

State of Misconsin 1999 - 2000 LEGISLATURE

Today

LRB-0935/2/3
RCT:wlj&jlg:lp

DOA:.....Wong – Authority of DNR and Commerce over septic systems

FOR 1999–01 BUDGET — NOT READY FOR INTRODUCTION

to Ch

Note

AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau ENVIRONMENT

WATER QUALITY

Under current law, the department of commerce regulates private sewage systems. A private sewage system is a sewage treatment system with a septic tank or an alternative sewage system approved by the department of commerce, such as a holding tank. Under current law, the department of natural resources (DNR) regulates point sources of water pollution. A point source discharges pollution from a pipe or similar conveyance into the surface water or groundwater of this state. Under current law, a point source of pollution is generally required to obtain a water pollution discharge permit from DNR.

Under this bill, the department of commerce regulates small sewage systems. A small sewage system either is a wastewater treatment and disposal system that discharges below the surface of the ground and that has a design flow that does not exceed a maximum established by the department of commerce or is a holding tank. This bill authorizes DNR to exempt small sewage systems from the requirement to obtain a water pollution discharge permit.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

1 Section 1. 20.143 (3) (de) of the statutes is amended to read

- 2 20.143 (3) (de) Private Small sewage system replacement and rehabilitation.
- 3 As a continuing appropriation, the amounts in the schedule for financial assistance
- 4 under the private small sewage system replacement and rehabilitation program
- 5 under s. 145.245.

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****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

SECTION 2. 20.320 (3) of the statutes, as created by 1999 Wisconsin Act (this act), is amended to read:

20.320 (3) PRIVATE SMALL SEWAGE SYSTEM PROGRAM. (q) Private Small sewage system loans. From the environmental improvement fund, the amounts in the schedule for private small sewage system replacement or rehabilitation loans under s. 145.245 (12m).

****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

****NOTE: This is reconciled s. 20.320(3). This Section has been affected by drafts with the following LRB numbers: -0935 and -1856.

SECTION 3. 59.70 (1) of the statutes is amended to read:

59.70 (1) Building and sanitary codes, make necessary rules and regulations in relation thereto and provide for enforcement of the codes, rules and regulations by forfeiture or otherwise. The codes, rules and regulations do not apply within municipalities which have enacted ordinances or codes concerning the same subject matter. "Sanitary code" does not include a private small sewage system ordinance enacted under sub. (5). "Building and sanitary codes" does not include well code ordinances enacted under sub. (6).

SECTION 4. 59.70 (5) of the statutes is amended to read:

59.70 (5) Private Small sewage system ordinance. (a) Every governmental
unit responsible for the regulation of private small sewage systems, as defined under
s. 145.01 (5), shall enact an ordinance governing private small sewage systems, as
defined in s. 145.01 (12) (14m), which conforms with the state plumbing code. The
ordinance shall apply to the entire area of the governmental unit responsible for the
regulation of private small sewage systems, as defined under s. 145.01 (5). After
July 1, 1980, no municipality may enact or enforce a private small sewage system
ordinance unless it is a governmental unit responsible for the regulation of private
small sewage systems, as defined under s. 145.01 (5).
(b) The governmental unit responsible for the regulation of private small
sewage systems, as defined under s. 145.01 (5), shall administer the private small
sewage system ordinance under s. 145.20 and the rules promulgated under s. 145.20.
SECTION 5. 60.70 (5) of the statutes is amended to read:
60.70 (5) "Private sewage system" has the meaning given under s. 145.01 (12)
means a sewage treatment and disposal system serving a single structure with a
septic tank and soil absorption field located on the same parcel as the structure. This
term also means an alternative sewage system approved by the department of
commerce including a substitute for the septic tank or soil absorption field, a holding
tank, a system serving more than one structure or a system located on a different
parcel than the structure. A private sewage system may be owned by the property
owner or by a special purpose district.
SECTION 6. 60.70 (6m) of the statutes is created to read:

60.70 (6m) "Small sewage system" has the meaning given in s. 145.01 (14m).

SECTION 7. 60.726 (2) of the statutes is amended to read:

60.726 (2) If a property owner installed on his or her property a private sewage
system, as defined in s. 145.01 (12), that conforms with the state plumbing code,
before a town sanitary district that encompasses that property came into existence,
that property shall be included in the town sanitary district. If the private sewage
system was installed on or after 10 years before May 14, 1992, and if the property
owner provides the town sanitary district with any information about the cost of the
private sewage system required by the district, the town sanitary district, when the
district issues any assessment or charges or imposes property taxes to construct a
sewage service system, shall pay or credit the property owner an amount equal to
10% of the cost of the private sewage system, less any grants or aids received by the
property owner for construction of the private sewage system, multiplied by the
number of years of remaining life of the private sewage system. The number of years
of remaining life of the private sewage system is equal to 10 minus the number of
years that the private sewage system has been in operation.

SECTION 8. 60.77 (5) (b) of the statutes is amended to read:

60.77 (5) (b) Require the installation of private small sewage systems.

SECTION 9. 60.77(5) (bm) of the statutes is amended to read:

60.77 (5) (bm) Require the inspection of private small sewage systems that have been already installed to determine compliance with the state plumbing code and may report violations of the state plumbing code to the governmental unit responsible for the regulation of private small sewage systems for enforcement under s. 145.20.

Section 10. 60.77 (5) (bs) of the statutes is amended to read:

1	60.77 (5) (bs) Provide direct financial assistance for costs related to the
2	replacement of private small sewage systems, as defined in s. $145.01 \frac{(12)(14m)}{(14m)}$, that
3	are failing.
4	SECTION 11. 60.77 (5) (j) of the statutes is amended to read:
5	60.77 (5) (j) Administer the <u>private small</u> sewage system program if authorized
6	under s. 145.20 (1) (am).
7	SECTION 12. 66.88 (11) of the statutes is amended to read:
8	66.88 (11) "Sewerage system" means all facilities of the district for collection,
9	transportation, storage, pumping, treatment and final disposition of sewage.
10	"Sewerage system" does not include any private small sewage system, as defined in
11	s. 145.01 (12) <u>(14m)</u> , or any local sewer.
12	SECTION 13. 66.888 (1) (c) 3. a. of the statutes is amended to read:
13	66.888 (1) (c) 3. a. The weight to be given to the need for private small sewage
14	systems, as defined in s. $145.01 \frac{(12)(14m)}{(14m)}$, to maintain the public health and welfare
15	in any area located within the district prior to a redefinition of the boundary but
16	located outside the district after any redefinition of the boundary.
17	SECTION 14. 145.01 (4m) of the statutes is amended to read:
18	145.01 (4m) Failing PRIVATE SMALL SEWAGE SYSTEM. "Failing private small
19	sewage system" has the meaning specified under s. 145.245 (4).
20	SECTION 15. 145.01 (5) of the statutes is amended to read:
21	145.01 (5) GOVERNMENTAL UNIT RESPONSIBLE FOR REGULATION OF PRIVATE SMALL
22	SEWAGE SYSTEMS. "Governmental unit responsible for the regulation of private small
23	sewage systems" or "governmental unit", unless otherwise qualified, means the
24	county except that in a county with a population of 500,000 or more these terms mean
25	the city, village or town where the private small sewage system is located.

1	SECTION 16. 145.01 (10) (b) of the statutes is amended to read:
2	145.01 (10) (b) The construction, connection or installation of any drain or
3	waste piping system from the outside or proposed outside foundation walls of any
4	building to the mains or other sewage system terminal within bounds of, or beneath
5	an area subject to easement for highway purposes, including private small sewage
6	systems, and the alteration of any such systems, drains or waste piping.
7	SECTION 17. 145.01 (12) of the statutes is repealed.
8	SECTION 18. 145.01 (14m) of the statutes is created to read:
9	145.01 (14m) Small sewage system. "Small sewage system" means one of the
10	following:
11	(a) Any holding tank that is connected to a building, drain or waste piping
12	system.
13	(b) Any wastewater treatment and disposal system with a final point of
14	discharge that is below the surface of the ground and with an estimated design flow
15	that does not exceed the maximum design flow specified under s. 145.02 (4) (c).
16	SECTION 19. 145.02 (4) (c) of the statutes is created to read:
17	145.02 (4) (c) The department, in cooperation with the department of natural
18	resources, shall promulgate rules specifying the maximum design flow for small
19	sewage systems with a final point of discharge that is below the surface of the ground.
20	SECTION 20. $145.19(1), (2)(a), (3)(a), (4) \text{ to } (7) \text{ and } (9) \text{ of the statutes, as affected}$
21	by 1999 Wisconsin Act (this act), are amended to read:
22	145.19 (1) Definitions. In this section, "sanitary permit" means a permit
23	issued by the department or any governmental unit responsible for the regulation
24	of private small sewage systems that authorizes the installation of a private small
25	sewage system.

- (2) (a) No person may install a private small sewage system unless the owner of the property on which the private small sewage system is to be installed holds a valid sanitary permit. A sanitary permit is valid for 2 years from the date of issue, notwithstanding any change in the state plumbing code or in any private small sewage system ordinance during that period, and is renewable for 2—year periods. A renewal of a sanitary permit is governed by the rules in effect at the time the renewal is sought.
- (3) (a) The purpose of the sanitary permit is to allow installation of the private small sewage system described in the permit.
- (4) Information on sanitary permits; forms. (a) The department shall prescribe the information to be included on the sanitary permit and shall furnish sanitary permit forms to the governmental unit responsible for the regulation of private small sewage systems.
- (b) The applicant for a sanitary permit shall submit a completed sanitary permit application to the governmental unit responsible for the regulation of private small sewage systems or the department. The governmental unit responsible for the regulation of private small sewage systems or the department, whichever is appropriate, shall approve or disapprove the sanitary permit application according to the rules promulgated by the department under ss. 145.02 and 145.13.
- (5) FEE. No fee for a sanitary permit may be less than \$61, or the amount determined under department rule. The governing body for the governmental unit responsible for the regulation of private small sewage systems may establish a fee for a sanitary permit which is more than \$61, or the amount determined under department rule.

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governmental unit.

1	(6) Copy of permit forwarded to the department. The governmental unit
2	responsible for the regulation of private small sewage systems shall forward a copy
3	of each valid sanitary permit and \$20, or the amount determined under department
4	rule, of the fee to the department within 90 days after the permit is issued.
5	(7) Use of fee. The governmental unit responsible for the regulation of private
6	small sewage systems shall use the portion of the fee it retains for the administration
7	of private small sewage system programs.
8	(9) GROUNDWATER FEE. In addition to the fee under sub. (5), the governmental
9	unit responsible for the regulation of private small sewage systems or the
10	department shall collect a groundwater fee of \$25 for each sanitary permit. The
11	governmental unit shall forward this fee to the department together with the copy
12	of the sanitary permit and the fee under sub. (6). The moneys collected under this
13	subsection shall be credited to the environmental fund for environmental
14	management.
	****NOTE: This is reconciled s. 145.19 (1), (2) (a), (3) (a), (4) to (7) and (9). This Section has been affected by drafts with the following LRB numbers: -0515 and -0935 .
15	SECTION 21. 145.20 (title) of the statutes is amended to read:
16	145.20 (title) Private Small sewage systems.
17	SECTION 22. 145.20 (1) of the statutes is amended to read:
18	145.20 (1) Organization and Personnel. (a) The governing body of the
19	governmental unit responsible for the regulation of private small sewage systems

may assign the duties of administering the private small sewage system program to

any office, department, committee, board, commission, position or employe of that

	1	(am) The governing body of the governmental unit responsible for the
	2	regulation of private small sewage systems may delegate the duties of administering
	3	the private small sewage system program to a town sanitary district or public inland
	4	lake protection and rehabilitation district with the powers of a town sanitary district
	5	within the town sanitary district or public inland lake protection and rehabilitation
	6	district if the town sanitary district or public inland lake protection and
	7	rehabilitation district agrees to assume those duties.
	8	(b) The governmental unit responsible for the regulation of private small
/	9	sewage systems shall obtain the services of a certified soil tester, either as an employe
Inge	10	or under contract, to review and verify certified soil tester reports under sub. (2).
	11	SECTION 23. 145.20 (2) (intro.) of the statutes, as affected by 1999 Wisconsin
	12	Act (this act), is amended to read:
	13	145.20 (2) GOVERNMENTAL UNIT RESPONSIBILITIES. (intro.) Except as provided
	14	under sub. (1) (am) and (ar), the governmental unit responsible for the regulation of
	15	private small sewage systems shall:
		****Note: This is reconciled s. $145.20(2)$ (intro.). This Section has been affected by drafts with the following LRB numbers: -0515 and -0935 .
	16	SECTION 24. 145.20 (2) (a) of the statutes is amended to read:
	17	145.20 (2) (a) Review certified soil tester reports for proposed private small
	18	sewage systems and verify the report at the proposed site, if necessary.
	19	SECTION 25. 145.20 (2) (d) to (h) of the statutes are amended to read:
	20	145.20 (2) (d) Inspect all private small sewage systems after construction but
	21	before backfilling no later than the end of the next workday, excluding Saturdays,
	22	Sundays and holidays, after receiving notice from the plumber in charge.

- (e) File reports and conduct surveys and inspections as required by the governmental unit responsible for the regulation of private small sewage systems or the department.
- (f) Investigate violations of the private small sewage system ordinance and s. 254.59 (2), issue orders to abate the violations and submit orders to the district attorney, corporation counsel or attorney general for enforcement.
- (g) Perform other duties regarding private small sewage systems as considered appropriate by the governmental unit responsible for the regulation of private small sewage systems or as required by the rules of the department.
- (h) Inspect existing private <u>small</u> sewage systems to determine compliance with s. 66.036 if a building or structure is being constructed which requires connection to an existing <u>private small</u> sewage system. The county is not required to conduct an on-site inspection if a building or structure is being constructed which does not require connection to an existing <u>private small</u> sewage system.

SECTION 26. 145.20 (3) (a) and (b) of the statutes are amended to read:

- 145.20 (3) (a) 1. The department may specify categories of private small sewage systems for which approval by the department is required prior to issuance of sanitary permits by the governmental unit responsible for the regulation of private small sewage systems.
- 2. The department may exempt a governmental unit from any category of private small sewage systems for which departmental approval is required prior to sanitary permit issuance under subd. 1., upon a determination, in accordance with rules promulgated by the department, that past performance of the governmental unit on reviews and audits under par. (b) has been satisfactory and that the governmental unit has the capacity to give the same level of application and plan

review as that provided by the department. The department may revoke an exemption upon a finding that performance of the governmental unit on a review or audit conducted subsequent to the granting of the exemption is unsatisfactory or that the governmental unit is not giving the same level of application and plan review as that provided by the department. Findings in a revocation action may be made only after a public hearing upon 30 days' advance notice to the clerk of the governmental unit. The department shall submit a report under s. 13.172 (2) to the chief clerk of each house of the legislature, at the beginning of each legislative session, describing the exemptions under this subdivision.

(b) The department shall review the private small sewage system program in each governmental unit responsible for the regulation of private small sewage systems to ascertain compliance with sub. (2) and with regulations issued by the department. This review shall include a random audit of sanitary permits, including verification by on-site inspection.

SECTION 27. 145.20(3)(c) of the statutes, as affected by 1999 Wisconsin Act (this act), is amended to read:

145.20 (3) (c) If the governing body for a governmental unit responsible for the regulation of private small sewage systems does not adopt a private small sewage system ordinance meeting the requirements of s. 59.70 (5) or if the governmental unit does not appoint personnel meeting the requirements of sub. (1) or if the governmental unit does not comply with the requirements of sub. (2) or s. 145.19 (3), the department may conduct hearings in the county seat upon 30 days' notice to the county clerk. As soon as practicable after the public hearing, the department shall issue a written decision regarding compliance with s. 59.70 (5) or 145.19 (3) or sub. (1) or (2). If the department determines that there is a violation of these provisions,

the department may issue an order directing the governmental unit to remedy the violation.

****Note: This is reconciled s. 145.20 (3) (c). This Section has been affected by drafts with the following LRB numbers: -0515 and -0935.

Section 28. 145.20 (4) of the statutes is amended to read:

145.20 (4) Special assessment for holding and septic tank pumping. A governmental unit may assess the owner of a private small sewage system for costs related to the pumping of a septic or holding tank. The governmental unit shall make any assessment in the same manner that a city, village or town makes an assessment under s. 66.60.

Section 29. 145.24 of the statutes is amended to read:

- 145.24 Variances. (1) If an existing private small sewage system either is not located in soil meeting the siting standards or is not constructed in accordance with design standards promulgated under s. 145.02 or 145.13, the owner of the private small sewage system may petition the department for a variance to the siting or design standards.
- (2) The department shall establish procedures for the review and evaluation of existing private small sewage systems which do not comply with siting or design standards.
- (3) Upon receipt of a petition for a variance, the department shall require the owner of the <u>private small</u> sewage system to submit information necessary to evaluate the request for a variance. If the department determines that the existing <u>private small</u> sewage system is not a failing <u>private small</u> sewage system, and continued use of the existing <u>private small</u> sewage system will not pose a threat of contamination of waters of the state, then the department may issue a variance to

allow continued use of the existing private small sewage system. The department
shall rescind the variance if the existing private small sewage system becomes a
failing private small sewage system or contaminates waters of the state.
SECTION 30. 145.245 (title) of the statutes is amended to read:
145.245 (title) Private Small sewage system replacement or
rehabilitation.
SECTION 31. 145.245 (1) (a) 1. of the statutes is amended to read:
145.245 (1) (a) 1. A determination that a private small sewage system is failing,
according to the criteria under sub. (4), based on an inspection of the private small
sewage system by an employe of the state or a governmental unit who is certified to
inspect private small sewage systems by the department.
SECTION 32. 145.245 (1) (ae) of the statutes is amended to read:
145.245 (1) (ae) "Governmental unit" means a governmental unit responsible
for the regulation of private small sewage systems. "Governmental unit" also
includes a federally recognized American Indian tribe or band.
SECTION 33. 145.245 (3) (d) of the statutes is amended to read:
145.245 (3) (d) The department shall conduct training and informational
programs for officials of the governmental unit responsible for the regulation of
private small sewage systems and employes and persons licensed under this chapter
and s. 281.48 and certified as operators of septage servicing vehicles under s. 281.17
(3) to improve the delivery of service under the private small sewage system
program. The department shall obtain the assistance of the Wisconsin counties
association in planning and conducting the training and informational programs.
SECTION 34. 145.245 (4) (intro.) of the statutes is amended to read:

145.245 (4) FAILING PRIVATE SMALL SEWAGE SYSTEMS. (Intro.) The department
shall establish criteria for determining if a private small sewage system is a failing
private small sewage system. A failing private small sewage system is one which
causes or results in any of the following conditions:
SECTION 35. 145.245 (4) (b) of the statutes is amended to read:
145.245 (4) (b) The introduction of sewage into zones of saturation which
adversely affects the operation of a private small sewage system.
SECTION 36. 145.245 (4) (e) of the statutes is amended to read:
145.245 (4) (e) The failure to accept sewage discharges and back up of sewage
into the structure served by the private small sewage system.
SECTION 37. 145.245 (4m) of the statutes is amended to read:
145.245 (4m) CATEGORIES OF FAILING PRIVATE SMALL SEWAGE SYSTEMS. For the
purposes of this section, the department shall establish the category of each failing
private small sewage system for which a grant application is submitted, as follows
(a) Category 1: failing private small sewage systems described in sub. (4) (a)
to (c).
(b) Category 2: failing private small sewage systems described in sub. (4) (d)
(c) Category 3: failing private small sewage systems described in sub. (4) (e).
SECTION 38. 145.245 (5) (a) 1. of the statutes, as affected by 1999 Wisconsin Act
(this act), is amended to read:
145.245 (5) (a) 1. A person is eligible for grant funds under this section if he or
she owns a principal residence which is served by a category 1 or 2 failing private
small sewage system, if the private small sewage system was installed before July
1, 1978, if the family income of the person does not exceed the income limitations
under par. (c), if the amount of the grant determined under sub. (7) is at least \$100

if the residence is not located in an area served by a sewer and if determination of failure is made prior to the rehabilitation or replacement of the failing private small sewage system.

****NOTE: This is reconciled s. 145.245(5)(a)1. This Section has been affected by drafts with the following LRB numbers: -0521 and -0935.

SECTION 39. 145.245 (5) (a) 2. of the statutes, as affected by 1999 Wisconsin Act (this act), is amended to read:

145.245 (5) (a) 2. A business is eligible for grant funds under this section if it owns a small commercial establishment which is served by a category 1 or 2 failing private small sewage system, if the private small sewage system was installed before July 1, 1978, if the gross revenue of the business does not exceed the limitation under par. (d), if the small commercial establishment is not located in an area served by a sewer and if a determination of failure is made prior to the rehabilitation or replacement of the private small sewage system.

****Note: This is reconciled s. 145.245 (5) (a). This Section has been affected by drafts with the following LRB numbers: -0521 and -0935.

SECTION 40. 145.245 (5) (a) 3. of the statutes is amended to read:

145.245 (5) (a) 3. A person who owns a principal residence or small commercial establishment which is served by a category 1 or 2 failing private small sewage system may submit an application for grant funds during the 3-year period after the determination of failure is made. Grant funds may be awarded after work is completed if rehabilitation or replacement of the system meets all requirements of this section and rules promulgated under this section.

SECTION 41. 145.245 (5m) (a) of the statutes is amended to read:

145.245 (5m) (a) The department or a governmental unit shall deny a grant application under this section if the applicant or a person who would be directly

benefited by the grant intentionally caused the conditions which resulted in a
category 1 or 2 failing private small sewage system. The department or
governmental unit shall notify the applicant in writing of a denial, including the
reason for the denial.

SECTION 42. 145.245 (6) of the statutes is amended to read:

- 145.245 (6) Use of funds. (a) Except for grants under par. (b), funds available under a grant under this section shall be applied to the rehabilitation or replacement of the private small sewage system. An existing private small sewage system may be replaced by an alternative private small sewage system or by a system serving more than one principal residence.
- (b) Funds available under a grant under this section for experimental private small sewage systems shall be applied to the installation and monitoring of the experimental private small sewage systems.

SECTION 43. 145.245 (7) of the statutes is amended to read:

- 145.245 (7) Allowable costs; state share. (a) Except as provided in par. (e), costs allowable in determining grant funding under this section may not exceed the costs of rehabilitating or replacing a private small sewage system which would be necessary to allow the rehabilitated system or new system to meet the minimum requirements of the state plumbing code promulgated under s. 145.13.
- (b) Except as provided in par. (e), costs allowable in determining grant funding under this section may not exceed the costs of rehabilitating or replacing a private small sewage system by the least costly methods.
- (c) Except as provided in pars. (d) and (e), the state grant share under this section is limited to \$7,000 for each principal residence or small commercial establishment to be served by the private small sewage system or to the amount

determined by the department based upon private small sewage system grant funding tables, whichever is less. The department shall prepare and publish private small sewage system grant funding tables which specify the maximum state share limitation for various components and costs involved in the rehabilitation or replacement of a private small sewage system based upon minimum size and other requirements specified in the state plumbing code promulgated under s. 145.02. The maximum state share limitations shall be designed to pay approximately 60% of the average allowable cost of private small sewage system rehabilitation or replacement based upon estimated or actual costs of that rehabilitation or replacement. The department shall revise the grant funding tables when it determines that 60% of current costs of private small sewage system rehabilitation or replacement exceed the amounts in the grant funding tables by more than 10%, except that the department may not revise the grant funding tables more often than once every 2 years.

- (d) Except as provided in par. (e), if the income of a person who owns a principal residence that is served by a category 1 or 2 failing private small sewage system is greater than \$32,000, the amount of the grant under this section is limited to the amount determined under par. (c) less 30% of the amount by which the person's income exceeds \$32,000.
- (e) Costs allowable for experimental private small sewage systems shall include the costs of installing and monitoring experimental private small sewage systems installed under s. 145.02 (3) (b) and this section. The department shall promulgate rules that specify how the department will select, monitor and allocate the state share for experimental private small sewage systems that the department funds under this section.

1	SECTION 44. 145.245 (8) (a) of the statutes is amended to read:
2	145.245 (8) (a) In order to be eligible for a grant under this section, a
3	governmental unit shall make an application for replacement or rehabilitation of
4	private small sewage systems of principal residences or small commercial
5	establishments and shall submit an application for participation to the department
6	The application shall be in the form and include the information the department
7	prescribes. In order to be eligible for funds available in a fiscal year, an application
8	is required to be received by the department prior to February 1 of the previous fisca
9	year.
10	SECTION 45. 145.245 (9) (b) of the statutes is amended to read:
11	145.245 (9) (b) Certify that grants will be used for private small sewage system
12	replacement or rehabilitation for a principal residence or small commercia
13	establishment owned by a person who meets the eligibility requirements under sub
14	(5), that the funds will be used as provided under sub. (6) and that allowable costs
15	will not exceed the amount permitted under sub. (7);
16	SECTION 46. 145.245 (9) (c) of the statutes is amended to read:
17	145.245 (9) (c) Certify that grants will be used for private small sewage systems
18	which will be properly installed and maintained;
19	SECTION 47. 145.245 (9) (e) of the statutes is amended to read:
20	145.245 (9) (e) Establish a process for regulation and inspection of private
21	small sewage systems;
22	SECTION 48. 145.245 (11) (e) of the statutes is amended to read:
23	145.245 (11) (e) Limitation; experimental private small sewage systems. The
24	department may not allocate more than 10% of the funds available under thi

1	subsection each fiscal year for grants for the installation and monitoring of
2	experimental private <u>small</u> sewage systems.
3	SECTION 49. 145.245 (11m) (b) to (d) of the statutes are amended to read:
4	145.245 (11m) (b) Except as provided in par. (d), if funds are sufficient to fully
5	fund all category 1 but not all category 2 failing private small sewage systems, the
6	department shall fully fund all category 1 systems and prorate the funds for category
7	2 systems on a proportional basis.
8	(c) Except as provided in par. (d), if funds are not sufficient to fully fund all
9	category 1 failing private small sewage systems, the department shall fund the
10	category 1 systems on a proportional basis and deny the grant applications for all
11	category 2 systems.
12	(d) The department is not required to prorate available funds for grants for the
13	installation and monitoring of experimental private small sewage systems.
14	SECTION 50. 145.245 (13) of the statutes is amended to read:
15	145.245 (13) Inspection. Agents of the department or the governmental unit
16	may enter premises where private small sewage systems are located pursuant to a
17	special inspection warrant as required under s. 66.122, to collect samples, records
18	and information and to ascertain compliance with the rules and orders of the
19	department or the governmental unit.
20	SECTION 51. 145.245 (14) (d) of the statutes is amended to read:
21	145.245 (14) (d) Additional grants under this section to a governmental unit
22	previously awarded a grant under this section may be suspended or terminated if the
23	department finds that a private small sewage system previously funded in the
24	governmental unit is not being or has not been properly rehabilitated, constructed
25	installed or maintained.

SECTION 52.	160.255 o	f the statutes i	s amended	to read:
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- 160.255 Exceptions for private certain sewage systems. (1) In this section, "private exempt sewage system" has the meaning given means a small sewage system, as defined in s. 145.01 (12) (14m), or a sewage system that is in existence on January 1, 2000, and that would be a small sewage system except that its design flow exceeds the maximum design flow specified under s. 145.02 (4) (c).
- (2) Notwithstanding s. 160.19 (1), (2) and (4) (b), a regulatory agency is not required to promulgate or amend rules that define design or management criteria for private exempt sewage systems to minimize the amount of nitrate in groundwater or to maintain compliance with the preventive action limit for nitrate.
- (3) Notwithstanding s. 160.19 (3), a regulatory agency may promulgate rules that define design or management criteria for private exempt sewage systems that permit the enforcement standard for nitrate to be attained or exceeded at the point of standards application.
- (4) Notwithstanding s. 160.21, a regulatory agency is not required to promulgate rules that set forth responses that the agency may take, or require to be taken, when the preventive action limit or enforcement standard for nitrate is attained or exceeded at the point of standards application if the source of the nitrate is a private an exempt sewage system.
- (5) Notwithstanding ss. 160.23 and 160.25, a regulatory agency is not required to take any responses for a specific site at which the preventive action limit or enforcement standard for nitrate is attained or exceeded at the point of standards application if the source of the nitrate is a private an exempt sewage system.
- SECTION 53. 281.59 (1m) (c) of the statutes, as created by 1999 Wisconsin Act (this act), is amended to read:

281.59 (1m) (c) There is established a private small sewage system replacement and rehabilitation loan program, administered under s. 145.245 (12m).

****Note: This is reconciled s. 281.59 (1m) (c). This Section has been affected by drafts with the following LRB numbers: -0935 and -1856.

Section 54. 283.31 (1) of the statutes is amended to read:

283.31 (1) The discharge of any pollutant into any waters of the state or the disposal of sludge from a treatment work by any person is unlawful unless such discharge or disposal is done under a permit issued by the department under this section or s. 283.33. The department may by rule exempt certain classes or categories of vessels and small sewage systems, as defined in s. 145.01 (14m), from this section. Except as provided in s. 283.33, the department may require only one permit for a publicly owned treatment or collection facility or system, regardless of the number of point sources from such facility or system.

SECTION 9110. Nonstatutory provisions; commerce.

(1) SMALL SEWAGE SYSTEMS. The department of commerce may use the procedure specified under section 227.24 of the statutes to promulgate the rule required under section 145.02 (4) (c) of the statutes, as created by this act, for the period before the effective date of a permanent rule, but not to exceed the period authorized under section 227.24 (1) (c) and (2) of the statutes. Notwithstanding section 227.24 (1) (a), (2) (b) and (3) of the statutes, the department is not required to provide evidence that promulgating a rule under this subsection as an emergency rule is necessary for the preservation of the public peace, health, safety or welfare and is not required to provide a finding of emergency for a rule promulgated under this subsection.

SECTION 9410. Effective dates; commerce.

10	(END)
9) 1	and 281.59 (1m) (c) of the statutes take effect on January 1, 2000.
8	and the amendment of sections 20.320 (3), 145.19 (1), (2) (a), (3) (a), (4) to (7) and (9) $/45.20$ (1) (ar)
7	and (e), (11) (e), $(11m)$ (b) to (d), (13) and (14) (d), 160.255 and 3.31 (1) of the statutes
6	(5) (a) 1. (by Section 38), 2. (by Section 41) and 3., $(5m)$ (a), (6) , (7) , (8) (a), (9) (b), (c)
5	and (d) and (4), 145.24, 145.245 (title), (1) (a) 1. and (ae), (4) (intro.), (b) and (e), (4m),
4	(title), (1), (2) (intro.) (by Section 23), (a) and (d) to (h), (3) (a), (b), (c) (by Section 27)
3	66.888 (1) (c) 3. a., 145.01 (4m), (5), (10) (b), (12) and (14m), 145.02 (4) (c), 145.20
2	and (5), 60.70 (5) and (6m), 60.726 (2), 60.77 (5) (b), (bm), (bs) and (j), 66.88 (11),
1	(1) SMALL SEWAGE SYSTEMS. The treatment of sections 20.143 (3) (de), 59.70 (1)

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shall approve or disapprove the sanitary permit application according to the rules promulgated by the department under ss. 145.02 and 145.13.

- (5) FEE. No fee for a sanitary permit may be less than \$61, or the amount determined under department rule. The governing body for the governmental unit responsible for the regulation of private sewage systems may establish a fee for a sanitary permit which is more than \$61, or the amount determined under department rule.
- (6) Copy of permit forwarded to the department. The governmental unit responsible for the regulation of private sewage systems shall forward a copy of each valid sanitary permit and \$20, or the amount determined under department rule, of the fee to the department within 90 days after the permit is issued.
- (7) Use of fee. The governmental unit responsible for the regulation of private sewage systems shall use the portion of the fee it retains for the administration of private sewage system programs.
- (8) FEE ADJUSTMENT. The department may by rule adjust the minimum permit fee under sub. (5) and the fee portion forwarded under sub. (6).
- (9) GROUNDWATER EEE. In addition to the fee under sub. (5), the governmental unit responsible for the regulation of private sewage systems or the department shall collect a groundwater fee of \$25 for each sanitary permit. The governmental unit shall forward this fee to the department together with the copy of the sanitary permit and the fee under sub. (6). The moneys collected under this subsection shall be

credited to the environmental fund for environmental management.

by 1999 Wiscoron Let. (thoust) to read: (15 amo 1) SECTIONS. 145.20 (1) (ar) of the statutes is created to read

145.20 (1) (ar) The governmental unit responsible for the regulation of private

sewage systems may, with the department's consent, delegate the administration of



Inset, p. 2

any of the responsibilities under sub. (2) to the department. If the department consents to the delegation, it may contract for the administration of the delegated responsibilities.

SECTION 6. 145.20 (2) (intro.) of the statutes is amended to read:

provided under sub. (1) (am) and (ar), the governmental unit responsible for the regulation of private sewage systems shall:

SECTION 7. 145.20 (2) (am) of the statutes is created to read:

145.20 (2) (am) Retain the results of any percolation test or other test relating to the disposal of liquid domestic wastes into the soil, make the test results available to an applicant for a sanitary permit and accept the test results as the basis for a sanitary permit application, unless the soil at the test site is altered to the extent that a new soil test is necessary.

SECTION 8. 145.20 (2) (b) of the statutes is amended to read:

145.20 (2) (b) Approve or disapprove applications for sanitary permits and assist Assist applicants in preparing an approvable application sanitary permit applications.

SECTION 9. 145.20 (3) (c) of the statutes is amended to read:

145.20 (3) (c) If the governing body for a governmental unit responsible for the regulation of private sewage systems does not adopt a private sewage system ordinance meeting the requirements of s. 59.70 (5) or if the governmental unit does not appoint personnel meeting the requirements of sub. (1) or if the governmental unit does not comply with the requirements of sub. (2) or s. 145.19 (3), the department may conduct hearings in the county seat upon 30 days' notice to the county clerk. As soon as practicable after the public hearing, the department shall issue a written

DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0935/2dn RCT:wlj&jlg:lp

February 3, 1999 3 Jake

Phis redraft (13) corrects the reconciliation with LRB-0515.

Manyee and Sarah;

This draft reconciles LRB-0935, LRB-0515, LRB-0516, LRB-0520, LRB-0521 and LRB-1856. All of these drafts should continue to appear in the compiled bill.

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DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0935/3dn RCT:wlj&jlg:jf

February 4, 1999

Manyee and Sarah:

This redraft (/3) corrects the reconciliation with LRB-0515.

This draft reconciles LRB-0935, LRB-0515, LRB-0516, LRB-0520, LRB-0521 and LRB-1856. All of these drafts should continue to appear in the compiled bill.

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State of Misconsin 1999 - 2000 LEGISLATURE

LRB-0935/3 RCT:wlj&jlg:jf

DOA:.....Wong – Authority of DNR and Commerce over septic systems

FOR 1999–01 BUDGET — NOT READY FOR INTRODUCTION

1 AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau ENVIRONMENT

WATER QUALITY

Under current law, the department of commerce regulates private sewage systems. A private sewage system is a sewage treatment system with a septic tank or an alternative sewage system approved by the department of commerce, such as a holding tank. Under current law, the department of natural resources (DNR) regulates point sources of water pollution. A point source discharges pollution from a pipe or similar conveyance into the surface water or groundwater of this state. Under current law, a point source of pollution is generally required to obtain a water pollution discharge permit from DNR.

Under this bill, the department of commerce regulates small sewage systems. A small sewage system either is a wastewater treatment and disposal system that discharges below the surface of the ground and that has a design flow that does not exceed a maximum established by the department of commerce or is a holding tank. This bill authorizes DNR to exempt small sewage systems from the requirement to obtain a water pollution discharge permit.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1	20.143 (3) (e) of the statutes is	amended to read:
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- 2 20.143 (3) (de) Private Small sewage system replacement and rehabilitation.

 3 As a continuing appropriation, the amounts in the schedule for financial assistance

 4 under the private small sewage system replacement and rehabilitation program
- 5 under s. 145.245.

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****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

SECTION 2. 20.320 (3) of the statutes, as created by 1999 Wisconsin Act (this act), is amended to read:

20.320 (3) PRIVATE SMALL SEWAGE SYSTEM PROGRAM. (q) Private Small sewage system loans. From the environmental improvement fund, the amounts in the schedule for private small sewage system replacement or rehabilitation loans under s. 145.245 (12m).

****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

****Note: This is reconciled s. 20.320 (3). This Section has been affected by drafts with the following LRB numbers: -0935 and -1856.

SECTION 3. 59.70 (1) of the statutes is amended to read:

59.70 (1) Building and sanitary codes, make necessary rules and regulations in relation thereto and provide for enforcement of the codes, rules and regulations by forfeiture or otherwise. The codes, rules and regulations do not apply within municipalities which have enacted ordinances or codes concerning the same subject matter. "Sanitary code" does not include a private small sewage system ordinance enacted under sub. (5). "Building and sanitary codes" does not include well code ordinances enacted under sub. (6).

SECTION 4. 59.70 (5) of the statutes is amended to read:

59.70 (5) Private SMALL SEWAGE SYSTEM ORDINANCE. (a) Every governmental unit responsible for the regulation of private small sewage systems, as defined under s. 145.01 (5), shall enact an ordinance governing private small sewage systems, as defined in s. 145.01 (12) (14m), which conforms with the state plumbing code. The ordinance shall apply to the entire area of the governmental unit responsible for the regulation of private small sewage systems, as defined under s. 145.01 (5). After July 1, 1980, no municipality may enact or enforce a private small sewage system ordinance unless it is a governmental unit responsible for the regulation of private small sewage systems, as defined under s. 145.01 (5).

(b) The governmental unit responsible for the regulation of private small sewage systems, as defined under s. 145.01 (5), shall administer the private small sewage system ordinance under s. 145.20 and the rules promulgated under s. 145.20.

SECTION 5. 60.70 (5) of the statutes is amended to read:

60.70 (5) "Private sewage system" has the meaning given under s. 145.01 (12) means a sewage treatment and disposal system serving a single structure with a septic tank and soil absorption field located on the same parcel as the structure. This term also means an alternative sewage system approved by the department of commerce including a substitute for the septic tank or soil absorption field, a holding tank, a system serving more than one structure or a system located on a different parcel than the structure. A private sewage system may be owned by the property owner or by a special purpose district.

SECTION 6. 60.70 (6m) of the statutes is created to read:

60.70 (6m) "Small sewage system" has the meaning given in s. 145.01 (14m).

SECTION 7. 60.726 (2) of the statutes is amended to read:

60.726 (2) If a property owner installed on his or her property a private sewage
system, as defined in s. 145.01 (12), that conforms with the state plumbing code,
before a town sanitary district that encompasses that property came into existence,
that property shall be included in the town sanitary district. If the private sewage
system was installed on or after 10 years before May 14, 1992, and if the property
owner provides the town sanitary district with any information about the cost of the
private sewage system required by the district, the town sanitary district, when the
district issues any assessment or charges or imposes property taxes to construct a
sewage service system, shall pay or credit the property owner an amount equal to
10% of the cost of the private sewage system, less any grants or aids received by the
property owner for construction of the private sewage system, multiplied by the
number of years of remaining life of the private sewage system. The number of years
of remaining life of the private sewage system is equal to 10 minus the number of
years that the private sewage system has been in operation.

SECTION 8. 60.77 (5) (b) of the statutes is amended to read:

60.77 (5) (b) Require the installation of private small sewage systems.

SECTION 9. 60.77 (5) (bm) of the statutes is amended to read:

60.77 (5) (bm) Require the inspection of private small sewage systems that have been already installed to determine compliance with the state plumbing code and may report violations of the state plumbing code to the governmental unit responsible for the regulation of private small sewage systems for enforcement under s. 145.20.

SECTION 10. 60.77 (5) (bs) of the statutes is amended to read:

1	60.77 (5) (bs) Provide direct financial assistance for costs related to the
2	replacement of private small sewage systems, as defined in s. $145.01 \frac{(12)}{(14m)}$, that
3	are failing.
4	SECTION 11. 60.77 (5) (j) of the statutes is amended to read:
5	60.77 (5) (j) Administer the private small sewage system program if authorized
6	under s. 145.20 (1) (am).
7	SECTION 12. 66.88 (11) of the statutes is amended to read:
8	66.88 (11) "Sewerage system" means all facilities of the district for collection,
9	transportation, storage, pumping, treatment and final disposition of sewage.
10	"Sewerage system" does not include any private small sewage system, as defined in
11	s. 145.01 (12) (14m) , or any local sewer.
12	SECTION 13. 66.888 (1) (c) 3. a. of the statutes is amended to read:
13	66.888 (1) (c) 3. a. The weight to be given to the need for private small sewage
14	systems, as defined in s. $145.01 \frac{(12)}{(14m)}$, to maintain the public health and welfare
15	in any area located within the district prior to a redefinition of the boundary but
16	located outside the district after any redefinition of the boundary.
17	SECTION 14. 145.01 (4m) of the statutes is amended to read:
18	145.01 (4m) FAILING PRIVATE SMALL SEWAGE SYSTEM. "Failing private small
19	sewage system" has the meaning specified under s. 145.245 (4).
20	SECTION 15. 145.01 (5) of the statutes is amended to read:
21	145.01 (5) GOVERNMENTAL UNIT RESPONSIBLE FOR REGULATION OF PRIVATE SMALL
22	SEWAGE SYSTEMS. "Governmental unit responsible for the regulation of private small
23	sewage systems" or "governmental unit", unless otherwise qualified, means the
24	county except that in a county with a population of $500,\!000$ or more these terms mean
25	the city, village or town where the private small sewage system is located.

sewage system.

1	SECTION 16. 145.01 (10) (b) of the statutes is amended to read:
2	145.01 (10) (b) The construction, connection or installation of any drain or
3	waste piping system from the outside or proposed outside foundation walls of any
4	building to the mains or other sewage system terminal within bounds of, or beneath
5	an area subject to easement for highway purposes, including private small sewage
6	systems, and the alteration of any such systems, drains or waste piping.
7	SECTION 17. 145.01 (12) of the statutes is repealed.
8	SECTION 18. 145.01 (14m) of the statutes is created to read:
9	145.01 (14m) SMALL SEWAGE SYSTEM. "Small sewage system" means one of the
10	following:
11	(a) Any holding tank that is connected to a building, drain or waste piping
12	system.
13	(b) Any wastewater treatment and disposal system with a final point of
14	discharge that is below the surface of the ground and with an estimated design flow
15	that does not exceed the maximum design flow specified under s. $145.02 (4) (c)$.
16	SECTION 19. 145.02 (4) (c) of the statutes is created to read:
17	145.02 (4) (c) The department, in cooperation with the department of natural
18	resources, shall promulgate rules specifying the maximum design flow for small
19	sewage systems with a final point of discharge that is below the surface of the ground.
20	SECTION 20. $145.19(1), (2)(a), (3)(a), (4) \text{ to } (7) \text{ and } (9) \text{ of the statutes, as affected}$
21	by 1999 Wisconsin Act (this act), are amended to read:
22	145.19 (1) DEFINITIONS. In this section, "sanitary permit" means a permit
23	issued by the department or any governmental unit responsible for the regulation
24	of private small sewage systems that authorizes the installation of a private small

- (2) (a) No person may install a private small sewage system unless the owner of the property on which the private small sewage system is to be installed holds a valid sanitary permit. A sanitary permit is valid for 2 years from the date of issue, notwithstanding any change in the state plumbing code or in any private small sewage system ordinance during that period, and is renewable for 2—year periods. A renewal of a sanitary permit is governed by the rules in effect at the time the renewal is sought.
- (3) (a) The purpose of the sanitary permit is to allow installation of the private small sewage system described in the permit.
- (4) Information on sanitary permits; forms. (a) The department shall prescribe the information to be included on the sanitary permit and shall furnish sanitary permit forms to the governmental unit responsible for the regulation of private small sewage systems.
- (b) The applicant for a sanitary permit shall submit a completed sanitary permit application to the governmental unit responsible for the regulation of private small sewage systems or the department. The governmental unit responsible for the regulation of private small sewage systems or the department, whichever is appropriate, shall approve or disapprove the sanitary permit application according to the rules promulgated by the department under ss. 145.02 and 145.13.
- (5) FEE. No fee for a sanitary permit may be less than \$61, or the amount determined under department rule. The governing body for the governmental unit responsible for the regulation of private small sewage systems may establish a fee for a sanitary permit which is more than \$61, or the amount determined under department rule.

- (6) Copy of Permit forwarded to the department. The governmental unit responsible for the regulation of private small sewage systems shall forward a copy of each valid sanitary permit and \$20, or the amount determined under department rule, of the fee to the department within 90 days after the permit is issued.
- (7) Use of fee. The governmental unit responsible for the regulation of private small sewage systems shall use the portion of the fee it retains for the administration of private small sewage system programs.
- (9) Groundwater fee. In addition to the fee under sub. (5), the governmental unit responsible for the regulation of private small sewage systems or the department shall collect a groundwater fee of \$25 for each sanitary permit. The governmental unit shall forward this fee to the department together with the copy of the sanitary permit and the fee under sub. (6). The moneys collected under this subsection shall be credited to the environmental fund for environmental management.

****Note: This is reconciled s. 145.19 (1), (2) (a), (3) (a), (4) to (7) and (9). This Section has been affected by drafts with the following LRB numbers: -0515 and -0935.

SECTION 21. 145.20 (title) of the statutes is amended to read:

145.20 (title) Private Small sewage systems.

SECTION 22. 145.20 (1) of the statutes is amended to read:

145.20 (1) Organization and personnel. (a) The governing body of the governmental unit responsible for the regulation of private small sewage systems may assign the duties of administering the private small sewage system program to any office, department, committee, board, commission, position or employe of that governmental unit.

(am) The governing body of the governmental unit responsible for the
regulation of private small sewage systems may delegate the duties of administering
the private small sewage system program to a town sanitary district or public inland
lake protection and rehabilitation district with the powers of a town sanitary district
within the town sanitary district or public inland lake protection and rehabilitation
district if the town sanitary district or public inland lake protection and
rehabilitation district agrees to assume those duties.
(b) The governmental unit responsible for the regulation of private small
sewage systems shall obtain the services of a certified soil tester, either as an employe
or under contract, to review and verify certified soil tester reports under sub. (2).
SECTION 23. 145.20 (1) (ar) of the statutes, as created by 1999 Wisconsin Act
(this act), is amended to read:
145.20 (1) (ar) The governmental unit responsible for the regulation of $\frac{1}{2}$
small sewage systems may, with the department's consent, delegate the
administration of any of the responsibilities under sub. (2) to the department. If the
department consents to the delegation, it may contract for the administration of the
delegated responsibilities.
SECTION 24. 145.20 (2) (intro.) of the statutes, as affected by 1999 Wisconsin
Act (this act), is amended to read:
145.20 (2) GOVERNMENTAL UNIT RESPONSIBILITIES. (intro.) Except as provided
under sub. (1) (am) and (ar), the governmental unit responsible for the regulation of
private small sewage systems shall:

SECTION 25. 145.20 (2) (a) of the statutes is amended to read:

****Note: This is reconciled s. 145.20 (2) (intro.). This Section has been affected by drafts with the following LRB numbers: -0515 and -0935.

small sewage systems.

145.20 (2) (a) Review certified soil tester reports for proposed private small
sewage systems and verify the report at the proposed site, if necessary.
SECTION 26. 145.20 (2) (d) to (h) of the statutes are amended to read:
145.20 (2) (d) Inspect all private small sewage systems after construction but
before backfilling no later than the end of the next workday, excluding Saturdays,
Sundays and holidays, after receiving notice from the plumber in charge.
(e) File reports and conduct surveys and inspections as required by the
governmental unit responsible for the regulation of private small sewage systems or
the department.
(f) Investigate violations of the private small sewage system ordinance and s.
254.59 (2), issue orders to abate the violations and submit orders to the district
attorney, corporation counsel or attorney general for enforcement.
(g) Perform other duties regarding $\frac{1}{2}$ private $\frac{1}{2}$ sewage systems as considered
appropriate by the governmental unit responsible for the regulation of $\frac{1}{2}$
sewage systems or as required by the rules of the department.
(h) Inspect existing private small sewage systems to determine compliance
with s. 66.036 if a building or structure is being constructed which requires
connection to an existing private small sewage system. The county is not required
to conduct an on-site inspection if a building or structure is being constructed which
does not require connection to an existing private small sewage system.
SECTION 27. 145.20 (3) (a) and (b) of the statutes are amended to read:
145.20 (3) (a) 1. The department may specify categories of private small sewage
systems for which approval by the department is required prior to issuance of

sanitary permits by the governmental unit responsible for the regulation of private

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- 2. The department may exempt a governmental unit from any category of private small sewage systems for which departmental approval is required prior to sanitary permit issuance under subd. 1., upon a determination, in accordance with rules promulgated by the department, that past performance of the governmental unit on reviews and audits under par. (b) has been satisfactory and that the governmental unit has the capacity to give the same level of application and plan review as that provided by the department. The department may revoke an exemption upon a finding that performance of the governmental unit on a review or audit conducted subsequent to the granting of the exemption is unsatisfactory or that the governmental unit is not giving the same level of application and plan review as that provided by the department. Findings in a revocation action may be made only after a public hearing upon 30 days' advance notice to the clerk of the governmental unit. The department shall submit a report under s. 13.172 (2) to the chief clerk of each house of the legislature, at the beginning of each legislative session, describing the exemptions under this subdivision.
- (b) The department shall review the private small sewage system program in each governmental unit responsible for the regulation of private small sewage systems to ascertain compliance with sub. (2) and with regulations issued by the department. This review shall include a random audit of sanitary permits, including verification by on–site inspection.

SECTION 28. 145.20 (3) (c) of the statutes, as affected by 1999 Wisconsin Act (this act), is amended to read:

145.20 (3) (c) If the governing body for a governmental unit responsible for the regulation of private small sewage systems does not adopt a private small sewage system ordinance meeting the requirements of s. 59.70 (5) or if the governmental unit

does not appoint personnel meeting the requirements of sub. (1) or if the governmental unit does not comply with the requirements of sub. (2) or s. 145.19 (3), the department may conduct hearings in the county seat upon 30 days' notice to the county clerk. As soon as practicable after the public hearing, the department shall issue a written decision regarding compliance with s. 59.70 (5) or 145.19 (3) or sub. (1) or (2). If the department determines that there is a violation of these provisions, the department may issue an order directing the governmental unit to remedy the violation.

****Note: This is reconciled s. 145.20 (3) (c). This Section has been affected by drafts with the following LRB numbers: -0515 and -0935.

SECTION 29. 145.20 (4) of the statutes is amended to read:

145.20 (4) Special assessment for holding and septic tank pumping. A governmental unit may assess the owner of a private small sewage system for costs related to the pumping of a septic or holding tank. The governmental unit shall make any assessment in the same manner that a city, village or town makes an assessment under s. 66.60.

SECTION 30. 145.24 of the statutes is amended to read:

- 145.24 Variances. (1) If an existing private small sewage system either is not located in soil meeting the siting standards or is not constructed in accordance with design standards promulgated under s. 145.02 or 145.13, the owner of the private small sewage system may petition the department for a variance to the siting or design standards.
- (2) The department shall establish procedures for the review and evaluation of existing private small sewage systems which do not comply with siting or design standards.

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(3) Upon receipt of a petition for a variance, the department shall require the
owner of the private small sewage system to submit information necessary to
evaluate the request for a variance. If the department determines that the existing
private small sewage system is not a failing private small sewage system, and
continued use of the existing private small sewage system will not pose a threat of
contamination of waters of the state, then the department may issue a variance to
allow continued use of the existing private small sewage system. The department
shall rescind the variance if the existing private small sewage system becomes a
failing private small sewage system or contaminates waters of the state.
SECTION 31. 145.245 (title) of the statutes is amended to read:

Private Small sewage system replacement or **145.245** (title) rehabilitation.

SECTION 32. 145.245 (1) (a) 1. of the statutes is amended to read:

145.245 (1) (a) 1. A determination that a private small sewage system is failing, according to the criteria under sub. (4), based on an inspection of the private small sewage system by an employe of the state or a governmental unit who is certified to inspect private small sewage systems by the department.

SECTION 33. 145.245 (1) (ae) of the statutes is amended to read:

145.245 (1) (ae) "Governmental unit" means a governmental unit responsible for the regulation of private small sewage systems. "Governmental unit" also includes a federally recognized American Indian tribe or band.

SECTION 34. 145.245 (3) (d) of the statutes is amended to read:

145.245 (3) (d) The department shall conduct training and informational programs for officials of the governmental unit responsible for the regulation of private small sewage systems and employes and persons licensed under this chapter

1	and s. 281.48 and certified as operators of septage servicing vehicles under s. 281.17
2	(3) to improve the delivery of service under the private small sewage system
3	program. The department shall obtain the assistance of the Wisconsin counties
4	association in planning and conducting the training and informational programs.
5	SECTION 35. 145.245 (4) (intro.) of the statutes is amended to read:
6	145.245 (4) FAILING PRIVATE SMALL SEWAGE SYSTEMS. (intro.) The department
7	shall establish criteria for determining if a private small sewage system is a failing
8	private small sewage system. A failing private small sewage system is one which
9	causes or results in any of the following conditions:
10	SECTION 36. 145.245 (4) (b) of the statutes is amended to read:
11	145.245 (4) (b) The introduction of sewage into zones of saturation which
12	adversely affects the operation of a private small sewage system.
13	SECTION 37. 145.245 (4) (e) of the statutes is amended to read:
14	145.245 (4) (e) The failure to accept sewage discharges and back up of sewage
15	into the structure served by the private small sewage system.
16	SECTION 38. 145.245 (4m) of the statutes is amended to read:
17	145.245 (4m) CATEGORIES OF FAILING PRIVATE SMALL SEWAGE SYSTEMS. For the
18	purposes of this section, the department shall establish the category of each failing
19	private small sewage system for which a grant application is submitted, as follows:
20	(a) Category 1: failing private small sewage systems described in sub. (4) (a)
21	to (c).
22	(b) Category 2: failing private small sewage systems described in sub. (4) (d).
23	(c) Category 3: failing private small sewage systems described in sub. (4) (e).
24	SECTION 39. 145.245 (5) (a) 1. of the statutes, as affected by 1999 Wisconsin Act
25	(this act), is amended to read:

145.245 (5) (a) 1. A person is eligible for grant funds under this section if he or she owns a principal residence which is served by a category 1 or 2 failing private small sewage system, if the private small sewage system was installed before July 1, 1978, if the family income of the person does not exceed the income limitations under par. (c), if the amount of the grant determined under sub. (7) is at least \$100, if the residence is not located in an area served by a sewer and if determination of failure is made prior to the rehabilitation or replacement of the failing private small sewage system.

****NOTE: This is reconciled s. 145.245 (5) (a) 1. This Section has been affected by drafts with the following LRB numbers: -0521 and -0935.

SECTION 40. 145.245 (5) (a) 2. of the statutes, as affected by 1999 Wisconsin Act (this act), is amended to read:

145.245 (5) (a) 2. A business is eligible for grant funds under this section if it owns a small commercial establishment which is served by a category 1 or 2 failing private small sewage system, if the private small sewage system was installed before July 1, 1978, if the gross revenue of the business does not exceed the limitation under par. (d), if the small commercial establishment is not located in an area served by a sewer and if a determination of failure is made prior to the rehabilitation or replacement of the private small sewage system.

****Note: This is reconciled s. 145.245 (5) (a). This Section has been affected by drafts with the following LRB numbers: -0521 and -0935.

SECTION 41. 145.245 (5) (a) 3. of the statutes is amended to read:

145.245 (5) (a) 3. A person who owns a principal residence or small commercial establishment which is served by a category 1 or 2 failing private small sewage system may submit an application for grant funds during the 3-year period after the determination of failure is made. Grant funds may be awarded after work is

completed if rehabilitation or replacement of the system meets all requirements of this section and rules promulgated under this section.

SECTION 42. 145.245 (5m) (a) of the statutes is amended to read:

145.245 (5m) (a) The department or a governmental unit shall deny a grant application under this section if the applicant or a person who would be directly benefited by the grant intentionally caused the conditions which resulted in a category 1 or 2 failing private small sewage system. The department or governmental unit shall notify the applicant in writing of a denial, including the reason for the denial.

SECTION 43. 145.245 (6) of the statutes is amended to read:

145.245 (6) USE OF FUNDS. (a) Except for grants under par. (b), funds available under a grant under this section shall be applied to the rehabilitation or replacement of the private small sewage system. An existing private small sewage system may be replaced by an alternative private small sewage system or by a system serving more than one principal residence.

(b) Funds available under a grant under this section for experimental private small sewage systems shall be applied to the installation and monitoring of the experimental private small sewage systems.

SECTION 44. 145.245 (7) of the statutes is amended to read:

145.245 (7) Allowable costs; state share. (a) Except as provided in par. (e), costs allowable in determining grant funding under this section may not exceed the costs of rehabilitating or replacing a private small sewage system which would be necessary to allow the rehabilitated system or new system to meet the minimum requirements of the state plumbing code promulgated under s. 145.13.

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- (b) Except as provided in par. (e), costs allowable in determining grant funding under this section may not exceed the costs of rehabilitating or replacing a private small sewage system by the least costly methods.
- (c) Except as provided in pars. (d) and (e), the state grant share under this section is limited to \$7,000 for each principal residence or small commercial establishment to be served by the private small sewage system or to the amount determined by the department based upon private small sewage system grant funding tables, whichever is less. The department shall prepare and publish private small sewage system grant funding tables which specify the maximum state share limitation for various components and costs involved in the rehabilitation or replacement of a private small sewage system based upon minimum size and other requirements specified in the state plumbing code promulgated under s. 145.02. The maximum state share limitations shall be designed to pay approximately 60% of the average allowable cost of private small sewage system rehabilitation or replacement based upon estimated or actual costs of that rehabilitation or replacement. The department shall revise the grant funding tables when it determines that 60% of current costs of private small sewage system rehabilitation or replacement exceed the amounts in the grant funding tables by more than 10%, except that the department may not revise the grant funding tables more often than once every 2 years.
- (d) Except as provided in par. (e), if the income of a person who owns a principal residence that is served by a category 1 or 2 failing private small sewage system is greater than \$32,000, the amount of the grant under this section is limited to the amount determined under par. (c) less 30% of the amount by which the person's income exceeds \$32,000.

(e) Costs allowable for experimental private small sewage systems shall include the costs of installing and monitoring experimental private small sewage systems installed under s. 145.02 (3) (b) and this section. The department shall promulgate rules that specify how the department will select, monitor and allocate the state share for experimental private small sewage systems that the department funds under this section.

SECTION 45. 145.245 (8) (a) of the statutes is amended to read:

145.245 (8) (a) In order to be eligible for a grant under this section, a governmental unit shall make an application for replacement or rehabilitation of private small sewage systems of principal residences or small commercial establishments and shall submit an application for participation to the department. The application shall be in the form and include the information the department prescribes. In order to be eligible for funds available in a fiscal year, an application is required to be received by the department prior to February 1 of the previous fiscal year.

SECTION 46. 145.245 (9) (b) of the statutes is amended to read:

145.245 (9) (b) Certify that grants will be used for private small sewage system replacement or rehabilitation for a principal residence or small commercial establishment owned by a person who meets the eligibility requirements under sub. (5), that the funds will be used as provided under sub. (6) and that allowable costs will not exceed the amount permitted under sub. (7);

SECTION 47. 145.245 (9) (c) of the statutes is amended to read:

145.245 (9) (c) Certify that grants will be used for private small sewage systems which will be properly installed and maintained;

SECTION 48. 145.245 (9) (e) of the statutes is amended to read:

1	145.245 (9) (e) Establish a process for regulation and inspection of private
2	small sewage systems;
3	SECTION 49. 145.245 (11) (e) of the statutes is amended to read:
4	145.245 (11) (e) Limitation; experimental private small sewage systems. The
5	department may not allocate more than 10% of the funds available under this
6	subsection each fiscal year for grants for the installation and monitoring of
7	experimental private <u>small</u> sewage systems.
8	SECTION 50. 145.245 (11m) (b) to (d) of the statutes are amended to read:
9	145.245 (11m) (b) Except as provided in par. (d), if funds are sufficient to fully
10	fund all category 1 but not all category 2 failing private small sewage systems, the
11	department shall fully fund all category 1 systems and prorate the funds for category
12	2 systems on a proportional basis.
13	(c) Except as provided in par. (d), if funds are not sufficient to fully fund all
14	category 1 failing private small sewage systems, the department shall fund the
15	category 1 systems on a proportional basis and deny the grant applications for all
16	category 2 systems.
17	(d) The department is not required to prorate available funds for grants for the
18	installation and monitoring of experimental private small sewage systems.
19	SECTION 51. 145.245 (13) of the statutes is amended to read:
20	145.245 (13) INSPECTION. Agents of the department or the governmental unit
21	may enter premises where private small sewage systems are located pursuant to a
22	special inspection warrant as required under s. 66.122, to collect samples, records
23	and information and to ascertain compliance with the rules and orders of the
24	department or the governmental unit.
25	SECTION 52. 145.245 (14) (d) of the statutes is amended to read:

145.245 (14) (d) Additional grants under this section to a governmental unit previously awarded a grant under this section may be suspended or terminated if the department finds that a private small sewage system previously funded in the governmental unit is not being or has not been properly rehabilitated, constructed, installed or maintained.

SECTION 53. 160.255 of the statutes is amended to read:

- 160.255 Exceptions for private certain sewage systems. (1) In this section, "private exempt sewage system" has the meaning given means a small sewage system, as defined in s. 145.01 (12) (14m), or a sewage system that is in existence on January 1, 2000, and that would be a small sewage system except that its design flow exceeds the maximum design flow specified under s. 145.02 (4) (c).
- (2) Notwithstanding s. 160.19 (1), (2) and (4) (b), a regulatory agency is not required to promulgate or amend rules that define design or management criteria for private exempt sewage systems to minimize the amount of nitrate in groundwater or to maintain compliance with the preventive action limit for nitrate.
- (3) Notwithstanding s. 160.19 (3), a regulatory agency may promulgate rules that define design or management criteria for private exempt sewage systems that permit the enforcement standard for nitrate to be attained or exceeded at the point of standards application.
- (4) Notwithstanding s. 160.21, a regulatory agency is not required to promulgate rules that set forth responses that the agency may take, or require to be taken, when the preventive action limit or enforcement standard for nitrate is attained or exceeded at the point of standards application if the source of the nitrate is a private an exempt sewage system.

(5) Notwithstanding ss. 160.23 and 160.25, a regulatory agency is not required
to take any responses for a specific site at which the preventive action limit or
enforcement standard for nitrate is attained or exceeded at the point of standards
application if the source of the nitrate is a private an exempt sewage system.

SECTION 54. 281.59 (1m) (c) of the statutes, as created by 1999 Wisconsin Act (this act), is amended to read:

281.59 (1m) (c) There is established a private small sewage system replacement and rehabilitation loan program, administered under s. 145.245 (12m).

****Note: This is reconciled s. 281.59 (1m) (c). This Section has been affected by drafts with the following LRB numbers: -0935 and -1856.

SECTION 55. 283.31 (1) of the statutes is amended to read:

283.31 (1) The discharge of any pollutant into any waters of the state or the disposal of sludge from a treatment work by any person is unlawful unless such discharge or disposal is done under a permit issued by the department under this section or s. 283.33. The department may by rule exempt certain classes or categories of vessels and small sewage systems, as defined in s. 145.01 (14m), from this section. Except as provided in s. 283.33, the department may require only one permit for a publicly owned treatment or collection facility or system, regardless of the number of point sources from such facility or system.

SECTION 9110. Nonstatutory provisions; commerce.

(1) SMALL SEWAGE SYSTEMS. The department of commerce may use the procedure specified under section 227.24 of the statutes to promulgate the rule required under section 145.02 (4) (c) of the statutes, as created by this act, for the period before the effective date of a permanent rule, but not to exceed the period authorized under section 227.24 (1) (c) and (2) of the statutes. Notwithstanding section 227.24 (1) (a),

(2) (b) and (3) of the statutes, the department is not required to provide evidence that promulgating a rule under this subsection as an emergency rule is necessary for the preservation of the public peace, health, safety or welfare and is not required to provide a finding of emergency for a rule promulgated under this subsection.

Section 9410. Effective dates; commerce.

(1) SMALL SEWAGE SYSTEMS. The treatment of sections 20.143 (3) (de), 59.70 (1) and (5), 60.70 (5) and (6m), 60.726 (2), 60.77 (5) (b), (bm), (bs) and (j), 66.88 (11), 66.888 (1) (c) 3. a., 145.01 (4m), (5), (10) (b), (12) and (14m), 145.02 (4) (c), 145.20 (title), (1), (2) (intro.) (by SECTION 24), (a) and (d) to (h), (3) (a), (b), (c) (by SECTION 28) and (d) and (4), 145.24, 145.245 (title), (1) (a) 1. and (ae), (4) (intro.), (b) and (e), (4m), (5) (a) 1. (by SECTION 39), 2. (by SECTION 42) and 3., (5m) (a), (6), (7), (8) (a), (9) (b), (c) and (e), (11) (e), (11m) (b) to (d), (13) and (14) (d), 160.255 and 3.31 (1) of the statutes and the amendment of sections 20.320 (3), 145.19 (1), (2) (a), (3) (a), (4) to (7) and (9), 145.20 (1) (ar) and 281.59 (1m) (c) of the statutes take effect on January 1, 2000.

(END)