HOUSE BILL 25

M35lr0294 **CF SB 265** (PRE-FILED) Chair, Environment and Transportation Committee (By Request -Departmental - Environment) Requested: October 6, 2024 Introduced and read first time: January 8, 2025 Assigned to: Environment and Transportation Committee Report: Favorable with amendments House action: Adopted Read second time: February 11, 2025 CHAPTER AN ACT concerning Environment - Reservoir Augmentation Permit - Establishment FOR the purpose of establishing the Reservoir Augmentation Program in the Department of the Environment; requiring a person to obtain a permit from the Department to perform reservoir augmentation; providing for the issuance, modification, renewal, denial, or revocation of a reservoir augmentation permit under the Program; requiring certain revenues to be used for the operation and oversight of the Program; and generally relating to the establishment of the Reservoir Augmentation Program. BY repealing and reenacting, with amendments, Article – Environment Section 1-601(a)Annotated Code of Maryland (2013 Replacement Volume and 2024 Supplement) BY repealing and reenacting, with amendments, Article – Environment Section 9–301, 9–303.2(o), and 9–320(b) Annotated Code of Maryland (2014 Replacement Volume and 2024 Supplement) BY repealing and reenacting, without amendments, Article – Environment

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

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



1 2 3	Section 9–303.2(b) and 9–320(a) Annotated Code of Maryland (2014 Replacement Volume and 2024 Supplement)
4 5 6 7 8	BY adding to Article – Environment Section 9–303.4 Annotated Code of Maryland (2014 Replacement Volume and 2024 Supplement)
9 10 11 12	BY repealing and reenacting, without amendments, Article - Environment Section 9-320(a) Annotated Code of Maryland (2014 Replacement Volume and 2024 Supplement)
14 15 16	BY repealing and reenacting, with amendments, Chapter 122 of the Acts of the General Assembly of 2023 Section 3
17 18 19	BY repealing and reenacting, with amendments, Chapter 123 of the Acts of the General Assembly of 2023 Section 3
20 21	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
22	Article – Environment
23	1–601.
24 25	(a) Permits issued by the Department under the following sections shall be issued in accordance with this subtitle:
26	(1) Air quality control permits to construct subject to § 2–404 of this article;
27 28	(2) Permits to install, materially alter, or materially extend landfill systems, incinerators for public use, or rubble landfills subject to § 9–209 of this article;
29 30	(3) Permits to discharge pollutants to waters of the State issued pursuant to \S 9–323 of this article;
31 32 33	(4) Permits to install, materially alter, or materially extend a structure used for storage or distribution of any type of sewage sludge issued, renewed, or amended pursuant to § 9–234.1 or § 9–238 of this article;

1 Permits to own, operate, establish, or maintain a controlled hazardous 2 substance facility issued pursuant to § 7–232 of this article; 3 Permits to own, operate, or maintain a hazardous material facility issued pursuant to § 7–103 of this article; 4 5 Permits to own, operate, establish, or maintain a low-level nuclear 6 waste facility issued pursuant to § 7–233 of this article; [and] 7 (8)Potable reuse permits issued in accordance with § 9–303.2 of this 8 article; AND 9 **(9) PERMITS FOR AUGMENTATION** RESERVOIR **ISSUED** IN 10 ACCORDANCE WITH § 9–303.4 OF THIS ARTICLE. 11 9 - 301.12 (a) In this subtitle the following words have the meanings indicated. "Board" means the Water Science Advisory Board. 13 (b) 14 "CAFO" means a concentrated animal feeding operation, as defined in 15 Department regulations. 16 (d) "Discharge permit" means a permit issued by the Department for the 17 discharge of any pollutant or combination of pollutants into the waters of this State. **(E)** "DRINKING WATER TREATMENT FACILITY" MEANS A FACILITY THAT IS 18 19 USED TO TREAT WATER IN A PUBLIC WATER SYSTEM. 20 [(e)] **(F)** "Person" includes the federal government, this State, any county, 21municipal corporation, or other political subdivision of this State, or any of their units. "PUBLIC WATER SYSTEM" HAS THE MEANING STATED IN § 9-401 OF THIS 22 (G) 23TITLE. 24[(f)] **(H)** "Reclaimed water" means sewage that: 25(1) Has been treated to a high quality suitable for various reuses; and 26 Has a concentration of less than: (2) 27 3 fecal coliform colonies per 100 milliliters; (i) 28 (ii) 10 milligrams per liter of 5-day biological oxygen demand; and

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THE PILOT PROGRAM.

1 10 milligrams per liter of total suspended solids. (iii) 2 "RESERVOIR AUGMENTATION" MEANS THE PLANNED PLACEMENT OF 3 RECLAIMED WATER INTO A SURFACE WATER RESERVOIR USED AS A SOURCE FOR A DRINKING WATER TREATMENT FACILITY. 4 "RESERVOIR AUGMENTATION PERMIT" MEANS A PERMIT ISSUED BY 5 6 THE DEPARTMENT FOR RESERVOIR AUGMENTATION. 7 "Sewage" means any human or animal excretion, domestic waste, or [(g)] **(K)** 8 industrial waste. 9 [(h)] **(L)** "Sewerage system" means: (1) 10 The channels used or intended to be used to collect and dispose (i) 11 of sewage; and 12 (ii) Any structure and appurtenance used or intended to be used to 13 collect or prepare sewage for discharge into the waters of this State. "Sewerage system" includes any sewer of any size. 14 (2)15 "Sewerage system" does not include the plumbing system inside any (3)16 building served by the sewerage system. 17 9-303.2. There is an Indirect Potable Reuse Pilot Program in the Department. 18 (b) On or before December 31, 2024, the Department shall report to the 19 (o) **(1)** Governor and, in accordance with § 2–1257 of the State Government Article, the General 20 Assembly on: 2122The status of the Pilot Program; [(1)] (I) 23Whether the Pilot Program should be extended or made [(2)] (II) 24permanent; and 25 [(3)] (III) Any statutory or regulatory changes that the Department 26recommends to permanently authorize the regulated use of reclaimed water as a source for drinking water treatment facilities, if appropriate. 27 ON OR BEFORE DECEMBER 31, 2029, THE DEPARTMENT SHALL 28 **(2)**

REPORT TO THE GOVERNOR AND, IN ACCORDANCE WITH § 2–1257 OF THE STATE

GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY ON THE IMPLEMENTATION OF

- 1 **9–303.4**.
- 2 (A) THERE IS A RESERVOIR AUGMENTATION PROGRAM IN THE 3 DEPARTMENT.
- 4 (B) EXCEPT AS PROVIDED IN THIS SECTION, A PERSON MAY NOT PERFORM 5 RESERVOIR AUGMENTATION.
- 6 (C) SUBJECT TO THE PROVISIONS OF THIS SECTION, THE DEPARTMENT 7 MAY ISSUE, MODIFY, OR RENEW A RESERVOIR AUGMENTATION PERMIT IF THE 8 DEPARTMENT FINDS THAT:
- 9 (1) THE TREATMENT PROCESS WILL MEET OR SURPASS STANDARDS 10 ESTABLISHED BY THE DEPARTMENT BEFORE WATER ENTERS THE RESERVOIR;
- 11 (2) THE TREATMENT PROCESS WILL MEET OR SURPASS STANDARDS 12 ESTABLISHED BY THE DEPARTMENT BEFORE WATER ENTERS THE DISTRIBUTION 13 SYSTEM; AND
- 14 (3) THE APPLICANT AGREES TO PROVIDE THE DEPARTMENT THE
 15 RIGHT OF ENTRY ON THE PERMIT SITE AT ANY REASONABLE TIME TO INSPECT OR
 16 INVESTIGATE FOR A VIOLATION OR POTENTIAL VIOLATION OF THE RESERVOIR
 17 AUGMENTATION PERMIT.
- 18 **(D)** THE DEPARTMENT MAY INCLUDE IN A RESERVOIR AUGMENTATION PERMIT ANY TERM, CONDITION, OR REQUIREMENT THAT THE DEPARTMENT DEEMS APPROPRIATE TO PROTECT PUBLIC HEALTH OR THE ENVIRONMENT.
- 21 (E) THE PROVISIONS OF TITLE 1, SUBTITLE 6 OF THIS ARTICLE SHALL 22 GOVERN THE ISSUANCE OF POTABLE REUSE RESERVOIR AUGMENTATION PERMITS.
- 23 (F) (1) A PERSON SHALL OBTAIN, ON WRITTEN APPLICATION TO THE 24 DEPARTMENT, A PERMIT FROM THE DEPARTMENT TO PERFORM RESERVOIR 25 AUGMENTATION.
- 26 **(2)** AN APPLICATION FOR A RESERVOIR AUGMENTATION PERMIT 27 SHALL INCLUDE:
- 28 (I) A FEASIBILITY STUDY SHOWING THE PURPOSE AND THE 29 NEED FOR THE RESERVOIR AUGMENTATION PROJECT, INCLUDING:
- 30 1. A DESCRIPTION AND TECHNICAL ANALYSIS OF THE 31 RESERVOIR AUGMENTATION PROJECT AND ALTERNATIVE OPTIONS; AND

- 1 2. The costs associated with the reservoir
- 2 AUGMENTATION PROJECT AND ALTERNATIVE OPTIONS; AND
- 3 (II) ANY ADDITIONAL INFORMATION REQUESTED BY THE
- 4 **DEPARTMENT.**
- 5 (G) THE DEPARTMENT MAY REFUSE TO ISSUE A RESERVOIR
- 6 AUGMENTATION PERMIT IF:
- 7 (1) THE APPLICANT FAILS TO PROVIDE ANY INFORMATION
- 8 REQUESTED BY THE DEPARTMENT;
- 9 (2) THE APPLICANT FAILS OR REFUSES TO ALLOW THE DEPARTMENT
- 10 TO INSPECT THE PERMIT SITE;
- 11 (3) THE SOURCE OF THE RECLAIMED WATER FAILS TO COMPLY WITH
- 12 ANY STATE OR FEDERAL LAW, REGULATION, OR PERMIT;
- 13 (4) THE DEPARTMENT FINDS THAT THE ISSUANCE OF THE
- 14 RESERVOIR AUGMENTATION PERMIT WOULD VIOLATE ANY STATE OR FEDERAL LAW
- 15 OR ANY REGULATION ADOPTED UNDER STATE OR FEDERAL LAW; OR
- 16 (5) THE APPLICANT FAILS OR REFUSES TO PAY THE APPLICATION
- 17 FEE ESTABLISHED UNDER SUBSECTION (J) OF THIS SECTION.
- 18 (H) THE DEPARTMENT MAY NOT ISSUE A RESERVOIR AUGMENTATION
- 19 PERMIT FOR A TERM LONGER THAN 5 YEARS.
- 20 (I) THE DEPARTMENT MAY REVOKE A RESERVOIR AUGMENTATION PERMIT
- 21 IF THE **DEPARTMENT FINDS THAT:**
- 22 (1) THE APPLICATION INCLUDED FALSE OR INACCURATE
- 23 INFORMATION;
- 24 (2) CONDITIONS OR REQUIREMENTS OF THE RESERVOIR
- 25 AUGMENTATION PERMIT HAVE BEEN OR ARE ABOUT TO BE VIOLATED;
- 26 (3) SUBSTANTIAL DEVIATION FROM PLANS, SPECIFICATIONS, OR
- 27 REQUIREMENTS HAS OCCURRED OR IS ABOUT TO OCCUR;
- 28 (4) THE DEPARTMENT IS REFUSED ENTRY TO ANY PREMISES FOR
- 29 THE PURPOSE OF EVALUATING COMPLIANCE WITH THE RESERVOIR AUGMENTATION
- 30 **PERMIT**;

- 1 (5) A CHANGE IN CONDITIONS EXISTS THAT REQUIRES THE 2 TEMPORARY OR PERMANENT REDUCTION OR ELIMINATION OF THE USE OF 3 RECLAIMED WATER;
- 4 (6) THERE IS NONCOMPLIANCE WITH A DISCHARGE PERMIT OR 5 PRETREATMENT REGULATION ADOPTED BY THE DEPARTMENT THAT MAY AFFECT
- 6 THE RECLAIMED WATER;
- 7 (7) ANY REQUIREMENT ESTABLISHED UNDER THE FEDERAL SAFE
- 8 DRINKING WATER ACT, SUBTITLE 4 OF THIS TITLE, OR TITLE 12 OF THIS ARTICLE
- 9 HAS BEEN OR IS THREATENED TO BE VIOLATED; OR
- 10 (8) THE RECLAIMED WATER MAY THREATEN PUBLIC HEALTH, 11 SAFETY, COMFORT, OR THE ENVIRONMENT.
- 12 **(J) (1) THE DEPARTMENT SHALL ADOPT REGULATIONS THAT** 13 **ESTABLISH:**
- 14 (I) THE STANDARDS FOR RESERVOIR AUGMENTATION; AND
- 15 (II) THE APPLICATION, ISSUANCE, REVOCATION, AND 16 MODIFICATION OF A RESERVOIR AUGMENTATION PERMIT.
- 17 (2) THE REGULATIONS ADOPTED UNDER THIS SECTION SHALL SET A
- 18 REASONABLE APPLICATION FEE IN AN AMOUNT DESIGNATED DESIGNED TO COVER
- 19 THE COST OF ISSUING AND ADMINISTERING A RESERVOIR AUGMENTATION PERMIT
- 20 UNDER THE PROGRAM.
- 21 (K) ALL REVENUES COLLECTED BY THE DEPARTMENT UNDER THIS
- 22 SECTION, INCLUDING APPLICATION FEES, PERMIT FEES, RENEWAL FEES, OR ANY
- 23 $\,$ ADMINISTRATIVE PENALTY, CIVIL PENALTY, OR ANY FINE IMPOSED BY A COURT FOR
- $\,\,24\,\,\,$ VIOLATIONS OF THIS SECTION, SHALL BE DISTRIBUTED TO A SPECIAL FUND, TO BE
- 25 USED ONLY FOR THE OPERATION AND OVERSIGHT OF THE RESERVOIR
- 26 AUGMENTATION PROGRAM.
- 27 (L) ON OR BEFORE DECEMBER 31, 2035, AND EVERY 5 YEARS THEREAFTER,
- 28 THE DEPARTMENT SHALL REPORT TO THE GOVERNOR AND, IN ACCORDANCE WITH
- 29 § 2–1257 OF THE STATE GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY ON THE
- 30 IMPLEMENTATION OF THE RESERVOIR AUGMENTATION PROGRAM.
- 31 9–320.
- 32 (a) There is a Maryland Clean Water Fund.

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- 1 (b) [The] EXCEPT AS PROVIDED IN § 9–303.4 OF THIS SUBTITLE, THE 2 following payments shall be made into the Maryland Clean Water Fund:
- 3 (1) All application fees, permit fees, renewal fees, and funds collected by 4 the Department under this subtitle, including any civil or administrative penalty or any 5 fine imposed by a court under the provisions of this subtitle;
- 6 (2) Any civil penalty or any fine imposed by a court under the provisions of 7 Title 5, Subtitle 5 of this article relating to water appropriation and use;
- 8 (3) Any civil or administrative penalty or any fine imposed by a court under 9 the provisions of Title 4, Subtitle 1 of this article;
- 10 (4) Any fees or funds that the Department collects under Subtitle 2, Part 11 III of this title and §§ 9–269 and 9–270 of this title and any civil or administrative penalty 12 or fine imposed by a court under the provisions of Subtitle 2 of this title; and
- 13 (5) Any fees or funds that the Department collects under Subtitle 24 of this 14 title and any civil or administrative penalty or fine imposed by a court under the provisions 15 of Subtitle 24 of this title.

Chapter 122 of the Acts of 2023

SECTION 3. AND BE IT FURTHER ENACTED, That this Act is an emergency measure, is necessary for the immediate preservation of the public health or safety, has been passed by a yea and nay vote supported by three—fifths of all the members elected to each of the two Houses of the General Assembly, and shall take effect from the date it is enacted. [Section 1 of this Act] IT shall remain effective through June 30, [2028] 2030, and, at the end of June 30, [2028] 2030, [Section 1 of] this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect.

Chapter 123 of the Acts of 2023

SECTION 3. AND BE IT FURTHER ENACTED, That this Act is an emergency measure, is necessary for the immediate preservation of the public health or safety, has been passed by a yea and nay vote supported by three—fifths of all the members elected to each of the two Houses of the General Assembly, and shall take effect from the date it is enacted. [Section 1 of this Act] IT shall remain effective through June 30, [2028] 2030, and, at the end of June 30, [2028] 2030, [Section 1 of] this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect.

32 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 33 1, 2025.