## SUBSTITUTE FOR SENATE BILL NO. 498

A bill to amend 1994 PA 451, entitled "Natural resources and environmental protection act," by amending section 20129a (MCL 324.20129a), as amended by 2004 PA 114.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 20129a. (1) A person may petition the department within 6
- 2 months after completion of a baseline environmental assessment for
- 3 a determination that that person meets the requirements for an
- 4 exemption from liability under section 20126(1)(c) and, in
- 5 conjunction with that exemption, a determination that the proposed
- 6 use of the facility satisfies the person's obligations under
- 7 section 20107a. This request may be made by a prospective purchaser
- 8 or transferee prior to actual transfer of ownership or other

- 1 interest to that person or by a lender prior to foreclosure. The
- 2 request shall be submitted on a form provided by the department
- 3 along with the fee provided in subsection (4). The person
- 4 petitioning the department under this subsection shall attach the
- 5 TO THE PETITION ALL OF THE FOLLOWING:
- 6 (a) The baseline environmental assessment. —, a
- 7 (B) A detailed description of the proposed use of the
- 8 facility. —, a
- 9 (C) A plan for any response activities that are necessary to
- 10 assure that the proposed use of the facility satisfies the
- 11 requirements of section 20107a if a determination regarding
- 12 compliance with that section is requested. -, and the
- 13 (D) THE qualifications of the environmental professionals who
- 14 have made the recommendations.
- 15 (2) Within 15 business days after receipt of a petition under
- 16 subsection (1), the department shall issue a written determination
- 17 to the person submitting the petition that does either of the
- 18 following:
- 19 (a) Affirms that the criteria for obtaining the exemption have
- 20 been met and affirms that the proposed use of the facility would
- 21 satisfy the person's obligations under section 20107a -provided
- 22 that IF the person complies with the plan for the proposed use of
- 23 the facility submitted under subsection (1).
- 24 (b) Provides that the criteria for obtaining the exemption
- 25 have not been met or that the proposed use of the facility does
- 26 not satisfy the person's obligation under section 20107a, the
- 27 specific reasons for the denial, and how the applicant could meet

- 1 the criteria and satisfy the person's obligations under section
- **2** 20107a, if possible.
- 3 (3) A determination by the department under this section may
- 4 be conditioned on completion of response activities described in
- 5 the petition.
- 6 (4) Until June 5, -2005 2007, a petition submitted under
- 7 subsection (1) shall be accompanied by a fee of \$750.00. The
- 8 department shall deposit all fees collected under this section into
- 9 the fund. The department shall annually submit a report to the
- 10 legislature that details all of the following:
- 11 (a) The number of petitions received pursuant to this section.
- 12 (b) The average length of time which the department has taken
- 13 to issue written determinations pursuant to this section.
- 14 (c) The number of times in which written determinations were
- 15 not issued within the required time period.
- 16 (d) The approximate amount of department staff time necessary
- 17 to issue a written determination under this section.
- 18 (5) A person who is provided an affirmative determination
- 19 under this section is not liable for a claim for response activity
- 20 costs, fines or penalties, natural resources damages, or equitable
- 21 relief under part 17, part 31, or common law resulting from the
- 22 contamination identified in the petition or from contamination
- 23 existing on the property on the date in which ownership or control
- 24 of the property was transferred to the person. The liability
- 25 protection afforded in this subsection does not extend to a
- 26 violation of any permit issued under state law. This subsection
- 27 does not alter a person's liability for a violation of section

- 1 20107a for a use or activity of property that is inconsistent with
- 2 the determination.