HB 2814-2 (LC 1941) 3/26/21 (STN/ps)

Requested by Representative DEXTER

PROPOSED AMENDMENTS TO HOUSE BILL 2814

In line 2 of the printed bill, after the semicolon insert "creating new provisions; amending ORS 291.055;".

3 Delete lines 4 through 22 and insert:

4 "SECTION 1. Section 2 of this 2021 Act is added to and made a part
5 of ORS chapter 468A.

6 **"SECTION 2. (1) As used in this section:**

"(a) 'Indirect source of air contamination' includes, but is not limited to, indirect sources of air pollution described in 42 U.S.C.
7410(a)(5).

"(b) 'Indirect source review program' has the meaning given that
term in 42 U.S.C. 7410(a)(5).

"(2) The Environmental Quality Commission shall establish stan-12 dards pursuant to ORS 468A.025 for indirect sources of air contam-13 ination and shall adopt rules establishing an indirect source review 14 program to control emissions of particulate matter, oxides of nitrogen 15and other air contaminants from or associated with indirect sources 16 of air contamination located within Clackamas, Multnomah and 17 Washington Counties. An indirect source review program established 18 under this section must: 19

"(a) Control emissions associated with the construction and opera tion of an indirect source of air contamination; and

1 "(b) Control the aggregate emissions from on-road vehicles and 2 nonroad vehicles and engines associated with indirect sources of air 3 contamination.

4 "(3) Rules implementing an indirect source review program under
5 subsection (2) of this section may include, but need not be limited to:
6 "(a) Provisions requiring an indirect source of air contamination

7 to obtain a permit under ORS 468A.040;

"(b) Public notification requirements for the owner or operator of
an indirect source of air contamination; and

"(c) Provisions requiring an indirect source of air contamination to
 make an emissions mitigation payment, as described in subsection (4)
 of this section.

"(4)(a) The commission may establish by rule an emissions mitigation payment. The emissions mitigation payment may be paid by the owner or operator of an indirect source of air contamination based on the emissions of the indirect source of air contamination that exceed the standards established by the commission under this section. The amount of the emissions mitigation payment shall be determined by the Department of Environmental Quality after consideration of:

"(A) The expected cost of actions needed to offset the increase in
 public health risks from air contaminant emissions associated with the
 indirect source of air contamination; and

"(B) The expected cost of projects or programs to mitigate the ef fects of air pollution in communities negatively impacted by air pol lution from or associated with indirect sources of air contamination.

"(b) Any amounts collected by the department under this section
 shall be deposited into the Indirect Source Emissions Mitigation Fund
 established under section 4 of this 2021 Act.

"(c) The emissions mitigation payment is in addition to any fees
 imposed by the department on an indirect source of air contamination

1 under ORS chapter 468 or 468A.

"(5) Nothing in this section limits the authority of the commission
under any other provision of ORS chapter 468A.

4 "SECTION 3. Section 2 of this 2021 Act is amended to read:

5 "Sec. 2. (1) As used in this section:

"(a) 'Indirect source of air contamination' includes, but is not limited to,
indirect sources of air pollution described in 42 U.S.C. 7410(a)(5).

8 "(b) 'Indirect source review program' has the meaning given that term in
9 42 U.S.C. 7410(a)(5).

"(2) The Environmental Quality Commission shall establish standards pursuant to ORS 468A.025 for indirect sources of air contamination and shall adopt rules establishing an indirect source review program to control emissions of particulate matter, oxides of nitrogen and other air contaminants from or associated with indirect sources of air contamination [*located within Clackamas, Multnomah and Washington Counties*]. An indirect source review program established under this section must:

"(a) Control emissions associated with the construction and operation of
an indirect source of air contamination; and

"(b) Control the aggregate emissions from on-road vehicles and nonroad
 vehicles and engines associated with indirect sources of air contamination.

"(3) Rules implementing an indirect source review program under subsection (2) of this section may include, but need not be limited to:

"(a) Provisions requiring an indirect source of air contamination to obtain a permit under ORS 468A.040;

"(b) Public notification requirements for the owner or operator of an in direct source of air contamination; and

"(c) Provisions requiring an indirect source of air contamination to make
an emissions mitigation payment, as described in subsection (4) of this section.

30 "(4)(a) The commission may establish by rule an emissions mitigation

payment. The emissions mitigation payment may be paid by the owner or operator of an indirect source of air contamination based on the emissions of the indirect source of air contamination that exceed the standards established by the commission under this section. The amount of the emissions mitigation payment shall be determined by the Department of Environmental Quality after consideration of:

"(A) The expected cost of actions needed to offset the increase in public
health risks from air contaminant emissions associated with the indirect
source of air contamination; and

10 "(B) The expected cost of projects or programs to mitigate the effects of 11 air pollution in communities negatively impacted by air pollution from or 12 associated with indirect sources of air contamination.

"(b) Any amounts collected by the department under this section shall be
 deposited into the Indirect Source Emissions Mitigation Fund established
 under section 4 of this 2021 Act.

"(c) The emissions mitigation payment is in addition to any fees imposed
by the department on an indirect source of air contamination under ORS
chapter 468 or 468A.

"(5) Nothing in this section limits the authority of the commission underany other provision of ORS chapter 468A.

"SECTION 4. The Indirect Source Emissions Mitigation Fund is es-21tablished in the State Treasury, separate and distinct from the General 22Fund. The Indirect Source Emissions Mitigation Fund consists of 23moneys deposited in the fund under section 2 of this 2021 Act and any 24other moneys deposited in the fund from any other public or private 25source. Moneys in the Indirect Source Emissions Mitigation Fund are 26continuously appropriated to the Department of Environmental Qual-27ity to be used for actions to reduce public exposure to air contam-28inants emitted from mobile sources of air pollution that operate within 29 or are associated with or attracted to indirect sources of air contam-30

1 ination as defined in section 2 of this 2021 Act.

² **"SECTION 5.** ORS 291.055 is amended to read:

"291.055. (1) Notwithstanding any other law that grants to a state agency 3 the authority to establish fees, all new state agency fees or fee increases 4 adopted during the period beginning on the date of adjournment sine die of $\mathbf{5}$ a regular session of the Legislative Assembly and ending on the date of 6 adjournment sine die of the next regular session of the Legislative Assembly: 7 "(a) Are not effective for agencies in the executive department of gov-8 ernment unless approved in writing by the Director of the Oregon Depart-9 ment of Administrative Services; 10

"(b) Are not effective for agencies in the judicial department of government unless approved in writing by the Chief Justice of the Supreme Court;
"(c) Are not effective for agencies in the legislative department of government unless approved in writing by the President of the Senate and the
Speaker of the House of Representatives;

"(d) Shall be reported by the state agency to the Oregon Department of
 Administrative Services within 10 days of their adoption; and

(e) Are rescinded on adjournment sine die of the next regular session of the Legislative Assembly as described in this subsection, unless otherwise authorized by enabling legislation setting forth the approved fees.

21 "(2) This section does not apply to:

"(a) Any tuition or fees charged by a public university listed in ORS
352.002.

"(b) Taxes or other payments made or collected from employers for unemployment insurance required by ORS chapter 657 or premium assessments required by ORS 656.612 and 656.614 or contributions and assessments calculated by cents per hour for workers' compensation coverage required by ORS 656.506.

29 "(c) Fees or payments required for:

30 "(A) Health care services provided by the Oregon Health and Science

HB 2814-2 3/26/21 Proposed Amendments to HB 2814 University, by the Oregon Veterans' Homes pursuant to ORS 408.362 and
 408.365 to 408.385 and by other state agencies and institutions pursuant to
 ORS 179.610 to 179.770.

4 "(B) Copayments and premiums paid to the Oregon medical assistance 5 program.

6 "(C) Assessments paid to the Department of Consumer and Business Ser-7 vices under sections 3 and 5, chapter 538, Oregon Laws 2017.

8 "(d) Fees created or authorized by statute that have no established rate 9 or amount but are calculated for each separate instance for each fee payer 10 and are based on actual cost of services provided.

11 "(e) State agency charges on employees for benefits and services.

12 "(f) Any intergovernmental charges.

"(g) Forest protection district assessment rates established by ORS 477.210
 to 477.265 and the Oregon Forest Land Protection Fund fees established by
 ORS 477.760.

"(h) State Department of Energy assessments required by ORS 456.595 and
 469.421 (8).

"(i) Assessments on premiums charged by the Director of the Department
of Consumer and Business Services pursuant to ORS 731.804 or fees charged
by the director to banks, trusts and credit unions pursuant to ORS 706.530
and 723.114.

"(j) Public Utility Commission operating assessments required by ORS
756.310 or charges paid to the Residential Service Protection Fund required
by chapter 290, Oregon Laws 1987.

²⁵ "(k) Fees charged by the Housing and Community Services Department ²⁶ for intellectual property pursuant to ORS 456.562.

"(L) New or increased fees that are anticipated in the legislative budget ing process for an agency, revenues from which are included, explicitly or implicitly, in the legislatively adopted budget or the legislatively approved budget for the agency.

HB 2814-2 3/26/21 Proposed Amendments to HB 2814 1 "(m) Tolls approved by the Oregon Transportation Commission pursuant 2 to ORS 383.004.

"(n) Portal provider fees as defined in ORS 276A.270 and established by
the State Chief Information Officer under ORS 276A.276 (3) and recommended
by the Electronic Government Portal Advisory Board.

6 "(o) Fees set by the State Parks and Recreation Director and approved 7 by the State Parks and Recreation Commission under ORS 390.124 (2)(b).

"(p) Emissions mitigation payments paid to the Department of Environmental Quality under section 2 of this 2021 Act.

"(3)(a) Fees temporarily decreased for competitive or promotional reasons or because of unexpected and temporary revenue surpluses may be increased to not more than their prior level without compliance with subsection (1) of this section if, at the time the fee is decreased, the state agency specifies the following:

¹⁵ "(A) The reason for the fee decrease; and

"(B) The conditions under which the fee will be increased to not morethan its prior level.

"(b) Fees that are decreased for reasons other than those described in
paragraph (a) of this subsection may not be subsequently increased except
as allowed by ORS 291.050 to 291.060 and 294.160.

"<u>SECTION 6.</u> The amendments to section 2 of this 2021 Act by sec tion 3 of this 2021 Act become operative on January 1, 2027.

"<u>SECTION 7.</u> This 2021 Act takes effect on the 91st day after the
 date on which the 2021 regular session of the Eighty-first Legislative
 Assembly adjourns sine die.".

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