## SUBSTITUTE FOR SENATE BILL NO. 849

A bill to amend 1994 PA 451, entitled "Natural resources and environmental protection act," by amending section 32723 (MCL 324.32723), as amended by 2008 PA 180, and by adding section 1708.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 1708. (1) Notwithstanding any authorization or permit granted under a zoning ordinance for the extraction of aggregates by mining, the extraction of aggregates by mining shall not pollute, impair, or destroy natural resources.
  - (2) Subsection (1) is subject to enforcement under this part.
- 6 (3) The excavation and removal of aggregates and of associated 7 overburden does not, of itself, constitute pollution, impairment, 8 or destruction of those natural resources.



5

Sec. 32723. (1) Except as provided in subsection (14), the following persons shall obtain a water withdrawal permit prior to making the withdrawal:

- (a) A person who proposes to develop withdrawal capacity to make a new withdrawal of more than 2,000,000 gallons of water per day from the waters of the state to supply a common distribution system.
- (b) A person who proposes to develop increased withdrawal capacity beyond baseline capacity of more than 2,000,000 gallons of water per day from the waters of the state to supply a common distribution system.
- (c) A person who proposes to develop withdrawal capacity to make a new or increased large quantity withdrawal of more than 1,000,000 gallons of water per day from the waters of the state to supply a common distribution system that a site-specific review has determined is a zone C withdrawal.
- (d) A person who proposes to develop a new or increased withdrawal capacity that will result in an intrabasin transfer of more than 100,000 gallons per day average over any 90-day period.
- (e) A person who proposes to use the water withdrawal for the extraction of aggregates by mining.
- (2) A person shall apply for a water withdrawal permit under this section by submitting an application to the department containing the information described in section 32706c(1)(a) to (e) 32706c(4)(a) to (e) and an evaluation of existing hydrological and hydrogeological conditions. If the applicant proposes to undertake a preventative measure along with the withdrawal, the property owner shall provide the department with a detailed description of the preventative measure and relevant information as to how the

- 1 preventative measure will be implemented. In addition, the
- 2 applicant shall submit an application fee in the amount of
- 3 \$2,000.00. The department shall transmit application fees collected
- 4 under this section to the state treasurer to be credited to the
- 5 water use protection fund created in section 32714.
- **6** (3) An application submitted under subsection (2) is
- 7 considered to be administratively complete effective 30 days after
- 8 it is received by the department unless the department notifies the
- 9 applicant, in writing, during this 30-day period that the
- 10 application is not administratively complete or that the fee
- 11 required to be accompanied with accompany the application has not
- 12 been paid. If the department determines that the application is not
- 13 administratively complete, the notification shall specify the
- 14 information necessary to make the application administratively
- 15 complete. If the department notifies the applicant as provided in
- 16 this subsection, the 30-day period is tolled until the applicant
- 17 submits to the department the specified information or fee.
- 18 (4) The department shall provide public notification of its
- 19 receipt of applications—an application under this section and shall
- 20 provide a public comment period of not less than 45 days before
- 21 applications are an application is acted upon under subsection (5).
- 22 (5) The department shall make a decision whether to grant or
- 23 deny a water withdrawal permit under this section within 120 days
- 24 of receipt of an administratively complete application.
- 25 (6) The department shall issue a water withdrawal permit under
- 26 subsection (1)(a), (b), or (c), or, subject to subsection (8),
- 27 under subsection (1) (e) if all of the following conditions are met:
- 28 (a) All water withdrawn, less any consumptive use, is
- 29 returned, either naturally or after use, to the source watershed.

- 1 (b) The withdrawal will be implemented so as to ensure that
  2 the proposal will result in no individual or cumulative adverse
  3 resource impacts. Cumulative adverse resource impacts under this
  4 subdivision shall be evaluated by the department based upon
  5 available information gathered by the department.
- 6 (c) Subject to section 32726, the withdrawal will be
  7 implemented so as to ensure that it is in compliance with all
  8 applicable local, state, and federal laws as well as all legally
  9 binding regional interstate and international agreements, including
  10 the boundary waters treaty of 1909.
  - (d) The proposed use is reasonable under common law principles of water law in Michigan.this state.
  - (e) For permit applications received on or after January 1, 2009, the The applicant has self-certified that he or she is in compliance with environmentally sound and economically feasible water conservation measures developed by the applicable water user's sector under section 32708a or has self-certified that he or she is in compliance with environmentally sound and economically feasible water conservation measures developed for the water use associated with that specific withdrawal.
  - (f) The department determines that the proposed withdrawal will not violate public or private rights and limitations imposed by Michigan water law or other Michigan common law duties.
  - (7) The department shall issue a water withdrawal permit under subsection (1)(d) if the transfer complies with section 4.9 of the compact.
  - (8) If a person is required to obtain a permit under subsection (1)(e) and the aggregates mining area is located adjacent to a site listed on the United States Environmental

- 1 Protection Agency's superfund national priorities list or is
- 2 subject to a superfund alternative approach agreement under the
- 3 comprehensive environmental response, compensation, and liability
- 4 act, 42 USC 9601 to 9675, the person shall notify the department at
- 5 least 30 days before beginning installation of the well. In
- 6 addition, the department shall not issue a water withdrawal permit
- 7 for the well unless all of the following requirements are met:
- 8 (a) The distance of the well from the superfund site will
- 9 equal or exceed the radius of the standard isolation area for a
- 10 type I or type IIa public water supply well from sources of
- 11 contamination as provided under the safe drinking water act, 1976
- 12 PA 399, MCL 325.1001 to 324.1023, and rules promulgated thereunder.
- 13 (b) Monitoring wells will be installed and monitoring
- 14 conducted at locations agreed upon by the applicant and the
- 15 department or the United States Environmental Protection Agency.
- 16 (c) Monitoring results under subdivision (b) will be reported
- 17 to the United States Environmental Protection Agency superfund site
- 18 administrator responsible for the superfund site on a regular basis
- 19 and immediately if a monitoring alert is triggered.
- 20 (9) (8)—In reviewing a proposed preventative measure, the
- 21 department shall consider the effect of the preventative measure on
- 22 preventing an adverse resource impact by diminishing the effect of
- 23 the withdrawal on stream or river flow or the temperature regime of
- 24 the stream or river. If the department approves a preventative
- 25 measure in conjunction with a water withdrawal permit under this
- 26 section, the department shall enter into a legally enforceable
- 27 implementation schedule for completion of the preventative measure.
- (10) (9) A proposed use for which a water withdrawal permit is
- 29 issued under this section shall be considered to satisfy the

- 1 requirements of section 4.11 of the compact.
- 2 (11) (10) A permit issued under part 31 pursuant to 33 USC
- 3 1326(b) shall be considered sufficient to demonstrate that there
- 4 will not be an adverse resource impact under section 32721 and
- 5 satisfies the conditions for a water withdrawal permit under this
- 6 section. Upon receipt of an application under this section and
- 7 evidence that the applicant holds a part 31 permit described in
- 8 this subsection, the department shall grant the applicant a water
- 9 withdrawal permit under this subsection.
- 10 (12) (11) The department may revoke a water withdrawal permit
- 11 issued under this section if the department determines following a
- 12 hearing, based upon clear and convincing scientific evidence, that
- 13 the withdrawal is causing an adverse resource impact.
- 14 (13) (12) A person who is aggrieved by a determination of the
- 15 department under this section related to a water withdrawal permit
- 16 may file a sworn petition with the department setting forth the
- 17 grounds and reasons for the complaint and asking for a contested
- 18 case hearing on the matter pursuant to the administrative
- 19 procedures act of 1969, 1969 PA 306, MCL 24.201 to 24.328. A
- 20 petition filed more than 60 days after action on the water
- 21 withdrawal permit may be rejected by the department as being
- 22 untimely. The department shall issue a final decision on a petition
- 23 for a contested case hearing within 6 months after receiving the
- 24 petition. A determination, action, or inaction by the department
- 25 following a contested case hearing is subject to judicial review as
- 26 provided in the administrative procedures act of 1969, 1969 PA 306,
- 27 MCL 24.201 to 24.328.
- 28 (14) (13) The following withdrawals are not required to obtain
- 29 a water withdrawal permit under this section:

- 1 (a) A withdrawal by a community supply that holds a permit 2 under the safe drinking water act, 1976 PA 399, MCL 325.1001 to 3 325.1023.
- 4 (b) Seasonal withdrawals of not more than 2,000,000 gallons of
  5 water per day average in any consecutive 90-day period to supply a
  6 common distribution system unless the withdrawals result in a
  7 diversion.
- 8 (c) A withdrawal for the production of bottled drinking water
  9 approved by the department under a water source review conducted
  10 under section 17 of the safe drinking water act, 1976 PA 399, MCL
  11 325.1017.
- 12 Enacting section 1. This amendatory act does not take effect
  13 unless Senate Bill No. 431 of the 100th Legislature is enacted into
  14 law.

