energy resources, end-use sectors, and supply and demand</u>
- 20 projections;
- 21 (b) An analysis of other state energy plans and regional energy
- 22 activities which identifies opportunities for streamlining and
- 23 partnerships; and
- 24 (c) An identification of goals and recommendations related to:
- 25 (i) The diversification of the state's energy portfolio in a way
- 26 that balances the lowest practicable environmental cost with maximum
- 27 economic benefits;
- 28 (ii) The encouragement of state and local government coordination
- 29 and public-private partnerships for future economic and investment
- 30 <u>decisions;</u>
- 31 (iii) The incorporation of new technologies and opportunities for

LB469 2015

- 1 energy diversification that will maximize Nebraska resources and support
- 2 local economic development;
- 3 (iv) The interstate and intrastate promotion and marketing of the
- 4 state's renewable energy resources;
- 5 (v) A consistent method of working with and marketing to energy-
- 6 related businesses and developers;
- 7 (vi) The advancement of transportation technologies, alternative
- 8 fuels, and infrastructure;
- 9 (vii) The development and enhancement of oil, natural gas, and
- 10 electricity production and distribution;
- 11 (viii) The development of a communications process between energy
- 12 <u>utilities and the State Energy Office for responding to and preparing for</u>
- 13 <u>regulations having a statewide impact; and</u>
- 14 (ix) The development of a mechanism to measure the plan's progress.
- 15 Sec. 12. Section 81-1605, Reissue Revised Statutes of Nebraska, is
- 16 amended to read:
- 17 81-1605 Notwithstanding any provisions of sections 81-1601 to
- 18 81-1605 and section 11 of this act, the State Energy Office shall not
- 19 perform any duties or exercise any powers which are delegated to other
- 20 agencies or subdivisions of state government.
- 21 Sec. 13. Section 81-1606, Reissue Revised Statutes of Nebraska, is
- 22 amended to read:
- 23 81-1606 The Director of the State Energy Office shall develop and
- 24 maintain a program of collection, compilation, and analysis of energy
- 25 statistics and information. Existing information reporting requests,
- 26 maintained at the state and federal levels, shall be utilized whenever
- 27 possible in any data collection required under the provisions of sections
- 28 81-1601 to 81-1607 and section 11 of this act. A central state repository
- 29 of energy data shall be developed and coordinated with other governmental
- 30 data-collection and record-keeping programs. The director shall, on at
- 31 least an annual basis, with monthly compilations, submit to the Governor

- 1 and the Clerk of the Legislature a report identifying state energy
- 2 consumption by fuel type and by use to the extent that such information
- 3 is available. The report submitted to the Clerk of the Legislature shall
- 4 be submitted electronically. Nothing in this section shall be construed
- 5 as permitting or authorizing the revealing of confidential information.
- 6 For purposes of this section confidential information shall mean any
- 7 process, formula, pattern, decision, or compilation of information which
- 8 is used, directly or indirectly, in the business of the producer,
- 9 refiner, distributor, transporter, or vendor, and which gives such
- 10 producer, refiner, distributor, transporter, or vendor an advantage or an
- 11 opportunity to obtain an advantage over competitors who do not know or
- 12 use it.
- 13 Sec. 14. Section 81-1607.01, Reissue Revised Statutes of Nebraska,
- 14 is amended to read:
- 15 81-1607.01 The State Energy Office Cash Fund is hereby created. The
- 16 fund shall consist of funds received pursuant to section 57-705. The fund
- 17 shall be used for the administration of sections 81-1601 to 81-1607 and
- 18 <u>section 11 of this act</u>, for energy conservation activities, and for
- 19 providing technical assistance to communities in the area of natural gas
- 20 other than assistance regarding ownership of regulated utilities, except
- 21 that transfers may be made from the fund to the General Fund at the
- 22 direction of the Legislature. Any money in the State Energy Office Cash
- 23 Fund available for investment shall be invested by the state investment
- 24 officer pursuant to the Nebraska Capital Expansion Act and the Nebraska
- 25 State Funds Investment Act.
- Sec. 15. The Revisor of Statutes shall assign section 6 of this act
- 27 within sections 3-401 to 3-409.
- 28 Sec. 16. Sections 1, 2, 3, 4, 8, 9, 10, 11, 12, 13, 14, and 18 of
- 29 this act become operative three calendar months after the adjournment of
- 30 this legislative session. The other sections of this act become operative
- 31 on their effective date.

LB469 2015 LB469 2015

1 Sec. 17. Original sections 3-402 and 3-408, Reissue Revised

- 2 Statutes of Nebraska, are repealed.
- 3 Sec. 18. Original sections 81-1601, 81-1602, 81-1603, 81-1605,
- 4 81-1606, and 81-1607.01, Reissue Revised Statutes of Nebraska, are
- 5 repealed.
- 6 Sec. 19. The following section is outright repealed: Section
- 7 66-1901, Revised Statutes Cumulative Supplement, 2014.
- 8 Sec. 20. Since an emergency exists, this act takes effect when
- 9 passed and approved according to law.