## **HOUSE BILL No. 6030**

May 8, 2002, Introduced by Rep. Callahan and referred to the Committee on Appropriations.

A bill to amend 1994 PA 451, entitled "Natural resources and environmental protection act," by amending section 8807 (MCL 324.8807), as added by 1998 PA 287, and by adding section 8807a.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 8807. (1) The clean water fund is created within the
- 2 state treasury.
- 3 (2) The state treasurer may receive money or other assets
- 4 from any source for deposit into the fund. The state treasurer
- 5 shall direct the investment of the fund. The state treasurer
- 6 shall credit to the fund interest and earnings from fund
- 7 investments.
  - (3) Money in the fund at the close of the fiscal year shall
- 9 remain in the fund and shall not lapse to the general fund.

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- 1 (4) Except as otherwise provided in this section, the
- 2 department shall expend money in the fund -, upon appropriation,
- 3 for any of the following SHALL BE EXPENDED AS FOLLOWS:
- 4 (a) To implement the programs described in the department's
- 5 document entitled "A strategic environmental quality monitoring
- 6 program for Michigan's surface waters", dated January 1997. In
- 7 implementing these programs, the department may contract with any
- 8 person. \$30,000,000.00 SHALL BE TRANSFERRED TO THE WATER QUALITY
- 9 TRUST FUND CREATED IN SECTION 8807A.
- 10 (b) Water pollution control activities. UP TO
- 11 \$20,000,000.00, BUT NOT LESS THAN \$5,000,000.00, BY THE DEPART-
- 12 MENT FOR LOW-INTEREST LOANS FOR STORM WATER POLLUTION PREVENTION
- 13 AND CONTROL PROJECTS FOR IMPAIRED OR THREATENED WATERS, WITH THE
- 14 PRIORITY BEING GIVEN TO PROJECTS AFFECTING WATERS WITH THE GREAT-
- 15 EST USE IMPAIRMENT.
- 16 (c) Wellhead protection activities. UP TO \$15,000,000.00,
- 17 BUT NOT LESS THAN \$3,750,000.00, BY THE DEPARTMENT FOR A "CLEAN
- 18 LAKES PROGRAM". FUNDS FROM THE CLEAN LAKES PROGRAM SHALL BE
- 19 EXPENDED TO DEVELOP AND IMPLEMENT INLAND LAKE AND LAKE ST. CLAIR
- 20 WATERSHED MANAGEMENT PLANS THAT REDUCE AND PREVENT POLLUTION FROM
- 21 NUTRIENTS, PESTICIDES, EROSION, AND OTHER NONPOINT SOURCES. THE
- 22 DEPARTMENT MAY PROVIDE GRANTS FOR THIS PURPOSE TO LOCAL UNITS OF
- 23 GOVERNMENT, NONPROFIT ORGANIZATIONS, OR LAKE ASSOCIATIONS.
- 24 (d) Storm water treatment projects and activities. UP TO
- 25 \$10,000,000.00, BUT NOT LESS THAN \$2,500,000.00, BY THE DEPART-
- 26 MENT FOR AN "INNOVATIVE WATER POLLUTION PREVENTION AND CONTROL
- 27 TECHNOLOGIES DEMONSTRATION PROGRAM". THE DEPARTMENT SHALL

- 1 PROVIDE GRANTS OR LOANS UNDER THIS PROGRAM TO MUNICIPALITIES FOR
- 2 THE DEMONSTRATION OF COST-EFFECTIVE ALTERNATIVES TO TRADITIONAL
- 3 WASTEWATER TREATMENT TECHNOLOGIES.
- 4 (E) UP TO \$5,000,000.00, BUT NOT LESS THAN \$1,250,000.00, BY
- 5 THE DEPARTMENT FOR CLOSING ABANDONED WELLS, WITH PRIORITY GIVEN
- 6 TO WELLS IN WELLHEAD PROTECTION AREAS WHOSE CLOSURE IS INCLUDED
- 7 IN APPROVED WELLHEAD PROTECTION PLANS.
- 8 (F) UP TO \$10,000,000.00, BUT NOT LESS THAN \$2,000,000.00,
- 9 BY THE DEPARTMENT FOR THE EXTENSION OF MUNICIPAL SEWER SYSTEMS TO
- 10 REPLACE SEPTIC TANKS IN AREAS WHERE CLUSTERS OF FAILING TANKS
- 11 HAVE BEEN DETERMINED TO CONTRIBUTE TO WATER QUALITY IMPAIRMENTS,
- 12 IF THE AREAS TO RECEIVE SEWER EXTENSIONS ARE ALREADY INTENSIVELY
- **13** DEVELOPED.
- 14 (5) Money in the fund shall not be expended for combined
- 15 sewer overflow corrections.
- 16 (6) The first priority for expenditure of money in the fund
- 17 shall be for the programs described in subsection (4)(a).
- 18 (7) Money in the fund shall not be expended until rules are
- 19 promulgated under section 8808.
- 20 SEC. 8807A. (1) THE WATER QUALITY TRUST FUND IS CREATED
- 21 WITHIN THE STATE TREASURY.
- 22 (2) THE STATE TREASURER MAY RECEIVE MONEY OR OTHER ASSETS
- 23 FROM ANY SOURCE FOR DEPOSIT INTO THE WATER QUALITY TRUST FUND.
- 24 THE STATE TREASURER SHALL DIRECT THE INVESTMENT OF THE WATER
- 25 QUALITY TRUST FUND. THE STATE TREASURER SHALL CREDIT TO THE
- 26 WATER QUALITY TRUST FUND INTEREST AND EARNINGS FROM WATER QUALITY
- 27 TRUST FUND INVESTMENTS.

- 1 (3) MONEY IN THE WATER QUALITY TRUST FUND AT THE CLOSE OF
- 2 THE FISCAL YEAR SHALL REMAIN IN THE WATER QUALITY TRUST FUND AND
- 3 SHALL NOT LAPSE TO THE GENERAL FUND.
- 4 (4) SUBJECT TO SUBSECTION (5), INTEREST AND EARNINGS ONLY
- 5 FROM THE WATER QUALITY TRUST FUND SHALL BE EXPENDED, UPON APPRO-
- 6 PRIATION, FOR WATER QUALITY MONITORING.
- 7 (5) FIFTY PERCENT OF THE MONEY EXPENDED FROM THE WATER OUAL-
- 8 ITY TRUST FUND EACH YEAR SHALL BE USED BY THE DEPARTMENT TO PRO-
- 9 VIDE GRANTS TO LOCAL UNITS OF GOVERNMENT OR NONPROFIT ORGANIZA-
- 10 TIONS FOR IMPLEMENTING MONITORING PROPOSALS APPROVED BY THE
- 11 DEPARTMENT. PRIORITY FOR GRANTS SHALL BE GIVEN TO MONITORING
- 12 PROPOSALS TO DETERMINE THE SOURCE AND NATURE OF WATER QUALITY
- 13 IMPAIRMENTS AT LOCATIONS WITH A HISTORY OF WATER QUALITY SAMPLING
- 14 AND A HISTORY OF BEACH CLOSURES.
- 15 (6) THE DEPARTMENT SHALL MAKE ALL MONITORING INFORMATION
- 16 COLLECTED USING MONEY EXPENDED FROM THE WATER QUALITY TRUST FUND,
- 17 AFTER QUALITY ASSURANCE, ACCESSIBLE TO THE PUBLIC BOTH ELECTRONI-
- 18 CALLY AND IN PAPER FORMAT.