## **HOUSE BILL No. 6440**

September 24, 2002, Introduced by Rep. Schauer and referred to the Committee on Land Use and Environment.

A bill to amend 1994 PA 451, entitled "Natural resources and environmental protection act," by amending section 3112 (MCL 324.3112) and by adding section 3113b.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3112. (1) A person shall not discharge any waste or
- 2 waste effluent into the waters of this state unless the person is
- 4 with the terms of an outstanding order of determination or final
- 5 order of determination or stipulation with the former water
  - resources commission that is in effect on April 15, 1973, shall
- 7 be considered to meet the requirements of this section until the
- 8 department issues its permit.
  - (2) The department shall condition the continued validity of
- 10 a permit upon the BOTH OF THE FOLLOWING:

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- 1 (A) THE permittee's meeting the effluent requirements that
- 2 the department considers necessary to prevent unlawful pollution
- 3 by the dates that the department considers to be reasonable and
- 4 necessary and to assure compliance with applicable federal law
- 5 and regulations.
- 6 (B) PAYMENT OF THE ANNUAL WASTEWATER DISCHARGE ENVIRONMENTAL
- 7 FEE PROVIDED FOR IN SECTION 3113B.
- 8 (3) If the department finds that the terms of a permit have
- 9 been, are being, or may be violated, it may modify, suspend, or
- 10 revoke the permit or grant the permittee a reasonable period of
- 11 time in which to comply with the permit. The department may
- 12 reissue a revoked permit upon a showing satisfactory to the
- 13 department that the permittee has corrected the violation. A
- 14 person who has had a permit revoked may apply for a new permit.
- 15 (4)  $\frac{(2)}{(2)}$  If the department determines that a person is
- 16 causing or is about to cause unlawful pollution of the waters of
- 17 this state, the department may notify the alleged offender of its
- 18 determination and enter an order requiring the person to abate
- 19 the pollution or refer the matter to the attorney general for
- 20 legal action, or both.
- 21 (5)  $\overline{(3)}$  A person who is aggrieved by an order of abatement
- 22 of the department or by the reissuance, modification, suspension,
- 23 or revocation of an existing permit of the department executed
- 24 pursuant to this section may file a sworn petition with the com-
- 25 mission setting forth the grounds and reasons for the complaint
- 26 and asking for a contested case hearing on the matter pursuant to
- 27 the administrative procedures act of 1969, Act No. 306 of the

- 1 Public Acts of 1969, being sections 24.201 to 24.328 of the
- 2 Michigan Compiled Laws 1969 PA 306, MCL 24.201 TO 24.328. A
- 3 petition filed more than 60 days after action on the order or
- 4 permit may be rejected by the commission as being untimely.
- 5 SEC. 3113B. (1) THERE IS ESTABLISHED AN ANNUAL WASTEWATER
- 6 DISCHARGE ENVIRONMENTAL FEE. THE FEE SHALL BE PAID BY EACH
- 7 PERSON REOUIRED TO OBTAIN A PERMIT UNDER SECTION 3113. THE FEE
- 8 SHALL BE COMPOSED OF AN ADMINISTRATIVE FEE OF \$100.00 PLUS AN
- 9 ADDITIONAL FEE ESTABLISHED BY THE DEPARTMENT UNDER THIS SECTION.
- 10 (2) THE DEPARTMENT SHALL ESTABLISH, BY RULE, A FEE SCHEDULE
- 11 TO CALCULATE THE ANNUAL WASTEWATER DISCHARGE ENVIRONMENTAL FEE
- 12 UNDER SUBSECTION (1). THE FEE SCHEDULE SHALL BE ESTABLISHED
- 13 BASED ON THE POLLUTANTS INCLUDED IN THE PERMIT UNDER SECTION
- 14 3113, THE ENVIRONMENTAL OR PUBLIC HEALTH HARM CAUSED BY THE POL-
- 15 LUTANTS DISCHARGED, THE CONCENTRATION OR QUANTITY, OR BOTH, OF
- 16 THE POLLUTANTS DISCHARGED, AND THE QUALITY OF THE RECEIVING
- 17 WATERS.
- 18 (3) IN ESTABLISHING THE FEE SCHEDULE UNDER SUBSECTION (2),
- 19 THE DEPARTMENT SHALL DISTINGUISH AMONG SUBSTANCES DISCHARGED
- 20 DIRECTLY TO SURFACE WATERS, THOSE DISCHARGED INTO LAND DISPOSAL
- 21 SYSTEMS, AND THOSE DISCHARGED INTO GROUNDWATER, BASED ON THEIR
- 22 RELATIVE IMPACTS ON THE QUALITY OF GROUNDWATERS AND SURFACE
- 23 WATERS.
- 24 (4) IN DETERMINING THE AMOUNT OF THE ANNUAL WASTEWATER DIS-
- 25 CHARGE ENVIRONMENTAL FEE THAT IS ASSESSED TO A PERSON UNDER THIS
- 26 SECTION, THE DEPARTMENT SHALL DO ALL OF THE FOLLOWING:

- 1 (A) USE A 5-YEAR ROLLING AVERAGE OF DISCHARGES BY THAT
- 2 PERSON.
- 3 (B) USE A PERFORMANCE-BASED APPROACH THAT INCREASES A
- 4 PERSON'S FEES IN PROPORTION TO INCREASES IN THE NUMBER OF UNITS
- 5 OF POLLUTANTS DISCHARGED BY THE PERSON AS DETERMINED UNDER SUBDI-
- 6 VISION (A) AND DECREASES A PERSON'S FEES IN PROPORTION TO
- 7 DECREASES IN THE NUMBER OF UNITS OF POLLUTANTS DISCHARGED BY THE
- 8 PERSON AS DETERMINED UNDER SUBDIVISION (A).
- 9 (C) NOT USE ANY MULTIPLIER OR SIMILAR MECHANISM THAT WOULD
- 10 INCREASE A PERSON'S FEES IN ORDER TO COMPENSATE FOR DECREASES IN
- 11 OVERALL AMOUNTS OF DISCHARGES.
- 12 (D) NOT USE ANY PROVISION THAT WOULD INCREASE THE FEE PER
- 13 UNIT OF POLLUTANT DISCHARGED IN ORDER TO COMPENSATE FOR DECREASES
- 14 IN OVERALL AMOUNTS OF DISCHARGES.
- 15 Enacting section 1. This amendatory act does not take
- 16 effect unless all of the following bills of the 91st Legislature
- 17 are enacted into law:
- 18 (a) Senate Bill No. \_\_\_\_\_ or House Bill No. 6441 (request
- **19** no. 07372'02).
- 20 (b) Senate Bill No. \_\_\_\_\_ or House Bill No. 6439 (request
- **21** no. 07374'02).
- 22 (c) Senate Bill No. \_\_\_\_\_ or House Bill No. 6438 (request
- 23 no. 07375'02).

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