## **SENATE BILL No. 1205**

March 14, 2002, Introduced by Senators HAMMERSTROM, SIKKEMA, JOHNSON, BULLARD, GARCIA and STILLE and referred to the Committee on Natural Resources and Environmental Affairs.

A bill to amend 1994 PA 451, entitled "Natural resources and environmental protection act," by amending section 5303 (MCL 324.5303), as amended by 2001 PA 221.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 5303. (1) Municipalities shall consider and utilize,
- 2 where possible, cooperative regional or intermunicipal projects
- 3 in satisfying sewerage needs in the development of project
- 4 plans.
  - (2) A municipality may submit a project plan for use by the
- 6 department in developing a priority list.
- 7 (3) The project plan for a tier I project shall include doc-
- 8 umentation that demonstrates that the project is needed to assure
- 9 maintenance of, or to progress toward, compliance with the
- 10 federal water pollution control act or part 31, and to meet the  $06602^{\prime}02$

- 1 minimum requirements of the national environmental policy act of
- 2 1969, Public Law 91-190, 42 U.S.C. 4321, 4331 to 4335, and 4341
- 3 to 4347. The documentation shall demonstrate all of the
- 4 following:
- 5 (a) The need for the project.
- 6 (b) That feasible alternatives to the project were evaluated
- 7 taking into consideration the demographic, topographic, hydro-
- 8 logic, and institutional characteristics of the area.
- 9 (c) That the project is cost effective and implementable
- 10 from a legal, institutional, financial, and management
- 11 standpoint.
- 12 (d) Other information as required by the department.
- 13 (4) The project plan for a tier II project shall include
- 14 documentation that demonstrates that the project is or was needed
- 15 to assure maintenance of or progress towards compliance with the
- 16 federal water pollution control act or part 31, and is consistent
- 17 with all applicable state environmental laws. The documentation
- 18 shall include all of the following information:
- 19 (a) Information to demonstrate the need for the project.
- 20 (b) A showing that the cost of the project is or was justi-
- 21 fied, taking into account available alternatives. Those costs
- 22 determined by the department to be in excess of those costs jus-
- 23 tified will not be eligible for assistance under this part.
- 24 (5) After notice and an opportunity for public comment, the
- 25 department shall annually develop a priority list for sewage
- 26 treatment works projects and stormwater treatment projects and a
- 27 separate priority list for nonpoint source projects. Projects

- 1 not funded during the time that a priority list developed under
- 2 this section is in effect shall be automatically prioritized on
- 3 the next annual list using the same criteria, unless the munici-
- 4 pality submits an amendment to its plan that introduces new
- 5 information to be used as the basis for prioritization. These
- 6 priority lists shall be based upon project plans submitted by
- 7 municipalities, and the following criteria:
- 8 (a) That a project complies with all applicable standards in
- 9 part 31 and the federal water pollution control act.
- 10 (b) An application for a segment of a project that received
- 11 funds under the title II construction grant program or title VI
- 12 state revolving loan funds of the federal water pollution control
- 13 act shall be first priority for funding for a period of not more
- 14 than 3 years after funds were first committed under those
- 15 programs.
- 16 (c) If the project is a sewage treatment works project or a
- 17 stormwater treatment project, all of the following criteria:
- 18 (i) The severity of the water pollution problem to be
- 19 addressed, maximizing progress towards restoring beneficial uses
- 20 and meeting water quality standards.
- 21 (ii) A determination of whether a WHETHER THE project is
- 22 or was necessary to comply with an order, permit, or other docu-
- 23 ment with an enforceable schedule for addressing a municipality's
- 24 sewage-related water pollution problems that was issued by the
- 25 department or entered as part of an action brought by the state
- 26 against the municipality or any component of the municipality. A
- 27 municipality may voluntarily agree to an order, permit, or other

- 1 document with an enforceable schedule as described in this
- 2 subparagraph.
- 3 (iii) The population to be served by the project.
- 4 (iv) The dilution ratio existing between the discharge
- 5 volume and the receiving stream.
- 6 (v) WHETHER THE PROJECT WILL SERVE THE NEEDS OF MORE THAN 1
- 7 MUNICIPALITY OR WILL PROVIDE FOR THE COORDINATION OF SEWAGE OR
- 8 STORMWATER SYSTEM INFRASTRUCTURE AMONG 2 OR MORE MUNICIPALITIES
- 9 IN THE SAME WATERSHED.
- 10 (vi) WHETHER THE MUNICIPALITY HAS SUBMITTED, AS PART OF ITS
- 11 PROJECT PLAN, A GROWTH MANAGEMENT PLAN FOR THE SEWAGE OR STORM-
- 12 WATER SYSTEM AFFECTED BY THE PROJECT. A GROWTH MANAGEMENT PLAN
- 13 FOR A SEWAGE OR STORMWATER SYSTEM SHALL PROJECT AND PLAN FOR THE
- 14 CAPACITY NEEDS OF THE SYSTEM OVER A 20-YEAR PERIOD. A GROWTH
- 15 MANAGEMENT PLAN SHALL BE UPDATED EVERY 5 YEARS.
- 16 (d) Rankings for nonpoint source projects shall be consis-
- 17 tent with the state nonpoint source management plan developed
- 18 pursuant to section 319 of title III of the federal water pollu-
- 19 tion control act, chapter 758, 101 Stat. 52, 33 U.S.C. 1329.
- (e) Any other criteria established by the department by
- 21 rule.
- 22 (6) The priority list shall be submitted annually to the
- 23 chair of the senate and house of representatives standing commit-
- 24 tees that primarily consider legislation pertaining to the pro-
- 25 tection of natural resources and the environment.
- **26** (7) For purposes of providing assistance, the priority list
- 27 shall take effect on the first day of each fiscal year.

- 1 (8) This section does not limit other actions undertaken to
- 2 enforce part 31, the federal water pollution control act, or any
- 3 other act.

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