2

15

16

SHB 1743 - S COMM AMD - S5444.1 3 By Committee on Ecology & Parks

4 ADOPTED 3/3/94

5 On page 1, line 5, after "follows:" strike everything through 6 "department." on page 2, line 16, and insert the following:

- 7 "(1) Not later than January 1, 1995, the department shall designate 8 an industry type and up to ten individual facilities within that 9 industry type to be the focus of a pilot multimedia program. 10 program shall be designed to coordinate department actions related to 11 environmental permits, plans, approvals, certificates, registrations, technical assistance, and inspections. 12 The program shall also 13 investigate the feasibility of issuing facility-wide permits. The director shall determine the industry type and facilities based on: 14
 - (a) A review of at least three industry types; and
 - (b) Criteria which shall include at least the following factors:
- 17 (i) The potential for the industry to serve as a state-wide model 18 for multimedia environmental programs including pollution prevention;
- 19 (ii) Whether the industry type is subject to regulatory 20 requirements relating to at least two of the following subject areas: Air quality, water quality, or hazardous waste management; 21
- 22 (iii) The existence within the industry type of a range of business 23 sizes; and
- 24 (iv) Voluntary participation in the program.
- (2) Not later than January 1, 1997, the department shall submit to 25 26 the governor and the appropriate standing committees 27 legislature:
- (a) A report evaluating the pilot multimedia program. The report 28 29 shall consider the program's effect on the efficiency and effectiveness 30 of program delivery and shall evaluate the feasibility of expanding the 31 program to other industry types; and
- (b) A report analyzing the feasibility of a facility-wide permit 32 33 program.
- (3) In developing the program, the department shall consult with 34 35 and seek the cooperation of the environmental protection agency.
- (4) For purposes of this section, "facility-wide permit" means a 36 single multimedia permit issued by the department to the owner or 37

- 1 operator of a facility incorporating the permits and any other relevant
- 2 department approvals previously issued to the owner or operator or
- 3 currently required by the department."
- 4 **SHB 1743** S COMM AMD S5445.1

14

15

16

17

18 19

20

21

- 5 By Committee on Ecology & Parks
- ADOPTED 3/3/94
- 7 On page 2, after line 16, insert the following:
- "NEW SECTION. Sec. 2. The purpose of sections 2 through 6 of this act is to establish a pilot program to encourage environmental permit program efficiency and pollution prevention through increased private sector participation in the preparation of wastewater discharge permit and performance of wastewater discharge permit compliance assurance activities currently administered by the department of ecology.
 - The legislature recognizes that pollution prevention can often be accomplished through cooperative partnerships between government and industry and through voluntary changes in industrial production methods. By utilizing expertise available in the private sector, the pilot program provided for in sections 2 through 6 of this act is intended to reduce the backlog of expired wastewater discharge permits and increase the frequency of compliance assurance activities in order to better protect the water quality of the state.
- The legislature intends that the pilot program be implemented without an increase in government expenditures. The legislature also intends that the pilot program be implemented through the use of technical assistance and administrative guidelines. It is not the intent of this act to authorize additional rule making.
- The provisions in this act do not affect the authority of the department to bring enforcement actions, nor do they affect provisions in existing law for public participation and rights of appeal of permit decisions.
- NEW SECTION. Sec. 3. A new section is added to chapter 90.48 RCW to read as follows:
- (1) For the period beginning July 1, 1994, and ending July 1, 1996, the department shall conduct a pilot program to test the feasibility and effectiveness of allowing certain industries which require a

- 1 permit, renewal, or modification under RCW 90.48.260 to submit a draft 2 permit and fact sheet in lieu of an application form.
 - (2) In implementing the pilot program, the department shall:
- 4 (a) Establish criteria for types of applicants that are eligible to submit draft permits and fact sheets. Such criteria shall include:
 - (i) Consideration of the applicant's compliance history; and
- 7 (ii) The potential for the industry to serve as a model for 8 increased private sector participation in permit preparation;
- 9 (b) Develop guidelines specifying the elements of a complete draft 10 permit and fact sheet;
- 11 (c) Make available a list of approved contractors with whom 12 applicants may contract for draft permit preparation; and
- (d) Document cost and time savings resulting from draft permit preparation by applicants and reflect these savings in the next revision of permit fees for such applicants. Any reduction in fees for permittees participating in the pilot program shall not cause an increase in fees for other permittees.
- Nothing in this section affects the requirements for public participation and right of appeal under RCW 90.48.260 and chapter 43.21B RCW. The department shall retain full authority under this chapter to approve, modify, or disapprove any draft permit or fact sheet submitted under this section.
- NEW SECTION. **Sec. 4.** A new section is added to chapter 90.48 RCW to read as follows:
- 25 (1) Beginning July 1, 1994, and ending July 1, 1996, the department shall conduct a pilot program to test the feasibility and effectiveness 26 of allowing industrial permittees to contract with private consultants 27 for the performance of annual compliance inspections required of major 28 29 dischargers under federal law. As part of the program, the department 30 shall allow at least ten major dischargers to contract directly with a consultant identified pursuant to subsection (2) of this section for 31 the performance of annual compliance inspections. 32
 - (2) The department shall:

3

6

33

34 (a) Upon request of a permittee, approve individual permittees who 35 are eligible to hire contractors for compliance inspections. In making 36 this determination, the department shall consider the permittee's 37 compliance history and the potential for the facility to serve as a 38 model for private sector cooperation in pollution prevention;

- (b) Make available a list of approved contractors with whom 1 permittees may contract for compliance inspections. Before receiving 2 approval from the department, such firms shall sign an agreement with 3 4 the department stating that: (i) They will be available to participate 5 in any legal proceedings that may arise as a result of conducting such inspections for four years after the inspection; and (ii) they will not 6 7 accept employment for purposes other than conducting inspections with 8 any firm they or their business have inspected for four years after the 9 final report of the inspection; and
- 10 (c) Document the time and cost savings resulting from privately
 11 contracted inspections and reflect these savings in the next revision
 12 of permit fees for such permittees. Any reduction in fees for
 13 permittees participating in the pilot program shall not cause an
 14 increase in fees for other permittees.
- 15 (3) To be eligible under this section, the discharger shall agree 16 that the information obtained as part of compliance inspections 17 contracted pursuant to this section shall not be subject to attorney-18 client privilege. The report of such inspections shall be submitted 19 concurrently to both the permittee and the department.
- 20 (4) Nothing in this section affects the authority of the department 21 to bring enforcement actions under this chapter.
- NEW SECTION. Sec. 5. By July 1, 1995, the department shall provide an interim report to the legislature evaluating the effectiveness of the pilot program authorized in sections 3 and 4 of this act. A final report shall be submitted by December 1, 1996.
- NEW SECTION. Sec. 6. If any part of this act if found to be in conflict with federal requirements, the conflicting part of this act is inoperative solely to the extent of the conflict and with respect to the agencies directly affected, and this finding does not affect the operation of the remainder of this act in its application to the agencies concerned."

1	SHB	1743	- S	COMM	I AN	ID -	S544	15.	. 1
2		Ву Сс	mmit	tee	on	Eco]	Logy	&	Parks

3 ADOPTED 3/3/94

On page 1, line 1 of the title, after "prevention;" strike the remainder of the title and insert "adding a new section to chapter 70.95C RCW; adding new sections to chapter 90.48 RCW; and creating new sections."

--- END ---