

Olds Plaza Building, 10th Floor Lansing, Michigan 48909 Phone: 517/373-6466 **DEFINE "HAZARDOUS SUBSTANCE"**

House Bill 4670 Sponsor: Rep. Tom Alley Committee: Conservation, Environment and Great Lakes Affairs

Complete to 6-10-93

A SUMMARY OF HOUSE BILL 4670 AS INTRODUCED 4-28-93

<u>House Bill 4670</u> would amend the Environmental Response Act to define the term "hazardous substance" on a site-specific basis, and to exclude commercial lending institutions from liability for cleanup of an environmentally contaminated site when acting in a representative capacity for a disabled person.

<u>Hazardous Waste.</u> Under the act, environmental contamination is defined as the release of a "hazardous substance" which causes harm, or potential harm, to the public health, safety, or welfare, or to the environment. A "hazardous substance" is a chemical or other material that may become injurious to the public health, safety or welfare or to the environment. House Bill 4670 would amend the act to redefine a "hazardous substance" as any substance that the Department of Natural Resources had demonstrated, on a case by case basis, to pose an unacceptable risk to public health, safety, welfare, or the environment, considering the fate of the material, dose-response, toxicity, or adverse impact on natural resources.

<u>Liability for Cleanup.</u> Under the act, a commercial lending institution or person who acts as a fiduciary is not held personally liable as an "owner" or "operator" of a property, provided that the lender has not managed the property prior to assuming ownership or control of it. The bill would amend the act to include under this provision a commercial lending institution or other person who assumed ownership or control of a property in a representative capacity for a disabled person.

MCL 299.603 and 299.612a