HOUSE BILL NO. HB0051

Industrial siting impact payments.

Sponsored by: Representative(s) Madden, Stubson and Throne and Senator(s) Case and Schiffer

A BILL

for

1 AN ACT relating to impact assistance payments; revising

2 duties of the department of environmental quality and

3 industrial siting division as specified; revising

4 industrial facility permit fees; revising how impact

5 assistance payment amounts are calculated; providing

6 rulemaking authority; repealing conflicting provisions;

7 providing applicability; providing an appropriation; and

8 providing for an effective date.

9

10 Be It Enacted by the Legislature of the State of Wyoming:

11

12 **Section 1.** W.S. 35-12-105(c), 35-12-109(b),

13 39-15-111(c) and (d)(i) and 39-16-111(d) and (e)(i) are

14 amended to read:

15

1 35-12-105. Appointment and duties of administrator;

2 staff; rules and regulations.

3

The director, administrator and the staff of the 4 5 division are authorized to the extent possible, at the local governments, to provide technical 6 request of assistance to local governments in the preparation of 7 anticipated impacts related to a proposed project 8 9 consistent with W.S. 39-15-111(c) and (d) and 39-16-111(d) and (e) and negotiation of agreements with applicants as 10

provided for in W.S. 35 -12-107 and 35-12-113(a)(vi).

12

11

12

35-12-109. Application for permit;

permit; form; fee;

14 financial accounting.

15

16 At the time of filing an application or a written (b) 17 request for a waiver of the application provisions of this chapter as provided in W.S. 35-12-107, or as subsequently 18 19 required by the director, an applicant shall pay a fee to 20 be determined by the director based upon the estimated cost 21 of investigating, reviewing, processing and serving notice of an application, holding a hearing in case of a request 22 for waiver, inspection and compliance activities 23 processing application update requests. The fee shall be 24

1 credited to a separate account and shall be used by the

2 division as required to investigate, review, process and

3 serve notice of the application, to hold a hearing in case

4 of a request for waiver and to pay the reasonable costs of

5 any meeting or hearing associated with permit compliance.

6 Unused fees shall be refunded to the applicant. The maximum

7 fee chargeable shall not exceed one-half of one percent

8 (0.5%) of the estimated construction cost of the facility

9 or one hundred thousand dollars (\$100,000.00) one hundred

10 twenty-five thousand dollars (\$125,000.00), whichever is

11 less.

12

13 **39-15-111.** Distribution.

14

(c) If any person commences after the effective date 15 of this act to construct an industrial facility, as that 16 17 term is defined in W.S. 35-12-102, under a permit issued pursuant to W.S. 35-12-106, or if the federal or state 18 government commences to construct any project within this 19 state with an estimated construction cost as specified in 20 21 the definition of industrial facility in W.S. 35-12-102 the 22 state treasurer shall thereafter pay to the treasurer and the county treasurer will distribute to the 23 24 county, cities and towns of that county in which the

1 industrial facility or project is located, impact 2 from the monies available under assistance payments 3 paragraph (b)(i) of this section. Each payment to the 4 county treasurer shall be equal to the excess of each 5 monthly payment made under paragraph (b) (iii) of this section during the period of construction over the base 6 7 period amount an amount determined by the industrial siting council under this subsection and shall continue during the 8 9 period of construction except that in the case of an industrial facility or a federal or state government 10 project which is expected to continue in phases for an 11 indefinite period of time, the state treasurer shall 12 discontinue payments under this section and establish a new 13 base period when construction of any phase has ceased or 14 been substantially completed for twelve (12) consecutive 15 months. The person constructing the industrial facility and 16 17 the counties affected by the construction of the industrial facility shall provide evidence at the public hearing held 18 pursuant to W.S. 35-12-110(f)(i) of the mitigated and 19 20 unmitigated impacts that the construction will have on the 21 counties, cities and towns determined by the industrial siting council to be affected by the construction of the 22 industrial facility. The industrial siting council shall 23 review the evidence of the impacts and determine, applying 24

4

1 a preponderance of evidence standard, the dollar amount of the unmitigated impacts. The council shall state in the 2 3 order issued under W.S. 35-12-113(a), the total dollar amount of the impact assistance payment and the reasons for 4 5 determining that amount. The impact assistance payment shall be distributed by the state treasurer in an amount 6 7 and on a schedule determined by the council, based on evidence presented at the hearing. Under no circumstances 8 9 shall the impact assistance payment exceed two and seventy-10 six one-hundredths percent (2.76%) of the total estimated 11 material costs of the facility, as those costs are determined by the council. The impact assistance payments 12 13 shall be distributed to the county treasurer and the county treasurer will distribute to the county and to the cities 14 and towns therein based on a ratio established by the 15 industrial siting council during a public hearing held in 16 accordance with W.S. 17 35-12-110. The industrial siting council shall distribution 18 review the ratio for 19 construction projects on a regular basis and make appropriate adjustments. A governing body 20 21 primarily affected by the facility, or any person issued a 22 permit pursuant to W.S. 35-12-106, may petition 23 industrial siting council for review and adjustment of the distribution ratio or the amount of the impact assistance 24

1 payment upon a showing of good cause. The impact assistance payment shall be in addition to all other distributions 2 under this section, but no impact assistance payment shall 3 be made for any period in which the county or counties are 4 5 not imposing at least a one percent (1%) tax authorized by W.S. 39-15-204(a)(i) and 39-16-204(a)(i) or at least a 6 total of a two percent (2%) sales tax authorized under W.S. 7 39-15-204(a)(i), (iii) and (vi) and at least a total of a 8 9 percent (2%) use tax authorized under W.S. two 39-16-204(a)(i), (ii) and (v). For purposes 10 of this 11 subsection, the industrial facility or federal or state government project will be deemed to be located in the 12 13 county in which a majority of the construction costs will 14 be expended, provided that upon a request from the county commissioners of any adjoining county to the industrial 15 siting council, the council may determine that the social 16 17 and economic impacts from construction of the industrial facility or federal or state government project upon the 18 adjoining county are significant and establish the ratio of 19 impacts between the counties and certify that ratio to the 20 21 state treasurer who will thereafter distribute the impact 22 assistance payment to the counties pursuant to that ratio. The industrial siting council shall adopt rules as 23 24 necessary to implement this subsection.

6

1

2 (d) As used in subsection (c) of this section:

3

(i) "Period of construction" begins 4 at 5 commencement of construction and ends when the physical components of the industrial facility or federal or state 6 government project are ninety percent (90%) complete, 7 provided, if payments are already being made under this 8 9 act, commencement of construction of another industrial 10 facility or federal or state government project will not be 11 considered for purposes of establishing a new base period impact assistance payment amount or determining when 12 13 payments will commence under this act, but will only be 14 considered for determining when the period of construction 15 ends.+

16

17 **39-16-111.** Distribution.

18

19 (d) If any person commences after the effective date
20 of this act to construct an industrial facility, as that
21 term is defined in W.S. 35-12-102, under a permit issued
22 pursuant to W.S. 35-12-106, or if the federal or state
23 government commences to construct any project within this
24 state with an estimated construction cost as specified in

1 the definition of industrial facility in W.S. 35-12-102 the shall thereafter pay to the 2 treasurer state 3 treasurer and the county treasurer will distribute to the 4 county, cities and towns of that county in which the 5 industrial facility or project is located, impact assistance payments from the monies available under 6 paragraph (b)(i) of this section. Each payment to the 7 county treasurer shall be equal to the excess of each 8 9 monthly payment made under paragraph (b) (iii) of this section during the period of construction over the base 10 period amount an amount determined by the industrial siting 11 council under this subsection and shall continue during the 12 13 period of construction except that in the case of an 14 industrial facility or a federal or state government project which is expected to continue in phases for an 15 indefinite period of time, the state treasurer shall 16 17 discontinue payments under this section and establish a new base period when construction of any phase has ceased or 18 been substantially completed for twelve (12) consecutive 19 months. The person constructing the industrial facility and 20 21 the counties affected by the construction of the industrial 22 facility shall provide evidence at the public hearing held 23 pursuant to W.S. 35-12-110(f)(i) of the mitigated and unmitigated impacts that the construction will have on the 24

1 counties, cities and towns determined by the industrial siting council to be affected by the construction of the 2 industrial facility. The industrial siting council shall 3 review the evidence of the impacts and determine, applying 4 5 a preponderance of evidence standard, the dollar amount of the unmitigated impacts. The council shall state in the 6 7 order issued under W.S. 35-12-113(a), the total dollar amount of the impact assistance payment and the reasons for 8 determining that amount. The impact assistance payment 9 shall be distributed by the state treasurer in an amount 10 11 and on a schedule determined by the council, based on evidence presented at the hearing. Under no circumstances 12 13 shall the impact assistance payment exceed two and seventy-14 six one-hundredths percent (2.76%) of the total estimated material costs of the facility, as those costs are 15 determined by the council. The impact assistance payments 16 17 shall be distributed to the county treasurer and the county treasurer will distribute to the county and to the cities 18 and towns therein based on a ratio established by the 19 20 industrial siting council during a public hearing held in 21 accordance with W.S. 35-12-110. The impact assistance payment shall be in addition to all other distributions 22 under this section, but no impact assistance payment shall 23 be made for any period in which the county or counties are 24

1 not imposing at least a one percent (1%) tax authorized by 2 W.S. 39-15-204(a)(i) and 39-16-204(a)(i) or at least a total of a two percent (2%) sales tax authorized under W.S. 3 4 39-15-204(a)(i), (iii) and (vi) and at least a total of a 5 percent (2%) use tax authorized under W.S. 39-16-204(a)(i), (ii) and (v). For purposes 6 of this subsection, the industrial facility or federal or state 7 government project will be deemed to be located in the 8 9 county in which a majority of the construction costs will 10 be expended, provided that upon a request from the county 11 commissioners of an adjoining county to the industrial siting council, the council may determine that the social 12 13 and economic impacts from construction of the industrial 14 facility or federal or state government project upon the adjoining county are significant and establish the ratio of 15 impacts between the counties and certify that ratio to the 16

18 assistance payment to the counties pursuant to that ratio.

state treasurer who will thereafter distribute the impact

19 The industrial siting council shall adopt rules as

20 necessary to implement this subsection.

21

17

22 (e) As used in subsection (d) of this section:

23

"Period of construction" 1 (i) begins at the 2 commencement of construction and ends when the physical 3 components of the industrial facility or federal or state 4 government project are ninety percent (90%) complete, and 5 provided, if payments are already being made under this act, commencement of construction of another industrial 6 facility or federal or state government project will not be 7 considered for purposes of establishing a new base period 8 9 impact assistance payment amount or determining when payments will commence under this act, but will only be 10 11 considered for determining when the period of construction 12 ends. +

13

14 Section 2. W.S. 39-15-111(d)(ii) and 39-16-111(e)(ii)
15 are repealed.

16

Section 3. This act shall only apply to permits submitted to the council on or after the effective date of this act. The impact assistance payment for industrial facilities which are not subject to this act shall be determined on the basis of the law as it existed prior to the adoption of this act.

23

1	Section 4. There is appropriated forty thousand
2	dollars (\$40,000.00) from the general fund to the
3	department of environmental quality, industrial siting
4	division to contract with a consultant for the purpose of
5	assisting with the timely development of the criteria to be
6	used by the industrial siting council in making impact
7	assistance decisions pursuant to this act. This is a one-
8	time appropriation, and shall not be included in the
9	department's 2015-2016 standard budget request.

10

11 Section 5. This act is effective July 1, 2012.

12

(END) 13