## July 13, 2017

## Rules Committee Print 115–29 Text of H. R. 2883, Promoting Cross-Border Energy Infrastructure Act

[Showing the text of H.R. 2883 as ordered reported by the Committee on Energy and Commerce.]

| 1  | SECTION 1. SHORT TITLE.                                 |
|----|---|
| 2  | This Act may be cited as the "Promoting Cross-Bor-      |
| 3  | der Energy Infrastructure Act".                         |
| 4  | SEC. 2. APPROVAL FOR BORDER-CROSSING FACILITIES.        |
| 5  | (a) Authorization of Certain Energy Infra-              |
| 6  | STRUCTURE PROJECTS AT AN INTERNATIONAL BOUND-           |
| 7  | ARY OF THE UNITED STATES.—                              |
| 8  | (1) Authorization.—Except as provided in                |
| 9  | paragraph (3) and subsection (e), no person may         |
| 10 | construct, connect, operate, or maintain a border-      |
| 11 | crossing facility for the import or export of oil or    |
| 12 | natural gas, or the transmission of electricity, across |
| 13 | an international border of the United States without    |
| 14 | obtaining a certificate of crossing for the border-     |
| 15 | crossing facility under this subsection.                |
| 16 | (2) Certificate of crossing.—                           |
| 17 | (A) Requirement.—Not later than 120                     |
| 18 | days after final action is taken, by the relevant       |

| 1  | official or agency identified under subparagraph    |
|----|---|
| 2  | (B), under the National Environmental Policy        |
| 3  | Act of 1969 (42 U.S.C. 4321 et seq.) with re-       |
| 4  | spect to a border-crossing facility for which a     |
| 5  | person requests a certificate of crossing under     |
| 6  | this subsection, the relevant official or agency,   |
| 7  | in consultation with appropriate Federal agen-      |
| 8  | cies, shall issue a certificate of crossing for the |
| 9  | border-crossing facility unless the relevant offi-  |
| 10 | cial or agency finds that the construction, con-    |
| 11 | nection, operation, or maintenance of the bor-      |
| 12 | der-crossing facility is not in the public interest |
| 13 | of the United States.                               |
| 14 | (B) RELEVANT OFFICIAL OR AGENCY.—                   |
| 15 | The relevant official or agency referred to in      |
| 16 | subparagraph (A) is—                                |
| 17 | (i) the Federal Energy Regulatory                   |
| 18 | Commission with respect to border-cross-            |
| 19 | ing facilities consisting of oil or natural         |
| 20 | gas pipelines; and                                  |
| 21 | (ii) the Secretary of Energy with re-               |
| 22 | spect to border-crossing facilities consisting      |
| 23 | of electric transmission facilities.                |
| 24 | (C) Additional requirement for                      |
| 25 | ELECTRIC TRANSMISSION FACILITIES.—In the            |

| 1  | case of a request for a certificate of crossing for   |
|----|---|
| 2  | a border-crossing facility consisting of an elec-     |
| 3  | tric transmission facility, the Secretary of En-      |
| 4  | ergy shall require, as a condition of issuing the     |
| 5  | certificate of crossing under subparagraph (A),       |
| 6  | that the border-crossing facility be constructed,     |
| 7  | connected, operated, or maintained consistent         |
| 8  | with all applicable policies and standards of—        |
| 9  | (i) the Electric Reliability Organiza-                |
| 10 | tion and the applicable regional entity; and          |
| 11 | (ii) any Regional Transmission Orga-                  |
| 12 | nization or Independent System Operator               |
| 13 | with operational or functional control over           |
| 14 | the border-crossing facility.                         |
| 15 | (3) Exclusions.—This subsection shall not             |
| 16 | apply to any construction, connection, operation, or  |
| 17 | maintenance of a border-crossing facility for the im- |
| 18 | port or export of oil or natural gas, or the trans-   |
| 19 | mission of electricity—                               |
| 20 | (A) if the border-crossing facility is oper-          |
| 21 | ating for such import, export, or transmission        |
| 22 | as of the date of enactment of this Act;              |
| 23 | (B) if a permit described in subsection (d)           |
| 24 | for the construction, connection, operation, or       |
| 25 | maintenance has been issued; or                       |

| 1  | (C) if an application for a permit described       |
|----|--|
| 2  | in subsection (d) for the construction, connec-    |
| 3  | tion, operation, or maintenance is pending on      |
| 4  | the date of enactment of this Act, until the ear-  |
| 5  | lier of—   |
| 6  | (i) the date on which such application             |
| 7  | is denied; or                                      |
| 8  | (ii) two years after the date of enact-            |
| 9  | ment of this Act, if such a permit has not         |
| 10 | been issued by such date.                          |
| 11 | (4) Effect of other laws.—                         |
| 12 | (A) Application to projects.—Nothing               |
| 13 | in this subsection or subsection (e) shall affect  |
| 14 | the application of any other Federal statute to    |
| 15 | a project for which a certificate of crossing for  |
| 16 | a border-crossing facility is requested under      |
| 17 | this subsection.                                   |
| 18 | (B) NATURAL GAS ACT.—Nothing in this               |
| 19 | subsection or subsection (e) shall affect the re-  |
| 20 | quirement to obtain approval or authorization      |
| 21 | under sections 3 and 7 of the Natural Gas Act      |
| 22 | for the siting, construction, or operation of any  |
| 23 | facility to import or export natural gas.          |
| 24 | (C) OIL PIPELINES.—Nothing in this sub-            |
| 25 | section or subsection (e) shall affect the author- |

| 1  | ity of the Federal Energy Regulatory Commis-                |
|----|---|
| 2  | sion with respect to oil pipelines under section            |
| 3  | 60502 of title 49, United States Code.                      |
| 4  | (b) Importation or Exportation of Natural                   |
| 5  | Gas to Canada and Mexico.—Section 3(c) of the Nat-          |
| 6  | ural Gas Act (15 U.S.C. 717b(c)) is amended by adding       |
| 7  | at the end the following: "In the case of an application    |
| 8  | for the importation of natural gas from, or the exportation |
| 9  | of natural gas to, Canada or Mexico, the Commission shall   |
| 10 | grant the application not later than 30 days after the date |
| 11 | on which the Commission receives the complete applica-      |
| 12 | tion.".   |
| 13 | (c) Transmission of Electric Energy to Can-                 |
| 14 | ADA AND MEXICO.—  |
| 15 | (1) Repeal of requirement to secure                         |
| 16 | ORDER.—Section 202(e) of the Federal Power Act              |
| 17 | (16 U.S.C. 824a(e)) is repealed.                            |
| 18 | (2) Conforming amendments.—                                 |
| 19 | (A) State regulations.—Section 202(f)                       |
| 20 | of the Federal Power Act (16 U.S.C. 824a(f))                |
| 21 | is amended by striking "insofar as such State               |
| 22 | regulation does not conflict with the exercise of           |
| 23 | the Commission's powers under or relating to                |
| 24 | subsection 202(e)".   |

| 1  | (B) SEASONAL DIVERSITY ELECTRICITY                            |
|----|---|
| 2  | EXCHANGE.—Section 602(b) of the Public Util-                  |
| 3  | ity Regulatory Policies Act of 1978 (16 U.S.C.                |
| 4  | 824a-4(b)) is amended by striking "the Com-                   |
| 5  | mission has conducted hearings and made the                   |
| 6  | findings required under section 202(e) of the                 |
| 7  | Federal Power Act" and all that follows                       |
| 8  | through the period at the end and inserting                   |
| 9  | "the Secretary has conducted hearings and                     |
| 10 | finds that the proposed transmission facilities               |
| 11 | would not impair the sufficiency of electric sup-             |
| 12 | ply within the United States or would not im-                 |
| 13 | pede or tend to impede the coordination in the                |
| 14 | public interest of facilities subject to the juris-           |
| 15 | diction of the Secretary.".                                   |
| 16 | (d) No Presidential Permit Required.—No                       |
| 17 | Presidential permit (or similar permit) required under Ex-    |
| 18 | ecutive Order No. 13337 (3 U.S.C. 301 note), Executive        |
| 19 | Order No. 11423 (3 U.S.C. 301 note), section 301 of title     |
| 20 | 3, United States Code, Executive Order No. 12038, Exec-       |
| 21 | utive Order No. 10485, or any other Executive order shall     |
| 22 | be necessary for the construction, connection, operation,     |
| 23 | or maintenance of an oil or natural gas pipeline or electric  |
| 24 | transmission facility, or any border-crossing facility there- |
| 25 | of.   |

| 1  | (e) Modifications to Existing Projects.—No                   |
|----|--|
| 2  | certificate of crossing under subsection (a), or permit de-  |
| 3  | scribed in subsection (d), shall be required for a modifica- |
| 4  | tion to—   |
| 5  | (1) an oil or natural gas pipeline or electric               |
| 6  | transmission facility that is operating for the import       |
| 7  | or export of oil or natural gas or the transmission          |
| 8  | of electricity as of the date of enactment of this Act;      |
| 9  | (2) an oil or natural gas pipeline or electric               |
| 10 | transmission facility for which a permit described in        |
| 11 | subsection (d) has been issued; or                           |
| 12 | (3) a border-crossing facility for which a certifi-          |
| 13 | cate of crossing has previously been issued under            |
| 14 | subsection (a).  |
| 15 | (f) Effective Date; Rulemaking Deadlines.—                   |
| 16 | (1) Effective date.—Subsections (a)                          |
| 17 | through (e), and the amendments made by such sub-            |
| 18 | sections, shall take effect on the date that is 1 year       |
| 19 | after the date of enactment of this Act.                     |
| 20 | (2) Rulemaking deadlines.—Each relevant                      |
| 21 | official or agency described in subsection (a)(2)(B)         |
| 22 | shall—   |
| 23 | (A) not later than 180 days after the date                   |
| 24 | of enactment of this Act, publish in the Federal             |
| 25 | Register notice of a proposed rulemaking to                  |

| 1  | carry out the applicable requirements of sub-           |
|----|---|
| 2  | section (a); and  |
| 3  | (B) not later than 1 year after the date of             |
| 4  | enactment of this Act, publish in the Federal           |
| 5  | Register a final rule to carry out the applicable       |
| 6  | requirements of subsection (a).                         |
| 7  | (g) Definitions.—In this section—                       |
| 8  | (1) the term "border-crossing facility" means           |
| 9  | the portion of an oil or natural gas pipeline or elec-  |
| 10 | tric transmission facility that is located at an inter- |
| 11 | national boundary of the United States;                 |
| 12 | (2) the term "modification" includes a reversal         |
| 13 | of flow direction, change in ownership, change in       |
| 14 | flow volume, addition or removal of an interconnec-     |
| 15 | tion, or an adjustment to maintain flow (such as a      |
| 16 | reduction or increase in the number of pump or          |
| 17 | compressor stations);                                   |
| 18 | (3) the term "natural gas" has the meaning              |
| 19 | given that term in section 2 of the Natural Gas Act     |
| 20 | (15 U.S.C. 717a);                                       |
| 21 | (4) the term "oil" means petroleum or a petro-          |
| 22 | leum product;   |
| 23 | (5) the terms "Electric Reliability Organiza-           |
| 24 | tion" and "regional entity" have the meanings given     |

| 1 | those terms in section 215 of the Federal Power Act |
|---|---|
| 2 | (16 U.S.C. 824o); and                               |
| 3 | (6) the terms "Independent System Operator"         |
| 4 | and "Regional Transmission Organization" have the   |
| 5 | meanings given those terms in section 3 of the Fed- |
| 6 | eral Power Act (16 U.S.C. 796).                     |
|   |   |

