Enrolled Copy H.B. 388

| STATE ENERGY POLICY AMENDMENTS |
|---|
| 2021 GENERAL SESSION |
| STATE OF UTAH |
| Chief Sponsor: Carl R. Albrecht |
| Senate Sponsor: Ronald M. Winterton |
| LONG TITLE |
| General Description: |
| This bill amends the state energy policy. |
| Highlighted Provisions: |
| This bill: |
| amends the state energy policy to include a policy of developing energy resources |
| with the intent to: |
| promote the development of pumped storage and advanced energy systems |
| including hydrogen; |
| respond to disruptions in state energy resources; and |
| maintain reserves in case of disruptions. |
| Money Appropriated in this Bill: |
| None |
| Other Special Clauses: |
| None |
| Utah Code Sections Affected: |
| AMENDS: |
| 63M-4-301, as last amended by Laws of Utah 2019, Chapter 415 |
| Be it enacted by the Legislature of the state of Utah: |
| Section 1. Section 63M-4-301 is amended to read: |
| 63M-4-301. State energy policy. |
| (1) It is the policy of the state that: |

H.B. 388 Enrolled Copy

| 30 | (a) Utah shall have adequate, reliable, affordable, sustainable, and clean energy |
|------------|--|
| 31 | resources; |
| 32 | (b) Utah will promote the development of: |
| 33 | (i) nonrenewable energy resources, including natural gas, coal, oil, oil shale, and oil |
| 34 | sands; |
| 35 | (ii) renewable energy resources, including geothermal, solar, wind, biomass, biofuel, |
| 36 | and hydroelectric; |
| 37 | (iii) nuclear power generation technologies certified for use by the United States |
| 38 | Nuclear Regulatory Commission including molten salt reactors producing medical isotopes; |
| 39 | (iv) alternative transportation fuels and technologies; |
| 40 | (v) infrastructure to facilitate energy development, diversified modes of transportation, |
| 41 | greater access to domestic and international markets for Utah's resources, and advanced |
| 42 | transmission systems; |
| 43 | (vi) energy storage, pumped storage, and other advanced energy systems, including |
| 14 | hydrogen from all sources; [and] |
| 45 | (vii) electricity systems that can be controlled at the request of grid operators to meet |
| 46 | system load demands, to ensure an adequate supply of dispatchable energy generation |
| 1 7 | resources; and |
| 48 | [(vii)] (viii) increased refinery capacity; |
| 1 9 | (c) Utah will promote the development of resources and infrastructure sufficient to |
| 50 | meet the state's growing demand, while contributing to the regional and national energy supply |
| 51 | thus reducing dependence on international energy sources; |
| 52 | (d) Utah will promote the development of resources, tools, and infrastructure to |
| 53 | enhance the state's ability to: |
| 54 | (i) respond effectively to significant disruptions to the state's energy generation, energy |
| 55 | delivery systems, or fuel supplies; and |
| 56 | (ii) maintain adequate supply, including reserves of proven and cost-effective |
| 57 | dispatchable electricity reserves to meet grid demand: |

Enrolled Copy H.B. 388

| 58 | [(d)] (e) Utah will allow market forces to drive prudent use of energy resources, |
|----|--|
| 59 | although incentives and other methods may be used to ensure the state's optimal development |
| 60 | and use of energy resources in the short- and long-term; |
| 61 | [(e)] (f) Utah will pursue energy conservation, energy efficiency, and environmental |
| 62 | quality; |
| 63 | [f] (g) (i) state regulatory processes should be streamlined to balance economic costs |
| 64 | with the level of review necessary to ensure protection of the state's various interests; and |
| 65 | (ii) where federal action is required, Utah will encourage expedited federal action and |
| 66 | will collaborate with federal agencies to expedite review; |
| 67 | [(g)] (h) Utah will maintain an environment that provides for stable consumer prices |
| 68 | that are as low as possible while providing producers and suppliers a fair return on investment, |
| 69 | recognizing that: |
| 70 | (i) economic prosperity is linked to the availability, reliability, and affordability of |
| 71 | consumer energy supplies; and |
| 72 | (ii) investment will occur only when adequate financial returns can be realized; and |
| 73 | [(h)] (i) Utah will promote training and education programs focused on developing a |
| 74 | comprehensive understanding of energy, including: |
| 75 | (i) programs addressing: |
| 76 | (A) energy conservation; |
| 77 | (B) energy efficiency; |
| 78 | (C) supply and demand; and |
| 79 | (D) energy related workforce development; and |
| 80 | (ii) energy education programs in grades K-12. |
| 81 | (2) State agencies are encouraged to conduct agency activities consistent with |
| 82 | Subsection (1). |
| 83 | (3) A person may not file suit to challenge a state agency's action that is inconsistent |
| 84 | with Subsection (1). |