By: Fraser, et al.

(Morrison, Bonnen of Brazoria, Deshotel, Harless, Smith, et al.)

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to procedures for certain environmental permit
3	applications.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 2003.047, Government Code, is amended by
6	adding Subsections (e-1), (e-2), (e-3), (e-4), (i-1), (i-2), and
7	(i-3) to read as follows:
8	(e-1) This subsection applies only to a matter referred
9	under Section 5.556, Water Code. Each issue referred by the
10	commission must have been raised by an affected person in a comment
11	submitted by that affected person in response to a permit
12	application in a timely manner. The list of issues submitted under
13	Subsection (e) must:
14	(1) be detailed and complete; and
15	(2) contain either:
16	(A) only factual questions; or
17	(B) mixed questions of fact and law.
18	(e-2) For a matter referred under Section 5.556 or 5.557,
19	Water Code, the administrative law judge must complete the
20	proceeding and provide a proposal for decision to the commission
21	<pre>not later than the earlier of:</pre>
22	(1) the 180th day after the date of the preliminary
23	hearing; or

(2) the date specified by the commission.

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- 1 (e-3) The deadline specified by Subsection (e-2) may be
- 2 <u>extended:</u>
- 3 (1) by agreement of the parties with the approval of
- 4 the administrative law judge; or
- 5 (2) by the administrative law judge if the judge
- 6 determines that failure to extend the deadline would unduly deprive
- 7 <u>a party of due process or another constitutional right.</u>
- 8 (e-4) For the purposes of Subsection (e-3)(2), a political
- 9 subdivision has the same constitutional rights as an individual.
- 10 <u>(i-1)</u> In a contested case regarding a permit application
- 11 referred under Section 5.556 or 5.557, Water Code, the filing with
- 12 the office of the application, the draft permit prepared by the
- 13 executive director of the commission, the preliminary decision
- 14 issued by the executive director, and other sufficient supporting
- 15 documentation in the administrative record of the permit
- 16 application establishes a prima facie demonstration that:
- 17 (1) the draft permit meets all state and federal legal
- 18 and technical requirements; and
- 19 (2) a permit, if issued consistent with the draft
- 20 permit, would protect human health and safety, the environment, and
- 21 physical property.
- 22 <u>(i-2)</u> A party may rebut a demonstration under Subsection
- 23 <u>(i-1)</u> by presenting evidence that:
- 24 (1) relates to a matter referred under Section 5.557,
- 25 Water Code, or an issue included in a list submitted under
- 26 Subsection (e) in connection with a matter referred under Section
- 27 **5.556**, Water Code; and

## 1 (2) demonstrates that: 2 (A) the draft permit violates a specific state or federal legal or technical requirement; or 3 (B) the draft permit, if issued, would not 4 protect human health and safety, the environment, or physical 5 6 property. 7 (i-3) If in accordance with Subsection (i-2) a party rebuts a presumption established under Subsection (i-1), the applicant and 8 9 the executive director may present additional evidence to support the draft permit. 10 11 SECTION 2. Section 5.115, Water Code, is amended bу 12 amending Subsection (a) and adding Subsection (a-1) to read as 13 follows: For the purpose of an administrative hearing held by or 14 for the commission involving a contested case, "affected person," 15 or "person affected," or "person who may be affected" means a person 16 who has a personal justiciable interest related to a legal right, 17 duty, privilege, power, or economic interest affected by the 18 administrative hearing. An interest common to members of the 19 20 general public does not qualify as a personal justiciable interest. 21 (a-1) The commission shall adopt rules specifying factors which must be considered in determining whether a person is an 22 affected person in any contested case arising under the air, waste, 23 24 or water programs within the commission's jurisdiction and whether

an affected association is entitled to standing in contested case

For a matter referred under Section 5.556, the

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hearings.

commission:

1	(1) may consider:
2	(A) the merits of the underlying application,
3	including whether the application meets the requirements for permit
4	issuance;
5	(B) the likely impact of regulated activity on
6	the health, safety, and use of the property of the hearing
7	requestor;
8	(C) the administrative record, including the
9	permit application and any supporting documentation;
10	(D) the analysis and opinions of the executive
11	director; and
12	(E) any other expert reports, affidavits,
13	opinions, or data submitted on or before any applicable deadline to
14	the commission by the executive director, the applicant, or a
15	hearing requestor; and
16	(2) may not find that:
17	(A) a group or association is an affected person
18	unless the group or association identifies, by name and physical
19	address in a timely request for a contested case hearing, a member
20	of the group or association who would be an affected person in the
21	<pre>person's own right; or</pre>
22	(B) a hearing requestor is an affected person
23	unless the hearing requestor timely submitted comments on the
24	permit application.
25	SECTION 3. Section 5.228(c), Water Code, is amended to read
26	as follows:
27	(c) The executive director shall participate as a party in

- 1 contested case permit hearings before the commission or the State
- 2 Office of Administrative Hearings to:
- 3 (1) provide information to complete the
- 4 administrative record; [and]
- 5 (2) support the executive director's position
- 6 developed in the underlying proceeding; and
- 7 (3) present evidence supporting a draft permit under
- 8 Section 2003.047(i-3), Government Code.
- 9 SECTION 4. (a) The changes in law made by this Act apply
- 10 only to a permit application that is filed with the Texas Commission
- 11 on Environmental Quality on or after the effective date of this Act.
- 12 A permit application filed before the effective date of this Act is
- 13 governed by the law in effect when the permit application was filed,
- 14 and the former law is continued in effect for that purpose.
- 15 (b) Not later than January 1, 2016, the Texas Commission on
- 16 Environmental Quality shall adopt rules to implement the changes in
- 17 law made by this Act. For an application filed after the effective
- 18 date of this Act but before the adoption of rules to implement the
- 19 changes in law made by this Act, the commission shall provide
- 20 sufficient notice to the applicant and other participants in the
- 21 permit proceeding that the changes in law made by this Act apply to
- 22 the proceeding.
- 23 SECTION 5. This Act takes effect September 1, 2015.