SENATE BILL No. 275

March 17, 2011, Introduced by Senators CASPERSON, GREEN, COLBECK, MARLEAU, EMMONS, BOOHER, KAHN and SCHUITMAKER and referred to the Committee on Economic Development.

A bill to amend 1994 PA 451, entitled
"Natural resources and environmental protection act,"
by amending sections 1305, 1307, and 1311 (MCL 324.1305, 324.1307, and 324.1311), as added by 2004 PA 325.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 1305. (1) Effective 30 days after the state receives an application for a permit, the application shall be considered to be administratively complete unless AFTER A DEPARTMENT RECEIVES AN APPLICATION FOR A PERMIT, THE DEPARTMENT SHALL DETERMINE WHETHER THE APPLICATION IS ADMINISTRATIVELY COMPLETE. UNLESS the department proceeds as provided under subsection (2), THE APPLICATION SHALL BE
- 7 CONSIDERED TO BE ADMINISTRATIVELY COMPLETE WHEN THE DEPARTMENT
 - MAKES THAT DETERMINATION OR 30 DAYS AFTER THE STATE RECEIVES THE
 - APPLICATION, WHICHEVER IS FIRST.

- 1 (2) If, before the expiration of the 30-day period under
- 2 subsection (1), the department notifies the applicant that the
- 3 application is not administratively complete, specifying the
- 4 information necessary to make the application administratively
- 5 complete, or notifies the applicant that a fee required to
- 6 accompany the application has not been paid, specifying the amount
- 7 due, the running of the 30-day period under subsection (1) is
- 8 tolled until the applicant submits to the department the specified
- 9 information or fee amount due. The notice shall be given in writing
- 10 or by electronic notification.
- 11 (3) AFTER AN APPLICATION IS CONSIDERED TO BE ADMINISTRATIVELY
- 12 COMPLETE UNDER THIS SECTION, THE DEPARTMENT SHALL NOT MAKE MORE
- 13 THAN 1 REQUEST FOR ADDITIONAL INFORMATION THE DEPARTMENT CONSIDERS
- 14 NECESSARY TO MAKE THE APPLICATION TECHNICALLY COMPLETE.
- Sec. 1307. (1) By the processing deadline, the department
- 16 shall approve or deny an application for a permit. If requested by
- 17 the permit applicant, the department may extend the processing
- 18 period for a permit by not more than 20%.
- 19 (2) Approval of an application for a permit may be granted
- 20 with conditions or modifications necessary to achieve compliance
- 21 with the part or parts of this act under which the permit is
- 22 issued.
- 23 (3) (2)—A denial of an application for a permit shall include
- 24 an explanation of the reasons for denial and make specific
- 25 reference to provisions of this act or rules promulgated under this
- 26 act providing the basis for denial.
- 27 (4) $\frac{(3)}{(3)}$ Except for permits described in subsection $\frac{(4)}{(5)}$, if

- 1 the department fails to satisfy the requirements of subsection (1)
- 2 with respect to an application for a permit, the department shall
- 3 pay the applicant an amount equal to 15% 50% of the greater of the
- 4 following, as applicable:
- 5 (a) The amount of the application fee for that permit.
- 6 (b) If an assessment or other fee is charged on an annual or
- 7 other periodic basis by the department to a person holding the
- 8 permit for which the application was submitted, the amount of the
- 9 first periodic charge of that assessment or other fee for that
- 10 permit.
- 11 (5) (4)—If the department fails to satisfy the requirements of
- 12 subsection (1) with respect to a permit under REQUIRED BY section
- 13 11509, 11512, or 30307 **30304**, the application shall be considered
- 14 to be approved and the department shall be considered to have made
- 15 any determination required for approval.
- 16 (6) (5) The failure of the department to satisfy the
- 17 requirements of subsection (1) or the fact that the department is
- 18 required to make a payment under subsection $\frac{(3)}{(4)}$ or is
- 19 considered to have approved a permit under subsection $\frac{4}{(4)}$ (5) shall
- 20 not be used by the department as the basis for discriminating
- 21 against the applicant. If the department is required to make a
- 22 payment under subsection $\frac{3}{4}$, the application shall be
- 23 processed in sequence with other applications for the same type of
- 24 permit, based on the date on which the processing period began,
- 25 unless the director determines on an application-by-application
- 26 basis that the public interest is best served by processing in a
- 27 different order.

- 1 (7) IF A DEPARTMENT FAILS TO SATISFY THE REQUIREMENTS OF
- 2 SUBSECTION (1) WITH RESPECT TO 10% OR MORE OF THE APPLICATIONS FOR
- 3 A PARTICULAR TYPE OF PERMIT RECEIVED DURING A QUARTER OF THE STATE
- 4 FISCAL YEAR, THE DEPARTMENT SHALL IMMEDIATELY DEVOTE EXTRA
- 5 RESOURCES TO ELIMINATING ANY BACKLOG AND SATISFYING THE
- 6 REQUIREMENTS OF SUBSECTION (1) WITH RESPECT TO NEW APPLICATIONS FOR
- 7 THAT TYPE OF PERMIT WITHIN THE NEXT FISCAL QUARTER.
- 8 (8) (6) If the department fails to satisfy the requirements of
- 9 subsection (1), the director shall notify the appropriations
- 10 committees of the senate and house of representatives of the
- 11 failure. The notification shall be in writing and shall include
- 12 both of the following:
- 13 (a) An explanation of the reason for the failure.
- 14 (b) A statement of the amount the department was required to
- 15 pay the applicant under subsection $\frac{(3)}{(4)}$ or a statement that the
- 16 department was required to consider the application to be approved
- 17 under subsection $\frac{4}{5}$, as applicable.
- 18 Sec. 1311. The BY DECEMBER 1 EACH YEAR, THE director of the
- 19 department shall submit a report by December 1, 2005 and each year
- 20 thereafter to the standing committees and appropriations
- 21 subcommittees of the senate and house of representatives with
- 22 primary responsibility for issues under the jurisdiction of that
- 23 department. The department shall post the current report on its
- 24 website. The report shall include all of the following information
- 25 for each type of permit for the preceding fiscal year:
- (a) The number of applications for permits the department
- 27 received.

- 1 (b) The number of applications approved, the number of
- 2 applications approved by the processing deadline, the number of
- 3 applications approved after the processing deadline, and the
- 4 average time for the department to determine administrative
- 5 completeness and to approve or disapprove applications.
- 6 (c) The number of applications denied, the number of
- 7 applications denied by the processing deadline, and the number of
- 8 applications denied after the processing deadline.
- 9 (d) The number of applications approved or denied after the
- 10 processing deadline that, based on the director's determination of
- 11 the public interest, were not processed in sequence as otherwise
- 12 required by section $\frac{1307(5)}{1307(6)}$.
- 13 (e) The number of applications that were not administratively
- 14 complete when received.
- 15 (f) The amount of money refunded and discounts granted under
- **16** section 1307.
- 17 (g) The number of applications processed as provided in
- **18** section 1309.
- 19 (H) IF A DEPARTMENT FAILED TO SATISFY THE REQUIREMENTS OF
- 20 SECTION 1307(1) WITH RESPECT TO 10% OR MORE OF THE APPLICATIONS FOR
- 21 A PARTICULAR TYPE OF PERMIT RECEIVED DURING A QUARTER OF THE STATE
- 22 FISCAL YEAR, THE TYPE OF PERMIT AND PERCENTAGE OF APPLICATIONS FOR
- 23 WHICH THE REQUIREMENTS WERE NOT MET AND INFORMATION ON WHETHER AND
- 24 HOW THE DEPARTMENT ELIMINATED ANY BACKLOG AND SATISFIED THE
- 25 REQUIREMENTS OF SECTION 1307(1) WITH RESPECT TO NEW APPLICATIONS
- 26 FOR THAT TYPE OF PERMIT WITHIN THE NEXT FISCAL QUARTER.