## **HOUSE BILL 508**

M3, L6 3lr0303

By: Delegates Carr, Hucker, Niemann, and Reznik

Introduced and read first time: January 30, 2013

Assigned to: Environmental Matters

Committee Report: Favorable with amendments House action: Adopted with floor amendments

Read second time: March 17, 2013

CHAPTER
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1 AN ACT concerning

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## Environment - Local Stormwater Management Charges - State Property

FOR the purpose of providing a certain exception to an exemption from certain taxes, user charges, and utility fees relating to stormwater management for property owned by the State or a unit of State government; providing, with certain exceptions and under certain conditions, that property owned by the State or a unit of State government is subject to a certain stormwater management charge imposed by the governing body of the county or municipality within which the property is located; prohibiting, with a certain exception, a certain permitted iurisdiction from imposing a certain charge on a property that is located wholly within another permitted jurisdiction; providing for a certain allocation of charges when a property is located in more than one permitted jurisdiction: providing an exception to an exemption from the application of a certain provision of law relating to stormwater management charges for State construction activities; defining a certain term; providing an exemption from a certain stormwater remediation fee for property specifically covered by a certain permit held by the State or a unit of State government unless being charged a fee is mutually agreed on by the State or unit of State government and the county or municipality charging the fee; specifying that the systems, facilities, services, or activities that a county or municipality must account for in establishing policies and procedures to reduce a certain stormwater remediation fee include stormwater treatment or reduction that is required to meet total maximum daily load requirements under a certain permit; making stylistic changes; repealing obsolete language; providing for a delayed effective date; and generally relating to stormwater management charges.

## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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1	BY repealing and reenacting, with amendments,						
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3	Section 24-406						
4	Annotated Code of Maryland						
5	(2011 Replacement Volume and 2012 Supplement)						
6	BY repealing and reenacting, with amendments,						
7	Article – Environment						
8	Section 4-204 and 4-205 4-202.1(e) and (f)(1)						
9	Annotated Code of Maryland						
10	(2007 Replacement Volume and 2012 Supplement)						
11	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF						
12	MARYLAND, That the Laws of Maryland read as follows:						
13	Article 24 - Political Subdivisions - Miscellaneous Provisions						
14	<del>24–406.</del>						
15	(a) [Property] EXCEPT AS PROVIDED UNDER \$ 4-204 OF THE						
16	ENVIRONMENT ARTICLE, PROPERTY owned by the State or a unit of State						
17	government, a county, a municipality, or a regularly organized volunteer fire						
18	department that is used for public purposes shall be exempt from the taxes, user						
19	charges, and utility fees imposed under this subtitle.						
20	(b) Property that is not within a stormwater management district or is not						
21	otherwise provided direct or indirect stormwater management services in a						
22	stormwater management district may not have a tax imposed by the county until the						
23	county acquires, extends, or begins to provide stormwater management services,						
24	facilities, or programs to the property.						
25	Article - Environment						
26	<del>4–204.</del>						
27	(a) (1) [After July 1, 1984, unless] UNLESS exempted, a person may not						
28	develop any land for residential, commercial, industrial, or institutional use without						
29	submitting a stormwater management plan to the county or municipality that has						
30	jurisdiction, and obtaining approval of the plan from the county or municipality.						
31	(2) A grading or building permit may not be issued for a property						
32	unless a stormwater management plan has been approved that is consistent with thi						
33	<del>subtitle.</del>						
34	(b) The developer shall certify that all land clearing, construction,						

development, and drainage will be done according to the plan.

1	<del>(e)</del> Each	<del>-county (</del>	or municipality may provide by ordinance for the review and			
2	approval of storm	<del>water ma</del>	anagement plans by the local soil conservation district.			
3	<del>(d)</del> <del>(1)</del>	<del>Each c</del>	governing body of a county or municipality may adopt a			
4	` ' ' ' '		the implementation of stormwater management programs,			
5	including the follo		the implementation of Stormwater management programs,			
6		<del>(i)</del> ]	Reviewing stormwater management plans;			
		( )	8			
7		<del>(ii)</del> ]	Inspection and enforcement activities;			
8		<del>(iii)</del> I	Watershed planning;			
9		<del>(iv)</del> ]	Planning, design, land acquisition, and construction of			
10	<del>stormwater mana</del>	<del>gement s</del>	<del>systems and structures;</del>			
11		<del>(v)</del> ]	Retrofitting developed areas for pollution control;			
12		<del>(vi)</del> <sup>1</sup>	Water quality monitoring and water quality programs;			
13		<del>(vii)</del> (	Operation and maintenance of facilities; and			
14		<del>(viii)</del> ]	Program development of these activities.			
15	<del>(2)</del>	The el	harges shall take effect upon enactment by the local			
16	governing body.					
17	<del>(3)</del>	Excei	PT AS PROVIDED IN PARAGRAPHS (4) AND (5) OF THIS			
18	SUBSECTION, PROPERTY OWNED BY THE STATE OR A UNIT OF STATE					
19			<del>ET TO A CHARGE THAT IS ADOPTED BY THE GOVERNING</del>			
20	BODY OF THE COUNTY OR MUNICIPALITY WITHIN WHICH THE PROPERTY IS					
21	LOCATED UNDER PARAGRAPH (1) OF THIS SUBSECTION IF:					
22		<del>(I)</del>	THE CHARGE IS PROPORTIONATE TO THE SHARE OF			
23	STORMWATER N	` '	MENT SERVICES RELATED TO THE PROPERTY AND			
24	PROVIDED BY THE COUNTY OR MUNICIPALITY; AND					
25		<del>(II)</del>	THE COUNTY OR MUNICIPALITY HAS ESTABLISHED A			
26	SYSTEM OF CRE	` /	R EXEMPTIONS TO ADJUST THE CHARGE TO ACCOUNT			
27			AND THE LEVEL OF TREATMENT PROVIDED BY,			
28		•	MENT FACILITIES THAT ARE FUNDED AND MAINTAINED			
29	BY A PROPERTY					
30	<del>(4)</del>	THE R	EQUIREMENT SET FORTH IN PARAGRAPH (3) OF THIS			

SUBSECTION DOES NOT APPLY TO PROPERTY OWNED BY:

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1	(I) THE UNIVERSITY SYSTEM OF MARYLAND; OR
2	(II) THE DEPARTMENT OF TRANSPORTATION, INCLUDING
3	ROADS.
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4	(5) (I) IN THIS PARAGRAPH, "PERMITTED JURISDICTION"
5	MEANS A COUNTY OR MUNICIPALITY THAT HOLDS A MUNICIPAL SEPARATE
6	STORM SEWER SYSTEM PERMIT.
_	(T) A DEDICTION TUDICATION 1517 NOT 1150CF 1
7	(II) A PERMITTED JURISDICTION MAY NOT IMPOSE A
8	CHARGE UNDER THIS SUBSECTION ON A PROPERTY THAT IS LOCATED WHOLLY
9	WITHIN ANOTHER PERMITTED JURISDICTION UNLESS THE PERMITTED
10	JURISDICTION IMPOSING THE CHARGE ACTUALLY PROVIDES STORMWATER
11	SERVICES TO THE PROPERTY.
12	(III) WHEN A PROPERTY IS LOCATED IN MORE THAN ONE
13	PERMITTED JURISDICTION, UNLESS THE AFFECTED PERMITTED JURISDICTIONS
14	AGREE ON A DIFFERENT METHOD OF ALLOCATION, EACH PERMITTED
15	JURISDICTION MAY COLLECT A CHARGE THAT IS BASED ONLY ON THE AMOUNT
16	OF IMPERVIOUS SURFACE ON THE PORTION OF THE PROPERTY LOCATED
17	WITHIN THE PERMITTED JURISDICTION.
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18	(3) (6) The charges may be collected in the same manner as county
19	and municipal property taxes, have the same priority, and bear the same interest and
20	<del>penalties.</del>
01	4 90
21	<del>4-205.</del>
22	(a) [The] Except as provided in § 4-204(d) of this subtitle, the
$\frac{-}{23}$	provisions of § 4–204 of this subtitle do not apply to the construction activities of State
24	o <del>r federal agencies.</del>
25	(b) [After July 1, 1984, a] A-State or federal agency may not undertake any
26	land clearing, soil movement, or construction activity involving soil movement unless
27	the agency has submitted and obtained approval of a stormwater management plan
28	from the Department.
29	(c) (1) On the request of a county or municipality, the Department of the
30	Environment shall require that a State or federal agency submit a stormwater
31	management plan to the requesting jurisdiction for review and comment, which review
32	and comment shall be completed, returned, and received by the State or federal agency
33	and commone shall be completed, retained, and received by the beate of rederal agency

1 2 3 4	(2) The Department shall require that the State or federal agency include the local jurisdictions' comments that are received within the time period required under paragraph (1) of this subsection as part of its stormwater management plan which is submitted for approval to the Department.
5	<u> Article – Environment</u>
6	4–202.1.
7 8 9 10	(e) (1) Except as provided in [paragraph] PARAGRAPHS (2) AND (3) of this subsection and subsection (f) of this section, a county or municipality shall establish and annually collect a stormwater remediation fee from owners of property located within the county or municipality in accordance with this section.
11 12 13 14	(2) Property owned by [the State, a unit of State government,] a county, a municipality, or a regularly organized volunteer fire department that is used for public purposes may not be charged a stormwater remediation fee under this section.
15 16 17 18 19 20 21	POLLUTANT DISCHARGE ELIMINATION SYSTEM MUNICIPAL SEPARATE STORM SEWER SYSTEM PERMIT OR INDUSTRIAL STORMWATER PERMIT HELD BY THE STATE OR A UNIT OF STATE GOVERNMENT MAY NOT BE CHARGED A STORMWATER REMEDIATION FEE UNDER THIS SECTION UNLESS BEING CHARGED A FEE IS MUTUALLY AGREED ON BY THE STATE OR UNIT OF STATE GOVERNMENT AND THE COUNTY OR MUNICIPALITY.
22 23 24 25	[(3)] (4) (i) A county or municipality shall set a stormwater remediation fee for property in an amount that is based on the share of stormwater management services related to the property and provided by the county or municipality.
26 27	(ii) A county or municipality may set a stormwater remediation fee under this paragraph based on:
28	1. A flat rate;
29 30	2. An amount that is graduated, based on the amount of impervious surface on each property; or
31 32	3. Another method of calculation selected by the county or municipality.
33 34 35	[(4)] (5) A stormwater remediation fee established under this section is separate from any charges that a county or municipality establishes related to stormwater management for new developments under § 4–204 of this subtitle,

$\frac{1}{2}$	including fees for permitting, review of stormwater management plans, inspections, or monitoring.
3 4 5 6 7 8 9	(f) A county or municipality shall establish policies and procedures approved by the Department, to reduce any portion of a stormwater remediation fee established under subsection (e) of this section to account for on—site and off—site systems, facilities, services, or activities that reduce the quantity or improve the quality of stormwater discharged from the property, INCLUDING STORMWATER TREATMENT OR REDUCTION THAT IS REQUIRED TO MEET THE TOTAL MAXIMUM DAILY LOAD REQUIREMENTS UNDER A NATIONAL POLLUTANT DISCHARGE ELIMINATION SYSTEM INDUSTRIAL STORMWATER PERMIT.
$\frac{1}{2}$	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2013 July 1, 2014.
	Approved:
	Governor.
	Speaker of the House of Delegates.

President of the Senate.