# **Department of Legislative Services**

Maryland General Assembly 2019 Session

## FISCAL AND POLICY NOTE Third Reader - Revised

(Delegate Hill, et al.)

House Bill 417

**Environment and Transportation** 

Education, Health, and Environmental Affairs

## Water Pollution Control – Notification of Sewer Overflows and Treatment Plant Bypasses – Alteration

This bill establishes requirements regarding the content of the public notice procedures developed by the Maryland Department of the Environment (MDE), in cooperation with the Maryland Department of Health (MDH), local health departments (LHDs), and local environmental health directors, related to sewer overflows and treatment plant bypasses. The bill also repeals the current law requirement for the owner or operator of any sanitary sewer system, combined sewer system, or wastewater treatment plant (WWTP) to report sewer overflows or treatment plan bypass events to MDE via *telephone*.

## **Fiscal Summary**

**State Effect:** General fund expenditures increase by \$20,900 in FY 2020 and by \$10,100 in FY 2021. Revenues are not affected.

(in dollars)	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024
Revenues	\$0	\$0	\$0	\$0	\$0
GF Expenditure	20,900	10,100	0	0	0
Net Effect	(\$20,900)	(\$10,100)	\$0	\$0	\$0

Note:() = decrease; GF = general funds; FF = federal funds; SF = special funds; - = indeterminate increase; (-) = indeterminate decrease

Local Effect: Minimal increase in expenditures for some LHDs to meet the bill's notice requirements. Local revenues are not affected. This bill may impose a mandate on a unit of local government.

Small Business Effect: None.

# Analysis

**Bill Summary:** MDE, in coordination with MDH, LHDs, and local environmental health directors, must develop procedures for requiring the owner or operator of any sanitary sewer system, combined sewer system, or WWTP to provide public notification of a *sewer* overflow *or treatment plant bypass*. These procedures must require that the notification:

- be posted on the MDE, MDH, and LHD websites;
- be posted at the location of the overflow or bypass in Spanish and English;
- be posted on any social media websites on which an LHD regularly posts information; and
- be provided within a reasonable time to the appropriate downstream jurisdictions and county governments, affected State parks, the Department of Natural Resources, and any other affected local, State, or federal land manager.

**Current Law:** MDE, in coordination with MDH, LHDs, and local environmental health directors must develop procedures for requiring the owner or operator of any sanitary sewer system, combined sewer system, or WWTP to provide public notification of a sewage overflow. MDE is responsible for promulgating implementing regulations. MDH and LHDs must make all decisions and determinations as to public health issues resulting from sewer overflows or treatment bypasses, not the owner or operator of the system or plant.

The owner or operator of any sanitary sewer system, combined sewer system, or WWTP must report to MDE any sewer overflow or treatment bypass that results in the direct or potential discharge of raw or diluted sewage into the surface waters or groundwaters of the State. This report must be made by telephone as soon as practicable but no later than 24 hours after the time that the owner or operator became aware of the event. Within five calendar days after notification of the event by telephone, the owner or operator must submit a written report of the incident to MDE.

**Background:** MDE advises that between October 1, 2018, and January 31, 2019, there were 342 reports of incidents of sewer overflows or treatment bypasses (an average of 21 per week). According to MDE, the department currently maintains an electronic database on its website that provides sanitary sewer overflow, bypass, and combined sewer overflow data to the public. The data included in the electronic database is based on the required telephone reports of overflows and follow-up written reports submitted to MDE. The data includes, but is not limited to, type of overflow, date of the incident, location, receiving water body, and volume discharged. The data is maintained in an Excel spreadsheet that is manually updated prior to submitting to MDE's website coordinator to upload to the online database.

MDE also advises that on October 22, 2015, the U.S. Environmental Protection Agency (EPA) published the final National Pollutant Discharge Elimination System (NPDES) Electronic Reporting Rule. The regulation requires electronic reporting and sharing of Clean Water Act NPDES program information instead of the current paper-based reporting. The rule requires states and other regulatory authorities to share data electronically with EPA. Shared data includes permit, compliance monitoring (*e.g.*, inspection), violation determination, and enforcement action data. The reporting rule includes two phases for the purposes of implementation: Phase I and Phase II. The implementation deadline for Phase II data, which includes sewer overflow and bypass event reports, is December 2020. MDE advises that in response to this requirement, it is developing a web-based online platform, into which an owner or operator will be able to directly enter an overflow or treatment bypass. MDE advises that full deployment of this web-based system is anticipated to be completed prior to December 21, 2020.

## **State Expenditures:**

## Maryland Department of the Environment Administrative Costs

MDE general fund expenditures increase by \$20,949 in fiscal 2020, which accounts for the bill's October 1, 2019 effective date. This estimate reflects the cost of hiring one part-time (50%) contractual administrative officer to collect notices and post them to MDE's website and keep the information current. It includes a salary, fringe benefits, one-time start-up costs, and ongoing operating expenses. The information and assumptions used in calculating the estimate are stated below:

- an average of 21 reports of sewer overflows and bypass events are reported to MDE each week;
- the bill's notice requirements are intended to ensure that sewer overflow and bypass events are reported to the public in a more timely manner, and MDE's current policy of posting online notices in response to follow-up reports (written reports received five days after an incident is reported) is insufficient; and
- once MDE's new web-based reporting system is online (which is anticipated to be available by December 2020) existing staff can fulfill the bill's requirements.

Contractual Position	0.5
Salary and Fringe Benefits	\$15,824
Operating Expenses	<u>5,125</u>
Total FY 2020 State Expenditures	\$20,949

Future year expenditures reflect termination of the contractual employee on January 1, 2021, once MDE's new web-based reporting platform is operational.

This estimate does not include any health insurance costs that could be incurred for specified contractual employees under the State's implementation of the federal Patient Protection and Affordable Care Act.

#### Maryland Department of Health Administrative Costs

MDH's Prevention and Health Promotion Administration (PHPA) indicates that the bill's impact on the administration is primarily operational. PHPA can implement the bill's notice requirements with existing budgeted staff and resources.

**Local Expenditures:** The Maryland Association of Counties advises that the bill could create additional administrative duties and costs for LHDs. However, the Maryland Association of County Health Officers advises that many LHDs are already posting the information required under the bill. For those that are not, expenditures increase, likely minimally. For example, Montgomery County advises that the bill may result in minor costs to implement the notification requirements. Anne Arundel County indicates that the county already provides most of the notice required under the bill but that the county does not provide notices in Spanish. Thus, the county anticipates a minimal increase in expenditures to translate notices.

# **Additional Information**

#### Prior Introductions: None.

Cross File: None.

**Information Source(s):** Anne Arundel, Kent, and Montgomery counties; Maryland Association of Counties; Maryland Association of County Health Officers; City of Laurel; Maryland Municipal League; Maryland Department of the Environment; Maryland Department of Health; Department of Natural Resources; Maryland Department of Transportation; Department of Legislative Services

Fiscal Note History:	First Reader - February 18, 2019	
mm/jc	Third Reader - March 21, 2019	
	Revised - Amendment(s) - March 21, 2019	
	Revised - Clarification - March 21, 2019	

Analysis by: Kathleen P. Kennedy

Direct Inquiries to: (410) 946-5510 (301) 970-5510

HB 417/ Page 4