	(In the Senate - Filed March 4, 2021; March 18, 2021, read first time and referred to Committee on Natural Resources & Economic Development; April 12, 2021, reported adversely, with favorable Committee Substitute by the following vote: Yeas 8,
1-7	COMMITTEE VOTE
1-8	Yea Nay Absent PNV
1-9	Birdwell X Zaffirini X
1-10 1-11	Alvarado X
1-11	Hancock X
1-13	Hinojosa X
1-14	Hughes X
1-15	Kolkhorst X
1-16	Lucio X
1-17	Seliger X
1-18 1-19	COMMITTEE SUBSTITUTE FOR S.B. No. 1046 By: Birdwell A BILL TO BE ENTITLED
1-20	AN ACT
1-21	relating to the regulation of radioactive waste; reducing a
1-22	surcharge; reducing a fee.
1-23	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
1-24	SECTION 1. Section 401.205, Health and Safety Code, is
1-25	amended by adding Subsection (a-1) to read as follows:
1-26 1-27	(a-1) In this subsection, "high-level radioactive waste" has the meaning assigned by 42 U.S.C. Section 10101(12) and "spent
1-28	nuclear fuel" has the meaning assigned by 42 U.S.C. Section
1-29	10101(23). With the exception of storage at the site of currently
1-30	or formerly operating nuclear power reactors and currently or
1-31	formerly operating nuclear research and test reactors located on
1-32	university campuses, a person, including the compact waste disposal
1-33	facility license holder, may not dispose of or store high-level
1-34	radioactive waste or spent nuclear fuel in this state.
1 - 35 1 - 36	SECTION 2. Subchapter F, Chapter 401, Health and Safety Code, is amended by adding Sections 401.2065 and 401.2066 to read as
1-37	follows:
1-38	Sec. 401.2065. RESERVED CAPACITY FOR PARTY STATE WASTE.
1-39	(a) The following are reserved for the exclusive use of party state
1-40	compact waste disposal in the compact waste disposal facility:
1-41	(1) the greater of:
1-42	(A) three million total cubic feet; or
1-43	(B) the required volume identified by the
1 - 44 1 - 45	commission under Section 401.208; and (2) the greater of:
1 - 45 1 - 46	(2) the greater of: (A) two million total curies; or
1-47	(B) the required curie capacity identified by the
1-48	commission under Section 401.208.
1-49	(b) Of the reserved volume and curie capacity described by
1-50	Subsection (a):
1-51	(1) 80 percent is reserved for compact waste generated
1-52	in the host state; and
1-53	(2) 20 percent is reserved for compact waste generated
1 - 54 1 - 55	in nonhost party states.
1-55	Sec. 401.2066. CORRECTION FOR DECAY IN DETERMINING CAPACITY. The commission shall correct for radioactive decay in
1-57	determining licensed disposal curie capacity in a compact waste
1-58	disposal facility under this subchapter.
1-59	SECTION 3. Sections 401.207(e-2) and (g), Health and Safety
1-60	Code, are amended to read as follows:

C.S.S.B. No. 1046 2-1 (e-2) The commission's executive director, on completion of 2-2 the study under Section 401.208, may prohibit the license holder from accepting any additional nonparty compact waste if the commission determines from the study that the capacity of the facility will be limited, regardless of whether the <u>capacity</u> required [limit] under Section 401.2065 is available [Subsection] 2-3 2-4 2-5 2-6 2-7 (f) has been reached]. 2-8 (g) The commission shall assess a surcharge for the disposal of nonparty compact waste at the compact waste disposal facility. 2-9 The surcharge is five [20] percent of the total contracted rate under Section 401.2456 and must be assessed in addition to the total 2-10 2-11 2-12 contracted rate under that section. SECTION 4. Subchapter F, Chapter 401, Health and Safety 2-13 Code, is amended by adding Section 401.2075 to read as follows: 2-14 2**-**15 2**-**16 Sec. 401.2075. LIMITATION ON NONPARTY COMPACT WASTE. (a) compact waste disposal facility license holder may accept The 2-17 nonparty compact waste at the facility only if: 2-18 (1) the waste is authorized by the compact commission; 2-19 and (2) the facility has not less than three years' worth of constructed capacity based on the average amount of party state compact waste disposed in the compact waste disposal facility in 2-20 2-21 2-22 the preceding five years. 2-23 2-24 (b) If the compact waste disposal facility does not have 2**-**25 2**-**26 sufficient constructed capacity as described by Subsection (a), in order to be permitted to accept nonparty compact waste, the compact 2-27 waste disposal facility license holder must: (1) add constructed capacity sufficient to meet the 2-28 requirements of Subsection (a); or (2) file and have approved by the commission a bond acceptable to the commission conditioned on the construction of 2-29 2-30 2-31 additional constructed capacity sufficient to meet the 2-32 2-33 requirements of Subsection (a). (c) If a utility operating a nuclear electric generation facility in a party state has notified the federal commission that the facility will be decommissioned, and the time-phased decommissioning schedule and the Post-Shutdown Decommissioning 2-34 2-35 2-36 2-37

2-38 Activities Report indicate that low-level radioactive waste is to 2-39 be disposed of at the compact waste disposal facility, the compact 2-40 waste disposal facility license holder must have constructed 2-41 adequate disposal capacity at the time of the disposal of waste from 2-42 the decommissioning.

2-43 (d) The compact waste disposal facility license holder must 2-44 obtain an amendment to the facility operating license to increase 2-45 the allowable curie capacity by two million curies when the compact 2-46 waste disposal facility has reached 80 percent of the total curies 2-47 for which the facility is licensed.

2-48 SECTION 5. Section 401.215, Health and Safety Code, is 2-49 amended to read as follows:

2-50 Sec. 401.215. ACCEPTANCE OF LOW-LEVEL RADIOACTIVE WASTE. 2-51 <u>Except as otherwise provided by this subchapter</u> [Subject to 1-52 limitations provided by Sections 401.207 and 401.248], the compact 2-53 waste disposal facility shall accept for disposal all compact waste 2-54 that is presented to it and that is properly processed and packaged. 2-55 SECTION 6. Section 401.2445, Health and Safety Code, is 2-56 amended to read as follows:

2-57 Sec. 401.2445. STATE FEE. The compact waste disposal 2-58 facility license holder each quarter shall transfer to the state 2-59 general revenue fund five percent of the gross receipts from[+ 2-60 [(1) compact waste received at the compact waste

2-60 [(1) compact waste received at the compact waste 2-61 disposal facility; and

2-62 [(2)] any federal facility waste received at a federal 2-63 facility waste disposal facility licensed under Section 401.216. 2-64 SECTION 7 Section 401.2456(b) Health and Safety Code is

2-64 SECTION 7. Section 401.2456(b), Health and Safety Code, is 2-65 amended to read as follows:

(b) Rates and contract terms negotiated under this section are subject to <u>periodic</u> review [and approval] by the commission's executive director to ensure that the compact waste disposal facility license holder's contracted rates and terms do not have a

C.S.S.B. No. 1046 long-term, adverse effect on the cumulative surcharges paid to the host state and the host county [they meet all of the requirements of 3-1 3-2 this section]. 3-3 SECTION 8. Subchapter F, Chapter 401, Health and Safety Code, is amended by adding Section 401.2465 to read as follows: 3-4 3-5 Sec. 401.2465. WASTE DISPOSAL FEE COMPARISON. (a) 3-6 The compact waste disposal facility license holder shall conduct an 3-7 3-8 annual comparison of party state and nonparty state compact waste disposal fees. The comparison must include: (1) an average party state disposal fee calculated by dividing the total invoiced party state compact waste disposal fees 3-9 3-10 3-11 3-12 by the total volume of party state compact waste disposed; and 3-13 (2) an average nonparty state disposal fee calculated by dividing the total invoiced nonparty state compact waste disposal fees by the total volume of nonparty state compact waste 3-14 3**-**15 3**-**16 disposed. 3-17 (b) If the average party state disposal fee exceeds the 3-18 average nonparty state disposal fee, the compact waste disposal facility license holder must issue a rebate for the preceding year's fees to the party state generators in an amount sufficient to reduce the average party state disposal fee after the rebate to \$1 3-19 3-20 3-21 3-22 less than the average nonparty state disposal fee. (c) The compact waste disposal facility license holder shall allocate the rebate issued under Subsection (b) according to 3-23 3-24 the fractional amount of the total compact waste disposal fees paid by each generator based on the compact waste disposal facility 3-25 3**-**26 license holder's records for the preceding year. 3-27 3-28 (d) Not more often than once per year, on written request of a utility operating a nuclear electric generation facility in a 3-29 party state, the compact waste disposal facility shall: 3-30 license holder 3-31 retain an indepen<u>dent auditor,</u> 3-32 be (1)who must 3-33 approved by the compact waste disposal facility license holder and the utility making the request, to evaluate the computation of the average compact waste disposal fee and rebate described by this 3-34 3-35 3-36 section; and 3-37 (2)not later than the 30th day after the date the 3-38 license holder receives the final audit report, make a copy of the report available to the requesting utility, the governor, the lieutenant governor, the speaker of the house of representatives, and each standing committee of the legislature with jurisdiction 3-39 3-40 3-41 3-42 over environmental matters. 3-43 SECTION 9. The following provisions of the Health and 3-44 Safety Code are repealed: 3-45 (1) Sections 401.207(d-1), (d-2), (d-3), (e), (e-1), 3-46 (f), and (h-1); and 3-47 (2) Sections 401.2456(c), (d), and (e). SECTION 10. A state agency is required to implement a provision of this Act only if the legislature appropriates money 3-48 3-49 specifically for that purpose. If the legislature does not appropriate money specifically for that purpose, the state agency 3-50 3-51 may, but is not required to, implement a provision of this Act using 3-52 3-53 other appropriations available for that purpose. SECTION 11. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. 3-54 3-55 3-56 3-57 If this Act does not receive the vote necessary for immediate 3-58 effect, this Act takes effect September 1, 2021. * * * * * 3-59