By:Smith of HarrisH.B. No. 1526Substitute the following for H.B. No. 1526:C.S.H.B. No. 1526

A BILL TO BE ENTITLED

1	AN ACT
2	relating to incentives for and the use of alternative leak
3	detection technologies for air contaminants.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Chapter 382, Health and Safety Code, is amended
6	by adding Subchapter I to read as follows:
7	SUBCHAPTER I. PROGRAMS TO ENCOURAGE THE USE OF
8	INNOVATIVE TECHNOLOGIES
9	Sec. 382.401. ALTERNATIVE LEAK DETECTION TECHNOLOGY. (a)
10	In this section, "alternative leak detection technology" means
11	technology, including optical gas imaging technology, designed to
12	detect leaks and emissions of air contaminants.
13	(b) The commission by rule shall establish a program that
14	allows the owner or operator of a facility regulated under this
15	chapter to use voluntarily as an alternative detection method any
16	alternative leak detection technology that has been incorporated
17	and adopted by the United States Environmental Protection Agency
18	into a program for detecting leaks or emissions of air
19	contaminants. The program must provide regulatory incentives to
20	encourage voluntary use of alternative leak detection technology at
21	a regulated facility that is capable of detecting leaks or
22	emissions that may not be detected by methods or technology
23	approvable under the commission's regulatory program for leak
24	detection and repair in effect on the date the commission adopts the

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1	program. The incentives may include:
2	(1) on-site technical assistance; and
3	(2) to the extent consistent with federal
4	requirements:
5	(A) inclusion of the facility's use of
6	alternative leak detection technology in the owner or operator's
7	compliance history and compliance summaries;
8	(B) consideration of the implementation of
9	alternative leak detection technology in scheduling and conducting
10	compliance inspections; and
11	(C) credits or offsets to the facility's
12	emissions reduction requirements based on the emissions reductions
13	achieved by voluntary use of alternative leak detection technology.
14	(c) The owner or operator of a facility using an alternative
15	leak detection technology shall repair and record an emission or
16	leak of an air contaminant from a component subject to the
17	commission's regulatory program for leak detection and repair that
18	is detected by the alternative technology as provided by the
19	commission's leak detection and repair rules in effect at the time
20	of the detection. A repair to correct an emission or leak detected
21	by the use of alternative leak detection technology may be
22	confirmed using the same technology.
23	(d) As part of the program of incentives adopted under
24	Subsection (b), the commission shall:
25	(1) ensure that the owner or operator of a facility
26	records and repairs, if possible and within a reasonable period,
27	any leak or emission of an air contaminant at the facility that is

1	detected by the voluntary use of alternative leak detection
2	technology from a component not subject to commission rules for
3	leak detection and repair in effect on the date of detection;
4	(2) establish the reasonable period allowed for the
5	repair of a component causing a leak or emission in a way that
6	includes consideration of the size and complexity of the repair
7	required;
8	(3) subject to commission reporting requirements only
9	those components that are not repairable within the reasonable
10	timeframe established by the commission; and
11	(4) exempt from commission enforcement a leak or
12	emission that is repaired within the reasonable period established
13	by the commission.
14	(e) The commission may not take an enforcement action
15	against an owner or operator of a facility participating in the
16	program established under this section for a leak or an emission of
17	an air contaminant that would otherwise be punishable as a
18	violation of the law or of the terms of the permit under which the
19	facility operates if the leak or emission was detected by using
20	alternative technology and it would not have been detected under
21	the commission's regulatory program for leak detection and repair
22	in effect on the date of the detection.
23	SECTION 2. Section 5.752(2), Water Code, is amended to read
24	as follows:
25	(2) "Innovative program" means:
26	(A) a program developed by the commission under
27	this subchapter, Chapter 26 or 27 of this code, or Chapter 361, 382,

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or 401, Health and Safety Code, that provides incentives to a person in return for benefits to the environment that exceed benefits that would result from compliance with applicable legal requirements under the commission's jurisdiction;

(B) the flexible permit program administered by
the commission under Chapter 382, Health and Safety Code; [or]

7 (C) the regulatory flexibility program
8 administered by the commission under Section 5.758; or

9 (D) a program established under Section 382.401, 10 <u>Health and Safety Code, to encourage the use of alternative</u> 11 <u>technology for detecting leaks or emissions of air contaminants</u>.

12 SECTION 3. This Act takes effect immediately if it receives 13 a vote of two-thirds of all the members elected to each house, as 14 provided by Section 39, Article III, Texas Constitution. If this 15 Act does not receive the vote necessary for immediate effect, this 16 Act takes effect September 1, 2007.