

HOUSE SUBSTITUTE FOR
SENATE BILL NO. 799

A bill to amend 1994 PA 451, entitled
"Natural resources and environmental protection act,"
by amending section 5301 (MCL 324.5301), as amended by 2002 PA 397.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 5301. As used in this part:

2 (a) "Assistance" means 1 or more of the following activities
3 to the extent authorized by the federal water pollution control
4 act:

5 (i) Provision of loans to municipalities for construction of
6 sewage treatment works projects, stormwater treatment projects, or
7 nonpoint source projects.

8 (ii) Project refinancing assistance.

9 (iii) The guarantee or purchase of insurance for local
10 obligations, if the guarantee or purchase action would improve
11 credit market access or reduce interest rates.

1 (iv) Use of the proceeds of the fund as a source of revenue or
2 security for the payment of principal and interest on revenue or
3 general obligation bonds issued by this state, if the proceeds of
4 the sale of the bonds will be deposited into the fund.

5 (v) Provision of loan guarantees for similar revolving funds
6 established by municipalities.

7 (vi) The use of deposited funds to earn interest on fund
8 accounts.

9 (vii) Provision for reasonable costs of administering and
10 conducting activities under title VI of the federal water pollution
11 control act, ~~chapter 758, 101 Stat. 22, 33 U.S.C.~~ **USC** 1381 to
12 1387.

13 (b) "Authority" means the Michigan municipal bond authority
14 created in the shared credit rating act, 1985 PA 227, MCL 141.1051
15 to 141.1076.

16 (c) "Capitalization grant" means the federal grant made to
17 this state by the United States environmental protection agency for
18 the purpose of establishing a state water pollution control
19 revolving fund, as provided in title VI of the federal water
20 pollution control act, ~~chapter 758, 101 Stat. 22, 33 U.S.C.~~ **USC**
21 1381 to 1387.

22 (d) "Construction activities" means any actions undertaken in
23 the **PLANNING**, designing, or building of sewage treatment works
24 projects, stormwater treatment projects, or nonpoint source
25 projects. Construction activities include, but are not limited to,
26 all of the following:

27 (i) **PROJECT PLANNING SERVICES.**

1 (ii) ~~(i)~~ Engineering services.

2 (iii) ~~(ii)~~ Legal services.

3 (iv) ~~(iii)~~ Financial services.

4 (v) ~~(iv)~~ Design of plans and specifications.

5 (vi) ~~(v)~~ Acquisition of land or structural components, or
6 both.

7 (vii) ~~(vi)~~ Building, erection, alteration, remodeling, or
8 extension of a sewage treatment works.

9 (viii) ~~(vii)~~ Building, erection, alteration, remodeling, or
10 extension of projects designed to control nonpoint source
11 pollution, consistent with section 319 of title III of the federal
12 water pollution control act, ~~chapter 758, 101 Stat. 52, 33~~
13 U.S.C.— **USC** 1329.

14 (ix) ~~(viii)~~ Building, erection, alteration, or remodeling of a
15 stormwater treatment project.

16 (x) ~~(ix)~~ Municipal supervision of the project activities
17 described in subparagraphs (i) to ~~(viii)~~ (ix).

18 (e) "Federal water pollution control act" means ~~chapter 758,~~
19 ~~86 Stat. 816, 33 U.S.C.— USC 1251 to 1252, 1253 to 1254, 1255 to~~
20 ~~1257, 1258 to 1263, 1265 to 1270, 1273 to 1274, 1281, 1282 to 1293,~~
21 ~~1294 to 1301, 1311 to 1313, 1314 to 1326, 1328 to 1330, 1341 to~~
22 ~~1346, 1361 to 1375, 1376 to 1377, and 1381 to 1387.~~

23 (f) "Fund" means the state water pollution control revolving
24 fund ~~created in~~ **ESTABLISHED UNDER** the shared credit rating act,
25 1985 PA 227, MCL 141.1051 to 141.1076, established pursuant to
26 title VI of the federal water pollution control act.

27 (g) "Fundable range" means those projects, taken in descending

1 order on the priority lists, for which sufficient funds are
2 estimated by the department to exist to provide assistance at the
3 beginning of each annual funding cycle.

4 (h) "Municipality" means a city, village, county, township,
5 authority, or other public body, including an intermunicipal agency
6 of 2 or more municipalities, authorized or created under state law;
7 or an Indian tribe that has jurisdiction over construction and
8 operation of sewage treatment works or other projects qualifying
9 under section 319 of title III of the federal water pollution
10 control act, ~~chapter 758, 101 Stat. 52,~~ 33 ~~U.S.C.~~ **USC** 1329.

11 (i) "Nonpoint source project" means construction activities
12 designed to reduce nonpoint source pollution consistent with the
13 state nonpoint source management plan pursuant to section 319 of
14 title III of the federal water pollution control act, ~~chapter 758,~~
15 ~~101 Stat. 52,~~ 33 ~~U.S.C.~~ **USC** 1329.

16 (j) "Priority list" means the annual ranked listing of
17 projects developed by the department in section 5303 or used by the
18 department pursuant to section 5315.

19 (k) "Project" means a sewage treatment works project, a
20 stormwater treatment project, or a nonpoint source project, or a
21 combination of these.

22 (l) "Project refinancing assistance" means buying or
23 refinancing the debt obligations of municipalities within the state
24 if construction activities commenced after March 7, 1985 and the
25 debt obligation was incurred after March 7, 1985.

26 (m) "Sewage treatment works project" means construction
27 activities on any device or system for the treatment, storage,

1 collection, conveyance, recycling, or reclamation of the sewage of
2 a municipality, including combined sewer overflow correction and
3 major rehabilitation of sewers.

4 (n) "Stormwater treatment project" means construction
5 activities of a municipality on any device or system for the
6 treatment, storage, recycling, or reclamation of storm water that
7 is conveyed by a storm sewer that is separate from a sanitary
8 sewer.

9 (o) "Tier I project" means a project for which assistance is
10 sought or provided from funds made directly available from the
11 federal capitalization grant or from the Great Lakes water quality
12 bond fund pursuant to section 19708(1)(a).

13 (p) "Tier II project" means a project for which assistance is
14 sought or provided from funds other than those made directly
15 available from the federal capitalization grant or from the Great
16 Lakes water quality bond fund pursuant to section 19708(1)(a).

17 Enacting section 1. This amendatory act does not take effect
18 unless all of the following bills of the 93rd Legislature are
19 enacted into law:

20 (a) House Bill No. 4572.

21 (b) House Bill No. 4573.

22 (c) House Bill No. 5297.

23 (d) Senate Bill No. 789.

24 (e) Senate Bill No. 790.