

**Calendar No. 228**

103D CONGRESS  
1ST SESSION

**S. 773**

**[Report No. 103-1571]**

---

---

**A BILL**

To require the Administrator of the Environmental Protection Agency to establish a program to encourage voluntary environmental cleanup of facilities to foster their economic redevelopment, and for other purposes.

---

---

OCTOBER 6 (legislative day, SEPTEMBER 27), 1993  
Reported with an amendment

**Calendar No. 228**103<sup>D</sup> CONGRESS  
1ST SESSION**S. 773****[Report No. 103-157]**

To require the Administrator of the Environmental Protection Agency to establish a program to encourage voluntary environmental cleanup of facilities to foster their economic redevelopment, and for other purposes.

---

**IN THE SENATE OF THE UNITED STATES**

APRIL 3 (legislative day, MARCH 3), 1993

Mr. LAUTENBERG (for himself, Mr. BAUCUS, Mr. CHAFEE, Mr. DURENBERGER, Mr. KRUEGER, Mr. LIEBERMAN, Mr. METZENBAUM, Mr. REID, Mr. SIMON, Mr. WARNER, and Mr. WOFFORD) introduced the following bill; which was read twice and referred to the Committee on Environment and Public Works

OCTOBER 6 (legislative day, SEPTEMBER 27), 1993

Reported by Mr. BAUCUS, with an amendment

[Strike all after the enacting clause and insert the part printed in italic]

---

**A BILL**

To require the Administrator of the Environmental Protection Agency to establish a program to encourage voluntary environmental cleanup of facilities to foster their economic redevelopment, and for other purposes.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Voluntary Environ-  
3 mental Cleanup and Economic Redevelopment Act of  
4 1993”.

5 **SEC. 2. FINDINGS.**

6 (a) FINDINGS.—Congress finds that—

7 (1) past uses of land in the United States for  
8 industrial and commercial purposes have created  
9 many sites throughout the United States that have  
10 environmental contamination;

11 (2) Congress and the governments of States  
12 and political subdivisions of States have enacted  
13 laws to—

14 (A) prevent environmental contamination;  
15 and

16 (B) carry out response actions to correct  
17 past instances of environmental contamination;

18 (3) many sites are minimally contaminated, do  
19 not pose serious threats to human health or the en-  
20 vironment, and can be satisfactorily remediated ex-  
21 peditiously with little government oversight;

22 (4) promoting the cleanup and redevelopment of  
23 contaminated sites could lead to significant environ-  
24 mental and economic benefits, particularly in any  
25 case in which a cleanup can be completed quickly

1 and during a period of time that meets short-term  
2 business needs;

3 (5) the private market demand for sites af-  
4 fected by environmental contamination frequently is  
5 reduced or eliminated, often due to uncertainties re-  
6 garding liability or potential cleanup costs of current  
7 owners and prospective purchasers under Federal  
8 and State law;

9 (6) the abandonment or underutilization of af-  
10 fected sites impairs the ability of the Federal Gov-  
11 ernment and the governments of States and political  
12 subdivisions of States to provide economic opportu-  
13 nities for the people of the United States, particu-  
14 larly the poor and unemployed;

15 (7) the abandonment or underutilization of af-  
16 fected sites also results in the inefficient use of pub-  
17 lic facilities and services, as well as land and other  
18 natural resources, and extends conditions of blight  
19 in local communities;

20 (8) cooperation among Federal agencies, de-  
21 partments and agencies of States and political sub-  
22 divisions of States, and owners and prospective pur-  
23 chasers of affected sites is required to accomplish  
24 timely response actions and redevelopment or reuse  
25 of affected sites;

1           ~~(9)~~ there is a need for a program to—

2                   (A) encourage voluntary cleanups of af-  
3           fected sites; and

4                   ~~(B)~~ facilitate the establishment of pro-  
5           grams by States to foster voluntary cleanups of  
6           affected sites;

7           ~~(10)~~ there is a need to provide financial assist-  
8           ance to local governments to characterize certain af-  
9           fected sites in order to facilitate the cleanup of the  
10          sites so that the sites may be redeveloped for eco-  
11          nomicallly beneficial uses; and

12           ~~(11)~~ there is a need to provide financial incen-  
13          tives and assistance to qualified parties to clean up  
14          certain affected sites so that the sites may be rede-  
15          veloped for economically beneficial uses.

16          ~~(b) PURPOSES.~~—The purposes of this Act are to cre-  
17          ate new business and employment opportunities through  
18          the economic redevelopment of affected sites that do not  
19          pose a serious threat to human health or the environment  
20          by—

21                   (1) encouraging States to adopt and develop a  
22          program for sites that would not currently be reme-  
23          diated under other environmental laws (including  
24          regulations) in effect on the date of enactment of  
25          this Act;

1           (2) encouraging private parties to participate in  
2 State voluntary cleanup programs that facilitate ex-  
3 pedited response actions that are consistent with  
4 business needs at affected sites;

5           (3) directing the Administrator to establish pro-  
6 grams providing financial assistance to—

7                 (A) encourage the development of State  
8 voluntary cleanup programs;

9                 (B) facilitate site characterizations of cer-  
10 tain affected sites; and

11                (C) encourage cleanup of appropriate sites;  
12 and

13           (4) reducing transaction costs and paperwork,  
14 and preventing needless duplication of effort and  
15 delay at all levels of government.

16 **SEC. 3. DEFINITIONS.**

17        Except if the context specifically provides otherwise,  
18 as used in this Act:

19           (1) ADMINISTRATOR.—The term “Adminis-  
20 trator” means the Administrator of the Environ-  
21 mental Protection Agency.

22           (2) AFFECTED SITE.—

23                 (A) IN GENERAL.—The term “affected  
24 site” means a facility that has environmental  
25 contamination that—

1           (i) could prevent the timely use, devel-  
2           opment, reuse or redevelopment of the fa-  
3           cility; and

4           (ii) is limited in scope and can be  
5           comprehensively characterized and readily  
6           analyzed.

7           (B) EXCEPTION.—Such term shall not in-  
8           clude—

9           (i) any facility that is the subject of a  
10          planned or an ongoing response action  
11          under the Comprehensive Environmental  
12          Response, Compensation, and Liability Act  
13          of 1980 (42 U.S.C. 9601 et seq.);

14          (ii) any facility included, or proposed  
15          for inclusion, in the National Priorities  
16          List maintained by the Administrator  
17          under such Act;

18          (iii) any facility with respect to which  
19          a record of decision has been issued by the  
20          President under section 104 of such Act  
21          (42 U.S.C. 9604);

22          (iv) any facility that is subject to cor-  
23          rective action under section 3004(u) or  
24          3008(h) of the Solid Waste Disposal Act  
25          (42 U.S.C. 6924(u) or 6928(h)) at the

1 time that an application for a grant or  
2 loan concerning the facility is submitted  
3 under this Act, including any facility with  
4 respect to which a corrective action permit  
5 or order has been issued or modified to re-  
6 quire the implementation of corrective  
7 measures;

8 (v) any land disposal unit with respect  
9 to which a closure notification under sub-  
10 title C of the Solid Waste Disposal Act (42  
11 U.S.C. 6921 et seq.) has been submitted  
12 and closure requirements have been speci-  
13 fied in a closure plan or permit;

14 (vi) any facility that contains poly-  
15 chlorinated biphenyls subject to response  
16 under section 6(e) of the Toxic Substances  
17 Control Act (15 U.S.C. 2605(e));

18 (vii) any facility with respect to which  
19 an administrative order on consent or judi-  
20 cial consent decree requiring cleanup has  
21 been entered into by the President under  
22 the Comprehensive Environmental Re-  
23 sponse, Compensation, and Liability Act of  
24 1980 (42 U.S.C. 9601 et seq.); the Solid  
25 Waste Disposal Act (42 U.S.C. 6901 et



1 seq.); the Federal Water Pollution Control  
2 Act (33 U.S.C. 1251 et seq.); the Toxic  
3 Substances Control Act (15 U.S.C. 2601  
4 et seq.) or title XIV of the Public Health  
5 Service Act, commonly known as the Safe  
6 Drinking Water Act (42 U.S.C. 300f et  
7 seq.);

8 (viii) any facility controlled by, or to  
9 be remediated by, a department, agency, or  
10 instrumentality of the executive branch of  
11 the Federal Government; and

12 (ix) any facility at which assistance  
13 for response activities may be obtained  
14 pursuant to subtitle I of the Solid Waste  
15 Disposal Act (42 U.S.C. 6991 et seq.)  
16 from the Leaking Underground Storage  
17 Tank Trust Fund established under sec-  
18 tion 9508 of the Internal Revenue Code of  
19 1986.

20 (3) ~~CONTAMINANT.~~—The term “contaminant”  
21 includes any hazardous substance, as defined in sec-  
22 tion 101(14) of the Comprehensive Environmental  
23 Response, Compensation, and Liability Act of 1980  
24 (42 U.S.C. 9601(14)) and oil, as defined in section

1     ~~1001(23)~~ of the Oil Pollution Act of 1990 (~~33~~  
2     ~~U.S.C. 2701(23)~~).

3             ~~(4) CURRENT OWNER.~~—The term “current  
4     owner” means, with respect to a voluntary cleanup,  
5     an owner that is an owner at the time of the clean-  
6     up.

7             ~~(5) DISPOSAL.~~—The term “disposal” has the  
8     meaning provided the term in section ~~1004(3)~~ of the  
9     Solid Waste Disposal Act (~~42 U.S.C. 6903(3)~~).

10            ~~(6) ENVIRONMENTAL CONTAMINATION.~~—The  
11    term “environmental contamination” means the ex-  
12    istence at a facility of ~~1~~ or more contaminants that  
13    may pose a health or environmental risk.

14            ~~(7) ENVIRONMENT.~~—The term “environment”  
15    has the meaning provided the term in section ~~101(8)~~  
16    of the Comprehensive Environmental Response,  
17    Compensation, and Liability Act of 1980 (~~42 U.S.C.~~  
18    ~~9601(8)~~).

19            ~~(8) FACILITY.~~—The term “facility” has the  
20    meaning provided the term in section ~~101(9)~~ of such  
21    Act (~~42 U.S.C. 9601(9)~~).

22            ~~(9) GROUND WATER.~~—The term “ground  
23    water” has the meaning provided the term in section  
24    ~~101(12)~~ of such Act (~~42 U.S.C. 9601(12)~~).

1           (10) INDIAN TRIBE.—The term “Indian tribe”  
2           has the meaning provided the term in section  
3           101(36) of the Comprehensive Environmental Re-  
4           sponse, Compensation, and Liability Act of 1980 (42  
5           U.S.C. 9601(36)).

6           (11) LOCAL GOVERNMENT.—The term “local  
7           government” means the governing body of a political  
8           subdivision of a State, including the governing body  
9           of any county, parish, municipality, city, town, town-  
10          ship, Federally-recognized Indian tribe or similar  
11          governing body.

12          (12) NATURAL RESOURCES.—The term “natu-  
13          ral resources” has the meaning provided the term in  
14          section 1001(16) of the Comprehensive Environ-  
15          mental Response, Compensation, and Liability Act  
16          of 1980 (42 U.S.C. 9601(16)).

17          (13) OWNER.—The term “owner” has the  
18          meaning provided the term in section 101(20) of  
19          such Act (42 U.S.C. 9601(20)), except that the term  
20          shall also include a unit of State or local government  
21          that acquired ownership or control involuntarily  
22          through bankruptcy, tax delinquency, abandonment,  
23          or other circumstances in which the government ac-  
24          quires title by virtue of its functions as a sovereign.

1           (14) PERSON.—The term “person” has the  
2 meaning provided the term in section 101(21) of  
3 such Act (42 U.S.C. 9601(21)).

4           (15) PROSPECTIVE PURCHASER.—The term  
5 “prospective purchaser” means a prospective pur-  
6 chaser of an affected site.

7           (16) RELEASE.—The term “release” has the  
8 meaning provided the term in section 101(22) of  
9 such Act (42 U.S.C. 9601(22)).

10          (18) RESPONSE ACTION.—The term “response  
11 action” has the meaning provided the term “re-  
12 sponse” in section 102(25) of such Act (42 U.S.C.  
13 9601(25)).

14          (19) SITE CHARACTERIZATION.—

15           (A) IN GENERAL.—The term “site charac-  
16 terization” means an investigation that deter-  
17 mines the nature and extent of a release or po-  
18 tential release of a hazardous substance and  
19 meets the requirements referred to in subpara-  
20 graph (B).

21           (B) INVESTIGATION.—For the purposes of  
22 this paragraph, an investigation that meets the  
23 requirements of this subparagraph shall include  
24 an onsite evaluation, and sufficient testing,  
25 sampling and other field data gathering activi-

1 ties to accurately analyze whether the site is  
2 contaminated and the health and environmental  
3 risks posed by the release of contaminants at  
4 the site. The investigation may also include re-  
5 view of existing information (available at the  
6 time of the review) and an offsite evaluation, if  
7 appropriate.

8 ~~(20) VOLUNTARY CLEANUP.~~—The term “vol-  
9 untary cleanup” means a response action at an af-  
10 fected site—

11 (A) undertaken and financed by a current  
12 owner or prospective purchaser owner subject to  
13 oversight and approval by a State; and

14 (B) with respect to which the current  
15 owner or prospective purchaser agrees to pay all  
16 costs of oversight by the State.

17 **SEC. 4. VOLUNTARY CLEANUP GRANT PROGRAM.**

18 ~~(a) IN GENERAL.~~—

19 ~~(1) ESTABLISHMENT OF GRANT PROGRAM.~~—

20 The Administrator shall establish a program to pro-  
21 vide a grant to any State that submits an applica-  
22 tion that is approved by the Administrator to estab-  
23 lish or expand a State voluntary cleanup program  
24 that meets the requirements of paragraph ~~(3)~~.

1           ~~(2) CERTIFICATION.—~~In an application for a  
2 grant under this section, a State shall be required  
3 to certify that the voluntary cleanup program of the  
4 State will meet the requirements of paragraph ~~(3)~~.

5           ~~(3) REQUIREMENTS FOR STATE VOLUNTARY~~  
6 ~~CLEANUP PROGRAM.—~~A State voluntary cleanup  
7 program meets the requirements of this paragraph if  
8 the State—

9           ~~(A)~~ provides adequate opportunities for  
10 public participation, including prior notice and  
11 opportunity for comment, in selecting response  
12 actions;

13           ~~(B)~~ provides technical assistance through-  
14 out each voluntary cleanup;

15           ~~(C)~~ has the capability of assuming the re-  
16 sponsibility for undertaking a cleanup if the  
17 current owner or prospective purchaser fails or  
18 refuses to complete the necessary cleanup; and

19           ~~(D)~~ provides adequate oversight and has  
20 adequate enforcement authorities to ensure that  
21 voluntary cleanups are completed in accordance  
22 with all applicable Federal and State require-  
23 ments, including any ongoing operation and  
24 maintenance or long-term monitoring activities.

25           ~~(b) GRANT AWARDS.—~~

1           (1) ~~IN GENERAL.~~—In carrying out the program  
2 established under subsection (a), the Administrator  
3 shall, subject to the availability of appropriations,  
4 award a grant to the Governor of each State that  
5 submits an application to the Administrator that  
6 meets the requirements of this section to conduct a  
7 State voluntary cleanup program that the Adminis-  
8 trator approves.

9           (2) ~~GRANT AMOUNT.~~—The amount of a grant  
10 awarded to any State under subsection (a) shall be  
11 determined by the Administrator on the basis of the  
12 financial need of the State for establishing or ex-  
13 panding a voluntary cleanup program, and shall be  
14 in an amount not less than \$200,000, but not to ex-  
15 ceed \$500,000 for each fiscal year.

16           (3) ~~REPORTING.~~—Each State that receives a  
17 grant under subsection (a) shall submit to the Ad-  
18 ministrator, not later than 2 years after receipt of  
19 the grant, a progress report that includes a descrip-  
20 tion of the cleanups made in accordance with the  
21 voluntary cleanup program of the State.

22           (4) ~~TERMINATION OF GRANTS.~~—If the Admin-  
23 istrator determines that a State voluntary cleanup  
24 program no longer meets the requirements of sub-  
25 section (a)(3), the Administrator may terminate a

1 grant made to the State, and require full or partial  
2 repayment of the grant award.

3 ~~(c) STATE CERTIFICATION.—~~Each Governor of a  
4 State that receives a grant under this section shall not  
5 later than 1 year after receipt of an initial grant, and an-  
6 nually thereafter, submit to the Administrator a certifi-  
7 cation that states—

8 (1) the State voluntary cleanup program meets  
9 the criteria referred to in subsection (a);

10 (2) all cleanups achieved or undertaken pursu-  
11 ant to the State voluntary cleanup program fully  
12 comply with all applicable requirements of Federal  
13 or State law;

14 (3) public participation opportunities have been  
15 adequate during the process of selecting a cleanup  
16 method for each voluntary cleanup;

17 (4) voluntary cleanups achieved or undertaken  
18 pursuant to the State voluntary cleanup program  
19 have been undertaken in a manner that has reduced  
20 or eliminated health and environmental risks to the  
21 satisfaction of the State; and

22 (5) for any voluntary cleanup initiated pursuant  
23 to the State voluntary cleanup program that has in-  
24 creased health and environmental risks, the State



1 has taken timely and appropriate steps to reduce or  
2 eliminate the health and environmental risks.

3 ~~(d) STATUTORY CONSTRUCTION.—Nothing in this~~  
4 Act is intended—

5 ~~(1) to impose any requirement on a State vol-~~  
6 ~~untary cleanup program existing on or after the date~~  
7 ~~of enactment of this Act if the Governor of the State~~  
8 ~~has not been awarded a grant under this section; or~~

9 ~~(2) to preclude a Governor of a State with a~~  
10 ~~voluntary cleanup program referred to in paragraph~~  
11 ~~(1) from submitting an application for a grant under~~  
12 ~~this section.~~

13 **SEC. 5. SITE CHARACTERIZATION GRANT PROGRAM.**

14 ~~(a) IN GENERAL.—The Administrator shall establish~~  
15 ~~a program to provide grants to local governments to con-~~  
16 ~~duct site characterizations for affected sites at which vol-~~  
17 ~~untary cleanups are being conducted or are proposed to~~  
18 ~~be conducted under a State voluntary cleanup program~~  
19 ~~that is the subject of a grant award under section 4.~~

20 ~~(b) SCOPE OF PROGRAM.—~~

21 ~~(1) GRANT AWARDS.—In carrying out the pro-~~  
22 ~~gram established under subsection (a), the Adminis-~~  
23 ~~trator may award a grant to the head of each local~~  
24 ~~government that submits to the Administrator an~~  
25 ~~application (that is approved by the Administrator)~~

1 to conduct a site characterization at an affected site  
2 within the jurisdiction of the local government.

3 ~~(2) GRANT APPLICATION.—An application for a~~  
4 ~~grant under this section shall—~~

5 ~~(A) include a description of the affected~~  
6 ~~site;~~

7 ~~(B) include information demonstrating the~~  
8 ~~financial need of the owner of the affected site~~  
9 ~~for funds to conduct a site characterization;~~

10 ~~(C) include an analysis that demonstrates~~  
11 ~~the potential of the affected site for stimulating~~  
12 ~~economic development on completion of the~~  
13 ~~cleanup of the site; and~~

14 ~~(D) provide such other information, and be~~  
15 ~~in such form, as the Administrator determines~~  
16 ~~appropriate to carry out this Act.~~

17 ~~(3) APPROVAL OF APPLICATION.—~~

18 ~~(A) IN GENERAL.—In making a decision~~  
19 ~~whether to approve an application submitted~~  
20 ~~under paragraph (1), the Administrator shall~~  
21 ~~consider—~~

22 ~~(i) the financial need of the owner of~~  
23 ~~the affected site for funds to conduct a site~~  
24 ~~characterization;~~

1           (ii) the demonstrable potential of the  
2 affected site for stimulating economic de-  
3 velopment on completion of the cleanup of  
4 the affected site if the cleanup is nec-  
5 essary;

6           (iii) the estimated fair market value of  
7 the site after cleanup;

8           (iv) other economically viable, com-  
9 mercial activity on real property—

10               (I) located within the immediate  
11 vicinity of the affected site at the time  
12 of consideration of the application; or

13               (II) projected to be located with-  
14 in the immediate vicinity of the af-  
15 fected site by the date that is 5 years  
16 after the date of the consideration of  
17 the application;

18           (v) the potential of the affected site  
19 for creating new business and employment  
20 opportunities on completion of the cleanup  
21 of the site;

22           (vi) whether the affected site is lo-  
23 cated in an economically distressed com-  
24 munity; and

1                   (vii) such other factors as the Admin-  
2                   istrator considers relevant to carry out the  
3                   purposes of the grant program established  
4                   under this section.

5                   (B) GRANT CONDITIONS.—As a condition  
6                   for awarding a grant under this section, the  
7                   Administrator may, on the basis of the criteria  
8                   considered under subparagraph (A), attach  
9                   such conditions to the grant award as the Ad-  
10                  ministrator determines appropriate.

11                  (4) GRANT AMOUNT.—The amount of a grant  
12                  awarded to any local government under subsection  
13                  (a) for characterization of an affected site shall not  
14                  exceed \$100,000.

15                  (5) TERMINATION OF GRANTS.—If the Admin-  
16                  istrator determines that a local government that re-  
17                  ceives a grant under this subsection is in violation  
18                  of a condition of a grant award referred to in para-  
19                  graph (2), the Administrator may terminate the  
20                  grant made to the local government and require full  
21                  or partial repayment of the grant award.

22 **SEC. 6. ECONOMIC REDEVELOPMENT ASSISTANCE PRO-**  
23 **GRAM.**

24                  (a) IN GENERAL.—

1           (1) ESTABLISHMENT OF PROGRAM.—The Ad-  
2           ministrators shall establish a program to provide a  
3           loan to be used for the cleanup of affected sites to  
4           an owner or a prospective purchaser of an affected  
5           site (including a local government) at which a vol-  
6           untary cleanup is being conducted or is proposed to  
7           be conducted under a State voluntary cleanup pro-  
8           gram that is the subject of a grant award under sec-  
9           tion 4.

10          (2) DISQUALIFICATION.—If the Administrator  
11          determines that an applicant has adequate resources  
12          to conduct, in the absence of financial assistance  
13          provided under this section, a cleanup that is the  
14          subject of a loan application, the Administrator shall  
15          not approve the application.

16          (b) SCOPE OF PROGRAM.—

17           (1) IN GENERAL.—

18           (A) LOANS.—The Administrator may  
19           award a loan to be used to clean up an affected  
20           site to each eligible applicant described in sub-  
21           section (a)(1) that submits an application to the  
22           Administrator that is approved by the Adminis-  
23           trator.

24           (B) LOAN APPLICATION.—An application  
25           for a loan under this section shall be in such

1 form as the Administrator determines appro-  
2 priate. At a minimum, the application shall in-  
3 clude the following:

4 (i) A description of the affected site,  
5 including the nature and extent of any  
6 known or suspected environmental con-  
7 tamination at the affected site and the  
8 legal description of the real property asso-  
9 ciated with the affected site.

10 (ii) A complete description of the fi-  
11 nancial standing of the applicant that in-  
12 cludes a description of the assets, cash  
13 flow, and liabilities of the applicant.

14 (iii) A written certification that at-  
15 tests that the applicant has attempted, and  
16 has been unable, to secure financing from  
17 a private lending institution for the clean-  
18 up action that is the subject of the loan  
19 application. The certification shall speci-  
20 fy—

21 (I) the name of each private  
22 lending institution to which the appli-  
23 cant submitted an application for a  
24 loan; and

1           (II) with respect to each applica-  
2           tion to a lending institution referred  
3           to in subclause (I)—

4                   (aa) the date that the loan  
5                   application was submitted and  
6                   the date that the applicant was  
7                   notified of the refusal;

8                   (bb) the amount of the loan  
9                   requested;

10                  (cc) the term of the loan re-  
11                  quested;

12                  (dd) proof of the refusal of  
13                  the loan by the lending institu-  
14                  tion; and

15                  (ee) the reasons given, if  
16                  any, by the private lending insti-  
17                  tution for the refusal of the loan  
18                  for the cleanup.

19           (iv) A justification for the amount of  
20           the financial assistance requested, includ-  
21           ing evidence that the amount of financial  
22           assistance requested by the applicant is not  
23           available to the applicant through other  
24           sources.

1           (v) The proposed method, and antici-  
2           pated period of time required, to clean up  
3           the environmental contamination at the af-  
4           fected site.

5           (vi) An estimate of the proposed total  
6           cost of the cleanup to be conducted at the  
7           site.

8           (vii) An analysis that demonstrates  
9           the potential of the affected site for stimu-  
10          lating economic development on completion  
11          of the cleanup of the site.

12          (2) LOAN APPROVAL.—In determining whether  
13          to award a loan under this section, the Adminis-  
14          trator shall consider—

15               (A) the need of the applicant for financial  
16               assistance to clean up the affected site that is  
17               the subject of the loan application, taking into  
18               consideration the financial resources available  
19               to the applicant;

20               (B) the ability of the applicant to repay  
21               the loan in a timely manner;

22               (C) the inability of the applicant to secure  
23               a loan from a private lending institution or  
24               through other means of financing;



1           ~~(D)~~ the extent to which the cleanup of the  
2 affected site would reduce health and environ-  
3 mental risks caused by the release of contami-  
4 nants at, or from, the affected site; and

5           ~~(E)~~ the demonstrable potential of the af-  
6 fected site for stimulating economic develop-  
7 ment on completion of the cleanup, including—

8                   ~~(i)~~ the estimated fair market value of  
9 the affected site after cleanup;

10                   ~~(ii)~~ other economically viable, commer-  
11 cial activity on real property—

12                           ~~(I)~~ located in the immediate vi-  
13 cinity of the affected site at the time  
14 of consideration of the application; or

15                           ~~(II)~~ projected to be located with-  
16 in the immediate vicinity of the af-  
17 fected site by the date that is 5 years  
18 after the date of the consideration of  
19 the application;

20                           ~~(iii)~~ the potential of the affected site  
21 for creating new, or expanding existing,  
22 business and employment opportunities on  
23 completion of the cleanup of the site;

1           (iv) the estimated additional tax reve-  
2           nues expected to be generated at the site  
3           by the economic redevelopment;

4           (v) whether the site is located in an  
5           economically distressed community;

6           (vi) whether the cleanup and the pro-  
7           posed redevelopment is consistent with any  
8           applicable State or local community eco-  
9           nomic development plan; and

10          (vii) such other factors as the Admin-  
11          istrator considers relevant to carry out the  
12          purposes of the loan program established  
13          under this section.

14          (3) ~~LOAN AMOUNT.~~—The amount of a loan  
15          made to an applicant under this section shall not ex-  
16          ceed—

17                 (A) 75 percent of the cost of the cleanup  
18                 that is the subject of the loan; or

19                 (B) \$750,000,

20          whichever is less.

21          (4) ~~STATE APPROVAL.~~—Each application for a  
22          loan under this section shall, as a condition for ap-  
23          proval by the Administrator, include a written state-  
24          ment by the State under whose voluntary program

1 the voluntary cleanup is being conducted, or pro-  
2 posed to be conducted that—

3 ~~(A) the voluntary cleanup or proposed vol-~~  
4 ~~untary cleanup is cost effective; and~~

5 ~~(B) the estimated total cost of the vol-~~  
6 ~~untary cleanup is reasonable.~~

7 ~~(c) LOAN AGREEMENTS.—~~Each loan under this sec-  
8 tion shall be made pursuant to a loan agreement. At a  
9 minimum, the loan agreement shall include provisions that  
10 address the following items:

11 ~~(1)(A) The loan shall bear interest at the appli-~~  
12 ~~icable rate specified in subparagraphs (B) through~~  
13 ~~(D).~~

14 ~~(B) For local government entities, the rate of~~  
15 ~~interest shall be 1 percentage point below the aver-~~  
16 ~~age current yield on marketable obligations of the~~  
17 ~~United States Treasury having comparable matu-~~  
18 ~~rities.~~

19 ~~(C) For prospective purchasers of an affected~~  
20 ~~site, the rate of interest shall be 1 percentage point~~  
21 ~~above the average current yield on marketable obli-~~  
22 ~~gations of the United States Treasury having com-~~  
23 ~~parable maturities.~~

24 ~~(D) For current owners of an affected site, the~~  
25 ~~rate of interest shall be 2 percentage points above~~

1 the average current yield on marketable obligations  
2 of the United States Treasury having comparable  
3 maturities.

4 (2) The maturity period of the loan (as deter-  
5 mined by the Administrator) shall not exceed 10  
6 years.

7 (3) The repayment of the loan during the matu-  
8 rity period shall be in accordance with any schedule  
9 for payments that the Administrator may specify in  
10 the loan agreement.

11 (4) Each payment referred to in paragraph (3)  
12 shall be made to the Secretary of the Treasury for  
13 deposit in the general fund of the Treasury.

14 (5) If the sale or redevelopment of the affected  
15 site results in a net profit to the applicant (taking  
16 into consideration any amount of reimbursement  
17 that may be required under this paragraph) in an  
18 amount greater than or equal to 10 percent, in addi-  
19 tion to paying interest on the loan (as specified in  
20 paragraph (1)), the applicant shall make a payment  
21 to reimburse the Federal Government for the full  
22 and actual costs incurred by the Federal Govern-  
23 ment of making the loan to the applicant, including  
24 any administrative costs.

1           (6) The applicant shall comply with all applica-  
2           ble Federal and State laws (including regulations)  
3           applicable to the cleanup and shall proceed in ac-  
4           cordance with any voluntary cleanup program in ef-  
5           fect in the State.

6           (7) The applicant shall guarantee repayment of  
7           the loan.

8           (8) The applicant shall use the loan solely for  
9           purposes of cleaning up the environmental contami-  
10          nation at the affected site, and shall return any ex-  
11          cess funds to the Administrator immediately on a  
12          determination by the Administrator that the cleanup  
13          has been completed.

14          (9) The loan shall not be transferable, unless  
15          the Administrator agrees to the transfer in writing.

16          (10) Such other terms and conditions that the  
17          Administrator determines necessary to protect the fi-  
18          nancial interests of the United States.

19          (d) FEDERAL LIEN.—

20                (1) IN GENERAL.—A lien in favor of the United  
21                States shall arise on the contaminated property sub-  
22                ject to a loan under this section. The lien shall cover  
23                all real property included in the legal description of  
24                the property at the time the loan agreement pro-  
25                vided for in this section is signed, and all rights to

1 the property, and shall continue until the terms and  
2 conditions of the loan agreement have been fully sat-  
3 isfied. The lien shall arise at the time the United  
4 States grants a loan under this section, and shall  
5 not be subject to the rights of any purchaser, holder  
6 of a security interest, or judgment lien creditor  
7 whose interest is or has been perfected under appli-  
8 cable State law, except that any interest held by the  
9 United States as security for a loan under this sec-  
10 tion shall be subordinate to any lien on the property  
11 for taxes due on the property to a State or political  
12 subdivision thereof.

13 (2) DEFINITIONS.—As used in this paragraph,  
14 the terms “security interest” and “purchaser” shall  
15 have the meaning provided the terms in paragraphs  
16 (1) and (6), respectively, under section 6323(h) of  
17 the Internal Revenue Code of 1986.

18 (c) ENFORCEMENT.—

19 (1) IN GENERAL.—If any person fails to comply  
20 with any condition of a loan agreement entered into  
21 pursuant to this section, the Administrator may re-  
22 quest the Attorney General of the United States to  
23 commence a civil action in an appropriate district  
24 court of the United States to enforce the loan agree-  
25 ment.

1           (2) JURISDICTION OF DISTRICT COURT.—The  
2           district court shall have jurisdiction to enforce the  
3           loan agreement and grant such relief as the public  
4           interest and the equities of the case may require.

5 **SEC. 7. REGULATIONS.**

6           The Administrator shall promulgate such regulations  
7           as are necessary to carry out this Act. The regulations  
8           shall include the procedures and standards that the Ad-  
9           ministrators considers necessary, including procedures and  
10          standards for evaluating an application for a grant or loan  
11          submitted under this Act.

12 **SEC. 8. ECONOMIC REDEVELOPMENT REVOLVING FUND.**

13          (a) IN GENERAL.—There is established in the Treas-  
14          ury of the United States a trust fund to be known as the  
15          “Economic Redevelopment Revolving Fund” (referred to  
16          in this section as the “Revolving Fund”) consisting of  
17          such amounts as may be appropriated to the Revolving  
18          Fund, or transferred or credited to the Revolving Fund  
19          pursuant to this section.

20          (b) TRANSFERS TO THE REVOLVING FUND.—

21                 (1) TRANSFERS.—There are hereby transferred  
22                 to the Revolving Fund amounts equivalent to the  
23                 amounts received in the Treasury pursuant to sec-  
24                 tion 6(c)(4).

1           (2) MONTHLY TRANSFERS.—The amounts  
2 transferred by paragraph (1) shall be transferred at  
3 least monthly from the general fund of the Treasury  
4 to the Revolving Fund on the basis of estimates  
5 made by the Secretary of the Treasury. Proper ad-  
6 justment shall be made in amounts subsequently  
7 transferred to the extent prior estimates were in ex-  
8 cess of, or less than, the amounts required to be  
9 transferred.

10       (c) MANAGEMENT OF THE REVOLVING FUND.—

11           (1) INVESTMENT.—The Secretary of the Treas-  
12 ury shall invest such portion of the Revolving Fund  
13 as is not, in the judgment of the Secretary, required  
14 to meet current withdrawals. The investments may  
15 be made only in interest-bearing obligations of the  
16 United States. For such purpose, the obligations and  
17 may be acquired—

18                   (A) on original issue at the issue price; or

19                   (B) by purchase of outstanding obligations  
20 at the market price.

21           (2) SALE OF OBLIGATIONS.—Any obligation ac-  
22 quired by the Revolving Fund may be sold by the  
23 Secretary of the Treasury at the market price.

24           (3) INTEREST ON CERTAIN PROCEEDS.—The  
25 interest on, and the proceeds from the sale or re-



1       demption of, any obligations held in the Revolving  
2       Fund shall be credited to and form a part of the Re-  
3       volving Fund.

4           (4) REPORT.—It shall be the duty of the Sec-  
5       retary of the Treasury to hold the Revolving Fund  
6       and (after consultation with the Administrator) to  
7       report to Congress each year concerning—

8           (A) the financial condition and the results  
9       of the operations of the Revolving Fund during  
10      the preceding fiscal year; and

11          (B) the expected condition and operations  
12      of the Revolving Fund for the five fiscal years  
13      following the preceding fiscal year.

14      (d) EXPENDITURES FROM THE REVOLVING FUND.—  
15      Amounts in the Revolving Fund shall be available, as pro-  
16      vided by appropriation Acts, only for purposes of carrying  
17      out the loan program established under section 6.

18      (e) AUTHORITY TO BORROW.—

19          (1) IN GENERAL.—There are authorized to be  
20      appropriated to the Revolving Fund, as a repayable  
21      advance, an amount equal to \$15,000,000 for each  
22      of fiscal years 1994, 1995, 1996, and 1997.

23          (2) REPAYMENT OF ADVANCES.—

24           (A) IN GENERAL.—If the Secretary of the  
25      Treasury determines that there are sufficient

1 funds available in the Revolving Fund to repay  
2 a repayable advance, the Secretary shall trans-  
3 fer from the Revolving Fund to the general  
4 fund of the Treasury an amount equal to the  
5 amount of a repayment plus interest (as deter-  
6 mined by the Secretary under subparagraph  
7 (B)).

8 (B) RATE OF INTEREST.—The amount of  
9 interest on an advance made under this sub-  
10 section shall be at a rate determined by the  
11 Secretary (as of the close of the calendar month  
12 preceding the month in which the advance is  
13 made).

14 **SEC. 9. AUTHORIZATIONS OF APPROPRIATIONS.**

15 (a) VOLUNTARY CLEANUP PROGRAM.—There are au-  
16 thorized to be appropriated to the Environmental Protec-  
17 tion Agency, to carry out section 4, an amount not to ex-  
18 ceed \$15,000,000 for fiscal year 1994, and \$7,500,000 for  
19 each of fiscal years 1995 through 1997.

20 (b) SITE CHARACTERIZATION PROGRAM.—There are  
21 authorized to be appropriated to the Environmental Pro-  
22 tection Agency, to carry out section 5, an amount to ex-  
23 ceed \$15,000,000 for each of fiscal years 1994 through  
24 1997.

1       (c) ECONOMIC REDEVELOPMENT ASSISTANCE PRO-  
2 GRAM.—There are authorized to be appropriated to the  
3 Environmental Protection Agency, to carry out section 6,  
4 an amount to exceed \$15,000,000 for each of fiscal years  
5 1994 through 1997.

6       (d) AVAILABILITY OF FUNDS.—The amounts appro-  
7 priated pursuant to this section shall remain available  
8 until expended.

9 **SEC. 10. REPORT.**

10       (a) IN GENERAL.—Not later than 1 year after the  
11 date of enactment of this Act, and not later than January  
12 31 of each of the succeeding 3 calendar years thereafter,  
13 the Administrator shall prepare and submit a report to  
14 the Committee on Environment and Public Works of the  
15 Senate and the Committee on Energy and Commerce of  
16 the House of Representatives describing the achievements  
17 of each grant or loan program established under this Act.

18       (b) CONTENTS OF REPORT.—The report shall, with  
19 respect to the programs established under this Act, include  
20 a description of—

21               (1) the number of grant and loan applications  
22               received by the Administrator during the preceding  
23               calendar year;

1           (2) the number of grants and loans approved by  
2 the Administrator during the preceding calendar  
3 year;

4           (3) with respect to each voluntary cleanup pro-  
5 gram of a State that was the subject of a grant  
6 under section 4—

7                 (A) the purposes to which the grant  
8 awarded to the State was applied; and

9                 (B) the achievements of the program;

10           (4)(A) the affected sites identified by local gov-  
11 ernments; and

12                 (B) the status of the sites referred to in sub-  
13 paragraph (A) regarding subsequent cleanup and  
14 economic redevelopment;

15           (5)(A) the affected sites at which a cleanup was  
16 initiated pursuant to the economic redevelopment as-  
17 sistance program under section 6; and

18                 (B) the status of the sites referred to in sub-  
19 paragraph (A) regarding ongoing or completed  
20 cleanup actions and economic redevelopment activi-  
21 ties;

22           (6) the grants and loans disapproved during the  
23 preceding year, and the reasons for disapproval;

24           (7) the amount of grants and loans made dur-  
25 ing the preceding year, and an estimate of the total

1 cleanup costs incurred by parties receiving a loan  
2 under the economic redevelopment assistance pro-  
3 gram; and

4 (8) the number of applicants for grants and  
5 loans that may be in need of financial assistance in  
6 establishing voluntary cleanup programs, performing  
7 site characterizations, and conducting cleanups to  
8 achieve economic redevelopment under this Act.

9 **SEC. 11. FUNDING.**

10 (a) **ELIGIBLE COSTS DEFINED.**—For the purposes of  
11 each grant and loan program established under this Act,  
12 the term “eligible costs” shall include administrative and  
13 nonadministrative costs.

14 (b) **NONADMINISTRATIVE COSTS.**—As used in this  
15 section, the term “nonadministrative costs” shall include  
16 the cost of—

17 (1) oversight for a cleanup by contractor,  
18 owner, or prospective purchaser;

19 (2) identifying the probable extent and nature  
20 of environmental contamination at an affected site,  
21 and the preferred manner of carrying out a cleanup  
22 at an affected site;

23 (3) each cleanup, including onsite and offsite  
24 treatment of contaminants; and

1           (4) monitoring ground water or other natural  
2 resources.

3           (c) ADMINISTRATIVE COST LIMITATION.—Not more  
4 than 15 percent of the amount of a grant or loan made  
5 pursuant to this Act may be used for administrative costs.  
6 No grant or loan made pursuant to this Act may be used  
7 to pay for fines or penalties owed to a State or the Federal  
8 Government.

9           (d) OTHER LIMITATIONS.—Funds made available to  
10 a State pursuant to the grant program established under  
11 section 4 shall be used only for establishing or administer-  
12 ing a voluntary cleanup program.

13 **SEC. 12. STATUTORY CONSTRUCTION.**

14           Nothing in this Act is intended to affect the liability  
15 or response authorities of any other law (including any  
16 regulation) for environmental contamination including the  
17 Comprehensive Environmental Response, Compensation,  
18 and Liability Act of 1980 (42 U.S.C. 9601 et. seq.), the  
19 Solid Waste Disposal Act (42 U.S.C. 6901 et seq.), the  
20 Federal Water Pollution Control Act (33 U.S.C. 1251 et  
21 seq.), the Toxic Substances Control Act (15 U.S.C. 2601  
22 et seq.), or title XIV of the Public Health Service Act,  
23 commonly known as the “Safe Drinking Water Act” (42  
24 U.S.C. 300f et seq.).

1 **SECTION 1. SHORT TITLE.**

2 *This Act may be cited as the “Voluntary Environ-*  
3 *mental Cleanup and Economic Redevelopment Act of*  
4 *1993”.*

5 **SEC. 2. FINDINGS.**

6 *(a) FINDINGS.—Congress finds that—*

7 *(1) past uses of land in the United States for in-*  
8 *dustrial and commercial purposes have created many*  
9 *sites throughout the United States that have environ-*  
10 *mental contamination;*

11 *(2) Congress and the governments of States and*  
12 *political subdivisions of States have enacted laws to—*

13 *(A) prevent environmental contamination;*

14 *and*

15 *(B) carry out response actions to correct*  
16 *past instances of environmental contamination;*

17 *(3) many sites are minimally contaminated, do*  
18 *not pose serious threats to human health or the envi-*  
19 *ronment, and can be satisfactorily remediated expedi-*  
20 *tiously with little government oversight;*

21 *(4) promoting the cleanup and redevelopment of*  
22 *contaminated sites could lead to significant environ-*  
23 *mental and economic benefits, particularly in any*  
24 *case in which a cleanup can be completed quickly and*  
25 *during a period of time that meets short-term busi-*  
26 *ness needs;*

1           (5) the private market demand for sites affected  
2 by environmental contamination frequently is reduced  
3 or eliminated, often due to uncertainties regarding li-  
4 ability or potential cleanup costs of current owners  
5 and prospective purchasers under Federal and State  
6 law;

7           (6) the abandonment or underutilization of af-  
8 fected sites impairs the ability of the Federal Govern-  
9 ment and the governments of States and political sub-  
10 divisions of States to provide economic opportunities  
11 for the people of the United States, particularly the  
12 poor and unemployed;

13           (7) the abandonment or underutilization of af-  
14 fected sites also results in the inefficient use of public  
15 facilities and services, as well as land and other natu-  
16 ral resources, and extends conditions of blight in local  
17 communities;

18           (8) cooperation among Federal agencies, depart-  
19 ments and agencies of States and political subdivi-  
20 sions of States, and owners and prospective pur-  
21 chasers of affected sites is required to accomplish  
22 timely response actions and redevelopment or reuse of  
23 affected sites;

24           (9) there is a need for a program to—



1           (A) encourage voluntary cleanups of affected  
2 sites; and

3           (B) facilitate the establishment of programs  
4 by States to foster voluntary cleanups of affected  
5 sites;

6           (10) there is a need to provide financial assist-  
7 ance to local governments to characterize certain af-  
8 fected sites in order to facilitate the cleanup of the  
9 sites so that the sites may be redeveloped for economi-  
10 cally beneficial uses; and

11           (11) there is a need to provide financial incen-  
12 tives and assistance to qualified parties to clean up  
13 certain affected sites so that the sites may be redeveloped for economically beneficial uses.

14           (b) *PURPOSES.*—The purposes of this Act are to create  
15 new business and employment opportunities through the  
16 economic redevelopment of affected sites that do not pose  
17 a serious threat to human health or the environment by—

18           (1) encouraging States to adopt and develop a  
19 program for sites that would not currently be remedi-  
20 ated under other environmental laws (including regu-  
21 lations) in effect on the date of enactment of this Act;

22           (2) encouraging private parties to participate in  
23 State voluntary cleanup programs that facilitate ex-  
24

1 *pedited response actions that are consistent with busi-*  
2 *ness needs at affected sites;*

3 (3) *directing the Secretary and the Adminis-*  
4 *trator to establish programs providing financial as-*  
5 *sistance to—*

6 (A) *encourage the development of State vol-*  
7 *untary cleanup programs;*

8 (B) *facilitate site characterizations of cer-*  
9 *tain affected sites; and*

10 (C) *encourage cleanup of appropriate sites;*  
11 *and*

12 (4) *reducing transaction costs and paperwork,*  
13 *and preventing needless duplication of effort and*  
14 *delay at all levels of government.*

15 **SEC. 3. DEFINITIONS.**

16 *Except if the context specifically provides otherwise, as*  
17 *used in this Act:*

18 (1) *ADMINISTRATOR.—The term “Adminis-*  
19 *trator” means the Administrator of the Environ-*  
20 *mental Protection Agency.*

21 (2) *AFFECTED SITE.—*

22 (A) *IN GENERAL.—The term “affected site”*  
23 *means a facility that has environmental con-*  
24 *tamination that—*

1           (i) could prevent the timely use, devel-  
2           opment, reuse or redevelopment of the facil-  
3           ity; and

4           (ii) is limited in scope and can be  
5           comprehensively characterized and readily  
6           analyzed.

7           (B) *EXCEPTION.*—Such term shall not in-  
8           clude—

9           (i) any facility that is the subject of a  
10          planned or an ongoing response action  
11          under the Comprehensive Environmental  
12          Response, Compensation, and Liability Act  
13          of 1980 (42 U.S.C. 9601 et seq.), except that  
14          a facility for which a preliminary assess-  
15          ment has been completed and with respect  
16          to which the Administrator has decided not  
17          to take further response action shall be in-  
18          cluded;

19          (ii) any facility included, or proposed  
20          for inclusion, on the National Priorities  
21          List maintained by the Administrator  
22          under such Act;

23          (iii) any facility with respect to which  
24          a record of decision has been issued by the

1            *President under section 104 of such Act (42*  
2            *U.S.C. 9604);*

3            *(iv) any facility that is subject to cor-*  
4            *rective action under section 3004(u) or*  
5            *3008(h) of the Solid Waste Disposal Act (42*  
6            *U.S.C. 6924(u) or 6928(h)) at the time that*  
7            *an application for a grant or loan concern-*  
8            *ing the facility is submitted under this Act,*  
9            *including any facility with respect to which*  
10           *a corrective action permit or order has been*  
11           *issued or modified to require the implemen-*  
12           *tation of corrective measures;*

13           *(v) any land disposal unit with respect*  
14           *to which a closure notification under sub-*  
15           *title C of the Solid Waste Disposal Act (42*  
16           *U.S.C. 6921 et seq.) has been submitted and*  
17           *closure requirements have been specified in*  
18           *a closure plan or permit;*

19           *(vi) any facility that contains poly-*  
20           *chlorinated biphenyls subject to the require-*  
21           *ments of the Toxic Substances Control Act*  
22           *(15 U.S.C. 2601 et seq.);*

23           *(vii) any facility with respect to which*  
24           *an administrative order on consent or judi-*  
25           *cial consent decree requiring cleanup has*

1           *been entered into by the President under the*  
2           *Comprehensive Environmental Response,*  
3           *Compensation, and Liability Act of 1980*  
4           *(42 U.S.C. 9601 et seq.), the Solid Waste*  
5           *Disposal Act (42 U.S.C. 6901 et seq.), the*  
6           *Federal Water Pollution Control Act (33*  
7           *U.S.C. 1251 et seq.), the Toxic Substances*  
8           *Control Act (15 U.S.C. 2601 et seq.) or title*  
9           *XIV of the Public Health Service Act, com-*  
10          *monly known as the Safe Drinking Water*  
11          *Act (42 U.S.C. 300f et seq.); and*

12                   *(viii) any facility at which assistance*  
13                   *for response activities may be obtained pur-*  
14                   *suant to subtitle I of the Solid Waste Dis-*  
15                   *posal Act (42 U.S.C. 6991 et seq.) from the*  
16                   *Leaking Underground Storage Tank Trust*  
17                   *Fund established under section 9508 of the*  
18                   *Internal Revenue Code of 1986.*

19           (3) *CONTAMINANT.*—*The term “contaminant”*  
20           *includes any hazardous substance, as defined in sec-*  
21           *tion 101(14) of the Comprehensive Environmental Re-*  
22           *sponse, Compensation, and Liability Act of 1980 (42*  
23           *U.S.C. 9601(14)) and oil, as defined in section*  
24           *1001(23) of the Oil Pollution Act of 1990 (33 U.S.C.*  
25           *2701(23)).*

1           (4) *CURRENT OWNER.*—The term “current  
2 owner” means, with respect to a voluntary cleanup,  
3 an owner that is an owner at the time of the cleanup.

4           (5) *DISPOSAL.*—The term “disposal” has the  
5 meaning provided the term in section 1004(3) of the  
6 *Solid Waste Disposal Act (42 U.S.C. 6903(3)).*

7           (6) *ENVIRONMENTAL CONTAMINATION.*—The term  
8 “environmental contamination” means the existence  
9 at a facility of 1 or more contaminants that may pose  
10 a health or environmental risk.

11           (7) *ENVIRONMENT.*—The term “environment”  
12 has the meaning provided the term in section 101(8)  
13 of the *Comprehensive Environmental Response, Com-  
14 pensation, and Liability Act of 1980 (42 U.S.C.  
15 9601(8)).*

16           (8) *FACILITY.*—The term “facility” has the  
17 meaning provided the term in section 101(9) of such  
18 Act (42 U.S.C. 9601(9)).

19           (9) *GROUND WATER.*—The term “ground water”  
20 has the meaning provided the term in section 101(12)  
21 of such Act (42 U.S.C. 9601(12)).

22           (10) *INDIAN TRIBE.*—The term “Indian tribe”  
23 has the meaning provided the term in section 101(36)  
24 of the *Comprehensive Environmental Response, Com-*

1     *pensation, and Liability Act of 1980 (42 U.S.C.*  
2     *9601(36)).*

3             (11) *LOCAL GOVERNMENT.*—*The term “local gov-*  
4     *ernment” means the governing body of a political*  
5     *subdivision of a State, including the governing body*  
6     *of any county, parish, municipality, city, town,*  
7     *township, Federally-recognized Indian tribe or simi-*  
8     *lar governing body.*

9             (12) *NATURAL RESOURCES.*—*The term “natural*  
10    *resources” has the meaning provided the term in sec-*  
11    *tion 1001(16) of the Comprehensive Environmental*  
12    *Response, Compensation, and Liability Act of 1980*  
13    *(42 U.S.C. 9601(16)).*

14            (13) *OWNER.*—*The term “owner” has the mean-*  
15    *ing provided the term in section 101(20) of such Act*  
16    *(42 U.S.C. 9601(20)), except that the term shall also*  
17    *include a unit of State or local government that ac-*  
18    *quired ownership or control involuntarily through*  
19    *bankruptcy, tax delinquency, abandonment, or other*  
20    *circumstances in which the government acquires title*  
21    *by virtue of its functions as a sovereign.*

22            (14) *PERSON.*—*The term “person” has the mean-*  
23    *ing provided the term in section 101(21) of such Act*  
24    *(42 U.S.C. 9601(21)).*

1           (15) *PROSPECTIVE PURCHASER.*—The term  
2           “prospective purchaser” means a prospective pur-  
3           chaser of an affected site.

4           (16) *RELEASE.*—The term “release” has the  
5           meaning provided the term in section 101(22) of such  
6           Act (42 U.S.C. 9601(22)).

7           (17) *RESPONSE ACTION.*—The term “response  
8           action” has the meaning provided the term “re-  
9           sponse” in section 102(25) of such Act (42 U.S.C.  
10          9601(25)).

11          (18) *SECRETARY.*—The term “Secretary” means  
12          the Secretary of Housing and Urban Development.

13          (19) *SITE CHARACTERIZATION.*—

14                (A) *IN GENERAL.*—The term “site charac-  
15                terization” means an investigation that deter-  
16                mines the nature and extent of a release or po-  
17                tential release of a hazardous substance and  
18                meets the requirements referred to in subpara-  
19                graph (B).

20                (B) *INVESTIGATION.*—For the purposes of  
21                this paragraph, an investigation that meets the  
22                requirements of this subparagraph shall include  
23                an onsite evaluation, and sufficient testing, sam-  
24                pling and other field data gathering activities to  
25                accurately analyze whether the site is contami-



1            *nated and the health and environmental risks*  
2            *posed by the release of contaminants at the site.*  
3            *The investigation may also include review of ex-*  
4            *isting information (available at the time of the*  
5            *review) and an offsite evaluation, if appropriate.*

6            (20) *VOLUNTARY CLEANUP.*—*The term “vol-*  
7            *untary cleanup” means a response action at an af-*  
8            *ected site—*

9                    (A) *undertaken and financed by a current*  
10                   *owner or prospective purchaser owner subject to*  
11                   *oversight and approval by a State; and*

12                   (B) *with respect to which the current owner*  
13                   *or prospective purchaser agrees to pay all costs*  
14                   *of oversight by the State.*

15    **SEC. 4. VOLUNTARY CLEANUP GRANT PROGRAM.**

16            (a) *IN GENERAL.*—

17                    (1) *ESTABLISHMENT OF GRANT PROGRAM.*—*The*  
18                   *Administrator shall establish a program to provide a*  
19                   *grant to any State that submits an application that*  
20                   *is approved by the Administrator to establish or ex-*  
21                   *pend a State voluntary cleanup program that meets*  
22                   *the requirements of paragraph (3).*

23                    (2) *CERTIFICATION.*—*In an application for a*  
24                   *grant under this section, a State shall be required to*

1       *certify that the voluntary cleanup program of the*  
2       *State will meet the requirements of paragraph (3).*

3               (3) *REQUIREMENTS FOR STATE VOLUNTARY*  
4       *CLEANUP PROGRAM.—A State voluntary cleanup pro-*  
5       *gram meets the requirements of this paragraph if the*  
6       *State—*

7                       (A) *provides adequate opportunities for*  
8       *public participation, including prior notice and*  
9       *opportunity for comment, in selecting response*  
10       *actions;*

11                      (B) *provides technical assistance throughout*  
12       *each voluntary cleanup;*

13                      (C) *has the capability, through enforcement*  
14       *or other mechanisms, of assuming the respon-*  
15       *sibility for undertaking a cleanup if the current*  
16       *owner or prospective purchaser fails or refuses to*  
17       *complete the necessary cleanup; and*

18                      (D) *provides adequate oversight and has*  
19       *adequate enforcement authorities to ensure that*  
20       *voluntary cleanups are completed in accordance*  
21       *with Federal and State laws, including any on-*  
22       *going operation and maintenance or long-term*  
23       *monitoring activities.*

24       (b) *GRANT AWARDS.—*

1           (1) *IN GENERAL.*—*In carrying out the program*  
2 *established under subsection (a), the Administrator*  
3 *shall, subject to the availability of appropriations,*  
4 *award a grant to the Governor of each State that sub-*  
5 *mits an application to the Administrator that meets*  
6 *the requirements of this section to conduct a State*  
7 *voluntary cleanup program that the Administrator*  
8 *approves.*

9           (2) *GRANT AMOUNT.*—*The amount of a grant*  
10 *awarded to any State under subsection (a) shall be*  
11 *determined by the Administrator on the basis of the*  
12 *financial need of the State for establishing or expand-*  
13 *ing a voluntary cleanup program, and shall be in an*  
14 *amount not less than \$200,000, but not to exceed*  
15 *\$500,000 for each fiscal year.*

16           (3) *REPORTING.*—*Each State that receives a*  
17 *grant under subsection (a) shall submit to the Admin-*  
18 *istrator, not later than 2 years after receipt of the*  
19 *grant, a progress report that includes a description of*  
20 *the cleanups made in accordance with the voluntary*  
21 *cleanup program of the State.*

22           (4) *TERMINATION OF GRANTS.*—*If the Adminis-*  
23 *trator determines that a State voluntary cleanup pro-*  
24 *gram no longer meets the requirements of subsection*  
25 *(a)(3), the Administrator may terminate a grant*

1       *made to the State, and require full or partial repay-*  
2       *ment of the grant award.*

3       *(c) STATE CERTIFICATION.—Each Governor of a State*  
4       *that receives a grant under this section shall not later than*  
5       *1 year after receipt of an initial grant, and annually there-*  
6       *after, submit to the Administrator a certification that*  
7       *states—*

8               *(1) the State voluntary cleanup program meets*  
9               *the criteria referred to in subsection (a);*

10              *(2) all cleanups achieved or undertaken pursuant*  
11              *to the State voluntary cleanup program fully comply*  
12              *with Federal and State laws;*

13              *(3) public participation opportunities have been*  
14              *adequate during the process of selecting a cleanup*  
15              *method for each voluntary cleanup;*

16              *(4) voluntary cleanups achieved or undertaken*  
17              *pursuant to the State voluntary cleanup program*  
18              *have been undertaken in a manner that has reduced*  
19              *or eliminated health and environmental risks to the*  
20              *satisfaction of the State; and*

21              *(5) for any voluntary cleanup initiated pursuant*  
22              *to the State voluntary cleanup program that has in-*  
23              *creased health and environmental risks, the State has*  
24              *taken timely and appropriate steps to reduce or*  
25              *eliminate the health and environmental risks.*

1       (d) *STATUTORY CONSTRUCTION.*—*Nothing in this Act*  
2 *is intended—*

3           (1) *to impose any requirement on a State vol-*  
4 *untary cleanup program existing on or after the date*  
5 *of enactment of this Act if the Governor of the State*  
6 *has not been awarded a grant under this section; or*

7           (2) *to preclude a Governor of a State with a vol-*  
8 *untary cleanup program referred to in paragraph (1)*  
9 *from submitting an application for a grant under*  
10 *this section.*

11 ***SEC. 5. SITE CHARACTERIZATION GRANT PROGRAM.***

12       (a) *IN GENERAL.*—*The Secretary, in consultation with*  
13 *the Administrator, shall establish a program to provide*  
14 *grants to local governments to conduct site characteriza-*  
15 *tions for affected sites at which voluntary cleanups are*  
16 *being conducted or are proposed to be conducted under a*  
17 *State voluntary cleanup program that is the subject of a*  
18 *grant award under section 4.*

19       (b) *SCOPE OF PROGRAM.*—

20           (1) *GRANT AWARDS.*—*In carrying out the pro-*  
21 *gram established under subsection (a), the Secretary,*  
22 *in consultation with the Administrator, may award*  
23 *a grant to the head of each local government that sub-*  
24 *mits to the Secretary an application (that is ap-*  
25 *proved by the Secretary) to conduct a site character-*

1        *ization at an affected site within the jurisdiction of*  
2        *the local government.*

3            (2) *GRANT APPLICATION.—An application for a*  
4        *grant under this section shall—*

5            (A) *include a description of the affected site;*

6            (B) *include information demonstrating the*  
7        *financial need of the owner of the affected site for*  
8        *funds to conduct a site characterization;*

9            (C) *include an analysis that demonstrates*  
10        *the potential of the affected site for stimulating*  
11        *economic development on completion of the*  
12        *cleanup of the site; and*

13            (D) *provide such other information, and be*  
14        *in such form, as the Secretary, in consultation*  
15        *with the Administrator, determines appropriate*  
16        *to carry out this Act.*

17            (3) *APPROVAL OF APPLICATION.—*

18            (A) *IN GENERAL.—In making a decision*  
19        *whether to approve an application submitted*  
20        *under paragraph (1), the Secretary, in consulta-*  
21        *tion with the Administrator, shall consider—*

22            (i) *the financial need of the owner of*  
23        *the affected site for funds to conduct a site*  
24        *characterization;*

1           (ii) the demonstrable potential of the  
2 affected site for stimulating economic devel-  
3 opment on completion of the cleanup of the  
4 affected site if the cleanup is necessary;

5           (iii) the estimated fair market value of  
6 the site after cleanup;

7           (iv) other economically viable, commer-  
8 cial activity on real property—

9               (I) located within the immediate  
10 vicinity of the affected site at the time  
11 of consideration of the application; or

12               (II) projected to be located within  
13 the immediate vicinity of the affected  
14 site by the date that is 5 years after  
15 the date of the consideration of the ap-  
16 plication;

17           (v) the potential of the affected site for  
18 creating new business and employment op-  
19 portunities on completion of the cleanup of  
20 the site;

21           (vi) whether the affected site is located  
22 in an economically distressed community;  
23 and

24           (vii) such other factors as the Sec-  
25 retary, in consultation with the Adminis-

1            *trator, considers relevant to carry out the*  
2            *purposes of the grant program established*  
3            *under this section.*

4            *(B) GRANT CONDITIONS.—As a condition*  
5            *for awarding a grant under this section, the Sec-*  
6            *retary, in consultation with the Administrator,*  
7            *may, on the basis of the criteria considered*  
8            *under subparagraph (A), attach such conditions*  
9            *to the grant award as the Secretary, in consulta-*  
10           *tion with the Administrator, determines appro-*  
11           *priate.*

12           *(4) GRANT AMOUNT.—The amount of a grant*  
13           *awarded to any local government under subsection (a)*  
14           *for characterization of an affected site shall not exceed*  
15           *\$100,000.*

16           *(5) TERMINATION OF GRANTS.—If the Secretary,*  
17           *in consultation with the Administrator, determines*  
18           *that a local government that receives a grant under*  
19           *this subsection is in violation of a condition of a*  
20           *grant award referred to in paragraph (2), the Sec-*  
21           *retary, in consultation with the Administrator, may*  
22           *terminate the grant made to the local government and*  
23           *require full or partial repayment of the grant award.*



1 **SEC. 6. ECONOMIC REDEVELOPMENT ASSISTANCE PRO-**  
2 **GRAM.**

3 (a) *IN GENERAL.*—

4 (1) *ESTABLISHMENT OF PROGRAM.*—*The Sec-*  
5 *retary, in consultation with the Administrator, shall*  
6 *establish a program to provide a loan to be used for*  
7 *the cleanup of affected sites to an owner or a prospec-*  
8 *tive purchaser of an affected site (including a local*  
9 *government) at which a voluntary cleanup is being*  
10 *conducted or is proposed to be conducted under a*  
11 *State voluntary cleanup program that is the subject*  
12 *of a grant award under section 4.*

13 (2) *DISQUALIFICATION.*—*If the Secretary, in*  
14 *consultation with the Administrator, determines that*  
15 *an applicant has adequate resources to conduct, in*  
16 *the absence of financial assistance provided under this*  
17 *section, a cleanup that is the subject of a loan appli-*  
18 *cation, the Secretary shall not approve the applica-*  
19 *tion.*

20 (b) *SCOPE OF PROGRAM.*—

21 (1) *IN GENERAL.*—

22 (A) *LOANS.*—*The Secretary, in consultation*  
23 *with the Administrator, may award a loan to be*  
24 *used to clean up an affected site to each eligible*  
25 *applicant described in subsection (a)(1) that sub-*  
26 *mits an application to the Secretary that is ap-*

1           *proved by the Secretary, in consultation with the*  
2           *Administrator.*

3           (B) *LOAN APPLICATION.*—*An application*  
4           *for a loan under this section shall be in such*  
5           *form as the Secretary, in consultation with the*  
6           *Administrator, determines appropriate. At a*  
7           *minimum, the application shall include the fol-*  
8           *lowing:*

9                   (i) *A description of the affected site,*  
10                   *including the nature and extent of any*  
11                   *known or suspected environmental contami-*  
12                   *nation at the affected site and the legal de-*  
13                   *scription of the real property associated*  
14                   *with the affected site.*

15                   (ii) *A complete description of the fi-*  
16                   *nancial standing of the applicant that in-*  
17                   *cludes a description of the assets, cash flow,*  
18                   *and liabilities of the applicant.*

19                   (iii) *A written certification that attests*  
20                   *that the applicant has attempted, and has*  
21                   *been unable, to secure financing from a pri-*  
22                   *ivate lending institution for the cleanup ac-*  
23                   *tion that is the subject of the loan applica-*  
24                   *tion. The certification shall specify—*

1                   (I) the name of each private lend-  
2                   ing institution to which the applicant  
3                   submitted an application for a loan;  
4                   and

5                   (II) with respect to each applica-  
6                   tion to a lending institution referred to  
7                   in subclause (I)—

8                   (aa) the date that the loan  
9                   application was submitted and  
10                  the date that the applicant was  
11                  notified of the refusal;

12                  (bb) the amount of the loan  
13                  requested;

14                  (cc) the term of the loan re-  
15                  quested;

16                  (dd) proof of the refusal of  
17                  the loan by the lending institu-  
18                  tion; and

19                  (ee) the reasons given, if any,  
20                  by the private lending institution  
21                  for the refusal of the loan for the  
22                  cleanup.

23                  (iv) A justification for the amount of  
24                  the financial assistance requested, including  
25                  evidence that the amount of financial assist-

1           *ance requested by the applicant is not*  
2           *available to the applicant through other*  
3           *sources.*

4                   (v) *The proposed method, and antici-*  
5                   *ipated period of time required, to clean up*  
6                   *the environmental contamination at the af-*  
7                   *ected site.*

8                   (vi) *An estimate of the proposed total*  
9                   *cost of the cleanup to be conducted at the*  
10                  *site.*

11                  (vii) *An analysis that demonstrates the*  
12                  *potential of the affected site for stimulating*  
13                  *economic development on completion of the*  
14                  *cleanup of the site.*

15                  (2) *LOAN APPROVAL.*—*In determining whether to*  
16                  *award a loan under this section, the Secretary, in*  
17                  *consultation with the Administrator, shall consider—*

18                           (A) *the need of the applicant for financial*  
19                           *assistance to clean up the affected site that is the*  
20                           *subject of the loan application, taking into con-*  
21                           *sideration the financial resources available to the*  
22                           *applicant;*

23                           (B) *the ability of the applicant to repay the*  
24                           *loan in a timely manner;*

1           (C) the inability of the applicant to secure  
2 a loan from a private lending institution or  
3 through other means of financing;

4           (D) the extent to which the cleanup of the  
5 affected site would reduce health and environ-  
6 mental risks caused by the release of contami-  
7 nants at, or from, the affected site; and

8           (E) the demonstrable potential of the af-  
9 fected site for stimulating economic development  
10 on completion of the cleanup, including—

11                 (i) the estimated fair market value of  
12 the affected site after cleanup;

13                 (ii) other economically viable, commer-  
14 cial activity on real property—

15                         (I) located in the immediate vi-  
16 cinity of the affected site at the time of  
17 consideration of the application; or

18                         (II) projected to be located within  
19 the immediate vicinity of the affected  
20 site by the date that is 5 years after  
21 the date of the consideration of the ap-  
22 plication;

23                         (iii) the potential of the affected site  
24 for creating new, or expanding existing,

1           *business and employment opportunities on*  
2           *completion of the cleanup of the site;*

3                   *(iv) the estimated additional tax reve-*  
4                    *nues expected to be generated at the site by*  
5                   *the economic redevelopment;*

6                   *(v) whether the site is located in an*  
7                   *economically distressed community;*

8                   *(vi) whether the cleanup and the pro-*  
9                   *posed redevelopment is consistent with any*  
10                  *applicable State or local community eco-*  
11                   *nomic development plan; and*

12                  *(vii) such other factors as the Sec-*  
13                  *retary, in consultation with the Adminis-*  
14                  *trator, considers relevant to carry out the*  
15                  *purposes of the loan program established*  
16                  *under this section.*

17           (3) *LOAN AMOUNT.*—*The amount of a loan made*  
18           *to an applicant under this section shall not exceed—*

19                    (A) *75 percent of the cost of the cleanup*  
20                    *that is the subject of the loan; or*

21                    (B) *\$750,000,*

22           *whichever is less.*

23           (4) *STATE APPROVAL.*—*Each application for a*  
24           *loan under this section shall, as a condition for ap-*  
25           *proval by the Secretary, include a written statement*

1       *by the State under whose voluntary program the vol-*  
2       *untary cleanup is being conducted, or proposed to be*  
3       *conducted that—*

4               *(A) the voluntary cleanup or proposed vol-*  
5               *untary cleanup is cost effective; and*

6               *(B) the estimated total cost of the voluntary*  
7               *cleanup is reasonable.*

8       *(c) LOAN AGREEMENTS.—Each loan under this section*  
9       *shall be made pursuant to a loan agreement. At a mini-*  
10       *imum, the loan agreement shall include provisions that ad-*  
11       *dress the following items:*

12               *(1)(A) The loan shall bear interest at the appli-*  
13               *cable rate specified in subparagraphs (B) through*  
14               *(D).*

15               *(B) For local government entities, the rate of in-*  
16               *terest shall be 1 percentage point below the average*  
17               *current yield on marketable obligations of the United*  
18               *States Treasury having comparable maturities.*

19               *(C) For prospective purchasers of an affected*  
20               *site, the rate of interest shall be 1 percentage point*  
21               *above the average current yield on marketable obliga-*  
22               *tions of the United States Treasury having com-*  
23               *parable maturities.*

24               *(D) For current owners of an affected site, the*  
25               *rate of interest shall be 2 percentage points above the*

1     *average current yield on marketable obligations of the*  
2     *United States Treasury having comparable matu-*  
3     *rities.*

4             (2) *The maturity period of the loan (as deter-*  
5     *mined by the Secretary) shall not exceed 10 years.*

6             (3) *The repayment of the loan during the matu-*  
7     *riety period shall be in accordance with any schedule*  
8     *for payments that the Secretary may specify in the*  
9     *loan agreement.*

10            (4) *Each payment referred to in paragraph (3)*  
11     *shall be made to the Secretary of the Treasury for de-*  
12     *posit in the general fund of the Treasury.*

13            (5) *If the sale or redevelopment of the affected*  
14     *site results in a net profit to the applicant (taking*  
15     *into consideration any amount of reimbursement that*  
16     *may be required under this paragraph) in an amount*  
17     *greater than or equal to 10 percent, in addition to*  
18     *paying interest on the loan (as specified in para-*  
19     *graph (1)), the applicant shall make a payment to re-*  
20     *imburse the Federal Government for the full and ac-*  
21     *tual costs incurred by the Federal Government of*  
22     *making the loan to the applicant, including any ad-*  
23     *ministrative costs.*

24            (6) *The applicant shall comply with all applica-*  
25     *ble Federal and State laws (including regulations)*



1       *applicable to the cleanup and shall proceed in accord-*  
2       *ance with any voluntary cleanup program in effect in*  
3       *the State.*

4               (7) *The applicant shall guarantee repayment of*  
5       *the loan.*

6               (8) *The applicant shall use the loan solely for*  
7       *purposes of cleaning up the environmental contami-*  
8       *nation at the affected site, and shall return any excess*  
9       *funds to the Secretary immediately on a determina-*  
10       *tion by the appropriate official of the State that the*  
11       *cleanup has been completed.*

12              (9) *The loan shall not be transferable, unless the*  
13       *Secretary agrees to the transfer in writing.*

14              (10) *Such other terms and conditions that the*  
15       *Secretary determines necessary to protect the finan-*  
16       *cial interests of the United States.*

17       (d) *FEDERAL LIEN.—*

18              (1) *IN GENERAL.—A lien in favor of the United*  
19       *States shall arise on the contaminated property sub-*  
20       *ject to a loan under this section. The lien shall cover*  
21       *all real property included in the legal description of*  
22       *the property at the time the loan agreement provided*  
23       *for in this section is signed, and all rights to the*  
24       *property, and shall continue until the terms and con-*  
25       *ditions of the loan agreement have been fully satisfied.*

1        *The lien shall arise at the time a security interest is*  
2        *appropriately recorded in the real property records of*  
3        *the appropriate office of the State, county, or other*  
4        *governmental subdivision, as designated by State law,*  
5        *in which the real property subject to the lien is lo-*  
6        *cated, and shall be subject to the rights of any pur-*  
7        *chaser, holder of a security interest, or judgment lien*  
8        *creditor whose interest is or has been perfected under*  
9        *applicable State law before the notice has been filed*  
10       *in the appropriate office within the State, county, or*  
11       *other governmental subdivision, as designated by*  
12       *State law, in which the real property subject to the*  
13       *lien is located.*

14            (2) *DEFINITIONS.*—*As used in this paragraph,*  
15        *the terms “security interest” and “purchaser” shall*  
16        *have the meaning provided the terms in paragraphs*  
17        *(1) and (6), respectively, under section 6323(h) of the*  
18        *Internal Revenue Code of 1986.*

19            (e) *ENFORCEMENT.*—

20            (1) *IN GENERAL.*—*If any person fails to comply*  
21        *with any condition of a loan agreement entered into*  
22        *pursuant to this section, the Secretary may request*  
23        *the Attorney General of the United States to com-*  
24        *mence a civil action in an appropriate district court*  
25        *of the United States to enforce the loan agreement.*

1           (2) *JURISDICTION OF DISTRICT COURT.*—The  
2           *district court shall have jurisdiction to enforce the*  
3           *loan agreement and grant such relief as the public in-*  
4           *terest and the equities of the case may require.*

5   **SEC. 7. REGULATIONS.**

6           *The Secretary and the Administrator shall promulgate*  
7           *such regulations as are necessary to carry out this Act. The*  
8           *regulations shall include the procedures and standards that*  
9           *the Secretary, in consultation with the Administrator, con-*  
10          *siders necessary, including procedures and standards for*  
11          *evaluating an application for a grant or loan submitted*  
12          *under this Act.*

13   **SEC. 8. ECONOMIC REDEVELOPMENT REVOLVING FUND.**

14          (a) *IN GENERAL.*—*There is established in the Treasury*  
15          *of the United States a trust fund to be known as the “Eco-*  
16          *nomie Redevelopment Revolving Fund” (referred to in this*  
17          *section as the “Revolving Fund”) consisting of such*  
18          *amounts as may be appropriated to the Revolving Fund,*  
19          *or transferred or credited to the Revolving Fund pursuant*  
20          *to this section.*

21          (b) *TRANSFERS TO THE REVOLVING FUND.*—

22                  (1) *TRANSFERS.*—*There are hereby transferred to*  
23          *the Revolving Fund amounts equivalent to the*  
24          *amounts received in the Treasury pursuant to section*  
25          *6(c)(4).*

1           (2) *MONTHLY TRANSFERS.*—*The amounts trans-*  
2 *ferred by paragraph (1) shall be transferred at least*  
3 *monthly from the general fund of the Treasury to the*  
4 *Revolving Fund on the basis of estimates made by the*  
5 *Secretary of the Treasury. Proper adjustment shall be*  
6 *made in amounts subsequently transferred to the ex-*  
7 *tent prior estimates were in excess of, or less than, the*  
8 *amounts required to be transferred.*

9           (c) *MANAGEMENT OF THE REVOLVING FUND.*—

10           (1) *INVESTMENT.*—*The Secretary of the Treasury*  
11 *shall invest such portion of the Revolving Fund as is*  
12 *not, in the judgment of the Secretary of the Treasury,*  
13 *required to meet current withdrawals. The invest-*  
14 *ments may be made only in interest-bearing obliga-*  
15 *tions of the United States. For such purpose, the obli-*  
16 *gations and may be acquired—*

17                   (A) *on original issue at the issue price; or*

18                   (B) *by purchase of outstanding obligations*  
19 *at the market price.*

20           (2) *SALE OF OBLIGATIONS.*—*Any obligation ac-*  
21 *quired by the Revolving Fund may be sold by the Sec-*  
22 *retary of the Treasury at the market price.*

23           (3) *INTEREST ON CERTAIN PROCEEDS.*—*The in-*  
24 *terest on, and the proceeds from the sale or redemp-*  
25 *tion of, any obligations held in the Revolving Fund*

1     *shall be credited to and form a part of the Revolving*  
2     *Fund.*

3             (4) *REPORT.—It shall be the duty of the Sec-*  
4     *retary of the Treasury to hold the Revolving Fund*  
5     *and (after consultation with the Secretary) to report*  
6     *to Congress each year concerning—*

7                     (A) *the financial condition and the results*  
8     *of the operations of the Revolving Fund during*  
9     *the preceding fiscal year; and*

10                    (B) *the expected condition and operations of*  
11     *the Revolving Fund for the five fiscal years fol-*  
12     *lowing the preceding fiscal year.*

13             (d) *EXPENDITURES FROM THE REVOLVING FUND.—*  
14     *Amounts in the Revolving Fund shall be available, as pro-*  
15     *vided by appropriation Acts, only for purposes of carrying*  
16     *out the loan program established under section 6.*

17             (e) *AUTHORITY TO BORROW.—*

18                     (1) *IN GENERAL.—There are authorized to be ap-*  
19     *propriated to the Revolving Fund, as a repayable ad-*  
20     *vance, an amount equal to \$15,000,000 for each of fis-*  
21     *cal years 1994, 1995, 1996, and 1997.*

22                     (2) *REPAYMENT OF ADVANCES.—*

23                         (A) *IN GENERAL.—If the Secretary of the*  
24     *Treasury determines that there are sufficient*  
25     *funds available in the Revolving Fund to repay*

1           *a repayable advance, the Secretary of the Treas-*  
2           *ury shall transfer from the Revolving Fund to*  
3           *the general fund of the Treasury an amount*  
4           *equal to the amount of a repayment plus interest*  
5           *(as determined by the Secretary of the Treasury*  
6           *under subparagraph (B)).*

7           *(B) RATE OF INTEREST.—The amount of*  
8           *interest on an advance made under this sub-*  
9           *section shall be at a rate determined by the Sec-*  
10          *retary of the Treasury (as of the close of the cal-*  
11          *endar month preceding the month in which the*  
12          *advance is made).*

13   **SEC. 9. AUTHORIZATIONS OF APPROPRIATIONS.**

14          *(a) VOLUNTARY CLEANUP PROGRAM.—There are au-*  
15          *thorized to be appropriated to the Environmental Protec-*  
16          *tion Agency, to carry out sections 4 through 6, an amount*  
17          *not to exceed \$15,000,000 for fiscal year 1994, and*  
18          *\$7,500,000 for each of fiscal years 1995 through 1997.*

19          *(b) SITE CHARACTERIZATION PROGRAM.—There are*  
20          *authorized to be appropriated to the Department of Hous-*  
21          *ing and Urban Development, to carry out section 5, an*  
22          *amount not to exceed \$15,000,000 for each of fiscal years*  
23          *1994 through 1997.*

24          *(c) ECONOMIC REDEVELOPMENT ASSISTANCE PRO-*  
25          *GRAM.—There are authorized to be appropriated to the De-*

1 *partment of Housing and Urban Development, to carry out*  
2 *section 6, an amount not to exceed \$15,000,000 for each*  
3 *of fiscal years 1994 through 1997.*

4 *(d) AVAILABILITY OF FUNDS.—The amounts appro-*  
5 *priated pursuant to this section shall remain available*  
6 *until expended.*

7 **SEC. 10. REPORT.**

8 *(a) IN GENERAL.—Not later than 1 year after the date*  
9 *of enactment of this Act, and not later than January 31*  
10 *of each of the succeeding 3 calendar years thereafter, the*  
11 *Secretary and the Administrator shall prepare and submit*  
12 *a report to the Committee on Environment and Public*  
13 *Works of the Senate and the Committee on Energy and*  
14 *Commerce of the House of Representatives describing the*  
15 *achievements of each grant or loan program established*  
16 *under this Act.*

17 *(b) CONTENTS OF REPORT.—The report shall, with re-*  
18 *spect to the programs established under this Act, include*  
19 *a description of—*

20 *(1) the number of grant and loan applications*  
21 *received by the Secretary during the preceding cal-*  
22 *endar year;*

23 *(2) the number of grants and loans approved by*  
24 *the Secretary during the preceding calendar year;*

1           (3) with respect to each voluntary cleanup pro-  
2           gram of a State that was the subject of a grant under  
3           section 4—

4                   (A) the purposes to which the grant award-  
5                   ed to the State was applied; and

6                   (B) the achievements of the program;

7           (4)(A) the affected sites identified by local gov-  
8           ernments; and

9                   (B) the status of the sites referred to in subpara-  
10           graph (A) regarding subsequent cleanup and eco-  
11           nomic redevelopment;

12           (5)(A) the affected sites at which a cleanup was  
13           initiated pursuant to the economic redevelopment as-  
14           sistance program under section 6; and

15                   (B) the status of the sites referred to in subpara-  
16           graph (A) regarding ongoing or completed cleanup  
17           actions and economic redevelopment activities;

18           (6) the grants and loans disapproved during the  
19           preceding year, and the reasons for disapproval;

20           (7) the amount of grants and loans made during  
21           the preceding year, and an estimate of the total clean-  
22           up costs incurred by parties receiving a loan under  
23           the economic redevelopment assistance program; and

24           (8) the number of applicants for grants and  
25           loans that may be in need of financial assistance in



1        *establishing voluntary cleanup programs, performing*  
2        *site characterizations, and conducting cleanups to*  
3        *achieve economic redevelopment under this Act.*

4        **SEC. 11. FUNDING.**

5        (a) *ELIGIBLE COSTS DEFINED.*—*For the purposes of*  
6        *each grant and loan program established under this Act,*  
7        *the term “eligible costs” shall include administrative and*  
8        *nonadministrative costs.*

9        (b) *NONADMINISTRATIVE COSTS.*—*As used in this sec-*  
10       *tion, the term “nonadministrative costs” shall include the*  
11       *cost of—*

12                (1) *oversight for a cleanup by contractor, owner,*  
13                *or prospective purchaser;*

14                (2) *identifying the probable extent and nature of*  
15                *environmental contamination at an affected site, and*  
16                *the preferred manner of carrying out a cleanup at an*  
17                *affected site;*

18                (3) *each cleanup, including onsite and offsite*  
19                *treatment of contaminants; and*

20                (4) *monitoring ground water or other natural re-*  
21                *sources.*

22        (c) *ADMINISTRATIVE COST LIMITATION.*—*Not more*  
23        *than 15 percent of the amount of a grant or loan made*  
24        *pursuant to this Act may be used for administrative costs.*  
25        *No grant or loan made pursuant to this Act may be used*

1 *to pay for fines or penalties owed to a State or the Federal*  
 2 *Government.*

3 (d) *OTHER LIMITATIONS.—Funds made available to*  
 4 *a State pursuant to the grant program established under*  
 5 *section 4 shall be used only for establishing or administer-*  
 6 *ing a voluntary cleanup program.*

7 **SEC. 12. STATUTORY CONSTRUCTION.**

8 *Nothing in this Act is intended to affect the liability*  
 9 *or response authorities of any other law (including any reg-*  
 10 *ulation) for environmental contamination including the*  
 11 *Comprehensive Environmental Response, Compensation,*  
 12 *and Liability Act of 1980 (42 U.S.C. 9601 et. seq.), the*  
 13 *Solid Waste Disposal Act (42 U.S.C. 6901 et seq.), the Fed-*  
 14 *eral Water Pollution Control Act (33 U.S.C. 1251 et seq.),*  
 15 *the Toxic Substances Control Act (15 U.S.C. 2601 et seq.),*  
 16 *or title XIV of the Public Health Service Act, commonly*  
 17 *known as the “Safe Drinking Water Act” (42 U.S.C. 300f*  
 18 *et seq.).*

S 773 RS—2

S 773 RS—3

S 773 RS—4

S 773 RS—5

S 773 RS—6