Requested by Senator DEMBROW

emits carbon dioxide when combusted.

1

6

9

13

14

15

16

17

18

19

PROPOSED AMENDMENTS TO SENATE BILL 1007

On page 1 of the printed bill, delete lines 4 through 30 and delete page

	<u>1-9-</u>
2	$\underline{2}$ and insert:
3	"SECTION 1. As used in this section and section 2 of this 2017 Act:
4	"(1)(a) 'Carbon-based fuel' means coal, natural gas, petroleum pro-
5	ducts and any other product used for fuel that contains carbon and

- "(b) 'Carbon-based fuel' does not include any product used for fuel 7 that is derived from a resource that is less than 1,000 years old in its 8 natural state.
- "(2) 'Climate change' means an increase in the average temperature 10 of the earth's atmosphere that is associated with the release of 11 12 greenhouse gases.
 - "(3) 'Climate science' means science relating to the state of climate change, including biological, physical and social science.
 - "(4)(a) 'Fossil fuel infrastructure project' means a project for new or expanded large-scale infrastructure used to produce, transport, store, combust or refine carbon-based fuels that is projected to contribute annually to the atmosphere a minimum of 500,000 metric tons of carbon dioxide equivalent of life cycle greenhouse gas emissions.
- "(b) 'Fossil fuel infrastructure project' does not mean a large-scale 20 publicly funded transportation project in which fossil fuels may be 21

- transported but the transfer of fossil fuels is not the primary function of the project.
- "(5) 'Greenhouse gas' means any gas that contributes to anthropogenic climate change, including but not limited to carbon dioxide, methane, nitrous oxide, hydrofluorocarbons, perfluorocarbons and sulfur hexafluoride.
- "(6) 'Life cycle greenhouse gas emissions' means the greenhouse gas
 emissions that occur throughout the life cycle of a fuel energy source,
 including but not limited to the emissions from the production,
 transportation and combustion of the fuels whether or not a particular
 life cycle stage occurs in this state.
 - "(7) 'State permitting agency' means the Department of Environmental Quality, the Department of State Lands or any other state agency that has separate permitting authority for a proposed fossil fuel infrastructure project.
 - "SECTION 2. (1) The State Department of Energy shall, in consultation with state permitting agencies and federal agencies, develop by rule a climate test for proposed fossil fuel infrastructure projects, criteria and other provisions necessary to administer the climate test on behalf of state permitting agencies for purposes of agency review of an application for a permit required by the state permitting agency for a proposed fossil fuel infrastructure project.
 - "(2) The purposes of the climate test shall be to:
 - "(a) Provide for a comprehensive review of the immediate and anticipated long-term environmental impacts of a proposed fossil fuel infrastructure project that determines the economic viability of a project when evaluated against the investments required across the energy sector to have at least a 66 percent probability of limiting climate change to a global mean temperature increase of two degrees Celsius by the year 2100;

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

- "(b) Ensure that energy decisions are guided by the best available climate science;
- 3 "(c) Minimize the potential adverse impacts on the environment 4 and public health;
- 5 "(d) Incorporate data from existing climate change models that 6 evaluate and project future climate change;
- "(e) Specify standards and protocol using climate science to assess the direct and indirect environmental impacts of a proposed fossil fuel infrastructure project;
 - "(f) Provide standards to evaluate and measure the life cycle greenhouse gas emissions of a proposed fossil fuel infrastructure project;
 - "(g) Compare the costs and benefits of the proposed fossil fuel infrastructure project with the costs and benefits of alternatives to the project including, but not limited to, a baseline comparison with not building the project;
 - "(h) Consider the cumulative impacts of a proposed fossil fuel infrastructure project, particularly with relation to the potential disproportionate risks of adverse environmental and health impacts of a proposed fossil fuel infrastructure project on minority or low-income communities; and
 - "(i) Consider the potential impacts of a fossil fuel infrastructure project on the rights of federally recognized Indian tribes.
- "(3) Rules adopted under this section may include rules establishing fees that are reasonable and necessary for the department to administer the climate test on behalf of state permitting agencies pursuant to this section and rules adopted under this section.
- "(4) Upon receipt of an application for a permit required by the state permitting agency for a proposed fossil fuel infrastructure project, a state permitting agency shall provide the following notice

10

11

12

13

14

15

16

17

18

19

20

21

22

23

- 1 to the following interested parties:
- "(a) Notification to the Department of Energy that the application is subject to the climate test established by the department under subsection (1) of this section.
- 5 "(b) Notification informing the applicant for the permit that is ap-6 plicable to a proposed fossil fuel infrastructure project that:
 - "(A) The project is subject to a climate test; and
 - "(B) In addition to any permit fee required by a state permitting agency, the applicant shall bear the costs of the State Department of Energy in administering the climate test.
 - "(5) Notwithstanding any other provision of law, a state permitting agency shall consider as a part of the state permitting agency's permitting decision the climate test results for the proposed fossil fuel infrastructure project that are provided by the State Department of Energy, and shall deny an application if the results of the climate test reveal that the cumulative adverse impacts of a project are greater than the economic benefits.
 - "(6) The results of a climate test are not a final order for the purposes of a contested case hearing under ORS chapter 183.
 - "(7) The rules adopted under this section:
 - "(a) Do not limit the authority of any state agency to adopt and implement measures to reduce greenhouse gas emissions; and
 - "(b) Shall be interpreted in a manner consistent with federal and state law.
 - "SECTION 3. Sections 1 and 2 of this 2017 Act apply to applications for permits required by state permitting agencies for proposed fossil fuel infrastructure projects that are received on or after the effective date of this 2017 Act.".