

SUPREME COURT OF MISSOURI

Earth Island Institute v. Union Electric Co.

456 S.W.3d 27 (Mo. banc 2015) · Decided February 10, 2015

SUMMARY

The Missouri Supreme Court held that Proposition C, a voter-adopted renewable energy initiative, conflicted with and impliedly repealed a legislative exemption from solar energy requirements. The legislature could enact related legislation while an initiative was pending, but it could not preemptively negate an initiative after its approval for circulation and before voters adopted it. The court reversed the Public Service Commission's contrary determination.

CASE DETAILS

COURT	Supreme Court of Missouri
WRITING FOR THE COURT	Laura Denvir Stith; Russell, C.J.; Breckenridge, J.; Draper, J.; Fischer, J.; Stith, J.; Teitelman, J.; Van Amburg, Sp.J.; Wilson, J.
JURISDICTION	Missouri
DECIDED	February 10, 2015
DISPOSITION	reversed
PROCEDURAL POSTURE	Renew Missouri appealed the Missouri Public Service Commission's order determining that section 393.1050 was not invalidated by Proposition C and could be harmonized with the initiative's solar-energy requirements.
STANDARD OF REVIEW	The court reviewed the Commission's order for lawfulness and reasonableness. Legal questions, including statutory and constitutional issues, were reviewed de novo; reasonableness depended on substantial and competent evidence, absence of arbitrariness or capriciousness, and absence of an abuse of discretion.
PRECEDENTIAL VALUE	published precedential opinion
PARTIES	Earth Island Institute, doing business as Renew Missouri, and additional parties v. Union Electric Co., doing business as Ameren Missouri, Empire District Electric Company, Public Service Commission

TOPICS

statutory interpretation

legislative intent

constitutional law

administrative law

election law

PRACTICE AREAS

administrative law

constitutional law

election law

statutory interpretation

public utility regulation

QUESTIONS PRESENTED

1. Whether the legislature had authority to enact section 393.1050 after Proposition C had been approved for circulation but before voters adopted the initiative.
2. Whether section 393.1050 and Proposition C could be harmonized, or whether Proposition C impliedly repealed section 393.1050 to the extent of any conflict.
3. Whether section 393.1050 was an unconstitutional special law under article III, section 40 of the Missouri Constitution.

HOLDINGS

1. The legislature retained authority to enact legislation concerning an area subject to a pending initiative, provided that the legislation did not preemptively negate the initiative's effect if the people later adopted it.
2. Section 393.1050 could not be harmonized with Proposition C because Proposition C imposed solar requirements on all electric utilities while section 393.1050 exempted qualifying utilities from those requirements.
3. Proposition C impliedly repealed section 393.1050 upon its adoption on November 4, 2008, to the extent of the conflict between the two measures.

KEY QUOTATIONS

“A statute cannot, merely by inclusion of the phrase “notwithstanding any other provision of law” in legislation adopted after an initiative is approved for circulation, preclude the people by initiative from adopting a law in conflict with the statute.” (456 S.W.3d at 30)

“To the extent that a statute, enacted after an initiative is approved for circulation but prior to its passage, limits the effect of the later-adopted initiative, the statute is impliedly repealed.” (456 S.W.3d at 35)

“Once statutes are adopted, whether by initiative or by legislative action, they are both identically subject to repeal or amendment.” (456 S.W.3d at 36)

FACTUAL BACKGROUND

The Secretary of State approved Proposition C for circulation in February 2008, and the initiative was later certified for the November 2008 ballot. In May 2008, during the interim, the General Assembly enacted section 393.1050, exempting certain electric utilities that met a renewable-capacity threshold from solar carve-out and rebate requirements. Voters approved Proposition C on November 4, 2008, and Empire District Electric Company claimed the statutory exemption.

PROCEDURAL HISTORY

Renew Missouri filed a complaint with the Public Service Commission challenging Empire District Electric Company's claimed exemption from Proposition C's solar carve-out and rebate requirements. The Commission held that the legislature could enact section 393.1050 while Proposition C was pending, that the two provisions could be harmonized, and that section 393.1050 was not an unconstitutional special law. Renew Missouri appealed; the Supreme Court of Missouri affirmed the legislature's authority to enact the statute but reversed the finding that the provisions could be harmonized, leaving the special-law issue moot.

DISPOSITION

reversed

CASES CITED

- *Rentschler v. Nixon*, 311 S.W.3d 783, 786 (Mo. banc 2010)
- *Office of Public Counsel v. Missouri Public Service Commission*, 409 S.W.3d 371, 375 (Mo. banc 2013)
- *State ex rel. AG Processing, Inc. v. Public Service Commission*, 120 S.W.3d 732, 734 (Mo. banc 2003)
- *State ex rel. City of Jennings v. Riley*, 236 S.W.3d 630, 631-32 (Mo. banc 2007)
- *South Metropolitan Fire Protection District v. City of Lee's Summit*, 278 S.W.3d 659, 666 (Mo. banc 2009)
- *Morton v. Mancari*, 417 U.S. 535, 550-51 (1974)
- *RadLAX Gateway Hotel, LLC v. Amalgamated Bank*, 566 U.S. 639, 645 (2012)
- *State ex rel. Drain v. Becker*, 240 S.W. 229, 230-32 (Mo. banc 1922)
- *Harris v. Missouri Gaming Commission*, 869 S.W.2d 58, 61 (Mo. banc 1994)
- *County of Jefferson v. QuikTrip Corp.*, 912 S.W.2d 487, 490 (Mo. banc 1995)
- *Evans v. Empire District Electric Co.*, 346 S.W.3d 313, 318-19 (Mo. App. 2011)
- *Mayes v. Saint Luke's Hospital of Kansas City*, 430 S.W.3d 260, 270 (Mo. banc 2014)

OPINION

STITH, J.

Laura Denvir Stith, Judge Earth Island Institute, doing business as Renew Missouri, and additional parties (collectively “Renew Missouri”) appeal the Public Service Commission’s determination that section 393.1050,¹ a statute exempting electric utilities that met a certain renewable energy target on a certain date from any solar energy requirements, was not invalidated by the subsequent passage of a ballot initiative (“Proposition C”) that imposed solar energy requirements on “all electric utilities.” The Commission found that the two provisions could be harmonized by considering section 393.1050 a specific exemption to the general provisions of the later-adopted initiative, particularly in light of section 393.1050’s use of the phrase “notwithstanding any other provision of law.” This Court disagrees.

Contrary to the Commission's order, there is a conflict between section 393.1050 and Proposition C as to solar energy requirements. A statute cannot, merely by inclusion of the phrase "notwithstanding any other provision of law" in legislation adopted after an initiative is approved for circulation, preclude the people by initiative from adopting a law in conflict with the statute.

While it is the case that the failure of a subsequent legislature to delete the phrase "notwithstanding any other provision of law" from the earlier legislation may mean that the subsequent legislature intended the more specific earlier statute to remain effective, this reasoning cannot apply here, where the statute was adopted after the wording of the initiative had been finalized and approved for circulation, but prior to, its passage at the general election.

The legislature could not preemptively negate the effect of the initiative before it had even been voted on by the people and make the people's later vote a meaningless act as to the subject of the statute. This would infringe on the constitutionally protected initiative rights of the people. But this Court agrees that these principles do not preclude the legislature from enacting a law in an area that already is the subject of an approved, but not yet passed, initiative.

To hold otherwise would allow the mere repetitive filing of an initiative petition to forestall legislation in that subject area from ever becoming law, even if the people repeatedly rejected the initiative. This would unduly and unnecessarily interfere with the ability of the legislature to carry out its intended duties. Similarly, the passage of an initiative does not preclude the legislature from later enacting contrary laws that have the effect of limiting or repealing the statute adopted by initiative petition.

But neither of these situations is presented here; the only issue is whether the legislature may negate in advance an initiative petition that has been approved for circulation but prior to the time it is adopted by the people at an election. It may not. If a proposed initiative is adopted by the people at an election, then a statute enacted by the legislature during the interim between the initiative's approval for circulation and its passage is impliedly repealed to the extent of any conflict between the two measures.

Here, the people by their votes adopted Proposition C as law in November 2008. Because section 393.1050 in its entirety is in conflict with Proposition C, and because an initiative is effective on the date of its adoption, section 393.1050 was repealed by implication upon adoption of Proposition C on November 4, 2008.

I. FACTUAL AND PROCEDURAL HISTORY On February 4, 2008, the Secretary of State approved for circulation a ballot initiative petition, subsequently designated Proposition C, which proposed a statutory "Renewable Energy Standard" for utility companies operating in Missouri.

The official ballot title was certified on February 25, 2008. The Secretary issued a receipt on May 4, 2008, acknowledging delivery of a number of signatures later determined to be sufficient to

qualify the proposition for the ballot.² Proposition C, generally, proposed a statutory scheme under which electric utilities would be required to provide progressively higher percentages of their electricity sales from renewable energy resources — including wind, crops grown for energy, and hydropower, among others— in certain calendar years. § 393.1030.1, RSMo Supp. 2009; § 393.1025(5), RSMo Supp. 2009.

As relevant here, Proposition C included two specific provisions concerning solar energy, codified in section 393.1030, RSMo Supp. 2009. Section 393.1030.1 imposed a “solar carve out” described as “a portfolio requirement for all electric utilities to generate or purchase electricity generated from renewable energy, resources” of which “[a]t least two percent of each portfolio requirement shall be derived from solar energy.” Section 393.1030.3 mandated a solar rebate, by which “[e]ach electric utility shall make available to its retail customers a standard rebate offer... for new or expanded solar electric systems sited on customers’ premises...”³ *31In May 2008, after Proposition C was certified for placement on the 2008 general election ballot, but before it could be voted on in November 2008, the General Assembly passed Senate Bill No. 1181, codified as section 393.1050.

SB 1181 stated that “notwithstanding any other provision of law” an electrical corporation is exempt from any solar carve out or solar rebate requirements if the company “achieves an amount of eligible renewable energy... capacity equal to or greater than fifteen percent of such corporation’s total owned fossil-fired generating capacity” by January 20, 2009.

Section 393.1050 became effective August 28, 2008. At the November 4, 2008, general election, voters approved Proposition C, and it became effective immediately upon passage.⁴ Mo. Const. art. III, § 51. Empire District Electric Company was the only electric utility that claimed eligibility for the solar carve out or rebate exemption set out in section 393.1050.

Renew Missouri thereafter filed a complaint with the Commission against Empire.⁵ Renew Missouri asserted that Empire could not claim the section 393.1050 exemption because section 393.1050 was invalid⁶ in that: (1) the legislature lacked authority to enact legislation amending Proposition C while it was pending but before it had been voted on; (2) section 393.1050 irreconcilably conflicts with Proposition C and, as the later enacted law, Proposition C repealed section 393.1050 by implication; and (3) there is no rational basis for exempting Empire but no other electrical corporations from the solar requirement such that section 393.1050 constitutes a special law in violation of article III, section 40 of the Missouri Constitution.

The Commission determined: (1) the pendency of Proposition C did not prevent the legislature from passing related legislation; (2) Proposition C did not impliedly repeal section 393.1050 because the two laws could be harmonized; and (3) section 393.1050 is not a special law. Renew Missouri appeals. This Court affirms the holding that the legislature had the authority to adopt

section 393.1050 but reverses the Commission's holding that the two laws could be *32harmonized.

Section 393.1050 was impliedly repealed by the adoption of Proposition C because it conflicted - with the latter law. Because of this resolution of the first two issues, the third, special law, claim has become moot and is not further addressed. II. STANDARD OF REVIEW This Court has exclusive appellate jurisdiction over challenges to the validity of a state statute.⁷ Mo. Const. art. V, § 3.

Questions of law, including constitutional challenges to a statute, are reviewed de novo. *Rentschler v. Nixon*, 311 S.W.3d 783, 786 (Mo. banc 2010). Pursuant to section 386.510, RSMo Supp. 2013, when reviewing an order issued by the Commission: “[F]irst, the reviewing court must determine whether the [Commission]’s order is lawful; and second, the court must determine whether the order is reasonable.” Office of Pub.

Counsel v. Missouri Pub. Serv. Comm’n, 409 S.W.3d 371, 375 (Mo. banc 2013) (quoting *State ex rel. AG Processing, Inc. v. Pub. Serv. Comm’n*, 120 S.W.3d 732, 734 (Mo. banc 2003)). The appellant bears the burden of proving that the order is unlawful or unreasonable. Office of Pub. Counsel, 409 S.W.3d at 375. Legal questions are reviewed de novo, and the Court determines the lawfulness of an order “by whether statutory authority for its issuance exists.” Id. (quoting *AG Processing*, 120 S.W.3d at 734).

The reasonableness of an order is assessed based on whether it “is supported by substantial, competent evidence on the whole record; the decision is not arbitrary or capricious or where the [Commission] has not abused its discretion.” Office of Pub. Counsel, 409 S.W.3d at 375 (internal citation omitted). III. PROPOSITION C REPEALED SECTION 393.1050 BY IMPLICATION Proposition C directs the Commission to “prescribe’ by rule a portfolio requirement for all electric utilities to generate or purchase electricity generated from renewable energy resources.” § 393.1030.1, RSMo Supp. 2009 (emphasis added).

It further states that “[a]t least two percent of each portfolio requirement shall be derived from solar energy.” Id. In other words, the initiative requires all electric companies, without exception, to satisfy the 2-percent solar carve out.⁸ *33By contrast, the legislatively adopted section 393.1050 states, in relevant part: Notwithstanding any other provision of law, any electrical corporation as defined by subdivision 15 of section 386.020 which, by January 20, 2009, achieves an amount of eligible renewable energy technology nameplate capacity equal to or greater than fifteen percent of such corporation’s total owned fossil-fired generating capacity, shall be exempt thereafter from a requirement to pay any installation subsidy, fee, or rebate to its customers that install their own solar electric energy system and shall be exempt from meeting any mandated solar renewable energy standard requirements.

(Emphasis added.) Section 393.1050 thereby states that, notwithstanding any other provision of law, electric companies that provided 15 percent of their electric utility's sales from renewable energy sources by January 20, 2009, are exempt from any mandated solar renewable energy standard requirements. A. Proposition C and Section 393.1050 Conflict Despite the Inclusion of a "Notwithstanding Any Other Provision of Law" Clause in the Statute The first question before the Court is whether the two provisions at issue are in irreconcilable conflict.

State ex rel. City of Jennings v. Riley, 236 S.W.3d 630, 631 (Mo. banc 2007) (identifying conflict between two statutes as "a precondition to the application of the principles of statutory construction"). When "two statutory provisions covering the same subject matter are unambiguous standing separately but are in conflict when examined together, a reviewing court must attempt to harmonize them and give them both effect." South Metro.

Fire Prot. Dist. v. City of Lee's Summit, 278 S.W.3d 659, 666 (Mo. banc 2009). Empire argues that, because section 393.1050 is the more specific statute, in that it provides an exemption from the solar carve out and rebate requirements for certain electric utilities, it preempts those portions of the subsequently enacted Proposition C that would require Empire to meet those solar energy requirements.

For this proposition, Empire relies on the well-established principle that "[w]here there is no clear intention otherwise, a specific statute will not be controlled or nullified by a general one, regardless of the priority of enactment." Morton v. Mancari, 417 U.S. 535, 550-51, 94 S.Ct. 2474, 41 L.Ed.2d 290 (1974).

The general/specific canon, however, "is not an absolute rule, but is merely a strong indication of statutory meaning that can be overcome by textual indications that point in the other direction." RadLAX Gateway Hotel, LLC v. Amalgamated Bank, — U.S. —, 132 S.Ct. 2065, 2072, 182 L.Ed.2d 967 (2012). Empire argues that the intention for the more specific to prevail over even a later enacted general law is demonstrated by the inclusion in section 393.1050 of the words, "notwithstanding any other provision of law." Empire says that this demonstrates the legislature's intent that the exemption it enacted in section 393.1050 during the interim period between the certification of Proposition C and its adoption by the people should negate the effect of Proposition C to the extent that the two conflict.

Empire is correct that, were this Court construing two legislatively adopted statutes to see which prevailed when their terms were inconsistent, the prefatory "notwithstanding any other provision of law" language in section 393.1050 would eliminate any potential conflict with the competing statute.

As noted in Riley, "to *34say that a statute applies 'notwithstanding any other provision of the law' is to say that no other provisions of law can be held in conflict with it.... the

‘Notwithstanding’ clause does not create a conflict, but eliminates the conflict that would have occurred in the absence of the clause.” 236 S.W.3d at 632. When two already adopted statutes are at issue, this rule of construction applies.

In such a case, if the later-adopted statute contains the “notwithstanding any other provision of law” language, it clearly indicates an intent for that later-adopted statute to prevail to the extent that the two statutes are inconsistent. If the earlier-adopted statute contains the “notwithstanding any other provision of law” language, the legislature’s decision to leave that language in place rather than repealing it at the time of the adoption of the later, partially inconsistent statute also indicates an intent that the earlier statute is to continue to be given effect to the extent that the two are inconsistent.

Here, the issue before the Court is not how to construe two already adopted statutes, but how to construe a statute adopted by the legislature after the approval for circulation of an initiative with which it is inconsistent, but prior to the time that the people have voted to adopt that initiative.

In other words, the issue is whether the legislature, by use of such “notwithstanding any other provision of law” language, has the authority to negate or repeal in advance of its adoption that portion of an initiative with which it is inconsistent and that is later adopted by the people. This Court answers in the negative and, in so doing, determines that section 393.1050 cannot be harmonized with Proposition C for the reasons that follow.

B. The Legislature May Not Repeal an Initiative in Whole or in Part in Advance of its Passage
“Every [initiative] petition shall be filed with the secretary of state not less than six months before the election and shall contain an enacting clause and the full text of the measure.” Mo. Const. art III, § 50. “Each page of an initiative petition shall be attached to or shall contain a full and correct text of the proposed measure.” § 116.050.1, RSMo 2000.

In this case, the Secretary of State on February 4, 2008, approved for circulation the initiative petition that ultimately became Proposition C. The legislature did not pass section 393.1050 until May 16, 2008. By that point, the language of the initiative was set. If section 393.1050 were to be permitted to preemptively modify the initiative under these circumstances, then it would allow the legislature to undercut or undo a law initiated by the people before it could ever be voted on merely by passing a related statute with more specific terms or containing the clause “notwithstanding any other provision of law.” Here, it would mean that, even though the initiative process had been properly followed, by the time that the voters enacted Proposition C, some of its provisions would never become law due to a statute passed by the legislature months earlier.

Such unilateral, preemptive action by the legislature serves as an end run around the constitutionally protected right of the people of Missouri to enact legislation by ballot initiative.

Mo. Const, art. III, § 49 (“The people reserve power to propose and enact... laws and amendments to the constitution by the initiative, independent of the general assembly”).

It is also misleading to the voters who would have been unaware that the unqualified solar mandate they were voting to approve *35 had, in fact, been partially preemptively repealed before they had the opportunity to cast their votes.

To the extent that a statute, enacted after an initiative is approved for circulation but prior to its passage, limits the effect of the later-adopted initiative, the statute is impliedly repealed. This Court previously rejected a similar attempt to negate in advance the effect of a referendum ordered by the people⁹ in *State ex reí Drain v. Becker*, 240 S.W.

229 (Mo. banc 1922). There, while the proposed referendum was pending but before it had been voted on by the people, the legislature purported to repeal the legislation that was the subject of the referendum and to enact a new statute that retained the essential terms of the former legislation. *Id.* at 230. It then argued that this new statute could take effect, regardless of what the people voted on the matter referred, because it was later adopted and was not itself subject to the referendum.

This Court properly rejected this attempt at an end run around the referendum. It held that, once the right of referendum has been invoked, the legislature “is divested of all power in regard to the matter referred until the action of the people has been exercised by a vote upon same.” *Id.* at 232.

To hold otherwise, the Court said, would allow the legislature “to ignore or to attempt to hold for naught the action of the people in referring the measure.” *Id.* Although *Drain* is distinguishable from the instant case both in its procedural posture before the Court and in the distinctions between the purpose and process of a referendum and an initiative, its holding that preemptive legislation cannot negate a constitutional right of the people is determinative.

Indeed, *Drain* discussed this concern in the context of both the initiative and referendum processes: Precedents are cited to give color of authority to the action of the General Assembly in the attempted adoption of a measure of like tenor and application to the one referred while the latter was in process of reference. These rulings will be found limited to the amendment or repeal by the Legislature of [already] initiated or referred acts, and not to those in process of initiation or reference....

When, therefore, it is said that the power of the Legislature has been generally sustained to repeal or modify initiative or referendum legislation, only enacted legislation is meant and not that in process of enactment. *Id.* (emphasis added).

In other words, *Drain* said that once a statute is adopted by initiative or referendum, then the legislature is free to amend or repeal it as it would any other statute. *Id.* But the legislature may not

preempt the effect of a later-adopted referendum or initiative while it is still pending before the voters by enacting legislation inconsistent with the measure during that interim period.

Id. The Court reaffirms this reasoning here. The legislature could not preempt the effect of all or part of Proposition C so that, even when adopted by the people, some of its provisions never would take effect. Rather, like in *Drain*, this Court reaffirms that, while the legislature may amend or repeal a statute adopted by initiative or referendum after it has been adopted, it may not validly do so once the measure is approved for circulation and prior to its passage. *36The dissent, while for the most part reiterating the facts and law already set out in this opinion, then posits that the majority's holding improperly gives special treatment to statutes adopted by initiative by treating them differently than statutes adopted by the legislative process.

That is not the case. Once statutes are adopted, whether by initiative or by legislative action, they are both identically subject to repeal or amendment. But the process of adoption of statutes by initiative is, in fact, different from the process of adoption of statutes by the legislature.

In the case of two statutes proposed for enactment by the legislature, the legislature can consider either or both, and in the event of conflict if both are adopted, rules of statutory construction can assist in interpreting the legislature's meaning in adopting both.

In the case of a statute and an initiative, two different adopting bodies are involved, and a determination of legislative intent does not determine the people's intent in adopting an initiative. Further, unlike the case with a legislatively adopted statute, the initiative process by its nature takes a six-month or longer period of time as the petition is approved, signatures obtained, and an election held.

Recognition of and respect for this separate and lengthy process, a process the people reserved for themselves in Missouri's constitution, is what is reflected in this Court's holding here and in *Drain*: the legislature cannot render meaningless the people's right to adopt a law by initiative by negating that law through legislative adoption of a statute after the initiative petition is proposed for circulation but before the people have had an opportunity to adopt it.

But this Court also affirms the Commission's determination that the legislature may act "on other, related aspects of an issue that are subject to a pending initiative so long as it does not interfere with the pending initiative." To the extent that *Drain* can be read to hold that the legislature is precluded from enacting any legislation related to a pending ballot initiative, it is overruled.

Otherwise, persons or groups who wish to prevent the legislature from adopting certain policies could preclude legislation on those issues indefinitely by the simple expedient of again and again proposing inconsistent initiatives that are again and again defeated at the ballot box. This could prevent the legislature from fulfilling its legislative duties. Further, it is inconsistent with this Court's long recognition that, once a statutory initiative proposition has been adopted, the

legislature has the right thereafter to amend the statute so adopted, just as it can amend any other statute adopted through the usual legislative process.

See, e.g., *Harris v. Missouri Gaming Comm’n*, 869 S.W.2d 58, 61 (Mo. banc 1994) (“The power to repeal or modify a referendum law is within the power of the legislature”). Moreover, preclusion of any legislation on an issue that is the subject of an initiative petition is not necessary to effectuate the principles set out in *Drain* and reaffirmed here. An initiative can be inconsistent with an intervening statute only if the initiative is adopted by the people.

If not adopted, then any intervening statute would continue in effect because it would not have been impliedly repealed by passage of the initiative. As applied here, the inconsistency in the law arose on November 4, 2008, when the people voted to approve Proposition C. Proposition C became immediately effective. Mo. Const. art. III, § 51. At that point, the potential inconsistency of the two provisions became an actual inconsistency.

To the extent of that inconsistency, for the reasons already discussed, the conflict must be resolved by *37giving effect to the provision the people adopted by initiative. Otherwise, to paraphrase *Drain*, the legislature could “ignore or [] attempt to hold for naught the action of the people in [initiating] the measure.” *Drain*, 240 S.W. at 232.

The adoption of Proposition C repealed section 393.1050 by implication, for “[w]hen two statutes are repugnant in any of their provisions, the later act, even without a specific repealing clause, operates to the extent of the repugnancy to repeal the first.” *Cnty. of Jefferson v. Quiktrip Corp.*, 912 S.W.2d 487, 490 (Mo. banc 1995) (internal citation omitted).

IV. CONCLUSION Having found the two statutes to be in conflict, Proposition C controls over the statute enacted between its approval for circulation and its passage. Therefore, the prospective exemption created by section 393.1050 was repealed by the passage of Proposition C. To the extent that it is inconsistent with this holding, the Public Service Commission’s order is reversed.

Russell, C.J., Draper and Teitelman, JJ., and Van Amburg, Sp.J., concur; Fischer, J., dissents in separate opinion filed; Breckenridge, J., concurs in opinion of Fischer, J. Wilson, J., not participating.. All statutory references are to RSMo Supp. 2008, unless otherwise indicated.. Proponents circulated five different versions of the Renewable Energy Standard, but only one was certified for the November 2008 ballot..

The legislature amended this subsection in 2013 to phase out the mandatory rebate for solar electric systems becoming operational after June 30, 2020. KB. 142, 97th Gen. Assemb., 1st Reg. Sess. (Mo. 2013).. Pursuant to statutory provisions enacted under Proposition C, the Commission prescribed by regulation the energy portfolio required of electric utilities, including the solar energy requirements.

The rules promulgated by the Commission became effective on September 30, 2010, and appear at 4 CSR 240-20.100.. Although Renew Missouri also filed a complaint with the Commission against Union Electric Company, doing business as Ameren Missouri, Renew Missouri does not seek review of the portion of the Commission's order dismissing the complaint against Ameren.

Only the portion of the order concerning Empire is at issue. For convenience, both respondents on appeal, Empire and the Commission, will be referred to collectively as "Empire.". A separate set of plaintiffs originally challenged section 393.1050 through a declaratory judgment action in the Cole County circuit court.

The trial court dismissed the suit, and the court of appeals affirmed, holding that the Commission had "primary statutory authority over the cause." *Evans v. Empire Dist. Elec. Co.*, 346 S.W.3d 313, 319 (Mo.App.2011). Pursuant to section 386.390.1, individuals may file complaints with the Commission "setting forth any act or thing done or omitted to be done by any corporation, person or public utility... in violation, or claimed to be in violation, of any provision of law." In finding that the Commission had "primary statutory authority" in this case, Evans recognized that the Commission "has no authority to declare a statute invalid" but held that the Commission does have "the power to determine if the provisions of Proposition C are in irreconcilable conflict or can in fact be harmonized with the provisions of section 393.1050." 346 S.W.3d at 318, 319..

Empire argues that, because the issue here is the lawfulness of the Commission's order, not the validity of the statute, jurisdiction is properly vested in the court of appeals, noting that section 386.510, RSMo Supp. 2013, governing review of Commission orders, states "the commission shall forward [the notice of appeal] to the appellate court with the territorial jurisdiction over the county where the hearing was held or in which the commission has its principal office for the purpose of having the reasonableness or lawfulness of the original order... inquired into or determined." But, as it did before the Commission, Renew Missouri also challenges the constitutional validity of section 393.1050 on the ground • that it is a special law in violation of article III, section 40 of the Missouri Constitution.

"When a real and substantial constitutional question is raised, this Court has jurisdiction to determine it." *Mayes v. Saint Luke's Hosp. of Kansas City*, 430 S.W.3d 260, 270 (Mo. banc 2014). Due to its resolution of the first two issues, however, this Court does not reach the unconstitutional special law claim: "Once the case properly invokes this Court's jurisdiction, the ultimate determination that the constitutional issue is not meritorious or that the merits of the constitutional issue should not be addressed does not retroactively deprive this Court of jurisdiction." *Id.*

The Commission's order in this case confirms this finding: "The terms of Proposition C... do not exempt any electric utility from the solar energy requirements of that statute.". "A referendum may be ordered... either by petitions signed by five percent of the legal voters in each of two-thirds of the congressional districts in the state, or by the general assembly, as other bills are enacted."

Mo. Const. art. III, § 52(a).

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