HOUSE BILL No. 6106

August 4, 2004, Introduced by Reps. Farhat, Moolenaar, Hummel, Nitz and Kooiman 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 3122 (MCL 324.3122), as amended by 2004 PA 90, and by adding part 50.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 3122. (1) Until October 1, 2007, except as provided in
- 2 subsection (4), the department may levy and collect an annual
- 3 groundwater discharge permit fee from facilities that discharge
- 4 wastewater to the ground or groundwater of this state pursuant to
- section 3112. The fee shall be as follows:
 - (a) For a group 1 facility, \$3,650.00.
 - (b) For a group 2 facility or a municipality of 1,000 or
- B fewer residents, \$1,500.00.

HOUSE BILL No. 6106

7

- (c) For a group 3 facility, \$200.00.
- (2) Within 180 days after receipt of a complete application,

- 1 the department shall either grant or deny a permit, unless the
- 2 applicant and the department agree to extend this time period.
- 3 If the department fails to make a decision on an application
- 4 within the time period specified or agreed to under this
- 5 subsection, the applicant shall receive a 15% annual discount on
- 6 an annual groundwater discharge permit fee for a permit issued
- 7 based upon that application. This subsection applies to permit
- 8 applications received beginning October 1, 2005.
- 9 (3) If the person required to pay the annual groundwater
- 10 discharge permit fee under subsection (1) is a municipality, the
- 11 municipality may pass on the annual groundwater discharge permit
- 12 fee to each user of the municipal facility.
- 13 (4) A facility is not subject to an annual groundwater
- 14 discharge permit fee under this section for a discharge from an
- 15 on-site disposal system if the on-site disposal system is in
- 16 compliance with the rules promulgated under section 5002.
- 17 (5) -(4) As used in this section, "group 1 facility",
- 18 "group 2 facility", and "group 3 facility" do not include a
- 19 municipality with a population of 1,000 or fewer residents.
- 20 PART 50 ON-SITE DISPOSAL SYSTEMS
- 21 Sec. 5001. As used in this part:
- 22 (a) "Department" means the department of environmental
- 23 quality.
- 24 (b) "Fund" means the on-site disposal system oversight fund
- 25 created in section 5006.
- 26 (c) "On-site disposal system" or "system" means a natural
- 27 system or mechanical device used to collect, treat, and discharge

- 1 or reclaim wastewater from 1 or more dwelling units or commercial
- 2 units without the use of community-wide sewers or a centralized
- 3 treatment facility.
- 4 Sec. 5002. The department shall promulgate rules that
- 5 do both of the following:
- 6 (a) Establish performance-based standards for the design and
- 7 installation of on-site disposal systems. In promulgating the
- 8 rules under this subdivision, the department shall consider all
- 9 of the following:
- 10 (i) The soil and geologic conditions at the location in which
- 11 the system is to be used.
- 12 (ii) The environmental sensitivity of the location in which
- 13 the system is to be used.
- 14 (iii) The type of system to be used.
- 15 (iv) Requirements for different standards for on-site
- 16 disposal systems based upon the geologic conditions in which the
- 17 system is located or proposed to be located.
- (b) Certification and training of on-site disposal system
- 19 installers and inspectors. The department may charge fees for
- 20 the certification and training programs established in rules
- 21 promulgated under this subdivision. However, the fees shall not
- 22 exceed the cost to the department of providing the training and
- 23 certification.
- 24 Sec. 5003. (1) Beginning 1 year after the effective date of
- 25 this section, the owner of property containing an on-site
- 26 disposal system shall have the system inspected by a certified
- 27 on-site disposal system inspector on an annual basis.

- 1 (2) A certified on-site disposal system inspector who
- 2 conducts an inspection under subsection (1) shall assess an
- 3 additional charge of \$25.00 to cover state and local oversight of
- 4 the on-site disposal system program. Money collected under this
- 5 section shall be forwarded to the department on a quarterly
- 6 basis. Upon receipt of money under this section, the department
- 7 shall forward the money to the state treasurer for deposit into
- 8 the fund.
- 9 (3) A certified on-site disposal system inspector who
- 10 conducts an inspection under subsection (1) shall prepare an
- 11 inspection report and shall submit a copy of the report to the
- 12 property owner and to the county in which the on-site disposal
- 13 system is located. The inspection report shall contain all of
- 14 the following:
- 15 (a) A determination of whether the on-site disposal system is
- 16 in compliance with the rules promulgated under section 5002 or,
- 17 if the system was installed prior to the effective date of the
- 18 rules promulgated under section 5002, whether the system is
- 19 functioning properly.
- 20 (b) A determination of whether the system needs to be pumped
- 21 out.
- (c) For systems installed after the effective date of the
- 23 rules promulgated under section 5002, any actions needed to bring
- 24 the system into compliance with the rules.
- 25 (d) For systems installed prior to the effective date of the
- 26 rules promulgated under section 5002, any actions needed to allow
- 27 the system to function properly.

- 1 (e) A statement describing any actions taken by the certified
- 2 on-site disposal system inspector to repair the system, upgrade
- 3 the system, or pump out the system.
- 4 (4) Beginning 10 years after the effective date of the
- 5 amendatory act that added this section, all on-site disposal
- 6 systems that are not in compliance with the rules promulgated
- 7 under section 5002 shall be upgraded so as to be in compliance.
- 8 Sec. 5004. With grant money provided from the fund, each
- 9 county shall maintain an on-site disposal system oversight and
- 10 inspection program.
- 11 Sec. 5005. (1) The department shall develop educational
- 12 materials to educate owners of property containing on-site
- 13 disposal systems regarding proper maintenance of their systems.
- 14 These educational materials shall include, at a minimum, all of
- 15 the following:
- 16 (a) Information on how the system works and what should and
- 17 should not be introduced into the system.
- 18 (b) Normal intervals for pumping and cleaning the system.
- 19 (c) Schedule and procedures for inspecting the system for
- 20 aboveground and belowground malfunction.
- 21 (d) Likely long-term costs of failing to properly maintain
- 22 the system.
- 23 (2) The department shall provide copies of the educational
- 24 materials developed under subsection (1) to each county. Each
- 25 county shall provide the educational materials to the owners of
- 26 property containing on-site disposal systems located within its
- 27 jurisdiction at least once each year.

- 1 Sec. 5006. (1) The on-site disposal system oversight fund
- 2 is created within the 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.
- 8 (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.
- 10 (4) The department shall expend money from the fund, upon
- 11 appropriation, only for 1 or more of the following purposes:
- 12 (a) To implement the department's responsibilities under this
- 13 part.
- (b) To provide grants to counties to operate on-site disposal
- 15 system oversight and inspection programs.
- 16 Sec. 5007. The department shall submit a report to the
- 17 legislature every other year that includes all of the following:
- 18 (a) A description of how money in the fund has been
- 19 expended, including the amount of money that has been provided in
- 20 grants to counties.
- 21 (b) A description and assessment of the state's on-site
- 22 inspection program.
- 23 (c) An analysis of the effectiveness of this part in
- 24 bringing on-site disposal systems in the state into compliance
- 25 with the rules promulgated under section 5002.
- 26 Sec. 5008. A person who violates this part is responsible
- 27 for a state civil infraction and may be ordered to pay a civil

1 fine of not more than \$250.00.