

125th MAINE LEGISLATURE

SECOND REGULAR SESSION-2012

Legislative Document

No. 1768

H.P. 1302

House of Representatives, January 10, 2012

An Act To Improve the Department of Environmental Protection's Annual Waste Discharge License Fee System

Submitted by the Department of Environmental Protection pursuant to Joint Rule 204. Reference to the Committee on Environment and Natural Resources suggested and ordered printed.

HEATHER J.R. PRIEST Clerk

Heath & Buit

Presented by Representative KNAPP of Gorham.

Be it enacted by the People of the State of Maine as follows:

- **Sec. 1. 38 MRSA §353-B, sub-§1,** as amended by PL 2007, c. 558, §2, is further amended to read:
- 1. Fees assessed. After the effective date of this section, licensees must pay annual waste discharge license fees consisting of a base or minimum fee, an annualized license renewal service fee and amounts from paragraph B reflecting the quantity of pollutants actually discharged or licensed to be discharged and from paragraph C in consideration of the potential for water quality impact. Annual waste discharge license fees for existing licensees are determined as set out in subsection 2. Annual waste discharge license fees for new licensees, or licensees that have been reclassified to a new discharge group, are determined by the discharge group to which the facility is assigned. The fee for a new waste discharge license is the median fee for the selected discharge group, and this fee must be paid at the time of application. If the application for a new license is denied, 50% of the initial annual fee must be refunded.
 - A. A base fee and an annualized license renewal service fee are assessed for the categories of waste discharge licenses identified in subsection 2, paragraph A. When a license authorizes discharges in more than one category, only the largest base fee and the associated annualized license renewal service fee may be applied to the license. When discharge fees described in paragraph B are not applicable or appropriate for a particular license group or discharge activity, only the base and annualized license renewal service fees are assessed.
 - B. In addition to the base fee and annualized license renewal service fee amounts, fees are assessed in consideration of the quantity and nature of pollutants discharged. When data are available, average daily discharge quantities are used in computing fees for conventional and nonconventional pollutants discharged from publicly owned sanitary and industrial process wastewater sources. When data are not available and for other pollutants and categories, fees are determined using the discharge limits established in a waste discharge license.
 - C. In addition to the base, annualized license renewal service and discharge fees described in paragraphs A and B, fees may be assessed for the following.
 - (1) The base fee may be increased by a factor reflecting the initial dilution of an effluent as discharged to the receiving water. This assessment is applied to nonresidential domestic wastewater and industrial process wastewater sources licensed for more than 50,000 gallons per day and having initial dilutions of less than 1,000 to one, except those sources where the licensed flow is less than 50,000 gallons per day and the initial dilution is greater than 50 to one. The assessment is determined by multiplying the applicable base fee times 1.5 divided by the square root of the chronic dilution factor.
 - (2) When a license authorizes multiple discharge points from the same location, there is an additional fee of \$35 per discharge point.
 - D. If there are no discharges pursuant to a waste discharge license during an entire year, only the base and annualized license renewal service fees are assessed for that year plus applicable water quality impact and multiple discharge points adjustments

1 from paragraph C may be assessed the fee for that year must be reduced to 25% of the fee amount that would otherwise apply to that license. 2 3 E. If a licensee continues to discharge following expiration of the license, the 4 licensee shall must continue to pay any applicable waste discharge license fees provided for in this section. This paragraph does not authorize the discharge and does 5 not affect the applicability of any penalty or enforcement provision. 6 7 Sec. 2. 38 MRSA §353-B, sub-§2, as amended by PL 2009, c. 213, Pt. FFFF, §2, 8 is repealed and the following enacted in its place: 9 2. Fee amounts. Waste discharge license fees are determined as specified in this subsection. 10 11 A. The fees for waste discharge license groups are as follows. 12 Discharge Basis for Median fee for Water quality 13 annual fee discharge group improvement group 14 surcharge 15 2011 bill 16 **Publicly** annual fee \$306 17 owned amount 18 treatment 19 facilities, 20 10,000 gallons 21 per day or less 22 23 <u>Publicly</u> annual fee 2011 bill \$400 24 owned amount 25 treatment facilities, more 26 27 than 10,000 28 gallons per day 29 to 0.1 million 30 gallons per day 31 32 **Publicly** annual fee Average of \$617 33 owned 2009, 2010 34 and 2011 bill treatment 35 facilities, more amounts 36 than 0.1 37 million gallons per day to 1.0 38 39 million gallons 40 per day 41

1 2 3 4 5 6 7 8 9	Publicly owned treatment facilities, more than 1.0 million gallons per day to 5.0 million gallons per day	annual fee	Average of 2009, 2010 and 2011 bill amounts	\$1,300
10 11 12 13 14 15 16 17 18 19 20 21	Publicly owned treatment facilities, greater than 5 million gallons per day or with significant industrial waste	annual fee	Average of 2009, 2010 and 2011 bill amounts	<u>\$4,553</u>
22 23 24 25 26 27 28 29 30 31	Major industrial facility, process wastewater (based on EPA list of major source discharges)	annual fee	Average of 2009, 2010 and 2011 bill amounts	\$19,672
32 33 34 35 36 37	Other industrial facility, process wastewater	annual fee	2011 bill amount	\$1,214
38 39 40 41	Food handling or packaging wastewater	annual fee	2011 bill amount	<u>\$659</u>

1 2 3 4 5	Fish-rearing facility 0.1 million gallons per day or less	annual fee	2011 bill amount	\$312	
6 7 8 9	Fish-rearing facility over 0.1 million gallons per day	annual fee	2011 bill amount	<u>\$794</u>	
11 12 13 14	Marine aquaculture facility	annual fee	2011 bill amount	\$308	
15 16 17	Noncontact cooling water	annual fee	2011 bill amount	<u>\$192</u>	
17 18 19 20 21 22 23 24 25	Industrial or commercial sources, miscellaneous or incidental nonprocess wastewater	annual fee	2011 bill amounts	<u>\$363</u>	
26 27 28 29 30	Municipal combined sewer overflow	annual fee	2011 bill amount	\$413	
31 32 33 34 35 36 37 38 39 40 41 42	Sanitary wastewater, excluding overboard discharge	annual fee	2011 bill amount	<u>\$736</u>	
	Sanitary overboard discharge, commercial sources	annual fee	2011 bill amount	<u>\$446</u>	<u>\$75</u>

1 2 3 4 5 6 7	Sanitary overboard discharge, residential sources 600 gallons per day or less	annual fee	2011 bill amount	\$231	<u>\$75</u>
8 9 10 11 12 13 14 15 16	Sanitary overboard discharge, residential sources more than 600 gallons per day	annual fee	2011 bill amount	<u>\$313</u>	<u>\$75</u>
17 18 19 20 21	Sanitary overboard discharge, public sources	annual fee	2011 bill amount	\$315	<u>\$75</u>
22 23 24 25	Aquatic pesticide application	annual fee	2011 bill amount	<u>\$644</u>	
26 27 28	Snow dumps	annual fee	2011 bill amount	<u>\$319</u>	
29 30	Salt and sand storage pile	annual fee	2011 bill amount	<u>\$429</u>	
31 32 33	Log storage permit	annual fee	2011 bill amount	\$422	
34 35 36 37 38 39 40 41 42	General permit coverage for industrial storm water discharges (except construction)	annual fee	2011 bill amount	<u>\$300</u>	

1 2 3 4 5	General permit coverage for marine aquaculture facility	annual fee	2011 bill amount	<u>\$134</u>	
6 7 8 9 10	General permit coverage (other)	annual fee	2011 bill amount	<u>\$164</u>	
11 12 13 14	Experimental discharge license	license fee	2011 bill amount	<u>\$899</u>	
15 16 17 18 19 20 21	New or amended mixing zone, in addition to other applicable fees	flat fee	<u>\$5,368</u>	<u></u>	
22 23 24 25	Formation of sanitary district	<u>flat fee</u>	\$402		
26 27 28 29 30 31	Transfer of license for residential or commercial sanitary wastewater	flat fee	<u>\$100</u>	<u></u>	
32 33 34 35 36 37 38	On an annual basis, municipalities and publicly owned treatment works whose combined sewer overflows have the potential to affect shellfish harvesting areas as determined by the department by virtue of their locations within estuarine or marine waters of the State must be assessed a surcharge on their wastewater discharge licenses in a total amount of \$12,000. This amount must be allocated among the municipalities and publicly owned treatment works according to their prior 3-year average annual flows as reported to the department.				
39 40 41 42 43 44 45	On an annual basis, publicly owned treatment works whose outfalls licensed for the discharge of treated effluent cause adjacent shellfish growing areas to be closed for the purposes of harvesting shellfish must be assessed a license surcharge in a total amount of \$25,000. This amount must be allocated among the publicly owned treatment works according to the acreage that each licensed outfall closes. This acreage must be determined by the Department of Marine Resources in consultation with the department.				

- **Sec. 3. 38 MRSA §353-B, sub-§§3 and 4,** as enacted by PL 1997, c. 794, Pt. B, §7, are amended to read:
- **3. Schedule.** The fee for existing licenses must be paid on the anniversary date of the license or another date initially established by the department. This date, once established, remains the scheduled date for paying the annual fee, regardless of future changes of the anniversary date. The annual fee for new applications must be estimated and paid at the time of filing the application. When the processing of the application is complete or following the first year of discharge, if applicable, the final annual fee is determined. Any additional amount due or refund of overpayment must be paid within 30 days of determination of the final fee. If the application is denied, 50% of the initial annual fee must be refunded.
- **4. Renewals, amendments and modifications.** Except for transfers of licenses for discharges of sanitary wastewater from commercial or residential sources as provided for in subsection 2, there are no additional fees assessed for license renewals, amendments or modifications. Upon significant changes in discharge flow, a licensee may apply for modification of the license to change the licensed discharge flow. The percent change in discharge flow must be used to adjust the annual waste discharge license fee by an equivalent percentage.

19 SUMMARY

This bill revises the Department of Environmental Protection's annual waste discharge fee system. It eliminates the base fee, the fee for quantities of pollutants actually discharged or licensed to be discharged, the annualized license renewal service fee, the initial dilution fee and the multiple discharge point fee. In place of these fees it establishes for existing licensees a fee based on the average of the licensee's 2009 and 2010 bill amounts or a fee based on the licensee's 2011 bill amount, depending on the discharge group. It establishes for new licensees an annual fee based on the median fee of all licensees within the new licensee's discharge group. It establishes that, if no discharge occurs for an entire year, the fee is reduced to 25% of the annual fee. It establishes that an annual fee may be modified by a percentage that is equivalent to the percentage of any change to the licensed discharge flow.