

## **ENGROSSED HOUSE BILL No. 1278**

DIGEST OF HB 1278 (Updated April 1, 2019 1:26 pm - DI 55)

**Citations Affected:** IC 13-11; IC 13-14; IC 13-15; IC 13-16; IC 13-17; IC 13-18; IC 13-20; IC 13-22; IC 13-23; IC 16-44; noncode.

**Synopsis:** Various environmental matters. Replaces the term "wastewater management vehicle" with the term "septage management vehicle". Requires certain reports concerning public water systems to be submitted to the department of environmental management (IDEM) electronically. Eliminates record keeping requirements relating to solid waste transported outside Indiana for final disposal. Revises the law concerning the assessment of the state solid waste management fee. Changes the deadline for IDEM's annual assessment of hazardous waste annual operation fees. Revises certain specifications used in the testing of gasoline and gasohol. Provides that IDEM, rather than the environmental rules board (board), is to deposit solid waste fees in the waste facility operator trust fund. Provides for IDEM to receive payment of solid waste fees by electronic fund transfer. Authorizes the board to adopt rules that increase the amounts of environmental fees. Requires the board, in changing the amount of a fee, to take into account the cost to IDEM of amendments, modifications, and renewals of a permit, license, or approval. Provides that a fee established by the (Continued next page)

**Effective:** Upon passage; July 1, 2019.

### Wolkins, Errington

(SENATE SPONSOR — MESSMER)

January 10, 2019, read first time and referred to Committee on Environmental Affairs. January 31, 2019, reported — Do Pass.
February 14, 2019, read second time, amended, ordered engrossed.
February 15, 2019, engrossed.
February 18, 2019, read third time, passed. Yeas 97, nays 0.

SENATE ACTION

March 4, 2019, read first time and referred to Committee on Environmental Affairs. April 2, 2019, amended, reported favorably — Do Pass.



#### Digest Continued

board for a type or class of permit: (1) may be set at a particular amount in consideration of the type and amount of discharge or emission to which the permit relates; and (2) may not be different in amount for public sector permit holders than for private sector permit holders unless the difference is specifically authorized by law. Requires IDEM to arrange for an independent study of certain IDEM costs and to develop other information relevant to fees. Provides that all fee amounts set forth numerically in Title 13 of the Indiana Code are minimum amounts and that the board may increase the amount of a fee even though the minimum amount of the fee is set forth numerically in Title 13. Provides that the board may not increase an environmental fee: (1) more than once in five years; or (2) by more than 10%. Requires the board to adopt rules to implement a one-time increase in fees before January 1, 2022, and provides that: (1) the increase in the confined feeding operation, NPDES, safe drinking water act, solid waste, and hazardous waste program fees must be calculated to cause an increase in annual aggregate fee revenue of \$2,200,000; and (2) the increase in the air pollution control program fees must be calculated to cause an increase in annual aggregate fee revenue of \$2,000,000. Provides that the administrator of the underground petroleum storage tank excess liability trust fund (ELTF) is required, not more than 45 business days after a claim on the ELTF is submitted, to: (1) approve the claim; (2) notify the claimant that a correction, a clarification, or additional information is needed; or (3) deny the claim. Makes conforming and technical changes.



First Regular Session of the 121st General Assembly (2019)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2018 Regular and Special Session of the General Assembly.

# ENGROSSED HOUSE BILL No. 1278

A BILL FOR AN ACT to amend the Indiana Code concerning environmental law and to make an appropriation.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 13-11-2-199.4 IS ADDED TO THE INDIANA
2	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
3	[EFFECTIVE JULY 1, 2019]: Sec. 199.4. "Septage management
4	vehicle", for purposes of IC 13-18-12-2.2, has the meaning set forth
5	in IC 13-18-12-2.2(b).
6	SECTION 2. IC 13-11-2-257.6, AS ADDED BY P.L.107-2016,
7	SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
8	JULY 1, 2019]: Sec. 257.6. "Wastewater", for purposes of
9	IC 13-18-12-2.2, IC 13-18, has the meaning set forth in
10	IC 13-18-12-2.2(a)(3). means liquid or water-carried wastes from
11	industrial, municipal, agricultural, or other sources.
12	SECTION 3. IC 13-11-2-257.8 IS REPEALED [EFFECTIVE JULY
13	1, 2019]. Sec. 257.8. "Wastewater management vehicle", for purposes
14	of IC 13-18-12-2.2, has the meaning set forth in IC 13-18-12-2.2(b).
15	SECTION 4. IC 13-14-8-7, AS AMENDED BY P.L.133-2012,
16	SECTION 88, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE

UPON PASSAGE]: Sec. 7. (a) Without limiting the generality of the



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1	regulatory authority of the board under this title, the board may adopt
2	rules under IC 4-22-2 and IC 13-14-9 prescribing the following:
3	(1) Standards or requirements for discharge or emission
4	specifying the maximum permissible short term and long term
5	concentrations of various contaminants of the air, water, or land
6	(2) Procedures for the administration of a system of permits for:
7	(A) the discharge of any contaminants;
8	(B) the construction, installation, or modification of any:
9	(i) facility;
10	(ii) equipment; or
11	(iii) device;
12	that may be designed to control or prevent pollution; or
13	(C) the operation of any:
14	(i) facility;
15	(ii) equipment; or
16	(iii) device;
17	to control or to prevent pollution.
18	(3) Standards and conditions for the use of any fuel or vehicle
19	determined to constitute an air pollution hazard.
20	(4) Standards for the filling or sealing of abandoned:
21 22 23 24	(A) water wells;
22	(B) water holes; and
23	(C) drainage holes;
24	to protect ground water against contamination.
25	(5) Alert criteria and abatement standards for pollution episodes
26	or emergencies constituting an acute danger to health or to the
27	environment, including priority lists for terminating activities that
28	contribute to the hazard, whether or not the activities would meet
29	all discharge requirements of the board under normal conditions.
30	(6) Requirements and procedures for the inspection of any
31	equipment, facility, vehicle, vessel, or aircraft that may cause or
32	contribute to pollution.
33	(7) Requirements and standards for equipment and procedures
34	for:
35	(A) monitoring contaminant discharges at their sources;
36	(B) the collection of samples; and
37	(C) the collection, reporting, and retention, in accordance with
38	record retention schedules adopted under IC 5-15-5.1, of data
39	resulting from that monitoring.
40	(8) Standards or requirements to control:
41	(A) the discharge; or
12	(R) the pretreatment:



of contaminants introduced or discharged into publicly owned treatment works.

### (9) Fees, in accordance with IC 13-16-1.

 (b) If the board is required to adopt new rules or amend existing rules to implement an amendment to the federal Resource Conservation and Recovery Act or an amendment to or addition of a National Emission Standard for Hazardous Air Pollutants under the federal Clean Air Act, the board shall adopt the new rules or amend the existing rules not more than nine (9) months after the date the federal law becomes effective. This subsection does not limit the board's authority to amend at any time the rules adopted under this subsection.

SECTION 5. IC 13-15-10-3, AS AMENDED BY P.L.133-2012, SECTION 109, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. (a) The waste facility operator trust fund is established. The board department shall deposit fees collected under this chapter in the fund.

(b) Money in the fund shall be used for paying the expenses of the training and certification program described in this chapter.

SECTION 6. IC 13-15-10-5, AS AMENDED BY P.L.133-2012, SECTION 111, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) The board shall establish by rule and cause to be collected fees for the following:

- (1) Examination of applicants for certification.
- (2) Issuance, renewal, or transfer of a certificate.
- (3) Restoration of an expired certificate when that action is authorized by law.
- (4) Issuance of certificates by reciprocity or endorsement for out-of-state applicants.
- (5) Issuance of board or committee reciprocity or endorsements for resident practitioners who apply to another state for a certificate.
- (b) A fee may not be less than fifty dollars (\$50) unless the fee is collected under a rule adopted by the board that sets a fee for miscellaneous expenses incurred by the department on behalf of the operators the board regulates. regulated under rules adopted by the board. The fees may not be less than are required to pay all of the costs, both direct and indirect, of the operation of the department under this chapter, and are payable to the department in accordance with section 6 of this chapter.
- (c) A fee may not be charged to an operator employed by a solid waste facility that is wholly owned and operated by a unit of local government.



1	SECTION 7. IC 13-15-10-6, AS AMENDED BY P.L.133-2012,
2	SECTION 112, IS AMENDED TO READ AS FOLLOWS
3	[EFFECTIVE UPON PASSAGE]: Sec. 6. (a) For the payment of fees
4	under this chapter, the board department shall accept any of the
5	following:
6	(1) Cash.
7	<b>(2)</b> A draft.
8	(3) A money order.
9	(4) A cashier's, <del>check, and a</del> certified, or <del>other</del> personal check.
10	(5) An electronic fund transfer, if the department makes
11	payment by this means available.
12	(b) If:
13	(1) the board department receives an uncertified personal check
14	for the payment of a fee; and
15	(2) the check does not clear the bank;
16	the board department may void the license, registration, or certificate
17	for which the check was received.
18	(c) Unless designated by rule, a fee is not refundable or transferable.
19	SECTION 8. IC 13-15-11-1, AS AMENDED BY P.L.133-2012,
20	SECTION 113, IS AMENDED TO READ AS FOLLOWS
21	[EFFECTIVE UPON PASSAGE]: Sec. 1. (a) The environmental
22	management permit operation fund is established for the purpose of
23	providing money for permitting and directly associated activities of the
23 24	following programs of the department and the board:
25	(1) The National Pollutant Discharge Elimination System
26	program.
27	(2) <b>The</b> solid waste program.
28	(3) <b>The</b> hazardous waste program.
29	(4) <b>The</b> safe drinking water program.
30	(b) Money in the fund may be used only to pay the direct and
31	indirect reasonable costs of the activities referred to in subsection
32	(a), including the following:
33	(1) The preparation of rules and guidance regarding
34	implementation and enforcement of the programs listed in
35	subsection (a)(1) through (a)(4).
36	(2) The review of and action on:
37	(A) permit applications;
38	(B) permit modifications;
39	(C) permit renewals; and
10	(D) permit revocations;
11	under the programs listed in subsection (a)(1) through (a)(4).
12	(2) Implementing and enforcing the terms of a permit granted



1	under any of the programs listed in subsection (a)(1) through
2	(a)(4), except for court costs of enforcement actions.
3	(4) General administrative costs of operating the programs
4	listed in subsection (a)(1) through (a)(4).
5	SECTION 9. IC 13-15-11-2 IS AMENDED TO READ AS
6	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2. (a) The
7	department shall administer the fund. Revenue that accrues to the
8	fund is continuously appropriated to the department for the
9	purpose set forth in subsection (c).
10	(b) Expenses of administering the fund shall be paid from money in
11	the fund.
12	(c) Money in the fund may be used only to pay the costs
13	incurred by the department in operating the permit programs
14	conducted under:
15	(1) IC 13-18-10;
16	(2) IC 13-18-20;
17	(3) IC 13-18-20.5;
18	(4) IC 13-20-21; and
19	(5) IC 13-22-12.
20	SECTION 10. IC 13-15-11-3 IS AMENDED TO READ AS
21	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. The fund
22	consists of sources of money for the fund are the following:
23	(1) The fees and delinquent charges collected under the
24 25	following:
25	(A) IC 13-18-10;
26	<del>(1)</del> <b>(B)</b> IC 13-18-20.
27	<del>(2)</del> <b>(C)</b> IC 13-18-20.5.
28	( <del>3)</del> ( <b>D</b> ) IC 13-20-21.
29	<del>(4)</del> <b>(E)</b> IC 13-22-12.
30	(2) Appropriations from the general assembly.
31	SECTION 11. IC 13-16-1-1, AS AMENDED BY P.L.133-2012,
32	SECTION 114, IS AMENDED TO READ AS FOLLOWS
33	[EFFECTIVE UPON PASSAGE]: Sec. 1. This chapter applies to all
34	fees established under this title. by the board.
35	SECTION 12. IC 13-16-1-2, AS AMENDED BY P.L.113-2014,
36	SECTION 68, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
37	UPON PASSAGE]: Sec. 2. To establish fees or change the amount of
38	a fee, the board shall:
39	(1) follow the procedure required for the adoption of rules; and
40	(2) take into account:
41	(A) the cost <b>to the department</b> of the issuance of a permit, <del>or</del>
42	license, or approval;



1	(B) the cost to the department of the performance of services
2	in connection with the supervision, review, and other
3	necessary activities related to the area involved; permit,
4	license, or approval;
5	(C) the cost to the department of the surveillance of the
6	activity or property covered by the license, or permit, or
7	approval; <del>and</del>
8	(D) the cost to the department of amendments,
9	modifications, and renewals of a permit, license, or
10	approval; and
11	(D) (E) fees charged for equivalent permits or licenses
12	activities in other states.
13	SECTION 13. IC 13-16-1-3, AS AMENDED BY P.L.133-2012,
14	SECTION 115, IS AMENDED TO READ AS FOLLOWS
15	[EFFECTIVE UPON PASSAGE]: Sec. 3. A fee established by the
16	board under this chapter title for a type or class of permit:
17	(1) may be based on the average of the costs specified in section
18	2 of this chapter for all permits of that type or class;
19	(2) may be set at a particular amount in consideration of the
20	type and amount of discharge or emission to which the permit
21	relates; and
22	(3) may not be different in amount for public sector permit
23	holders than for private sector permit holders, unless the
24	difference is specifically authorized by the Indiana Code.
25	SECTION 14. IC 13-16-1-4, AS AMENDED BY P.L.133-2012,
26	SECTION 116, IS AMENDED TO READ AS FOLLOWS
27	[EFFECTIVE UPON PASSAGE]: Sec. 4. (a) The board shall
28	periodically review the fees established under this chapter. title. The
29	board may <b>set or</b> change the amount of a fee if the board determines,
30	based upon the factors set forth in section 2 information provided
31	under subsections (b) and (c) and the provisions of section 3 of this
32	chapter, that a fee is necessary or that the amount of the a fee is not
33	appropriate.
34	(b) To assist the board in the periodic review of fees required by
35	this section, the department shall:
36	(1) arrange for an independent study of the costs referred to
37	in section 2(2)(A) through 2(2)(D) of this chapter;
38	(2) develop information on fees charged for equivalent
39	activities in other states, as applicable, as provided in section
40	2(2)(E) of this chapter; and
41	(3) periodically develop information on activities, functions,

and permits that have been added or eliminated since the



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1	previous fee structure was adopted.
2	(c) The department shall:
3	(1) present the information described in subsection (b) to the
4	board for consideration; and
5	(2) if so directed by the board, initiate a rulemaking under
6	IC 13-14-9 to address fees.
7	SECTION 15. IC 13-16-1-5 IS AMENDED TO READ AS
8	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) Except as
9	provided in subsection (b), a fee established by the board under this
10	chapter shall be deposited in the environmental management specia
11	permit operation fund under <del>IC 13-14-12</del> IC 13-15-11 when the fee
12	is collected.
13	(b) The fee established under IC 13-17-8-3 shall be deposited in
14	the Title V operating permit program trust fund established by
15	IC 13-17-8-1 when the fee is collected.
16	SECTION 16. IC 13-16-1-5.5 IS ADDED TO THE INDIANA
17	CODE AS A NEW SECTION TO READ AS FOLLOWS
18	[EFFECTIVE JULY 1, 2019]: Sec. 5.5. (a) All fee amounts set forth
19	numerically in this title are minimum amounts. Even if the amount
20	of a fee is set forth numerically in this title, the board, under
21	sections 2 through 4 of this chapter and subject to section 6 of this
22	chapter, may increase the fee to an amount greater than the
23	minimum fee amount set forth numerically in this title.
24	(b) After the board, under subsection (a), increases the amount
25	of a fee to an amount greater than the minimum fee amount se
26	forth numerically in this title, the legislative services agency shal
27	prepare legislation for introduction in the regular session of the
28	general assembly immediately following the board's fee increase to
29	remove the fee amount set forth numerically in this title.
30	SECTION 17. IC 13-16-1-6, AS AMENDED BY P.L.113-2014
31	SECTION 69, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
32	UPON PASSAGE]: Sec. 6. (a) Notwithstanding sections 1 through 5
33	of this chapter or any other law, The board or the department may not
34	do any of the following:
35	(1) Except as provided in section 7 of this chapter, set or change
36	the amount of a fee established by (A) IC 13-18-20; (B)
37	$\frac{1C}{13-20-21}$ ; or $\frac{1C}{13-22-12}$ ; under this title more than one
38	(1) time in five (5) years; or
39	(2) Establish an additional fee that was not in effect on January 1
40	1994, concerning the following:
41	(A) National Pollutant Discharge Elimination System



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<del>programs.</del>

1	(B) Solid waste programs.
2	(C) Hazardous waste programs.
3	(3) (2) require payment of a fee for material used as alternate
4	daily cover pursuant to a permit issued by the department under
5	329 IAC 10-20-13.
6	(b) A change in a fee established under this title may not
7	increase the amount of the fee by more ten percent $(10\%)$ .
8	SECTION 18. IC 13-17-8-3, AS AMENDED BY P.L.133-2012,
9	SECTION 122, IS AMENDED TO READ AS FOLLOWS
10	[EFFECTIVE UPON PASSAGE]: Sec. 3. In accordance with
11	IC 13-16-1, the board shall adopt fees to be collected under the
12	operating permit program. The annual aggregate amount of fees
13	collected under the operating permit program from all sources subject
14	to the operating permit program must be sufficient to cover only the
15	direct and indirect reasonable costs of the following permit program
16	activities:
17	(1) Preparing rules, regulations, and guidance regarding
18	implementation and enforcement of the program.
19	(2) Reviewing and acting on the following:
20	(A) An application for an operating permit.
21	(B) An operating permit revision.
22	(C) An operating permit renewal.
23	(3) The general administrative cost of running the operating
24	permit program.
25	(4) Implementing and enforcing the terms of a permit granted
26	under the operating permit program. However, court costs for
27	enforcement actions are not included under this subdivision.
28	(5) Emissions and ambient monitoring.
29	(6) Modeling analyses and demonstrations.
30	(7) Preparing inventories and tracking emissions.
31	(8) Developing and administering a small business stationary
32	source technical and environmental compliance assistance
33	program.
34	SECTION 19. IC 13-17-15-4, AS ADDED BY P.L.181-2018,
35	SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
36	JULY 1, 2019]: Sec. 4. Drugs confiscated or collected as evidence by
37	a law enforcement agency may be disposed of and destroyed in any of
38	the following:
39	(1) Portland cement manufacturing kilns regulated under 40 CFR
40	63, Subpart LLL.
41	(2) Electric arc furnace steelmaking facilities regulated under:
42	(A) 40 CFR 60, Subpart AAa; or



1	(B) 40 CFR 63, Subpart YYYYY.
2	(3) Integrated iron and steel manufacturing furnaces regulated
3	under 40 CFR 63, Subpart FFFFF.
4	(4) Commercial and industrial solid waste incineration units
5	regulated under 40 CFR 63, 60, Subpart CCCC or DDDD.
6	(5) Hazardous waste combustion units regulated under 40 CFR
7	63, Subpart EEE.
8	(6) Hospital, medical, and infectious waste incinerators regulated
9	under 40 CFR 60, Subpart Ce or Ec.
10	(7) Institutional boilers and process heaters regulated under 40
11	CFR 63, Subpart DDDDD.
12	(8) Small or large municipal waste combustion units regulated
13	under:
14	(A) 40 CFR 60, Subpart AAAA, BBBB, <del>JJJ,</del> Ea, Eb, or Cb; or
15	(B) 40 CFR 62, Subpart JJJ.
16	SECTION 20. IC 13-18-12-2.2, AS ADDED BY P.L.107-2016,
17	SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
18	JULY 1, 2019]: Sec. 2.2. (a) As used in this section:
19	(1) "chemical toilet" has the meaning set forth in 327
20	IAC 7.1-2-6; <b>and</b>
21	(2) "sewage disposal system" has the meaning set forth in 327
22	IAC 7.1-2-36; <del>and</del>
23	(3) "wastewater" has the meaning set forth in 327 IAC 7.1-2-41;
24	on February 1, 2016.
25	(b) As used in this section, "wastewater "septage management
26	vehicle" means a vehicle used for the removal of wastewater septage
27	from sewage disposal systems.
28	(c) Notwithstanding 327 IAC 7.1-6-1, the invoice provided to a
29	customer by the person who uses a wastewater septage management
30	vehicle to remove wastewater septage from the customer's sewage
31	disposal system need not show:
32	(1) the date on which the wastewater septage was removed from
33	the sewage disposal system; or
34	(2) the amount of wastewater septage removed from the sewage
35	disposal system;
36	if the sewage disposal system from which the wastewater septage is
37	removed is a chemical toilet.
38	SECTION 21. IC 13-18-12-2.5, AS AMENDED BY P.L.133-2012,
39	SECTION 130, IS AMENDED TO READ AS FOLLOWS
40	[EFFECTIVE UPON PASSAGE]: Sec. 2.5. (a) The department and the
41	board may allow a person to use industrial waste products in a land
42	application operation or as ingredients in a soil amendment or soil



1	substitute to be land applied if:
2	(1) the industrial waste products are not hazardous wastes;
3	(2) the industrial waste products:
4	(A) have a beneficial use (as defined in 327 IAC 6.1-2-6); or
5	(B) otherwise provide a benefit to the process of creating the
6	soil amendments or soil substitute or to the final soil
7	amendment, soil substitute, or material to be land applied,
8	such as bulking;
9	(3) the finished soil amendment, soil substitute, or material to be
10	land applied satisfies the applicable criteria in 327 IAC 6.1;
11	(4) the finished soil amendment, soil substitute, or material to be
12	land applied has a beneficial use;
13	(5) the requirements of subsection (b) are satisfied; and
14	(6) the person pays a permit fee in an amount determined by the
15	department under rules adopted by the board that does not
16	exceed the costs incurred by the department to issue the permit.
17	(b) The department:
18	(1) may allow the use of industrial waste products:
19	(A) in a land application operation; or
20	(B) as ingredients in a soil amendment or soil substitute to be
21	land applied;
22	on the same basis as other materials under the rules concerning
23	land application and marketing and distribution permits;
24	(2) may not:
25	(A) discriminate against the use of industrial waste products
26	on the basis that the industrial waste products lack biological
27	carbon;
28	(B) impose requirements beyond applicable criteria in 327
29	IAC 6.1, unless additional requirements are necessary for the
30	protection of human health and the environment;
31	(C) require that the finished soil amendment, soil substitute, or
32	material to be land applied must be of a particular economic
33	value; or
34	(D) for any pollutant that has a pollutant limit or concentration
35	in 327 IAC 6.1, require that an industrial waste product or the
36	finished soil amendment, soil substitute, or material to be land
37	applied satisfies:
38	(i) the department's risk integrated system of closures
39	nonrule policy document; remediation closure guidance;
40	or
41	(ii) any other standards other than criteria in 327 IAC 6.1;
42	(3) for any pollutant present in the industrial waste products that



1	does not have a pollutant limit or concentration in 327 IAC 6.1,
2	shall consider the benefits of the finished soil amendment, soil
3	substitute, or material to be land applied as compared to the
4	measurable risks to human health and the environment based on
5	the anticipated use of the finished soil amendment, soil substitute,
6	or material to be land applied; and
7	(4) shall require an application for a permit for the land
8	application of industrial waste products to include
9	characterization of individual industrial waste products at the
10	point of waste generation before mixing the waste streams.
11	(c) The board may adopt rules for pollutant limits or concentrations
12	for pollutants for which limits or concentrations do not exist in 327
13	IAC 6.1 as of July 1, 2011.
14	SECTION 22. IC 13-18-12-5, AS AMENDED BY P.L.37-2012,
15	SECTION 22, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
16	UPON PASSAGE]: Sec. 5. (a) Subject to subsections (b) and (c), The
17	board may adopt a fee schedule for the issuance of:
18	(1) septage management permits; and
19	(2) land application site approvals;
20	under this chapter in accordance with IC 13-16-1.
21	(b) A permit fee may not exceed one hundred dollars (\$100) per
22	year.
23	(c) A land application approval fee may not exceed thirty dollars
24	(\$30) per year per site.
25	(d) (b) Whenever the board designates a county or city health
26	agency as the board's agent to approve land application sites under this
27	chapter, the county or city health agency shall collect and retain the
28	land application approval fee.
29	SECTION 23. IC 13-18-16-7 IS AMENDED TO READ AS
30	FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 7. (a) A person
31	responsible for the operation of public water systems shall submit:
32	(1) samples of water for analysis; and
33	(2) reports of operation pertaining to the sanitary quality,
34	chemical quality, or adequacy of water supplied by those systems;
35	that the commissioner requests. The operator certified under
36	IC 13-18-11 must verify under oath the reports of operation.
37	(b) The reports submitted to the department under subsection
38	(a)(2) shall be submitted electronically unless the commissioner
39	authorizes another method of submitting the reports.
40	SECTION 24. IC 13-18-20-11.5 IS AMENDED TO READ AS
41	FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 11.5. (a) In

addition to the fee under section 12 of this chapter, when a person files



42

1	a notice of intent with the department concerning:
2	(1) an initial; or
3	(2) the renewal of a;
4	general NPDES permit for a CAFO, the person must remit a permit fee
5	of one hundred dollars (\$100) to the department.
6	(b) In addition to the fee under section 12 of this chapter, when a
7	person files an application with the department concerning:
8	(1) an initial NPDES permit for a CAFO; or
9	(2) the renewal of an individual NPDES permit for a CAFO;
10	the person must remit a permit fee of two hundred fifty dollars (\$250)
11	to the department.
12	(e) (b) If a person is subject to a fee for a CAFO under this section,
13	no other fee under this chapter applies to the CAFO other than the fee
14	under section 12 of this chapter.
15	SECTION 25. IC 13-20-3-2 IS REPEALED [EFFECTIVE JULY 1,
16	2019]. Sec. 2. (a) A solid waste hauler that collects solid waste in
17	Indiana and takes the solid waste to a transfer station or final disposal
18	facility outside Indiana shall maintain records for at least one (1) year
19	that identify, for each shipment, the county and state of origin of the
20	largest part of the solid waste by volume.
21	(b) Each solid waste hauler who is required to maintain records
22	under subsection (a) shall file quarterly reports with the department
23	that:
24	(1) state the location of each out-of-state transfer station or final
25	disposal facility; and
26	(2) identify the volume of solid waste from each county and state
27	taken to the transfer station or final disposal facility during the
28	reporting period.
29	SECTION 26. IC 13-20-3-3 IS AMENDED TO READ AS
30	FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 3. A hauler that:
31	(1) is required to make a certification or report under section 1 or
32	2 of this chapter concerning the origin of the solid waste; and
33	(2) did not collect the solid waste at the point of origin;
34	may satisfy the requirements of sections section 1 and 2 of this chapter
35	concerning a certification or report of origin of the solid waste by
36	presenting a certification from the owner or operator of the facility at
37	which the solid waste was picked up that indicates the county and state
38	of origin of the largest part of the solid waste. The department shall
39	establish procedures that allow the use of average figures in making the
40	certification.
41	SECTION 27. IC 13-20-3-4 IS AMENDED TO READ AS
42	FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 4. The requirements of



sections section 1 and 2 of this chapter do not apply to haulers and
owners or operators engaged in transporting or disposing of solid waste
that is:
(1) generated by a person; and
(2) disposed of at a site that is:
(A) owned by the person; and
(B) limited, for the purposes of the disposal of solid waste, to
use by the person for the disposal of solid waste generated by
the person.
SECTION 28. IC 13-20-22-1, AS AMENDED BY P.L.220-2014
SECTION 9, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
JULY 1, 2019]: Sec. 1. (a) A fee is imposed on the disposal of
incineration of solid waste in a final disposal facility in Indiana. Excep
as provided in section 14 of this chapter, the amount of the fee is as
follows:
(1) For solid waste generated in Indiana, and delivered to a fina
disposal facility in a motor vehicle having a registered gross
vehicle weight greater than nine thousand (9,000) pounds, fifty
cents (\$0.50) a ton.
(2) For solid waste generated outside Indiana: and delivered to a
final disposal facility in a motor vehicle having a registered gross
vehicle weight greater than nine thousand (9,000) pounds:
(A) fifty cents (\$0.50) a ton; and
(B) if the board has adopted rules under subsection (e), (b), ar
additional amount imposed under the rules.
(3) For solid waste generated in Indiana or outside Indiana and
delivered to a final disposal facility in:
(A) a motor vehicle having a registered gross vehicle weigh
of not more than nine thousand (9,000) pounds; or
(B) a passenger motor vehicle (as defined in IC 9-13-2-123)
fifty cents (\$0.50) for each load delivered by the motor vehicle.
(b) The board may adopt rules to establish and impose a fee on the
disposal or incineration of solid waste that is:
(1) generated outside Indiana; and
(2) disposed of or incinerated in a final disposal facility in
Indiana.
If rules are adopted under this subsection, the fee shall be set at ar
amount necessary to offset the costs incurred by the state or a county
municipality, or township that can be attributed to the importation of
the solid waste into Indiana and the presence of the solid waste in
Indiana.
(c) Revenue from fees collected under subsection (a)(1) and

(c) Revenue from fees collected under subsection (a)(1) and



(a)(2)(A) shall be deposited in the state solid waste management fund
established by section 2 of this chapter. Revenue from fees collected
under subsection (a)(2)(B) shall be deposited in the hazardous
substances response trust fund established by IC 13-25-4-1, except that
any part of the revenue that the board finds is necessary to offset costs
incurred by counties, municipalities, and townships shall be distributed
to solid waste management districts pro rata on the basis of the district's
population.

- (d) (c) If solid waste has been subject to a fee under this section, the total amount of the fee paid shall be credited against any other fee to which the solid waste may later be subject under this section.
- (e) (d) A fee may not be imposed upon material used as alternate daily cover pursuant to a permit issued by the department under 329 IAC 10-20-13.

SECTION 29. IC 13-20-22-12, AS AMENDED BY P.L.220-2014, SECTION 18, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 12. Each month The department shall deposit the following on a quarterly basis:

- (1) Not less than fifty percent (50%) of the revenue from the fee imposed under section 1(a)(1) of this chapter into the Indiana recycling promotion and assistance fund established in by IC 4-23-5.5-14.
- (2) Not more than fifty percent (50%) of the revenue from the fee imposed under section 1(a)(1) of this chapter into the state solid waste management fund established by section 2 of this chapter.
- (3) The revenue from the fee imposed under section 1(a)(2) of this chapter into the hazardous substance response trust fund established by IC 13-25-4-1.

SECTION 30. IC 13-22-12-6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 6. Hazardous waste annual operation fees begin accruing January 1 each year. The department shall assess the fees not later than January June 15 of that year.

SECTION 31. IC 13-23-8-4, AS AMENDED BY P.L.96-2016, SECTION 25, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 4. (a) The administrator shall pay ELTF claims that are:

- (1) for costs related to eligible releases;
- (2) submitted by eligible parties; and
- (3) submitted in accordance with IC 13-23-8 and IC 13-23-9.
- (b) An eligible party may assign the right to receive payment of an



1	EI TE alaim to another nerson
2	ELTF claim to another person.  (c) Not more than forty-five (45) business days after an ELTF
3	claim is submitted, the administrator shall do one (1) of the
4	following:
5	(1) Approve the ELTF claim and, under IC 13-23-9-2(c),
6	forward the ELTF claim to the auditor of state for payment.
7	(2) Send to the claimant a written notice that:
8	(A) states that a correction, a clarification, or additional
9	information is needed before the ELTF claim can be
10	approved; and
11	(B) provides a clear explanation:
12	(i) of the correction, clarification, or additional
13	information that is needed; and
14	(ii) of why it is needed.
15	(3) Deny the claim and provide the claimant with a statement
16	of the reasons for the denial under IC 13-23-9-2(b).
17	SECTION 32. IC 16-44-2-8 IS AMENDED TO READ AS
18	FOLLOWS [EFFECTIVE JULY 1, 2019] Sec. 8. (a) The inspections
19	and tests made by the state department under this chapter shall be
20	conducted in accordance with the methods outlined by the American
21	Society for Testing and Materials.
22	(b) The inspections and tests as to gasoline, gasohol, and kerosene
23	must reflect the following minimum specifications necessary for the
24	approval of the product:
25	(1) Gasoline or gasohol:
26	(A) Corrosion Test – Method ASTM D-130. A clean copper
27	strip may not show more than extremely slight discoloration
28	when submerged in the gasoline for three (3) hours at one
29	hundred twenty-two (122) degrees Fahrenheit.
30	(B) Distillation Range – Method ASTM D-86. When the
31	thermometer reads one hundred sixty-seven (167) degrees
32	Fahrenheit, not less than ten percent (10%) may be evaporated.
33	When the thermometer reads two hundred eighty-four (284)
34	degrees Fahrenheit, not less than fifty percent (50%) may be
35	evaporated. When the thermometer reads three hundred
36	ninety-two (392) degrees Fahrenheit, not less than ninety
37	percent (90%) may be evaporated. The residue may not exceed
38	two percent (2%). Percent evaporated is found by adding the
39	distillation loss to the amount collected in the receiver at each
40	specification temperature.
41	(C) Sulphur – Method ASTM D-1266 or D-2622. Sulphur may
42	not exceed twenty-five hundredths of one percent (0.25%).



1	(D) Vapor Pressure – Method ASTM D-4953, ASTM D-5191,
2	or any other ASTM method to determine vapor pressure
3	approved by the United States Environmental Protection
4	Agency. For gasoline, the Reid vapor pressure at one hundred
5	(100) degrees Fahrenheit may not exceed the following:
6	(i) Fifteen (15) pounds per square inch at the normal
7	barometric pressure at the point of delivery during
8	November, December, January, February, and March.
9	(ii) Fourteen (14) Thirteen and five-tenths (13.5) pounds
10	per square inch during April and October.
11	(iii) Eleven and five-tenths (11.5) pounds per square inch
12	during September 16 through September 30.
13	(iii) (iv) Twelve (12) Nine (9) pounds per square inch
14	during May, June, July, August, and September 1 through
15	September 15, as regulated by the United States
16	<b>Environmental Protection Agency.</b>
17	(v) Compliant conventional gasoline under 326 IAC 13:
18	Rule 3 is subject to more stringent vapor pressure
19	requirements.
20	(E) For gasohol (a blend of gasoline and alcohol permitted
21	under federal tax requirements), the vapor pressure may not
22	exceed the following:
23	(i) Sixteen (16) pounds per square inch during November,
24	December, January, February, and March.
25	(ii) Fifteen (15) Fourteen and five-tenths (14.5) pounds per
26	square inch during April and October.
27	(iii) Twelve and five-tenths (12.5) pounds per square inch
28	during September 16 through September 30.
29	(iii) (iv) Thirteen (13) Ten (10) pounds per square inch
30	during May, June, July, August, and September 1 through
31	September 15, as regulated by the United States
32	<b>Environmental Protection Agency.</b>
33	(v) Compliant conventional gasoline under 326 IAC 13:
34	Rule 3 and federal reformulated gasoline is subject to
35	more stringent vapor pressure requirements.
36	(F) After July 23, 2004, gasoline may not contain more than
37	one-half percent (0.5%) of MTBE by volume.
38	(2) Kerosene:
39	(A) Flash Test – Method ASTM D-56. Flash point may not be
40	lower than one hundred (100) degrees Fahrenheit.
41	(B) For the purpose of this chapter, any petroleum product
42	designated by name or reference as "kerosene" must meet the



1	federal specifications for kerosene VV-K-211d in effect on
2	March 1, 1977.
3	(c) Gasoline, gasohol, and kerosene products that do not comply
4	with the minimum specifications described in subsection (b) may not
5	be sold, offered for sale, or used in Indiana.
6	(d) Petroleum products other than gasoline, gasohol, or kerosene
7	shall be inspected and tested by the methods as are necessary to
8	determine the contents and characteristics of the product.
9	SECTION 33. [EFFECTIVE UPON PASSAGE] (a) The
10	environmental rules board shall, before January 1, 2022, adopt
11	rules under IC 4-22-2 and IC 13-14-9 to increase the amount of the
12	fees referred to in subsections (c) and (d). The fee increase under
13	this SECTION shall be in accordance with IC 13-16-1, as amended
14	by this act, except as provided in subsection (e).
15	(b) The board shall increase the fees referred to in subsections
16	(c) and (d) only one (1) time under this SECTION.
17	(c) The board shall increase the fees established by:
18	(1) IC 13-18-10;
19	(2) IC 13-18-20;
20	(3) IC 13-18-20.5;
21	(4) IC 13-20-21; and
22	(5) IC 13-22-12;
23	to the extent calculated to cause annual aggregate fee revenue after
24	the fee increase under this subsection to be two million two
25	hundred thousand dollars (\$2,200,000) greater than the aggregate
26	fee revenue actually received in the year immediately preceding the
27	fee increase under this subsection from the fees established by the
28	statutes listed in subdivisions (1) through (5).
29	(d) The board shall increase the fees established by IC 13-17-8
30	to the extent calculated to cause annual aggregate fee revenue after
31	the fee increase under this subsection to be two million dollars
32	(\$2,000,000) greater than the aggregate fee revenue actually
33	received from the fees established by IC 13-17-8 in the year
34	immediately preceding the fee increase under this subsection. The
35	fee increase under this subsection shall occur in accordance with
36	the requirements of 326 IAC 2-1.1-7(b)(1) and 326 IAC 2-7-19.
37	(e) Notwithstanding IC 13-16-1-6(b), as added by this act, a fee
38	may be increased under this SECTION by more than ten percent
39	(10%).
40	(f) This SECTION expires on the earlier of the following:
41	(1) The effective date of the rules adopted under this



42

SECTION.

- (2) January 1, 2022. SECTION 34. An emergency is declared for this act. 1 2



#### COMMITTEE REPORT

Mr. Speaker: Your Committee on Environmental Affairs, to which was referred House Bill 1278, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill do pass.

(Reference is to HB 1278 as introduced.)

**WOLKINS** 

Committee Vote: Yeas 12, Nays 0

#### HOUSE MOTION

Mr. Speaker: I move that House Bill 1278 be amended to read as follows:

Page 2, line 21, delete "42" and insert "40".

(Reference is to HB 1278 as printed February 1, 2019.)

**WOLKINS** 

### **HOUSE MOTION**

Mr. Speaker: I move that House Bill 1278 be amended to read as follows:

Page 5, after line 32, begin a new paragraph and insert:

"SECTION 13. IC 16-44-2-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019] Sec. 8. (a) The inspections and tests made by the state department under this chapter shall be conducted in accordance with the methods outlined by the American Society for Testing and Materials.

- (b) The inspections and tests as to gasoline, gasohol, and kerosene must reflect the following minimum specifications necessary for the approval of the product:
  - (1) Gasoline or gasohol:
    - (A) Corrosion Test Method ASTM D-130. A clean copper strip may not show more than extremely slight discoloration when submerged in the gasoline for three (3) hours at one hundred twenty-two (122) degrees Fahrenheit.
    - (B) Distillation Range Method ASTM D-86. When the



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thermometer reads one hundred sixty-seven (167) degrees Fahrenheit, not less than ten percent (10%) may be evaporated. When the thermometer reads two hundred eighty-four (284) degrees Fahrenheit, not less than fifty percent (50%) may be evaporated. When the thermometer reads three hundred ninety-two (392) degrees Fahrenheit, not less than ninety percent (90%) may be evaporated. The residue may not exceed two percent (2%). Percent evaporated is found by adding the distillation loss to the amount collected in the receiver at each specification temperature.

- (C) Sulphur Method ASTM D-1266 or D-2622. Sulphur may not exceed twenty-five hundredths of one percent (0.25%).
- (D) Vapor Pressure Method ASTM D-4953, ASTM D-5191, or any other ASTM method to determine vapor pressure approved by the United States Environmental Protection Agency. For gasoline, the Reid vapor pressure at one HUNDRED (100) degrees Fahrenheit may not exceed the following:
  - (i) Fifteen (15) pounds per square inch at the normal barometric pressure at the point of delivery during November, December, January, February, and March.
  - (ii) Fourteen (14) Thirteen and five-tenths (13.5) pounds per square inch during April and October.
  - (iii) Eleven and five-tenths (11.5) pounds per square inch during September 16 through September 30.
  - (iii) (iv) Twelve (12) Nine (9) pounds per square inch during May, June, July, August, and September 1 through September 15, as regulated by the United States Environmental Protection Agency.
  - (v) Compliant conventional gasoline under 326 IAC 13: Rule 3 is subject to more stringent vapor pressure requirements.
- (E) For gasohol (a blend of gasoline and alcohol permitted under federal tax requirements), the vapor pressure may not exceed the following:
  - (i) Sixteen (16) pounds per square inch during November, December, January, February, and March.
  - (ii) Fifteen (15) Fourteen and five-tenths (14.5) pounds per square inch during April and October.
  - (iii) Twelve and five-tenths (12.5) pounds per square inch during September 16 through September 30.
  - (iii) (iv) Thirteen (13) Ten (10) pounds per square inch



during May, June, July, August, and September 1 through September 15, as regulated by the United States Environmental Protection Agency.

- (v) Compliant conventional gasoline under 326 IAC 13: Rule 3 and federal reformulated gasoline is subject to more stringent vapor pressure requirements.
- (F) After July 23, 2004, gasoline may not contain more than one-half percent (0.5%) of MTBE by volume.
- (2) Kerosene:
  - (A) Flash Test Method ASTM D-56. Flash point may not be lower than one hundred (100) degrees Fahrenheit.
  - (B) For the purpose of this chapter, any petroleum product designated by name or reference as "kerosene" must meet the federal specifications for kerosene VV-K-211d in effect on March 1, 1977.
- (c) Gasoline, gasohol, and kerosene products that do not comply with the minimum specifications described in subsection (b) may not be sold, offered for sale, or used in Indiana.
- (d) Petroleum products other than gasoline, gasohol, or kerosene shall be inspected and tested by the methods as are necessary to determine the contents and characteristics of the product.".

(Reference is to HB 1278 as printed February 1, 2019.)

**WOLKINS** 

#### COMMITTEE REPORT

Madam President: The Senate Committee on Environmental Affairs, to which was referred House Bill No. 1278, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Delete the title and insert the following:

A BILL FOR AN ACT to amend the Indiana Code concerning environmental law and to make an appropriation.

Page 1, between lines 14 and 15, begin a new paragraph and insert: "SECTION 4. IC 13-14-8-7, AS AMENDED BY P.L.133-2012, SECTION 88, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 7. (a) Without limiting the generality of the regulatory authority of the board under this title, the board may adopt rules under IC 4-22-2 and IC 13-14-9 prescribing the following:



- (1) Standards or requirements for discharge or emission specifying the maximum permissible short term and long term concentrations of various contaminants of the air, water, or land.
- (2) Procedures for the administration of a system of permits for:
  - (A) the discharge of any contaminants;
  - (B) the construction, installation, or modification of any:
    - (i) facility;
    - (ii) equipment; or
    - (iii) device;

that may be designed to control or prevent pollution; or

- (C) the operation of any:
  - (i) facility;
  - (ii) equipment; or
  - (iii) device;

to control or to prevent pollution.

- (3) Standards and conditions for the use of any fuel or vehicle determined to constitute an air pollution hazard.
- (4) Standards for the filling or sealing of abandoned:
  - (A) water wells;
  - (B) water holes; and
  - (C) drainage holes;

to protect ground water against contamination.

- (5) Alert criteria and abatement standards for pollution episodes or emergencies constituting an acute danger to health or to the environment, including priority lists for terminating activities that contribute to the hazard, whether or not the activities would meet all discharge requirements of the board under normal conditions.
- (6) Requirements and procedures for the inspection of any equipment, facility, vehicle, vessel, or aircraft that may cause or contribute to pollution.
- (7) Requirements and standards for equipment and procedures for:
  - (A) monitoring contaminant discharges at their sources;
  - (B) the collection of samples; and
  - (C) the collection, reporting, and retention, in accordance with record retention schedules adopted under IC 5-15-5.1, of data resulting from that monitoring.
- (8) Standards or requirements to control:
  - (A) the discharge; or
  - (B) the pretreatment;

of contaminants introduced or discharged into publicly owned treatment works.



#### (9) Fees, in accordance with IC 13-16-1.

(b) If the board is required to adopt new rules or amend existing rules to implement an amendment to the federal Resource Conservation and Recovery Act or an amendment to or addition of a National Emission Standard for Hazardous Air Pollutants under the federal Clean Air Act, the board shall adopt the new rules or amend the existing rules not more than nine (9) months after the date the federal law becomes effective. This subsection does not limit the board's authority to amend at any time the rules adopted under this subsection.

SECTION 5. IC 13-15-10-3, AS AMENDED BY P.L.133-2012, SECTION 109, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. (a) The waste facility operator trust fund is established. The board department shall deposit fees collected under this chapter in the fund.

(b) Money in the fund shall be used for paying the expenses of the training and certification program described in this chapter.

SECTION 6. IC 13-15-10-5, AS AMENDED BY P.L.133-2012, SECTION 111, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) The board shall establish by rule and cause to be collected fees for the following:

- (1) Examination of applicants for certification.
- (2) Issuance, renewal, or transfer of a certificate.
- (3) Restoration of an expired certificate when that action is authorized by law.
- (4) Issuance of certificates by reciprocity or endorsement for out-of-state applicants.
- (5) Issuance of board or committee reciprocity or endorsements for resident practitioners who apply to another state for a certificate.
- (b) A fee may not be less than fifty dollars (\$50) unless the fee is collected under a rule adopted by the board that sets a fee for miscellaneous expenses incurred by the department on behalf of the operators the board regulates. regulated under rules adopted by the board. The fees may not be less than are required to pay all of the costs, both direct and indirect, of the operation of the department under this chapter, and are payable to the department in accordance with section 6 of this chapter.
- (c) A fee may not be charged to an operator employed by a solid waste facility that is wholly owned and operated by a unit of local government.

SECTION 7. IC 13-15-10-6, AS AMENDED BY P.L.133-2012, SECTION 112, IS AMENDED TO READ AS FOLLOWS



[EFFECTIVE UPON PASSAGE]: Sec. 6. (a) For the payment of fees under this chapter, the board department shall accept any of the following:

- (1) Cash.
- (2) A draft.
- (3) A money order.
- (4) A cashier's, <del>check, and a certified, or other</del> personal check.
- (5) An electronic fund transfer, if the department makes payment by this means available.
- (b) If:
  - (1) the board department receives an uncertified personal check for the payment of a fee; and
- (2) the check does not clear the bank; the board department may void the license, registration, or certificate for which the check was received.
- (c) Unless designated by rule, a fee is not refundable or transferable. SECTION 8. IC 13-15-11-1, AS AMENDED BY P.L.133-2012, SECTION 113, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 1. (a) The environmental management permit operation fund is established for the purpose of providing money for permitting and directly associated activities of the following programs of the department and the board:
  - (1) **The** National Pollutant Discharge Elimination System program.
  - (2) **The** solid waste program.
  - (3) **The** hazardous waste program.
  - (4) **The** safe drinking water program.
- (b) Money in the fund may be used only to pay the direct and indirect reasonable costs of the activities referred to in subsection (a), including the following:
  - (1) The preparation of rules and guidance regarding implementation and enforcement of the programs listed in subsection (a)(1) through (a)(4).
  - (2) The review of and action on:
    - (A) permit applications;
    - (B) permit modifications;
    - (C) permit renewals; and
    - (D) permit revocations;

under the programs listed in subsection (a)(1) through (a)(4).

(3) Implementing and enforcing the terms of a permit granted under any of the programs listed in subsection (a)(1) through (a)(4), except for court costs of enforcement actions.



(4) General administrative costs of operating the programs listed in subsection (a)(1) through (a)(4).

SECTION 9. IC 13-15-11-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2. (a) The department shall administer the fund. Revenue that accrues to the fund is continuously appropriated to the department for the purpose set forth in subsection (c).

- (b) Expenses of administering the fund shall be paid from money in the fund.
- (c) Money in the fund may be used only to pay the costs incurred by the department in operating the permit programs conducted under:
  - (1) IC 13-18-10;
  - (2) IC 13-18-20;
  - (3) IC 13-18-20.5;
  - (4) IC 13-20-21; and
  - (5) IC 13-22-12.

SECTION 10. IC 13-15-11-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. The fund consists of sources of money for the fund are the following:

- (1) The fees and delinquent charges collected under the following:
  - (A) IC 13-18-10;
  - (1) **(B)** IC 13-18-20.
  - (2) (C) IC 13-18-20.5.
  - (3) **(D)** IC 13-20-21.
  - (4) (E) IC 13-22-12.
- (2) Appropriations from the general assembly.

SECTION 11. IC 13-16-1-1, AS AMENDED BY P.L.133-2012, SECTION 114, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 1. This chapter applies to **all** fees established under this title. by the board.

SECTION 12. IC 13-16-1-2, AS AMENDED BY P.L.113-2014, SECTION 68, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2. To establish fees or change the amount of a fee, the board shall:

- (1) follow the procedure required for the adoption of rules; and
- (2) take into account:
  - (A) the cost to the department of the issuance of a permit, or license, or approval;
  - (B) the cost to the department of the performance of services in connection with the supervision, review, and other



necessary activities related to the area involved; permit, license, or approval;

- (C) the cost to the department of the surveillance of the activity or property covered by the license, or permit, or approval; and
- (D) the cost to the department of amendments, modifications, and renewals of a permit, license, or approval; and
- (D) (E) fees charged for equivalent permits or licenses activities in other states.

SECTION 13. IC 13-16-1-3, AS AMENDED BY P.L.133-2012, SECTION 115, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. A fee established by the board under this chapter title for a type or class of permit:

- (1) may be based on the average of the costs specified in section 2 of this chapter for all permits of that type or class;
- (2) may be set at a particular amount in consideration of the type and amount of discharge or emission to which the permit relates; and
- (3) may not be different in amount for public sector permit holders than for private sector permit holders, unless the difference is specifically authorized by the Indiana Code.

SECTION 14. IC 13-16-1-4, AS AMENDED BY P.L.133-2012, SECTION 116, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. (a) The board shall periodically review the fees established under this chapter. title. The board may set or change the amount of a fee if the board determines, based upon the factors set forth in section 2 information provided under subsections (b) and (c) and the provisions of section 3 of this chapter, that a fee is necessary or that the amount of the a fee is not appropriate.

- (b) To assist the board in the periodic review of fees required by this section, the department shall:
  - (1) arrange for an independent study of the costs referred to in section 2(2)(A) through 2(2)(D) of this chapter;
  - (2) develop information on fees charged for equivalent activities in other states, as applicable, as provided in section 2(2)(E) of this chapter; and
  - (3) periodically develop information on activities, functions, and permits that have been added or eliminated since the previous fee structure was adopted.
  - (c) The department shall:



- (1) present the information described in subsection (b) to the board for consideration; and
- (2) if so directed by the board, initiate a rulemaking under IC 13-14-9 to address fees.

SECTION 15. IC 13-16-1-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) Except as provided in subsection (b), a fee established by the board under this chapter shall be deposited in the environmental management special permit operation fund under IC 13-14-12 IC 13-15-11 when the fee is collected.

(b) The fee established under IC 13-17-8-3 shall be deposited in the Title V operating permit program trust fund established by IC 13-17-8-1 when the fee is collected.

SECTION 16. IC 13-16-1-5.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 5.5. (a) All fee amounts set forth numerically in this title are minimum amounts. Even if the amount of a fee is set forth numerically in this title, the board, under sections 2 through 4 of this chapter and subject to section 6 of this chapter, may increase the fee to an amount greater than the minimum fee amount set forth numerically in this title.

(b) After the board, under subsection (a), increases the amount of a fee to an amount greater than the minimum fee amount set forth numerically in this title, the legislative services agency shall prepare legislation for introduction in the regular session of the general assembly immediately following the board's fee increase to remove the fee amount set forth numerically in this title.

SECTION 17. IC 13-16-1-6, AS AMENDED BY P.L.113-2014, SECTION 69, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 6. (a) Notwithstanding sections 1 through 5 of this chapter or any other law, The board or the department may not: do any of the following:

- (1) Except as provided in section 7 of this chapter, set or change the amount of a fee established by (A) IC 13-18-20; (B) IC 13-20-21; or (C) IC 13-22-12; under this title more than one
- (1) time in five (5) years; or
- (2) Establish an additional fee that was not in effect on January 1, 1994, concerning the following:
  - (A) National Pollutant Discharge Elimination System programs:
  - (B) Solid waste programs.
  - (C) Hazardous waste programs.



- (3) (2) require payment of a fee for material used as alternate daily cover pursuant to a permit issued by the department under 329 IAC 10-20-13.
- (b) A change in a fee established under this title may not increase the amount of the fee by more ten percent (10%).

SECTION 18. IC 13-17-8-3, AS AMENDED BY P.L.133-2012, SECTION 122, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. In accordance with IC 13-16-1, the board shall adopt fees to be collected under the operating permit program. The annual aggregate amount of fees collected under the operating permit program from all sources subject to the operating permit program must be sufficient to cover only the direct and indirect reasonable costs of the following permit program activities:

- (1) Preparing rules, regulations, and guidance regarding implementation and enforcement of the program.
- (2) Reviewing and acting on the following:
  - (A) An application for an operating permit.
  - (B) An operating permit revision.
  - (C) An operating permit renewal.
- (3) The general administrative cost of running the operating permit program.
- (4) Implementing and enforcing the terms of a permit granted under the operating permit program. However, court costs for enforcement actions are not included under this subdivision.
- (5) Emissions and ambient monitoring.
- (6) Modeling analyses and demonstrations.
- (7) Preparing inventories and tracking emissions.
- (8) Developing and administering a small business stationary source technical and environmental compliance assistance program.".

Page 3, between lines 1 and 2, begin a new paragraph and insert:

"SECTION 20. IC 13-18-12-2.5, AS AMENDED BY P.L.133-2012, SECTION 130, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2.5. (a) The department and the board may allow a person to use industrial waste products in a land application operation or as ingredients in a soil amendment or soil substitute to be land applied if:

- (1) the industrial waste products are not hazardous wastes;
- (2) the industrial waste products:
  - (A) have a beneficial use (as defined in 327 IAC 6.1-2-6); or
  - (B) otherwise provide a benefit to the process of creating the



- soil amendments or soil substitute or to the final soil amendment, soil substitute, or material to be land applied, such as bulking;
- (3) the finished soil amendment, soil substitute, or material to be land applied satisfies the applicable criteria in 327 IAC 6.1;
- (4) the finished soil amendment, soil substitute, or material to be land applied has a beneficial use;
- (5) the requirements of subsection (b) are satisfied; and
- (6) the person pays a permit fee in an amount determined by the department under rules adopted by the board that does not exceed the costs incurred by the department to issue the permit.
- (b) The department:
  - (1) may allow the use of industrial waste products:
    - (A) in a land application operation; or
    - (B) as ingredients in a soil amendment or soil substitute to be land applied;
  - on the same basis as other materials under the rules concerning land application and marketing and distribution permits;
  - (2) may not:
    - (A) discriminate against the use of industrial waste products on the basis that the industrial waste products lack biological carbon;
    - (B) impose requirements beyond applicable criteria in 327 IAC 6.1, unless additional requirements are necessary for the protection of human health and the environment;
    - (C) require that the finished soil amendment, soil substitute, or material to be land applied must be of a particular economic value; or
    - (D) for any pollutant that has a pollutant limit or concentration in 327 IAC 6.1, require that an industrial waste product or the finished soil amendment, soil substitute, or material to be land applied satisfies:
      - (i) the department's risk integrated system of closures nonrule policy document; remediation closure guidance; or
      - (ii) any other standards other than criteria in 327 IAC 6.1;
  - (3) for any pollutant present in the industrial waste products that does not have a pollutant limit or concentration in 327 IAC 6.1, shall consider the benefits of the finished soil amendment, soil substitute, or material to be land applied as compared to the measurable risks to human health and the environment based on the anticipated use of the finished soil amendment, soil substitute,



- or material to be land applied; and
- (4) shall require an application for a permit for the land application of industrial waste products to include characterization of individual industrial waste products at the point of waste generation before mixing the waste streams.
- (c) The board may adopt rules for pollutant limits or concentrations for pollutants for which limits or concentrations do not exist in 327 IAC 6.1 as of July 1, 2011.

SECTION 21. IC 13-18-12-5, AS AMENDED BY P.L.37-2012, SECTION 22, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) Subject to subsections (b) and (c), The board may adopt a fee schedule for the issuance of:

- (1) septage management permits; and
- (2) land application site approvals;

under this chapter in accordance with IC 13-16-1.

- (b) A permit fee may not exceed one hundred dollars (\$100) per year.
- (e) A land application approval fee may not exceed thirty dollars (\$30) per year per site.
- (d) (b) Whenever the board designates a county or city health agency as the board's agent to approve land application sites under this chapter, the county or city health agency shall collect and retain the land application approval fee.".

Page 3, between lines 12 and 13, begin a new paragraph and insert: "SECTION 23. IC 13-18-20-11.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 11.5. (a) In addition to the fee under section 12 of this chapter, when a person files a notice of intent with the department concerning:

- (1) an initial; or
- (2) the renewal of a;

general NPDES permit for a CAFO, the person must remit a permit fee of one hundred dollars (\$100) to the department.

- (b) In addition to the fee under section 12 of this chapter, when a person files an application with the department concerning:
  - (1) an initial NPDES permit for a CAFO; or
- (2) the renewal of an individual NPDES permit for a CAFO; the person must remit a permit fee of two hundred fifty dollars (\$250) to the department.
- (c) (b) If a person is subject to a fee for a CAFO under this section, no other fee under this chapter applies to the CAFO other than the fee under section 12 of this chapter."

Page 5, between lines 32 and 33, begin a new paragraph and insert:



"SECTION 13. IC 13-23-8-4, AS AMENDED BY P.L.96-2016, SECTION 25, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 4. (a) The administrator shall pay ELTF claims that are:

- (1) for costs related to eligible releases;
- (2) submitted by eligible parties; and
- (3) submitted in accordance with IC 13-23-8 and IC 13-23-9.
- (b) An eligible party may assign the right to receive payment of an ELTF claim to another person.
- (c) Not more than forty-five (45) business days after an ELTF claim is submitted, the administrator shall do one (1) of the following:
  - (1) Approve the ELTF claim and, under IC 13-23-9-2(c), forward the ELTF claim to the auditor of state for payment.
  - (2) Send to the claimant a written notice that:
    - (A) states that a correction, a clarification, or additional information is needed before the ELTF claim can be approved; and
    - (B) provides a clear explanation:
      - (i) of the correction, clarification, or additional information that is needed; and
      - (ii) of why it is needed.
  - (3) Deny the claim and provide the claimant with a statement of the reasons for the denial under IC 13-23-9-2(b).".

Page 7, after line 24, begin a new paragraph and insert:

"SECTION 30. [EFFECTIVE UPON PASSAGE] (a) The environmental rules board shall, before January 1, 2022, adopt rules under IC 4-22-2 and IC 13-14-9 to increase the amount of the fees referred to in subsections (c) and (d). The fee increase under this SECTION shall be in accordance with IC 13-16-1, as amended by this act, except as provided in subsection (e).

- (b) The board shall increase the fees referred to in subsections (c) and (d) only one (1) time under this SECTION.
  - (c) The board shall increase the fees established by:
    - (1) IC 13-18-10;
    - (2) IC 13-18-20;
    - (3) IC 13-18-20.5;
    - (4) IC 13-20-21; and
    - (5) IC 13-22-12;

to the extent calculated to cause annual aggregate fee revenue after the fee increase under this subsection to be two million two hundred thousand dollars (\$2,200,000) greater than the aggregate



fee revenue actually received in the year immediately preceding the fee increase under this subsection from the fees established by the statutes listed in subdivisions (1) through (5).

- (d) The board shall increase the fees established by IC 13-17-8 to the extent calculated to cause annual aggregate fee revenue after the fee increase under this subsection to be two million dollars (\$2,000,000) greater than the aggregate fee revenue actually received from the fees established by IC 13-17-8 in the year immediately preceding the fee increase under this subsection. The fee increase under this subsection shall occur in accordance with the requirements of 326 IAC 2-1.1-7(b)(1) and 326 IAC 2-7-19.
- (e) Notwithstanding IC 13-16-1-6(b), as added by this act, a fee may be increased under this SECTION by more than ten percent (10%).
  - (f) This SECTION expires on the earlier of the following:
    - (1) The effective date of the rules adopted under this SECTION.
    - (2) January 1, 2022.

SECTION 31. An emergency is declared for this act.".

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1278 as reprinted February 15, 2019.)

MESSMER, Chairperson

Committee Vote: Yeas 11, Nays 0.

