SENATE SUBSTITUTE FOR HOUSE BILL NO. 5066

A bill to amend 1994 PA 451, entitled
"Natural resources and environmental protection act,"
by amending sections 32707, 32708, 32708a, and 32709 (MCL
324.32707, 324.32708, 324.32708a, and 324.32709), section 32707 as
amended by 2006 PA 33, section 32708 as amended and section 32708a
as added by 2006 PA 35, and section 32709 as added by 1995 PA 59.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 32707. (1) Except as provided in subsections (2) and (3),
- 2 a person who is required to register under section 32705 or holds a
- 3 permit under section 32723 shall file a report annually with the
- 4 department on a form provided by the department. Reports shall be
- 5 submitted by April 1 of each year. Except as provided in subsection
- 6 (8), reports shall include the following information:

- (a) The amount and rate of water withdrawn on an annual and
 monthly basis.
- 3 (b) The source or sources of the water supply.
- 4 (c) The use or uses of the water withdrawn.
- 5 (d) The amount of consumptive use of water withdrawn.
- 6 (e) If the source of the water withdrawn is groundwater, the
- 7 location of the well or wells in latitude and longitude, with the
- 8 accuracy of the reported location data to within 25 feet.
- 9 (f) If the source of water withdrawn is groundwater, the
- 10 static water level of the aquifer or aquifers, if practicable.
- 11 (q) Other information specified by rule of the department.
- 12 (h) At the discretion of the registrant or permit holder, the
- 13 baseline capacity of the withdrawal and, if applicable, a
- 14 description of the system capacity. If the registrant or permit
- 15 holder chooses to report the baseline capacity under this
- 16 subdivision, that information shall be included in the next report
- 17 submitted by the registrant or permit holder after the effective
- 18 date of the amendatory act that added this subdivision. Information
- 19 reported under this subdivision needs only to be reported to the
- 20 department on 1 occasion.
- 21 (i) At the discretion of the registrant or permit holder, the
- 22 amount of water returned to the source watershed.
- 23 (J) BEGINNING IN 2010, AN ACKNOWLEDGMENT THAT THE REGISTRANT
- 24 HAS REVIEWED APPLICABLE ENVIRONMENTALLY SOUND AND ECONOMICALLY
- 25 FEASIBLE WATER CONSERVATION MEASURES PREPARED UNDER SECTION 32708A.
- 26 (2) If a person reports the information required by this
- 27 section to the department in conjunction with a permit or for any

- 1 other purpose, that reporting, upon approval of the department,
- 2 shall satisfy SATISFIES the reporting requirements of this section.
- 3 (3) The owner of a farm who reports water use under section
- 4 32708 is not required to report under subsection (1).
- 5 (4) The department may, upon request from a person required to
- 6 report under this section, accept a formula or model that provides
- 7 to the department's satisfaction the information required in
- 8 subsection (1).
- 9 (5) The department shall develop forms for reporting under
- 10 this section that minimize paperwork and allow for a notification
- 11 to the department instead of a report if the annual amount of water
- 12 withdrawn by a person required to report under this section is
- 13 within 4% of the amount last reported and the other information
- 14 required in subsection (1) has not changed since the last year in
- 15 which a report was filed.
- 16 (6) Information described in section 32701(c)(i)(C)
- 17 32701(D)(i)(B) that is provided to the department under subsection
- 18 (1)(h) is exempt from disclosure under the freedom of information
- 19 act, 1976 PA 442, MCL 15.231 to 15.246, and shall not be disclosed
- 20 unless the department determines that the withdrawal is causing an
- 21 adverse resource impact.
- 22 (7) Except as otherwise provided in this subsection, a person
- 23 who files an annual report or notification under this section shall
- 24 annually remit a water use reporting fee of \$200.00 to the
- 25 department. Beginning when a water withdrawal assessment tool
- 26 becomes effective upon legislative enactment pursuant to the
- 27 recommendations of the groundwater conservation advisory council

- 1 under section 32803, a person who files an annual report or
- 2 notification under this section shall annually remit a water use
- 3 reporting fee of \$100.00 to the department. Water use reporting
- 4 fees shall be remitted to the department in conjunction with the
- 5 annual report or notification submitted under this section. The
- 6 department shall transmit water use reporting fees collected under
- 7 this section to the state treasurer to be credited to the water use
- 8 protection fund created in section 32714. A water use reporting fee
- 9 is not required for a report or notification related to a farm that
- 10 reports withdrawals under section 32708 or for a report under
- 11 subsection (8).
- 12 (8) A person who withdraws less than 1,500,000 gallons of
- 13 water in any year shall indicate this fact on the reporting form
- 14 and is not required to provide information under subsection (1)(a)
- or (d). A person who withdraws less than 1,500,000 gallons of water
- in any year is not required to pay the water use reporting fee
- 17 under subsection (7).
- 18 Sec. 32708. (1) The owner of a farm that is registered under
- 19 this part who makes a withdrawal for an agricultural purpose,
- 20 including irrigation for an agricultural purpose, may report the
- 21 water use on the farm by annually submitting to the department of
- 22 agriculture a water use conservation plan. Conservation plans shall
- 23 be submitted by April 1 of each year. The water use conservation
- 24 plan shall include, but need not be limited to, all of the
- 25 following information:
- 26 (a) The amount and rate of water withdrawn on an annual and
- 27 monthly basis in either gallons or acre inches.

- 1 (b) The type of crop irrigated, if applicable.
- 2 (c) The acreage of each irrigated crop, if applicable.
- 3 (d) The source or sources of the water supply.
- 4 (e) If the source of the water withdrawn is groundwater, the
- 5 location of the well or wells in latitude and longitude, with the
- 6 accuracy of the reported location data to within 25 feet.
- 7 (f) If the water withdrawn is not used entirely for
- 8 irrigation, the use or uses of the water withdrawn.
- 9 (g) If the source of water withdrawn is groundwater, the
- 10 static water level of the aquifer or aquifers, if practicable.
- 11 (h) Applicable water conservation practices and an
- 12 implementation plan for those practices. BEGINNING IN 2010, THE
- 13 WATER USE CONSERVATION PLAN SHALL INCLUDE AN ACKNOWLEDGMENT THAT
- 14 THE OWNER OF THE FARM HAS REVIEWED APPLICABLE ENVIRONMENTALLY SOUND
- 15 AND ECONOMICALLY FEASIBLE WATER CONSERVATION MEASURES PREPARED
- 16 UNDER SECTION 32708A.
- 17 (i) At the discretion of the registrant, the baseline capacity
- 18 of the withdrawal based upon system capacity and a description of
- 19 the system capacity. If the registrant chooses to report the
- 20 baseline capacity under this subdivision, that information shall be
- 21 included in the next report submitted by the registrant after the
- 22 effective date of the amendatory act that added this subdivision.
- 23 Information reported under this subdivision needs only to be
- 24 reported to the department of agriculture on 1 occasion.
- 25 (2) The department and the department of agriculture in
- 26 consultation with Michigan state university shall validate and use
- 27 a formula or model to estimate the consumptive use of withdrawals

- 1 made for agricultural purposes consistent with the objectives of
- 2 section 32707.
- 3 (3) Subject to subsection (4), information provided to the
- 4 department of agriculture under subsection (1)(a), (d), and (e)
- 5 shall be forwarded to the department for inclusion in the statewide
- 6 groundwater inventory and map prepared under section 32802.
- 7 (4) Information provided under subsection (1)(a), (e), and (i)
- 8 is exempt from disclosure under the freedom of information act,
- 9 1976 PA 442, MCL 15.231 to 15.246, and shall not be disclosed by
- 10 the department, the department of agriculture, or the department of
- 11 natural resources unless the department determines that the
- 12 withdrawal is causing an adverse resource impact.
- 13 Sec. 32708a. (1) Within 12 months after the effective date of
- 14 the amendatory act that added this section, each water user's
- 15 sector shall begin designing guidelines for generally accepted
- 16 water management practices or environmentally sound and
- 17 economically feasible water conservation measures within that
- 18 sector. Within 24 months after the effective date of the amendatory
- 19 act that added this section, the department shall review and report
- 20 to the appropriate standing committees of the legislature on
- 21 whether or not there are reasonably detailed criteria for assisting
- 22 a facility in determining whether water is being used in an
- 23 efficient manner. Such guidelines may be adopted by an established
- 24 statewide professional or trade association representing that
- 25 sector.
- 26 (1) NOT LATER THAN MARCH 31, 2009, THE DEPARTMENT SHALL
- 27 PREPARE, BASED UPON RECOMMENDATIONS FROM REPRESENTATIVE TRADE

- 1 ASSOCIATIONS, A SET OF GENERIC WATER CONSERVATION MEASURES THAT ARE
- 2 APPLICABLE TO ALL PERSONS MAKING LARGE QUANTITY WITHDRAWALS. THE
- 3 DEPARTMENT SHALL POST THESE GENERIC WATER CONSERVATION MEASURES ON
- 4 ITS WEBSITE.
- 5 (2) SUBJECT TO SUBSECTION (3), EACH WATER USER'S SECTOR MAY
- 6 PREPARE AND SUBMIT TO THE DEPARTMENT WATER CONSERVATION MEASURES
- 7 THAT ARE APPLICABLE FOR WATER USERS WITHIN ITS SECTOR. UPON RECEIPT
- 8 OF WATER CONSERVATION MEASURES FROM A WATER USER'S SECTOR, THE
- 9 DEPARTMENT SHALL REVIEW THE WATER CONSERVATION MEASURES, AND, IF
- 10 THE DEPARTMENT DETERMINES THAT THOSE WATER CONSERVATION MEASURES
- 11 ARE APPROPRIATE FOR THAT SECTOR, THE DEPARTMENT SHALL ACCEPT THOSE
- 12 WATER CONSERVATION MEASURES. UPON ACCEPTANCE, THE DEPARTMENT SHALL
- 13 POST THE WATER CONSERVATION MEASURES ON ITS WEBSITE AND THOSE WATER
- 14 CONSERVATION MEASURES SHALL SUPERSEDE THE GENERIC WATER
- 15 CONSERVATION MEASURES PREPARED UNDER SUBSECTION (1) FOR WATER USERS
- 16 WITHIN THAT SECTOR. IF THE DEPARTMENT DETERMINES THAT THE WATER
- 17 CONSERVATION MEASURES ARE NOT APPROPRIATE FOR THE WATER USER'S
- 18 SECTOR, THE DEPARTMENT SHALL PROVIDE COMMENTS TO THE WATER USER'S
- 19 SECTOR AND SUGGESTIONS THAT WOULD RESULT IN THE DEPARTMENT'S
- 20 ACCEPTANCE OF THE WATER CONSERVATION MEASURES. A WATER USER'S
- 21 SECTOR MAY RESUBMIT WATER CONSERVATION MEASURES IN RESPONSE TO THE
- 22 DEPARTMENT'S COMMENTS AND SUGGESTIONS.
- 23 (3) WATER CONSERVATION MEASURES FOR AGRICULTURAL PURPOSES
- 24 SHALL BE DEVELOPED AND APPROVED BY THE COMMISSION OF AGRICULTURE
- 25 AND SHALL BE UPDATED ANNUALLY AS PART OF THE PROCESS FOR REVIEW AND
- 26 UPDATE OF GENERALLY ACCEPTED AGRICULTURAL AND MANAGEMENT PRACTICES
- 27 UNDER THE MICHIGAN RIGHT TO FARM ACT, 1981 PA 93, MCL 286.471 TO

- 1 286.474. WATER CONSERVATION MEASURES APPROVED UNDER THIS SUBSECTION
- 2 SHALL BE POSTED ON THE DEPARTMENT OF AGRICULTURE'S WEBSITE AND
- 3 SHALL BE FORWARDED TO THE DEPARTMENT FOR POSTING ON ITS WEBSITE.
- 4 (4) BY APRIL 1, 2010, THE DEPARTMENT SHALL REPORT TO THE
- 5 STANDING COMMITTEES OF THE LEGISLATURE WITH JURISDICTION PRIMARILY
- 6 RELATED TO NATURAL RESOURCES AND THE ENVIRONMENT ON THE STATUS OF
- 7 THE PREPARATION AND ACCEPTANCE OF WATER USER SECTOR CONSERVATION
- 8 MEASURES.
- 9 (5) IF THE DEPARTMENT RECEIVES A REGISTRATION FOR A ZONE C
- 10 WITHDRAWAL, THE DEPARTMENT SHALL NOTIFY ALL OTHER REGISTRANTS AND
- 11 PERMIT HOLDERS WHOSE WITHDRAWALS ARE FROM THE SAME WATER SOURCE AS
- 12 THE ZONE C WITHDRAWAL OF THE STATUS OF THE WATER SOURCE. UPON
- 13 RECEIPT OF NOTIFICATION UNDER THIS SUBSECTION, EACH OF THESE
- 14 REGISTRANTS AND PERMIT HOLDERS SHALL REVIEW AND CONSIDER
- 15 IMPLEMENTING THE APPLICABLE WATER CONSERVATION MEASURES PREPARED
- 16 UNDER THIS SECTION.
- 17 (6) (2) Compliance with generally accepted water management
- 18 practices or environmentally sound and economically feasible water
- 19 conservation measures does not authorize a water withdrawal that is
- 20 otherwise prohibited by law.
- 21 (7) AS USED IN THIS SECTION:
- 22 (A) "PERMIT HOLDERS" MEANS PERSONS HOLDING A PERMIT UNDER
- 23 SECTION 32723 AND PERSONS HOLDING A PERMIT UNDER THE SAFE DRINKING
- 24 WATER ACT, 1976 PA 399, MCL 325.1001 TO 325.1023.
- 25 (B) "WATER CONSERVATION MEASURES" MEANS ENVIRONMENTALLY SOUND
- 26 AND ECONOMICALLY FEASIBLE WATER CONSERVATION MEASURES.
- 27 Sec. 32709. The department may contract for the preparation

- 1 and distribution of informational materials to persons who withdraw
- 2 water for irrigation or industrial purposes regarding the MEMBERS
- 3 OF THE PUBLIC RELATED TO ANY OF THE FOLLOWING:
- 4 (A) THE purposes, benefits, and requirements of this part. \overline{t}
- 5 and may also provide information
- 6 (B) INFORMATION on complying with the registration program
- 7 REQUIREMENT OF THIS PART and on any general or applicable methods
- 8 for calculating or estimating water withdrawals or consumptive
- 9 uses.
- 10 Enacting section 1. This amendatory act does not take effect
- 11 unless all of the following bills of the 94th Legislature are
- 12 enacted into law:
- 13 (a) Senate Bill No. 212.
- 14 (b) Senate Bill No. 723.
- 15 (c) Senate Bill No. 727.
- 16 (d) Senate Bill No. 858.
- 17 (e) Senate Bill No. 859.
- 18 (f) Senate Bill No. 860.
- 19 (q) House Bill No. 4343.
- 20 (h) House Bill No. 5065.
- 21 (i) House Bill No. 5067.
- 22 (j) House Bill No. 5069.
- (k) House Bill No. 5073.