# SENATE, No. 3207 **STATE OF NEW JERSEY** 218th LEGISLATURE

**INTRODUCED NOVEMBER 26, 2018** 

Sponsored by: Senator BOB SMITH District 17 (Middlesex and Somerset) Senator LINDA R. GREENSTEIN District 14 (Mercer and Middlesex) Senator CHRISTOPHER ''KIP'' BATEMAN District 16 (Hunterdon, Mercer, Middlesex and Somerset) Senator RICHARD J. CODEY District 27 (Essex and Morris)

### **SYNOPSIS**

Establishes new timeframes for implementation of certain requirements in "Global Warming Response Act"; requires DEP to adopt strategy to reduce short-lived climate pollutants.

## **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 12/4/2018)

1 AN ACT concerning the reduction of greenhouse gases and 2 amending and supplementing P.L.2007, c.112. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 2 of P.L.2007, c.112 (C.26:2C-38) is amended to 8 read as follows: 9 2. The Legislature finds and declares that, internationally, the 10 issue of global warming has caused alarm, awareness, and action 11 concerning climate changes occurring around the globe attributed to 12 the high level of certain gases called "greenhouse gases" - gases 13 that increase temperatures in the atmosphere and the risk of 14 catastrophic changes to the Earth's ecosystems and environment; 15 that, while this global warming may be a theory to some, the effects 16 of increasing levels of greenhouse gases in the atmosphere are 17 accepted by [many] all respected scientists and [members] the vast 18 majority of the international community as seriously detrimental to 19 the ecosystems and environment of the world; that, ultimately, if 20 steps are not taken to reverse these trends, the effects on human, 21 animal and plant life on Earth may be catastrophic; that solutions 22 exist to halt the increasing of greenhouse gases in the atmosphere 23 and reduce these emissions; that, as a global issue, each country and 24 region within a country must do its part to reduce these greenhouse 25 gases that threaten the globe; and that, as a State, there are specific 26 actions that can be taken to attack the problem of global warming, 27 through reductions of greenhouse gas emissions in the State and 28 participation in regional and interstate initiatives to reduce these 29 emissions regionally, nationally, and internationally. 30 The Legislature further finds and declares that, while carbon 31 dioxide is the most abundant greenhouse gas, other greenhouse 32 gases known as short-lived climate pollutants, including black 33 carbon, fluorinated gases, and methane, create a warming influence 34 on the climate that is many times more potent than that of carbon 35 dioxide, and have a dramatic and detrimental effect on air quality,

public health, and climate change; and that reducing emissions of
 these pollutants can have an immediate beneficial impact on climate
 change and public health.

The Legislature therefore finds and declares that it is in the public interest to establish a greenhouse gas emissions reduction program to limit the level of Statewide greenhouse gas emissions, and greenhouse gas emissions from electricity generated outside the State but consumed in the State, to the 1990 level or below, of those emissions by the year 2020, and to reduce those emissions to 80 [%] percent below the 2006 level by the year 2050 <u>, and to develop</u>

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

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1 a comprehensive strategy to reduce emissions of short-lived climate 2 pollutants in the State. 3 (cf: P.L.2007, c.112, s.2) 4 5 2. Section 3 of P.L.2007, c.112 (C.26:2C-39) is amended to 6 read as follows: 7 3. For the purposes of [this act] P.L.2007, c.112 (C.26:2C-37 8 et al.): 9 "Department" means the Department of Environmental 10 Protection. "Greenhouse gas" means carbon dioxide, black carbon, methane, 11 nitrous oxide, hydrofluorocarbons, perfluorocarbons, 12 sulfur 13 hexafluoride, and any other gas or substance determined by the 14 Department of Environmental Protection to be a significant 15 contributor to the problem of global warming. 16 "Statewide greenhouse gas emissions" means the sum of 17 calendar year emissions of greenhouse gases from all sources within 18 the State, and from electricity generated outside the State but 19 consumed in the State, as determined by the department pursuant to subsection c. of section 5 of [this act] P.L.2007, c.112 (C.26:2C-37 20 21 et al.). 22 "2020 limit" means the level of greenhouse gas emissions equal 23 to the 1990 level of Statewide greenhouse gas emissions. 24 "2050 limit" means the level of greenhouse gas emissions equal 25 to 80 percent less than the 2006 level of Statewide greenhouse gas 26 emissions. 27 (cf: P.L.2007, c.112, s.3) 28 29 3. Section 5 of P.L.2007, c.112 (C.26:2C-41) is amended to 30 read as follows: 31 5. a. No later than [January 1, 2009] <u>18 months after the</u> 32 effective date of P.L., c. (C.) (pending before the 33 Legislature as this bill), the department shall adopt, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 34 35 seq.), rules and regulations establishing a greenhouse gas emissions monitoring and reporting program to monitor and report Statewide 36 37 greenhouse gas emissions. 38 b. The rules and regulations adopted pursuant to subsection a. 39 of this section shall identify all significant sources of Statewide 40 greenhouse gas emissions and shall provide for, but need not be 41 limited to, the following: 42 (1) monitoring and reporting of existing emissions and changes 43 in emissions over time from the sources identified by the 44 department; 45 (2) reporting the levels of those emissions and changes in those emissions levels annually, commencing [on January 1, 2009] 18 46 47 months after the effective date of P.L., c. (C.) (pending 48 before the Legislature as this bill); and

1 (3) monitoring progress toward the 2020 limit and the 2050 2 limit.

c. Pursuant to the rules and regulations adopted pursuant to
subsection a. of this section, the department shall require reporting
of the greenhouse gas emissions:

6 (1) associated with fossil fuels used in the State, as reported by 7 entities that are manufacturers and distributors of fossil fuels, which 8 may include, but need not be limited to, oil refineries, oil storage 9 facilities, natural gas pipelines, and fuel wholesale and retail 10 distributors;

11 (2) from any entity generating electricity in the State and from any entity that generates electricity outside the State that is 12 delivered for end use in the State. With respect to electricity 13 generated outside the State and imported into the State, the 14 15 department shall determine the emissions from that generation by 16 subtracting the kilowatt-hours of electricity generated in the State 17 from the kilowatt-hours of electricity consumed in the State, and 18 multiplying the difference by a default emissions rate determined by 19 the department;

20 (3) from any gas public utility as defined in section 3 of
21 P.L.1999, c.23 (C.48:3-51); and

(4) from any additional entities that are significant emitters of
greenhouse gases, as determined by the department, and as
appropriate to enable the department to monitor compliance with
progress toward the 2020 limit and the 2050 limit.

26 (cf: P.L.2007, c.112, s.5)

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28 4. Section 6 of P.L.2007, c.112 (C.26:2C-42) is amended to 29 read as follows:

30 6. a. The department, in consultation with the Board of Public 31 Utilities, the Department of Agriculture, the Department of 32 Transportation, and the Department of Community Affairs, shall 33 evaluate policies and measures that will enable the State to achieve 34 the 2020 limit, shall make specific recommendations on how to 35 achieve the emission reduction targets, including measures that 36 reduce emissions in all sectors of the economy including 37 transportation, housing, and consumer products, and shall evaluate economic benefits and costs of implementing these 38 the 39 recommendations. The department shall coordinate its evaluation 40 of greenhouse gas emission reduction policies and measures with 41 the work of the Energy Master Plan Committee established pursuant 42 to section 12 of P.L.1977, c.146 (C.52:27F-14).

b. No later than June 30, 2008, the department, and any other
State agencies, as appropriate, shall prepare a report recommending
the measures necessary to reduce greenhouse gas emissions to
achieve the 2020 limit. The report shall include specific
recommendations for legislative and regulatory action that will be
necessary to achieve the 2020 limit. The report shall be transmitted

to the Governor, to the State Treasurer, to the Legislature pursuant
 to section 2 of P.L.1991, c.164 (C.52:14-19.1) and to the members
 of the Senate Environment Committee and the Assembly
 Environment and Solid Waste Committee.

5 No later than [June 30, 2010] one year after the effective c. date of P.L., c. (C. ) (pending before the Legislature as this 6 7 bill), the department, and any other State agencies, as appropriate, 8 shall prepare a report recommending the measures necessary to 9 reduce greenhouse gas emissions to achieve the 2050 limit. The 10 report shall include specific recommendations for legislative and 11 regulatory action that will be necessary to achieve the 2050 limit. The report shall also include recommendations for additional 12 13 policies and measures that will be required if the State is otherwise 14 expected to exceed the 2020 limit and any additional measures that 15 will be required to meet the 2050 limit. The report shall be 16 transmitted to the Governor, to the State Treasurer, to the 17 Legislature pursuant to section 2 of P.L.1991, c.164 (C.52:14-19.1) 18 and to the members of the Senate Environment Committee and the 19 Assembly Environment and Solid Waste Committee.

d. The Energy Master Plan Committee shall include in its
adoption of the first update of the energy master plan completed
after the date of enactment of [this act] P.L.2007, c.112 (C.26:2C<u>37 et al.</u>), a list of recommended policies and measures to reduce
the emission of greenhouse gases from the production, processing,
distribution, transmission, storage, or use of energy that will
contribute to achieving the 2020 limit.

e. Nothing in [this act] P.L.2007, c.112 (C.26:2C-37 et al.)
shall impose any limit on the existing authority of the department,
the Board of Public Utilities, or any other State department or
agency to limit or regulate greenhouse gas emissions pursuant to
law.

32 (cf: P.L.2007, c.112, s.6)

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5. Section 7 of P.L.2007, c.112 (C.26:2C-43) is amended to read as follows:

36 7. a. No later than [January 1, 2009] <u>18 months after the</u> effective date of P.L., c. (C.) (pending before the 37 Legislature as this bill), and biennially thereafter, the department 38 39 shall prepare and transmit, in writing, a report to the Governor, to 40 the State Treasurer, to the Legislature pursuant to section 2 of 41 P.L.1991, c.164 (C.52:14-19.1) and to the members of the Senate 42 Environment Committee and the Assembly Environment and Solid Waste Committee, on the status of the greenhouse gas emissions 43 44 monitoring and reporting program established pursuant to [this act] 45 P.L.2007, c.112 (C.26:2C-37 et al.), the current level of greenhouse 46 gas emissions in the State and the progress made toward compliance 47 with the 2020 limit and the 2050 limit established pursuant to [this

act] P.L.2007, c.112 (C.26:2C-37 et al.). The report shall also 1 2 include updated and comparative inventories of Statewide 3 greenhouse gas emissions. 4 [No later than January 1, 2015,] As part of the reports b. 5 required pursuant to subsection a. of this section, the department 6 shall evaluate the ecological, economic, and environmental factors 7 and the technological capability affecting the attainment or maintenance of the 2020 limit and the 2050 limit established 8 9 pursuant to this act. 10 (cf: P.L.2007, c.112, s.7) 11 12 6. (New section) a. No later than 18 months after the effective 13 date of P.L., c. (C. ) (pending before the Legislature as this 14 bill), the department shall develop a comprehensive strategy to 15 reduce emissions of short-lived climate pollutants in the State. In 16 developing the strategy, the department shall: 17 (1) complete an inventory of sources and emissions of short-18 lived climate pollutants in the State based on available data; 19 (2) identify research needs to address any gaps in the data; 20 (3) identify existing and potential new control measures to 21 reduce emissions; 22 (4) prioritize the development of new measures to reduce short-23 lived climate pollutants that offer co-benefits by improving water 24 quality or reducing other air pollutants that impact community 25 health and benefit disadvantaged communities, as identified by the 26 department; and 27 (5) coordinate with other State agencies and local government units to develop measures identified as part of the strategy. 28 29 The department shall hold at least one public hearing during b. 30 the development of the strategy required pursuant to subsection a. 31 of this section to receive input from members of the academic 32 community, industry experts, and members of the public. 33 Nothing in this section shall be construed to limit the c. 34 existing authority of the department, the Board of Public Utilities, 35 or any other State department or agency to limit or regulate short-36 lived climate pollutants pursuant to law. 37 d. As used in this section, "short-lived climate pollutant" means a pollutant that has a relatively short lifespan in the 38 39 atmosphere, from a few days to a few decades, and has a warming 40 influence on the climate that is greater than that of carbon dioxide 41 and includes, but is not limited to, black carbon, fluorinated gases, and methane. 42 43

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7. This act shall take effect immediately.

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## STATEMENT

This bill would establish new timeframes for the implementation
of certain requirements in the "Global Warming Response Act"
(GWRA), and require the Department of Environmental Protection
(DEP) to adopt a strategy to reduce short-lived climate pollutants.

7 The Legislature enacted the GWRA in 2007 in order to help curb 8 global climate change by establishing aggressive goals to reduce 9 emissions of greenhouse gases in the State: to 1990 emissions levels 10 by the year 2020, and to 80 percent below 2006 levels by 2050. The GWRA required the DEP to, among other things, adopt rules 11 12 and regulations establishing a greenhouse gas emissions monitoring 13 and reporting program, prepare biennial reports on the status of this 14 program, and make recommendations for legislative and regulatory 15 action necessary to accomplish the 2050 goal for reductions in 16 greenhouse gas emissions. Despite clear directive in the law, 17 however, the DEP never fulfilled these requirements.

18 This bill would establish new timeframes for the completion of 19 the Legislature's directives in the GWRA. Specifically, within 18 20 months after the date of enactment of the bill, the DEP would be 21 required to adopt rules and regulations establishing a greenhouse 22 gas emissions monitoring and reporting program. Additionally, 23 within 18 months after the date of enactment, and biennially 24 thereafter, the DEP would be required to prepare a report on the 25 status of the greenhouse gas emissions monitoring and reporting 26 program, the current level of greenhouse gas emissions in the State, 27 and the progress made toward compliance with the goals 28 established in the GWRA. Finally, within one year after the date of 29 enactment, the bill would require the DEP to prepare a report 30 recommending additional measures necessary to reduce greenhouse 31 gas emissions to achieve the 2050 goal.

32 The bill would also require the State to develop a comprehensive 33 strategy to reduce emissions of short-lived climate pollutants in the 34 State. Short-lived climate pollutants, such as black carbon, 35 fluorinated gases, and methane, are greenhouse gases that have a relatively short lifespan in the atmosphere, from a few days to a few 36 37 decades, but that have a warming influence on the climate that is greater than that of carbon dioxide. Short-lived climate pollutants 38 39 have a dramatic and detrimental effect on air quality, public health, 40 and climate change, and reducing emissions of these pollutants can 41 have an immediate beneficial impact on climate change and public 42 health. The requirement to adopt a comprehensive strategy under 43 this bill is based on legislation adopted and implemented in 44 California.

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