HOUSE BILL No. 5066

July 25, 2007, Introduced by Reps. Meadows, Sak, Vagnozzi, LeBlanc, Bieda, Alma Smith, Byrnes, Wojno, Accavitti, Kathleen Law, Polidori, Constan, Robert Jones, Clack, Bauer, Young, Simpson, Donigan, Valentine, Warren, McDowell, Miller, Melton, Hammel, Espinoza, Brown, Lemmons, Meisner, Sheltrown, Hammon, Tobocman, Corriveau, Farrah, Cushingberry, Jackson, Johnson, Coulouris, Brandenburg and Dean and referred to the Committee on Great Lakes and Environment.

A bill to amend 1994 PA 451, entitled
"Natural resources and environmental protection act,"
by amending sections 32705, 32706, 32707, 32708, and 32708a (MCL 324.32705, 324.32706, 324.32707, 324.32708, and 324.32708a),
sections 32705 and 32708 as amended and section 32708a as added by 2006 PA 35, section 32706 as amended by 1996 PA 434, and section 32707 as amended by 2006 PA 33, and by adding section 32708b.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 32705. (1) Except as otherwise provided in this section, the owner of real property who has the capacity on that property to make a large quantity withdrawal from the waters of this state shall register with the department prior to beginning that

- 1 withdrawal THROUGH USE OF THE WATER WITHDRAWAL ASSESSMENT TOOL
- 2 PROVIDED FOR IN SECTION 32722.
- 3 (2) The following persons are not required to register under
- 4 this section:
- 5 (a) A person who has previously registered for that property
- 6 under this part, unless that registrant develops new or increased
- 7 withdrawal capacity on the property of an additional 100,000
- 8 gallons of water per day from the waters of the state.
- 9 (b) A community supply owned by a political subdivision that
- 10 holds a permit under the safe drinking water act, 1976 PA 399, MCL
- 11 325.1001 to 325.1023.
- 12 (c) A person holding a permit under section 32723.
- 13 (d) The owner of a noncommercial well on residential property.
- 14 (3) The following persons shall register under this section
- 15 but may register after beginning the withdrawal but before 90 days
- 16 after the effective date of the amendatory act that added this
- 17 section:
- 18 ———— (a) A person who was developing new or increased withdrawal
- 19 capacity on the effective date of the amendatory act that added
- 20 this section.
- 21 (b) A person who was not required to register under this part
- 22 prior to the effective date of the amendatory act that added this
- 23 section.
- 24 (3) (4) Subsection (1) does not limit a property owner's
- 25 ability to withdraw water from a test well prior to registration if
- 26 the test well is constructed in association with the development of
- 27 new or increased withdrawal capacity and used only to evaluate the

- 1 development of new or increased withdrawal capacity.
- 2 (4) (5) A registration under this section by the owner of a
- 3 farm in which the withdrawal is intended for an agricultural
- 4 purpose, including irrigation for an agricultural purpose, shall be
- 5 submitted to the department of agriculture instead of the
- 6 department.
- 7 (5) (6) A registration submitted under this section shall be
- 8 on a form provided by the department or the department of
- 9 agriculture, as appropriate.
- 10 (6) $\frac{(7)}{}$ In calculating the total amount of an existing or
- 11 proposed withdrawal for the purpose of this section, a person shall
- 12 combine all separate withdrawals that the person makes or proposes
- 13 to make, whether or not these withdrawals are for a single purpose
- 14 or are for related but separate purposes.
- 15 (7) (8) The department shall aggregate information received by
- 16 the state related to large quantity withdrawal capacities within
- 17 the state and reported large quantity withdrawals in the state.
- 18 Sec. 32706. Each registration under this part shall consist of
- 19 a statement and supporting documentation that includes all of the
- 20 following:
- 21 (a) The place and source of the proposed or existing
- 22 withdrawal.
- 23 (b) The location of any discharge or return flow.
- 24 (c) The location and nature of the proposed or existing water
- 25 user.
- 26 (D) BEGINNING ON THE EFFECTIVE DATE OF THE AMENDATORY ACT THAT
- 27 ADDED THIS SUBDIVISION, THE CAPACITY OF THE WELL OR WITHDRAWAL

1 INFRASTRUCTURE.

- 2 (E) (d) The actual or estimated average annual and monthly
- 3 volumes and rate of withdrawal.
- 4 (F) (e) The actual or estimated average annual and monthly
- 5 volumes and rates of consumptive use from the withdrawal.
- 6 Sec. 32707. (1) Except as provided in subsections (2) and (3),
- 7 a person who is required to register under section 32705 or holds a
- 8 permit under section 32723 shall file a report annually with the
- 9 department on a form provided by the department. Reports shall be
- 10 submitted by April 1 of each year. Except as provided in subsection
- 11 (8), reports REPORTS shall include the following information:
- 12 (a) The amount and rate of water withdrawn on an annual and
- 13 monthly basis.
- 14 (b) The source or sources of the water supply.
- 15 (c) The use or uses of the water withdrawn.
- 16 (d) The amount of consumptive use of water withdrawn.
- 17 (e) If the source of the water withdrawn is groundwater, the
- 18 location of the well or wells in latitude and longitude, with the
- 19 accuracy of the reported location data to within 25 feet.
- 20 (f) If the source of water withdrawn is groundwater, the
- 21 static water level of the aquifer or aquifers, if practicable.
- 22 (G) A CERTIFICATION THAT THE PERSON'S CURRENT WATER USE AND
- 23 THE PERSON'S PROPOSED PLANS FOR WITHDRAWAL OF WATER INCORPORATE
- 24 ENVIRONMENTALLY SOUND AND ECONOMICALLY FEASIBLE WATER CONSERVATION
- 25 MEASURES AS PROVIDED FOR IN SECTION 32708A.
- 26 (H) (g)—Other information specified by rule of the department.
- 27 (I) (h) At the discretion of the registrant or permit holder,

- 1 the THE baseline capacity of the withdrawal and , if applicable, a
- 2 description of the system capacity. If the registrant or permit
- 3 holder chooses to report the baseline capacity under this
- 4 subdivision, that information INFORMATION REQUIRED UNDER THIS
- 5 SUBDIVISION shall be included in the next-FIRST report submitted by
- 6 the registrant or permit holder after the effective date of the
- 7 amendatory act that added this subdivision FEBRUARY 28, 2006.
- 8 Information reported under this subdivision needs only to be
- 9 reported to the department on 1 occasion.
- 10 (J) (i) At the discretion of the registrant or permit holder,
- 11 the amount of water returned to the source watershed.
- 12 (2) If a person reports the information required by this
- 13 section to the department in conjunction with a permit or for any
- 14 other purpose, that reporting, upon approval of the department,
- 15 shall satisfy the reporting requirements of this section.
- 16 (3) The owner of a farm who reports water use under section
- 17 32708 is not required to report under subsection (1).
- 18 (4) The department may, upon request from a person required to
- 19 report under this section, accept a formula or model that provides
- 20 to the department's satisfaction the information required in
- 21 subsection (1).
- 22 (5) The department shall develop forms for reporting under
- 23 this section that minimize paperwork and allow for a notification
- 24 to the department instead of a report if the annual amount of water
- 25 withdrawn by a person required to report under this section is
- 26 within 4% of the amount last reported and the other information
- 27 required in subsection (1) has not changed since the last year in

- 1 which a report was filed.
- 2 (6) Information described in section 32701(c)(i)(C) that is
- 3 provided to the department under subsection $\frac{(1)(h)}{(1)}(1)$ is exempt
- 4 from disclosure under the freedom of information act, 1976 PA 442,
- 5 MCL 15.231 to 15.246, and shall not be disclosed unless the
- 6 department determines that the withdrawal is causing an adverse
- 7 resource impact.
- 8 (7) Except as otherwise provided in this subsection, a person
- 9 who files an annual report or notification under this section shall
- 10 annually remit a water use reporting fee of \$200.00 to the
- 11 department. Beginning when a water withdrawal assessment tool
- 12 becomes effective upon legislative enactment pursuant to the
- 13 recommendations of the groundwater conservation advisory council
- 14 under section 32803, a person who files an annual report or
- 15 notification under this section shall annually remit a water use
- 16 reporting fee of \$100.00 to the department. Water use reporting
- 17 fees shall be remitted to the department in conjunction with the
- 18 annual report or notification submitted under this section. The
- 19 department shall transmit water use reporting fees collected under
- 20 this section to the state treasurer to be credited to the water use
- 21 protection fund created in section 32714. A water use reporting fee
- 22 is not required for a report or notification related to a farm that
- 23 reports withdrawals under section 32708 or for a report under
- 24 subsection (8).
- 25 (8) A person who withdraws less than 1,500,000 gallons of
- 26 water in any year shall indicate this fact on the reporting form
- 27 and is not required to provide information under subsection (1)(a)

- 1 or (d). A person who withdraws less than 1,500,000 gallons of water
- 2 in any year is not required to pay the water use reporting fee
- 3 under subsection (7).
- 4 Sec. 32708. (1) The owner of a farm that is registered under
- 5 this part who makes a withdrawal for an agricultural purpose,
- 6 including irrigation for an agricultural purpose, may report the
- 7 water use on the farm by annually submitting to the department of
- 8 agriculture a water use conservation plan. Conservation plans shall
- 9 be submitted by April 1 of each year. The water use conservation
- 10 plan shall include, but need not be limited to, all of the
- 11 following information:
- 12 (a) The amount and rate of water withdrawn on an annual and
- 13 monthly basis in either gallons or acre inches.
- 14 (b) The type of crop irrigated, if applicable.
- 15 (c) The acreage of each irrigated crop, if applicable.
- 16 (d) The source or sources of the water supply.
- 17 (e) If the source of the water withdrawn is groundwater, the
- 18 location of the well or wells in latitude and longitude, with the
- 19 accuracy of the reported location data to within 25 feet.
- (f) If the water withdrawn is not used entirely for
- 21 irrigation, the use or uses of the water withdrawn.
- 22 (g) If the source of water withdrawn is groundwater, the
- 23 static water level of the aquifer or aquifers, if practicable.
- 24 (h) Applicable water conservation practices and an
- 25 implementation plan for those practices.
- 26 (i) At the discretion of the registrant, the THE baseline
- 27 capacity of the withdrawal based upon system capacity and a

- 1 description of the system capacity. If the registrant chooses to
- 2 report the baseline capacity under this subdivision, that
- 3 information INFORMATION REQUIRED UNDER THIS SUBDIVISION shall be
- 4 included in the next FIRST report submitted by the registrant after
- 5 the effective date of the amendatory act that added this
- 6 subdivision FEBRUARY 28, 2006. Information reported under this
- 7 subdivision needs only to be reported to the department of
- 8 agriculture on 1 occasion.
- 9 (2) The department and the department of agriculture in
- 10 consultation with Michigan state university shall validate and use
- 11 a formula or model to estimate the consumptive use of withdrawals
- 12 made for agricultural purposes consistent with the objectives of
- **13** section 32707.
- 14 (3) Subject to subsection (4), information provided to the
- 15 department of agriculture under subsection (1)(a), (d), and (e)
- 16 shall be forwarded to the department for inclusion in the statewide
- 17 groundwater inventory and map prepared under section 32802.
- 18 (4) Information provided under subsection (1)(a), (e), and (i)
- 19 (1)(I) is exempt from disclosure under the freedom of information
- 20 act, 1976 PA 442, MCL 15.231 to 15.246, and shall not be disclosed
- 21 by the department, the department of agriculture, or the department
- 22 of natural resources unless the department determines that the
- 23 withdrawal is causing an adverse resource impact.
- Sec. 32708a. (1) Within 12 months after the effective date of
- 25 the amendatory act that added this section BY JANUARY 1, 2008, each
- 26 water user's sector shall begin designing PREPARE guidelines for
- 27 generally accepted water management practices or environmentally

- 1 sound and economically feasible water conservation measures within
- 2 that sector. Within 24 months after the effective date of the
- 3 amendatory act that added this section BY JULY 1, 2008, the
- 4 department shall review and report to the appropriate standing
- 5 committees of the legislature on EACH SECTOR'S ENVIRONMENTALLY
- 6 SOUND AND ECONOMICALLY FEASIBLE WATER CONSERVATION MEASURES AND
- 7 SHALL APPROVE OR DISAPPROVE THOSE MEASURES BASED UPON whether or
- 8 not there are reasonably detailed criteria for assisting a facility
- 9 in determining whether water is being used in an efficient manner
- 10 COMPLIANCE WITH THOSE MEASURES. Such quidelines GUIDELINES APPROVED
- 11 BY THE DEPARTMENT UNDER THIS SUBSECTION may be adopted by an
- 12 established statewide professional or trade association
- 13 representing that sector. IF A WATER USER'S SECTOR FAILS TO PREPARE
- 14 GUIDELINES FOR ENVIRONMENTALLY SOUND AND ECONOMICALLY FEASIBLE
- 15 WATER CONSERVATION MEASURES BY JANUARY 1, 2008, THE DEPARTMENT
- 16 SHALL PROMULGATE RULES THAT PROVIDE ENVIRONMENTALLY SOUND AND
- 17 ECONOMICALLY FEASIBLE WATER CONSERVATION MEASURES FOR THAT SECTOR.
- 18 THE DEPARTMENT SHALL REVIEW THESE RULES AT LEAST EVERY 5 YEARS TO
- 19 DETERMINE WHETHER THE RULES SHOULD BE UPDATED AND, IF SO, SHALL
- 20 PROMULGATE UPDATED RULES.
- 21 (2) A PERSON WHO MAKES A LARGE QUANTITY WITHDRAWAL SHALL USE
- 22 THE WATERS OF THE STATE IN ACCORDANCE WITH ENVIRONMENTALLY SOUND
- 23 AND ECONOMICALLY FEASIBLE WATER CONSERVATION MEASURES PROVIDED FOR
- 24 UNDER THIS SECTION AND SHALL RETURN UNUSED WATER TO AS CLOSE TO THE
- 25 POINT OF WITHDRAWAL AS POSSIBLE.
- 26 (3) (2)—Compliance with generally accepted water management
- 27 practices or environmentally sound and economically feasible water

- 1 conservation measures does not authorize a water withdrawal that is
- 2 otherwise prohibited by law.
- 3 SEC. 32708B. A PERSON WHO MAKES A LARGE QUANTITY WITHDRAWAL
- 4 SHALL UNDERTAKE ACTIVITIES, IF NEEDED, TO ADDRESS HYDROLOGIC
- 5 IMPACTS COMMENSURATE WITH THE NATURE AND EXTENT OF THE WITHDRAWAL.
- 6 THESE ACTIVITIES MAY INCLUDE THOSE RELATED TO THE STREAM FLOW
- 7 REGIME, WATER QUALITY, AND AQUIFER PROTECTION.
- 8 Enacting section 1. This amendatory act does not take effect
- 9 unless all of the following bills of the 94th Legislature are
- 10 enacted into law:
- 11 (a) Senate Bill No. or House Bill No. 5073 (request no.
- 12 00453'07 *).
- 13 (b) Senate Bill No. or House Bill No. 5065 (request no.
- **14** 02361'07).
- (c) Senate Bill No. ____ or House Bill No. 5067(request no.
- **16** 02363'07).
- 17 (d) Senate Bill No. or House Bill No. 5068 (request no.
- **18** 02364'07).
- 19 (e) Senate Bill No. ____ or House Bill No. 5069(request no.
- 20 02365'07).
- 21 (f) Senate Bill No. ____ or House Bill No. 5070(request no.
- **22** 02366'07).
- 23 (g) Senate Bill No. ____ or House Bill No. 5071(request no.
- **24** 02367'07).
- 25 (h) Senate Bill No. ____ or House Bill No. 5072 (request no.
- **26** 02368'07).