

State of Misconsin 2023 - 2024 LEGISLATURE

ASSEMBLY SUBSTITUTE AMENDMENT 2, TO ASSEMBLY BILL 312

October 10, 2023 - Offered by Representatives MURSAU and SWEARINGEN.

AN ACT to renumber 281.58 (8e); to amend 281.61 (6) and 281.75 (7) (c) 2. a.; and to create 66.0811 (4), 196.49 (7), 281.58 (8e) (bm), 281.75 (5m), 292.315, 292.32 and 292.34 of the statutes; relating to: programs and requirements to address perfluoroalkyl and polyfluoroalkyl substances and modifying administrative rules related to emergency utility services and test wells for community water systems.

Analysis by the Legislative Reference Bureau

This bill creates several new programs and requirements relating to PFAS, which is defined in the bill to mean any perfluoroalkyl or polyfluoroalkyl substance. *Municipal PFAS grant program*

The bill requires the Department of Natural Resources to create a municipal PFAS grant program, which applies only to types of PFAS for which there is a state or federal standard, a public health recommendation from the Department of Health Services, or a health advisory issued by the federal Environmental Protection Agency. Under the bill, the municipal PFAS grant program provides all of the following grants:

1. Grants to municipalities (defined under current law as a city, town, village, county, county utility district, town sanitary district, public inland lake protection

and rehabilitation district, or metropolitan sewage district) for PFAS testing at municipal water systems and municipal wastewater treatment facilities, or for reimbursement for such testing if performed at properties owned, leased, managed, or contracted for by municipalities and if there are promulgated standards for those types of PFAS.

2. Grants to nonmunicipal entities regulated as public or community water systems, distributed in equal shares up to \$1,800, to test their drinking water supply for PFAS, if required to do so by DNR, or for reimbursement for such testing.

3. Grants to privately owned landfills, in equal shares up to \$15,000, to test for the presence of PFAS in leachate.

4. Grants to municipalities to test for PFAS levels at municipally owned, leased, managed, or contracted locations where PFAS may be present, including testing for PFAS levels in leachate at landfills. If the property to be tested is not owned by the municipality, DNR may not issue a grant unless the property owner gives the municipality written consent to enter the property and conduct testing. These grants are not available to municipalities that receive a grant under this program to test for PFAS at municipal water systems and municipal wastewater treatment facilities. For these grants, DNR may require matching funds of up to 20 percent from the applicant.

5. Grants to municipalities and privately owned landfills to dispose of PFAS-containing biosolids or leachate at facilities that accept such biosolids or leachate or to purchase and install on-site treatment systems to address PFAS contained in biosolids or leachate. For these grants, DNR may require matching funds of up to 20 percent from the applicant and the grants may not be used for costs associated with landspreading.

6. Grants for capital costs or debt service, including for facility upgrades or new infrastructure, to municipalities that are small or disadvantaged or in which rates for water or wastewater utilities will increase by more than 20 percent as a direct result of steps taken to address PFAS contamination. When issuing these grants, DNR must give priority to projects that are necessary to address an exceedence of an applicable state or federal standard.

7. Grants to municipalities for capital costs or other costs related to PFAS that are not otherwise paid from the segregated environmental improvement fund, including costs for addressing landfills or other contaminated lands owned, leased, managed, or contracted for by municipalities or costs incurred by fire departments; grants to municipalities for the preparation and implementation of pollutant minimization plans; and grants to municipalities for costs incurred by public utilities or metropolitan sewerage districts for pretreatment or other PFAS reduction measures in certain circumstances. For these grants, DNR may require matching funds of up to 20 percent from the applicant.

For all of the grants provided under the municipal PFAS grant program, DNR may not require a grant recipient to take any action to address PFAS unless PFAS levels exceed any applicable standard under state or federal law. The bill also prohibits DNR from publicly disclosing the results of any PFAS testing conducted

under this grant program unless DNR notifies the grant recipient at least 72 hours before publicly disclosing any test result, with certain exceptions.

Current law provides that whenever a state agency is authorized to provide state funds to any county, city, village, or town for any purpose, funds may also be granted by that agency to any federally recognized tribal governing body for the same purpose.

Innocent landowner grant program

The bill also requires DNR to create an innocent landowner grant program, which applies only to types of PFAS for which there is a state or federal standard, a public health recommendation from the Department of Health Services, or a health advisory issued by the federal Environmental Protection Agency.

Under the program, DNR may provide grants to an eligible person who owns, leases, manages, contracts for, or holds a department-issued solid waste facility license for property that is contaminated by PFAS. DNR may also provide grants to a person who is applying on behalf of multiple eligible persons that are located in the same geographic area, if the applicant will be the entity performing any authorized activities. Under the program, an "eligible person" is 1) a person that spread biosolids or wastewater residuals contaminated by PFAS in compliance with any applicable license or permit, 2) a person that owns land upon which biosolids or wastewater residuals contaminated by PFAS were spread in compliance with any applicable license or permit, 3) a fire department or municipality that responded to emergencies that required the use of PFAS or that conducted training for such emergencies in compliance with applicable federal regulations, 4) a solid waste disposal facility that accepted PFAS, 5) a person that owns, leases, manages, or contracts for property on which the PFAS contamination did not originate, and 6) any other person approved as an eligible person by the Joint Committee on Finance.

The total amount of grants awarded to each eligible person may not exceed \$250,000 and DNR may require grant recipients to provide matching funds of not more than 5 percent of the grant amount.

Limitations on DNR actions relating to PFAS

Under the bill, DNR may not require the owner of a property to test for PFAS under the current spills law without probable cause that the property had or currently has an amount of PFAS that is likely to exceed or result in the exceedance of any applicable state or federal standard.

Under the bill, DNR may not prevent, delay, or otherwise impede any construction project or project of public works based on a presence of PFAS contamination unless DNR determines that 1) the project poses a substantial risk to public health or welfare, 2) there is a substantial risk that the project will create worsening environmental conditions, 3) the entity proposing to complete the project is, as a result of negligence or intentional conduct, responsible for the original contamination, or 4) DNR is specifically required under the federal Clean Water Act to prevent, delay, or otherwise impede the project. "Public works" is defined to mean the physical structures and facilities developed or acquired by a local unit of government or a federally recognized American Indian tribe or band in this state to provide services and functions for the benefit and use of the public, including water, sewerage, waste disposal, utilities, and transportation, and privately owned landfills that accept residential waste.

In addition, under the bill, if DNR seeks to collect samples from lands not owned by the state based on permission from the landowner, such permission must be in writing, and DNR must notify the landowner that such permission includes the authority to collect samples, to test those samples, and to publicly disclose the results of that testing. The landowner may revoke such permission at any time prior to the collection of samples. Under the bill, DNR also may not publicly disclose such PFAS testing results unless it notifies the landowner of the test results at least 72 hours before publicly disclosing them. In addition, DNR may not take any enforcement action against any person that meets the eligibility criteria for a grant under the innocent landowner grant program if the person grants DNR permission to remediate the property at DNR's expense. For persons that are not eligible under the innocent landowner grant program, the bill prohibits DNR from taking any enforcement action based on the results of any PFAS testing conducted on samples taken from lands not owned by the state unless PFAS levels exceed a federal or state standard. The bill also requires DNR, or a third-party contract by DNR, to respond in a timely manner to requests from any person to conduct PFAS testing on samples taken from the person's property if practicable and if funds are available to do so, if there is a reasonable belief that PFAS contamination may be present on the property, and if existing information such as public water supply testing data is not available.

The bill also requires DNR, in the 2023–25 fiscal biennium, to increase its voluntary PFAS testing activities.

Fire fighting foam

The bill requires DNR to survey or resurvey local fire departments about their use and possession of PFAS-containing fire fighting foam, send communications and information, and contract with a third party to voluntarily collect PFAS-containing firefighting foam.

Well compensation grant program

Under current law, an individual owner or renter of a contaminated private well, subject to eligibility requirements, may apply for a grant from DNR to cover a portion of the costs to treat the water, reconstruct the well, construct a new well, connect to a public water supply, or fill and seal the well. The bill provides that a grant for costs to treat the water may be used to cover the cost of a filtration device and up to two replacement filters.

In addition, under the bill, if DNR determines that a claimant who is applying for a grant under the well compensation grant program on the basis of PFAS contamination would be eligible for a grant under the innocent landowner grant program created under the bill, and funding under that program is available, DNR must refer the claimant's application to that program instead of processing it under the well compensation grant program. If the claimant is denied under the innocent landowner grant program, DNR must refer the claim back to the well compensation grant program.

Portable water treatment system pilot project

The bill requires DNR to contract with an entity to conduct a pilot project in which PFAS-contaminated surface water is partially or fully diverted to a portable treatment system and treated water is returned to the surface water. DNR and the entity must conduct tests to evaluate the success of the pilot project.

Remedial action at sites contaminated by PFAS

The bill allows DNR, or a contracted third party, to begin response and remedial actions, including site investigations, at any PFAS-contaminated site where a responsible party has not been identified or where the responsible party qualifies for a grant under the innocent landowner grant program. The bill directs DNR to prioritize response and remedial actions at sites that have the highest levels of PFAS contamination and sites with the greatest threats to public health or the environment because of PFAS.

Assistance for testing laboratories

The bill requires DNR and the Board of Regents of the University of Wisconsin System to enter into a memorandum of understanding to ensure that the state laboratory of hygiene provides guidance and other materials, conducts training, and provides assistance to laboratories in this state that are certified to test for contaminants other than PFAS in order for them to become certified to test for PFAS, and to assist laboratories certified to test for PFAS in this state to reduce their testing costs and shorten the timeline for receiving test results.

Under the bill, the Board of Regents, in coordination with DNR, may provide grants to laboratories in this state that are certified to test for PFAS, or that are seeking such certification, to assist with up to 40 percent of the costs of purchasing equipment necessary for testing for PFAS.

The bill requires the state laboratory of hygiene to prepare a report on these efforts and provide the report to the legislature.

PFAS studies and reporting

The bill requires DNR and the Board of Regents of the University of Wisconsin System to enter into a memorandum of understanding to 1) study and analyze the cost, feasibility, and effectiveness of different methods of treating PFAS before they are released into a water system or water body; 2) conduct a cost-benefit analysis of different options for disposing of biosolids or sludge that contains or may contain PFAS; 3) study and analyze the cost, feasibility, and effectiveness of different destruction and disposal methods for PFAS; 4) study and analyze the cost, feasibility, and effectiveness of different methods for remediating PFAS that leave the contaminated medium in place and methods that remove the contaminated medium; 5) study and analyze the migration of PFAS into the bay of Green Bay; 6) study and analyze the migration of PFAS into the Wisconsin and Mississippi Rivers and their tributaries; 7) create a comprehensive, interactive map showing all available PFAS testing data and, for each data point, whether it exceeds any applicable state or federal standard for PFAS; and 8) conduct any additional studies related to PFAS, as approved by the Joint Committee on Finance. Such data may not contain any personally identifiable information unless the entity to which the data applies is a municipal entity that is required to test and disclose its results under state law.

DNR reporting requirements

The bill requires DNR to report to the legislature once every six months for a period of three years to provide a detailed description of DNR's expenditures under the bill and a detailed description of DNR's progress in implementing the provisions of the bill.

Clean Water Fund Program and Safe Drinking Water Loan Program

Under current law, the Department of Administration and DNR administer the Safe Drinking Water Loan Program (SDWLP), which provides financial assistance to municipalities, and to the private owners of community water systems that serve municipalities, for projects that will help the municipalities comply with federal drinking water standards. DNR establishes a funding priority list for SDWLP projects, and DOA allocates funding for those projects. Also under current law, DNR administers the Clean Water Fund Program (CWFP), which provides financial assistance to municipalities for projects to control water pollution, such as sewage treatment plants.

Under the bill, if DNR, when ranking SDWLP or CWFP projects or determining an applicant's eligibility for assistance under those programs, considers whether an applicant that intends to extend service outside municipal boundaries because of water contamination is "small" or "disadvantaged," DNR must determine the applicant to be small or disadvantaged if the area receiving the extended service would normally be determined to be small or disadvantaged, regardless of whether the existing service area would normally be determined to be small or disadvantaged.

Public water utility projects

Under current law, a public utility may not engage in certain construction, expansion, or other projects unless the Public Service Commission grants a certificate of authority (CA) for the proposed project. Under the bill, if a water public utility or a combined water and sewer public utility (water utility) fails to obtain a CA before commencing a project for which one is required, PSC may not investigate, impose a penalty against, or bring an action to enjoin the water utility if 1) the water utility undertook the project in response to a public health concern caused by PFAS, the presence of which was unknown to the water utility until shortly before it commenced the project and the water utility provides evidence showing that the utility has exceeded or is likely to exceed the applicable state or federal standard for that type of PFAS; 2) the water utility promptly notifies PSC of the work and, within 30 days after commencing the work, submits the appropriate application and supporting documentation to PSC; and 3) the total cost of the project is not greater than \$2,000,000.

In the PSC administrative code, the bill adds an emergency resulting from water supply contamination to the circumstances under which PSC authorization is not necessary prior to a utility beginning necessary repair work. The current administrative code limits this to an emergency resulting from the failure of power supply or from fire, storm, or similar events.

Use of revenue for PFAS source reduction measures

The bill authorizes a municipal public utility or metropolitan sewerage district to use revenues from its water or sewerage services for up to half of the cost of pretreatment or other PFAS source reduction measures for an interconnected customer or other regular customer if the costs incurred are less than the costs of the upgrades otherwise required at the endpoint treatment facility and if the costs are approved by the governing body of the municipality or the metropolitan sewerage district.

Test wells for community water systems

Under rules promulgated by DNR relating to community water systems (a system for providing piped water for human consumption to the public and that serves at least 15 service connections used by year-round residents or regularly serves at least 25 year-round residents), DNR must pre-approve any test wells that will be converted into permanent wells and any test wells that will pump at least 70 gallons per minute for more than 72 hours. DNR rules require test wells to be drilled for permanent wells for community water systems to determine geologic formation information and water quality and quantity data. DNR rules also allow DNR to designate special well casing depth areas within which wells must be drilled to a greater depth and meet other requirements to avoid contamination.

This bill provides that test wells for community water systems must also be approved by DNR if they are located in special well casing depth areas that have been designated based in whole or in part on the presence of PFAS.

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

SECTION 1. 66.0811 (4) of the statutes is created to read:

 $\mathbf{2}$ 66.0811 (4) Notwithstanding subs. (2) and (3) and s. 66.0901 (11), a municipal 3 public utility or a metropolitan sewerage district created under ch. 200 may use 4 funds derived from its water or sewerage services for up to one-half the cost of 5 pretreatment or other perfluoroalkyl and polyfluoroalkyl substances source 6 reduction measures for an interconnected customer or other regular customer if the 7 costs incurred are less than the costs of the upgrades otherwise required at the 8 endpoint treatment facility and if the costs are approved by the governing body of the 9 municipality or the metropolitan sewerage district.

10 SECTION 2. 196.49 (7) of the statutes is created to read:

1	196.49 (7) With respect to a water public utility or a combined water and sewer
2	public utility, the commission may not investigate, impose a penalty against, or bring
3	an action to enjoin the public utility for failing to obtain a certificate of authority
4	before commencing a project for which one is required under this section if all of the
5	following apply:
6	(a) The public utility undertook the project in response to a public health
7	concern caused by PFAS, as defined in s. 292.315 (1) , the presence of which was
8	unknown to the public utility until shortly before it commenced the project, and the
9	public utility provides evidence showing that the utility has exceeded or is likely to
10	exceed the applicable promulgated state or federal standard for that type of PFAS.
11	(b) The public utility promptly notifies the commission of the work and, within
12	30 days after commencing the work, submits the appropriate application and
13	supporting documentation to the commission.
14	(c) The total cost of the project is not greater than \$2,000,000.
15	SECTION 3. 281.58 (8e) of the statutes is renumbered 281.58 (8e) (am).
16	SECTION 4. 281.58 (8e) (bm) of the statutes is created to read:
17	281.58 (8e) (bm) If the department, when ranking projects under this
18	subsection or determining an applicant's eligibility for assistance under this section,
19	considers whether an applicant that intends to extend service outside the boundaries
20	of a municipality because of water contamination is small or disadvantaged, the
21	department shall, to the extent allowable under federal law, determine the applicant
22	to be small or disadvantaged if the area receiving the extended service would
23	normally be determined to be small or disadvantaged, regardless of whether the
24	existing service area would normally be determined to be small or disadvantaged.
25	SECTION 5. 281.61 (6) of the statutes is amended to read:

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1 281.61 (6) PRIORITY LIST. The department shall establish a priority list that $\mathbf{2}$ ranks each safe drinking water loan program project. The department shall 3 promulgate rules for determining project rankings that, to the extent possible, give 4 priority to projects that address the most serious risks to human health, that are 5necessary to ensure compliance with the Safe Drinking Water Act, 42 USC 300f to 6 300i-26, and that assist applicants that are most in need on a per household basis. 7 according to affordability criteria specified in the rules. For the purpose of ranking 8 projects under this subsection, the department shall treat a project to upgrade a 9 public water system to provide continuous disinfection of the water that it distributes 10 as if the public water system were a surface water system that federal law requires to provide continuous disinfection. If the department, when ranking projects under 11 12 this subsection or determining an applicant's eligibility for assistance under this 13 section, considers whether an applicant that intends to extend service outside the 14 boundaries of a local governmental unit because of water contamination is small or 15disadvantaged, the department shall, to the extent allowable under federal law, determine the applicant to be small or disadvantaged if the area receiving the 16 17extended service would normally be determined to be small or disadvantaged, regardless of whether the existing service area would normally be determined to be 18 19 small or disadvantaged.

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SECTION 6. 281.75 (5m) of the statutes is created to read:

21 281.75 (**5m**) REFERRAL TO THE INNOCENT LANDOWNER GRANT PROGRAM. If the 22 department determines that a claimant that submits a claim under this section on 23 the basis of contamination by perfluoroalkyl or polyfluoroalkyl substances would be 24 eligible for a grant under the innocent landowner grant program under s. 292.34, and 25 moneys are available under s. 292.34, the department shall refer the claim to the 2023 - 2024 Legislature - 10 -

1	program under s. 292.34 instead of reviewing the claim under this section. If the
2	claimant's claim is denied under s. 292.34, the department shall refer the claim back
3	to the program under this section.
4	SECTION 7. 281.75 (7) (c) 2. a. of the statutes is amended to read:
5	281.75 (7) (c) 2. a. Equipment used for treating the water, including a filtration
6	device and up to 2 replacement filters;
7	SECTION 8. 292.315 of the statutes is created to read:
8	292.315 Municipal PFAS grant program. (1) DEFINITION. In this section,
9	"PFAS" means any perfluoroalkyl or polyfluoroalkyl substance.
10	(1m) APPLICABILITY. This section applies only to PFAS for which there is a state
11	or federal standard, a public health recommendation from the department of health
12	services under s. 160.07, or a health advisory issued by the federal environmental
13	protection agency.
14	(2) GRANTS. The department shall provide all of the following grants:
15	(a) Grants to municipalities to test for PFAS levels at municipal water systems
16	and municipal wastewater treatment facilities, or to reimburse municipalities for
17	PFAS testing performed at properties owned, leased, managed, or contracted for by
18	those municipalities after applicable standards for the chemical being tested have
19	been promulgated. The department shall base the amount of grant awards under
20	this paragraph on the cost of testing and the amount of testing needed in each
21	community, while ensuring that funding is available to every eligible applicant that
22	submits a claim under this paragraph. The department may not require a
23	municipality that submits a claim for a grant under this paragraph to provide
24	information other than the basic information necessary to process the claim and may

not require the recipient of a grant under this paragraph to provide any matching
 funds.

3 (b) Grants, provided in equal shares not to exceed \$1,800, to entities that are 4 not municipalities and that are regulated as public or community water systems for 5the entity to test its drinking water supply for PFAS if required to do so by the 6 department, or for reimbursement to the entity for PFAS testing performed after 7 applicable standards for the chemical being tested have been promulgated. An entity 8 that is not a municipality may apply to the department one time for a grant under 9 this paragraph, by a deadline set by the department. The department may not 10 require the recipient of a grant under this paragraph to provide any matching funds.

(c) Grants, provided in equal shares not to exceed \$15,000, to the owner or
manager of, or the holder of a solid waste facility license issued by the department
for, privately owned solid waste disposal facilities to test for the presence of PFAS in
leachate. An entity may apply to the department one time for a grant under this
paragraph, by a deadline set by the department. The department may not require
the recipient of a grant under this paragraph to provide any matching funds.

17(d) Grants to municipalities to test for PFAS levels at locations that are owned, 18 leased, managed, or contracted for by a municipality and where PFAS may be 19 present, including airports, water systems, wastewater treatment facilities, or 20 contaminated lands, and to test for PFAS levels in leachate at solid waste disposal 21facilities that are owned, leased, managed, or contracted for by a municipality. If the 22property is not owned by the municipality, the department may not issue a grant 23under this paragraph unless the property owner has given the municipality written 24consent for the municipality to enter the property and conduct testing or the ability 25to enter the property and conduct testing is permitted under an existing agreement 1 between the property owner and the municipality. The department may not provide $\mathbf{2}$ a grant under this paragraph to test for PFAS in a water system or wastewater 3 treatment facility if the applicant has received a grant under par. (a), unless the 4 applicant demonstrates that it has used all of the grant funds provided to it under 5 par. (a). The department shall accept applications for grants and provide grants under this paragraph on a rolling basis. The department may not require the 6 7 recipient of a grant under this paragraph to provide matching funds in an amount 8 greater than 20 percent of the amount of the grant.

9 (e) Grants to municipalities and the owner or manager of, or the holder of a solid 10 waste facility license issued by the department for, privately owned solid waste 11 disposal facilities to dispose of PFAS-containing biosolids or leachate at facilities 12that accept such biosolids or leachate or to purchase and install on-site treatment 13systems to address PFAS contained in biosolids or leachate. Grant moneys received 14under this paragraph may not be used for any cost associated with landspreading. 15The department may not require the recipient of a grant under this paragraph to 16 provide matching funds in an amount greater than 20 percent of the amount of the 17grant.

18 (f) Grants for capital costs or debt service, including for facility upgrades or new 19 infrastructure, to municipalities that are small or disadvantaged or in which rates 20for water or wastewater utilities will increase by more than 20 percent as a direct 21result of steps taken to address PFAS contamination. A grant provided under this 22paragraph may not exceed 50 percent of the municipality's capital or debt service 23costs, and no municipality may receive grants under this paragraph that total more $\mathbf{24}$ than 20 percent of the funding available for grants under this paragraph. The 25department shall give priority under this paragraph to projects that are necessary

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to address an exceedance of an applicable promulgated state or federal standard.
The department shall accept applications for grants and provide grants under this
paragraph on a rolling basis. A municipality may submit an application for a grant
under this program at the same time as submitting an application for financial
assistance under s. 281.58 or 281.61.

6 (g) Grants to municipalities for capital costs or other costs related to PFAS that 7 are not otherwise paid from the environmental improvement fund, including costs 8 for addressing solid waste disposal facilities or other contaminated lands owned, 9 leased, managed, or contracted for by the municipality and costs incurred by fire 10 departments, including to replace PFAS-containing fire fighting foam; grants to 11 municipalities for the preparation and implementation of pollutant minimization 12 plans; and grants to municipalities for costs incurred by municipal public utilities or 13 metropolitan sewerage districts created under ch. 200 for pretreatment or other 14 PFAS source reduction measures for an interconnected customer or other regular 15customer if the costs incurred are less than the costs of the upgrades otherwise 16 required at the endpoint treatment facility and if the costs are approved by the 17governing body of the municipality or the metropolitan sewerage district. No 18 municipality may receive grants under this paragraph that total more than 20 19 percent of the funding available for grants under this paragraph. The department 20 may not require the recipient of a grant under this paragraph to provide matching 21funds in an amount greater than 20 percent of the amount of the grant. The 22department shall accept applications for grants and provide grants under this 23paragraph on a rolling basis.

(3) LIMITATIONS. (a) The department may not require the recipient of a grant
 under sub. (2) to take action to address PFAS contamination unless testing

demonstrates that PFAS levels exceed any applicable promulgated standard under
 state or federal law.

3 (b) The department may not publicly disclose the results of any PFAS testing
4 conducted under this section unless the department notifies the grant recipient at
5 least 72 hours before publicly disclosing any test result. This paragraph does not
6 apply to any testing required or conducted under ch. 281 or 283.

7 **SECTION 9.** 292.32 of the statutes is created to read:

8 292.32 Limitations on department actions relating to PFAS. (1)
9 DEFINITIONS. In this section:

10 (a) "Construction project" means a building project that will affect one or more11 parcels.

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(b) "PFAS" has the meaning given in s. 292.315 (1).

(c) "Public works" means the physical structures and facilities developed or
acquired by a local unit of government or a federally recognized American Indian
tribe or band in this state to provide services and functions for the benefit and use
of the public, including water, sewerage, waste disposal, utilities, and
transportation, and privately owned solid waste disposal facilities that accept
residential waste.

(2) PROBABLE CAUSE REQUIRED FOR TESTING. Notwithstanding any conflicting provisions of this chapter, the department may not require the owner of a property to conduct testing under this chapter for the presence of PFAS without probable cause that the property had or currently has an amount of PFAS that is likely to exceed or result in the exceedance of any applicable promulgated standard under state or federal law. For purposes of this subsection, property does not include a property used for industrial purposes, including manufacturing. For purposes of this 2023 – 2024 Legislature

subsection, a basis for probable cause includes the reporting of a PFAS spill under
 this chapter or under section 304 of the federal Emergency Planning and Community
 Right-to-Know Act.

4 (3) CONSTRUCTION PROJECTS. Notwithstanding any conflicting provisions of this
5 chapter, the department may not prevent, delay, or otherwise impede any
6 construction project or project of public works on the basis of a presence of PFAS
7 contamination unless the department determines any of the following:

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(a) The project poses a substantial risk to public health or welfare.

9 (b) There is a substantial risk that the project will create worsening 10 environmental conditions.

(c) The entity proposing to complete the project is, as a result of reckless or
 intentional conduct, responsible for the original contamination.

13 (d) The department is specifically required under the federal Clean Water Act
14 to prevent, delay, or otherwise impede the project.

(4) PFAS TESTING AND ENFORCEMENT ON NONSTATE LANDS. If department staff or
a 3rd-party entity contracted by the department seeks to conduct voluntary testing
under this chapter for PFAS, all of the following shall apply:

(a) If the department, or an entity contracted by the department, seeks to
collect voluntary samples from lands not owned by the state based on permission
from the landowner, such permission shall be in writing, and the department shall
notify the landowner that such permission includes the authority to collect samples,
to test those samples, and to publicly disclose the results of that testing. A landowner
may revoke such permission at any time prior to the collection of samples.

(b) The department may not publicly disclose the results of any PFAS testing
conducted on samples taken from lands not owned by the state unless the

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department notifies the landowner of the test results at least 72 hours before publicly
 disclosing the test results.

3 (c) The department may not take any enforcement action against any person 4 that meets the eligibility criteria for an innocent landowner grant under s. 292.34 (3) 5 if the person grants permission to the department to remediate the land at the 6 department's expense. For persons that are not eligible for an innocent landowner 7 grant under s. 292.34 (3), the department may not take any enforcement action based 8 on the results of PFAS testing on samples taken from lands not owned by the state 9 unless that testing demonstrates that PFAS levels exceed any promulgated standard 10 under state or federal law. This paragraph does not limit the ability of a landowner 11 or other authorized party to voluntarily take remedial action based on test results 12collected by the department.

(5) PFAS TESTING REQUESTS. The department shall, in a timely manner, respond to requests from any person to conduct PFAS testing on samples taken from the person's property if practicable and if funds are available to do so, if there is a reasonable belief that PFAS contamination may be present on the property, and if existing information such as public water supply testing data is not available. The department may contract with a 3rd party to respond to requests for testing under this subsection.

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SECTION 10. 292.34 of the statutes is created to read:

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292.34 Innocent landowner grant program. (1) In this section, "PFAS" has the meaning given in s. 292.315 (1).

(1m) This section applies only to PFAS for which there is a state or federal
standard, a public health recommendation from the department of health services

under s. 160.07, or a health advisory issued by the federal environmental protection
 agency.

(2) The department shall administer a program under which the department
may provide a grant to an eligible person who owns, leases, manages, contracts for,
or holds a department-issued solid waste facility license for property that is
contaminated by PFAS; or to a person who is applying on behalf of multiple eligible
persons that are located in the same geographic region and that will be conducting
similar activities under sub. (4), if the applicant will be the entity conducting the
activities under sub. (4).

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(3) All of the following are persons eligible for a grant under this section:

(a) A person that spread biosolids or wastewater residuals contaminated by
 PFAS in compliance with any applicable license or permit.

(b) A person that owns land upon which biosolids or wastewater residuals
contaminated by PFAS were spread in compliance with any applicable license or
permit.

16 (c) A fire department or municipality that responded to emergencies that 17 required the use of PFAS or that conducted training for such emergencies in 18 compliance with applicable federal regulations.

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(d) A solid waste disposal facility that accepted PFAS.

(e) A person that owns, leases, manages, or contracts for property on which the
 PFAS contamination did not originate.

(f) Any other person submitted as a proposed eligible person by the department
to the joint committee on finance. If the cochairpersons of the joint committee on
finance do not notify the department within 14 working days after the date the
proposed eligible person is submitted that the committee has scheduled a meeting

1 to take place for the purpose of reviewing the proposed eligible person, the $\mathbf{2}$ department shall consider the person to be a person eligible for a grant under this 3 section. If, within 14 working days after the date the proposed eligible person is 4 submitted, the cochairpersons of the joint committee on finance notify the 5 department that the committee has scheduled a meeting for the purpose of reviewing 6 the proposed eligible person, the department may not consider the person to be a 7 person eligible for a grant under this section until the person is approved by the 8 committee.

9 (4) Grants under this section may be used to cover costs associated with 10 additional testing; environmental studies; engineering reports; clean drinking water 11 supplies, including temporary potable water, filtration, well replacement, or 12 interconnection to a municipal water supply; remediation costs; and any other cost 13 resulting from landspreading of contaminated biosolids, detection of groundwater 14 contamination, or other contamination events affecting the property.

15 (5) The department shall accept applications for grants and award grants16 under this section on a rolling basis.

(6) Grants awarded under this section may not exceed \$250,000 for each
eligible person. The department may require the recipient of a grant under this
section to provide matching funds in an amount not to exceed 5 percent of the amount
of the grant.

SECTION 11. NR 811.12 (1) (g) 2. of the administrative code is renumbered NR
811.12 (1) (g) 2. (intro.) and amended to read:

23 NR 811.12 (1) (g) 2. (intro.) Test wells to be converted to permanent wells or test
24 wells to be pumped at a rate of 70 gallons per minute or more for a period of more than

1	72 hours <u>All of the following test wells</u> shall be approved by the department prior to
2	their construction- <u>:</u>
3	SECTION 12. NR 811.12 (1) (g) 2. a., b. and c. of the administrative code are
4	created to read:
5	NR 811.12 (1) (g) 2. a. Test wells to be converted to permanent wells.
6	b. Test wells to be pumped at a rate of 70 gallons per minute or more for a period
7	of more than 72 hours.
8	c. Test wells located in special well casing depth areas that are designated by
9	the department as special well casing depth areas based in whole or in part on the
10	presence of perfluoroalkyl or polyfluoroalkyl substances. Approval under this subd.
11	2. c. shall include review and approval of specifications and plans relating to drilling,
12	well casing, and filling and sealing.
13	SECTION 13. PSC 184.06 of the administrative code is amended to read:
14	PSC 184.06 Emergency work. In case of an emergency resulting from the
15	failure of power supply or from fire, storm, or similar events, a utility may begin
16	necessary repair work without receiving prior commission authorization. <u>In case of</u>
17	an emergency resulting from the contamination of water supply, a utility may begin
18	necessary repair, temporary treatment, or other emergency work to address the issue
19	without receiving prior commission authorization. The utility shall promptly notify
20	the commission of the emergency work and shall, within 30 days after commencing
21	the work, furnish the commission with the information required under s. PSC 184.04

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SECTION 14. Nonstatutory provisions.

24 (1) PORTABLE TREATMENT SYSTEM PILOT. The department of natural resources
25 shall contract with an entity to conduct a pilot project in which surface water is

1 partially or fully diverted to a portable treatment system and treated water is $\mathbf{2}$ returned to the surface water. Project activities under this subsection shall be 3 conducted at locations with surface water with the highest concentration of perfluoroalkyl or polyfluoroalkyl substances and where a responsible party has not 4 5 been identified or the responsible party is unable to pay for remediation. The department of natural resources and the entity contracted under this subsection 6 7 shall evaluate the success of the pilot project by conducting tests upstream and downstream of the locations where the portable treatment system is used. 8

9 (2) REMEDIAL ACTION AT SITES CONTAMINATED BY PFAS. The department of 10 natural resources may begin response and remedial actions, including site investigations, at any site contaminated by perfluoroalkyl or polyfluoroalkyl 11 12 substances where a responsible party has not been identified or where the 13responsible party qualifies as an innocent landowner under s. 292.34. The 14department of natural resources may contract with a 3rd party to conduct response 15and remedial actions under this subsection. The department of natural resources 16 shall prioritize response and remedial actions at sites with the highest levels of 17perfluoroalkyl or polyfluoroalkyl substances and sites with the greatest threats to 18 public health or the environment as a result of perfluoroalkyl or polyfluoroalkyl substances. 19

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(3) PFAS TESTING LABORATORIES.

(a) The department of natural resources and the Board of Regents of the
University of Wisconsin System shall enter into a memorandum of understanding
to jointly ensure that the state laboratory of hygiene provides guidance and other
materials, conducts training, and provides assistance to laboratories in this state
that are certified under s. 299.11 (7) to test for contaminants other than

perfluoroalkyl or polyfluoroalkyl substances to become certified under s. 299.11 (7)
to test for perfluoroalkyl or polyfluoroalkyl substances, and to assist laboratories in
this state that are certified under s. 299.11 (7) to test for perfluoroalkyl or
polyfluoroalkyl substances in reducing the costs of such testing and shortening the
timeline for receiving such testing results.

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6 (b) The Board of Regents of the University of Wisconsin System, in coordination 7 with the department of natural resources, may provide grants to laboratories in this 8 state that are certified under s. 299.11 (7) to test for perfluoroalkyl or polyfluoroalkyl 9 substances, or that are seeking such certification, to assist with the cost of 10 purchasing equipment necessary for testing for perfluoroalkyl or polyfluoroalkyl 11 substances. A grant under this paragraph may not exceed 40 percent of the cost of 12such equipment. All laboratories in this state that are certified under s. 299.11 (7) 13to test for perfluoroalkyl or polyfluoroalkyl substances, or that are seeking such 14 certification, shall be given equal opportunity to receive a grant under this 15paragraph.

(c) The state laboratory of hygiene shall prepare a report on its efforts under
this subsection and shall deliver the report to the joint committee on finance and the
standing committees with jurisdiction over natural resources and the environment
no later than August 31, 2025.

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(4) PFAS STUDIES AND REPORTING.

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(a) In this subsection, "PFAS" has the meaning given in s. 292.315 (1).

(b) The department of natural resources and the Board of Regents of the
University of Wisconsin System shall enter into a memorandum of understanding
to jointly do all of the following, with the assistance of University of Wisconsin

institutions, the department of natural resources and other relevant state agencies, 1 $\mathbf{2}$ county land and water conservation departments, and local 3rd parties, if available: 3 1. Study and analyze the cost, feasibility, and effectiveness of different methods 4 of treating PFAS before they are released into a water system or water body. 5 2. Conduct a cost-benefit analysis of different options for disposing of biosolids 6 or sludge that contains or may contain PFAS. 7 3. Study and analyze the cost, feasibility, and effectiveness of different 8 destruction and disposal methods for PFAS. 9 4. For sites contaminated by PFAS, in consultation with persons who are able 10 and gualified to conduct environmental remediation in this state, study and analyze 11 the cost, feasibility, and effectiveness of different methods for remediating PFAS that 12leave the contaminated medium in place and methods that remove the contaminated 13medium. 145. Study and analyze the migration of PFAS into the bay of Green Bay, including where the PFAS are entering the bay and what effects PFAS may have in 1516 the bay. 176. Study and analyze the migration of PFAS into the Wisconsin River and its 18 tributaries and the Mississippi River and its tributaries, including where the PFAS are entering surface waters and unconfined groundwater and what effects PFAS 19 20may have in those rivers. 217. Create a comprehensive, interactive map showing all available PFAS testing 22data and whether each data point on the map exceeds any applicable promulgated 23state or federal standard for PFAS. Such data may not contain any personally $\mathbf{24}$ identifiable information unless the entity to which the data applies is a municipal

entity that is required to test and disclose its results under ch. 281 or 283.

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8. Conduct any additional studies related to PFAS, as approved by the joint committee on finance.

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3 (c) The Board of Regents of the University of Wisconsin System shall require 4 the University of Wisconsin-Madison division of extension to provide the map and 5 reports on the studies required under this subsection to the joint committee on 6 finance and the standing committees with jurisdiction over natural resources and 7 the environment no later than 2 years after the effective date of this paragraph.

8 (5) REPORTS TO LEGISLATURE ON PROGRESS UNDER THIS ACT. For a period of 3 years 9 after the effective date of this subsection, the department of natural resources shall, 10 every 6 months, submit a report to the joint committee on finance and to the standing 11 committees with jurisdiction over natural resources and the environment. The first 12report under this subsection shall be submitted no later than 6 months after the 13 effective date of this subsection. The report shall include a detailed description of the 14 department's expenditures under this act and a detailed description of the 15department's progress in implementing the provisions of this act.

(6) PFAS TESTING. In the 2023-25 fiscal biennium, the department of natural
 resources shall conduct additional voluntary PFAS testing activities.

(7) FIRE FIGHTING FOAM. The department of natural resources shall survey or
 resurvey local fire departments about their use and possession of PFAS-containing
 fire fighting foam, send communications and information regarding such foam, and
 contract with a 3rd party to voluntarily collect such foam.

SECTION 15. Effective dates. This act takes effect on the day after publication,
 except as follows:

1 (1) ADMINISTRATIVE RULES. The treatment of administrative rules takes effect 2 as provided in s. 227.265.

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(END)