#### 108TH CONGRESS 1ST SESSION

# S. 820

To amend the Federal Water Pollution Control Act to establish a perchlorate pollution prevention fund and to establish safety standards applicable to owners and operators of perchlorate storage facilities.

### IN THE SENATE OF THE UNITED STATES

APRIL 8, 2003

Mrs. Boxer introduced the following bill; which was read twice and referred to the Committee on Environment and Public Works

## A BILL

To amend the Federal Water Pollution Control Act to establish a perchlorate pollution prevention fund and to establish safety standards applicable to owners and operators of perchlorate storage facilities.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 **SECTION 1. SHORT TITLE.**
- 4 This Act may be cited as the "Perchlorate Commu-
- 5 nity Right-to-Know Act of 2003".

#### 1 SEC. 2. PERCHLORATE POLLUTION PREVENTION.

2	The Federal Water Pollution Control Act is amended
3	by inserting after section 406 (33 U.S.C. 1346) the fol-
4	lowing:
5	"SEC. 407. PERCHLORATE POLLUTION PREVENTION.
6	"(a) Definitions.—In this section:
7	"(1) Fund.—The term 'Fund' means the Per-
8	chlorate Pollution Prevention Fund established by
9	subsection (i)(1).
10	"(2) Perchlorate storage facility.—
11	"(A) IN GENERAL.—The term 'perchlorate
12	storage facility means a facility that stores
13	more than 375 pounds of perchlorate over the
14	course of a calendar year.
15	"(B) Exclusion.—The term 'perchlorate
16	storage facility does not include a facility that
17	stores perchlorate for a retail or law enforce-
18	ment purpose.
19	"(b) Discharge of Perchlorate.—
20	"(1) Notification.—
21	"(A) In GENERAL.—Any person that,
22	without regard to intent or negligence, causes
23	or permits to occur a discharge of perchlorate
24	into or on any waters of the United States shall
25	notify the Administrator and the appropriate

1	State water pollution control agency of the dis-
2	charge as soon as practicable after—
3	"(i) the person has knowledge of the
4	discharge; and
5	"(ii) the notification may be provided
6	without substantially impeding cleanup or
7	other emergency measures.
8	"(B) Contents of Notice.—A notice
9	under subparagraph (A) shall include—
10	"(i) the volume of perchlorate dis-
11	charged;
12	"(ii) a description of the extent of the
13	discharge;
14	"(iii) a copy of each document relat-
15	ing to any monitoring for potential dis-
16	charges undertaken by the person on or
17	before the date of the discharge; and
18	"(iv) a description of any actions
19	taken by the person in response to the dis-
20	charge.
21	"(C) Failure to provide notice.—For
22	each day for which a person fails to provide the
23	notice required by subparagraph (A), the per-
24	son shall—
25	"(i) be guilty of a misdemeanor; and

1	"(ii) be punished by a fine of not less
2	than \$500 nor more than \$5,000.
3	"(2) Discharge under Permit.—Paragraph
4	(1) applies to a discharge of perchlorate under a
5	permit issued under section 402 of the Federal
6	Water Pollution Control Act (33 U.S.C. 1342).
7	"(3) Penalties.—A penalty collected under
8	paragraph (1)(B)(ii) shall be deposited in the Fund.
9	"(c) Submission of Information.—Not later than
10	January 1, 2005, each owner or operator of a perchlorate
11	storage facility that has been operated, by that owner or
12	operator or by any other person, at any time after January
13	1, 1950, shall submit to the Administrator and the appro-
14	priate State water pollution control agency a report that
15	includes, for the period beginning on January 1, 1950 (or
16	such later date as the perchlorate storage facility initiated
17	operations), and ending on the date of submission of the
18	report—
19	"(1) the volume of perchlorate stored during
20	each calendar year at the perchlorate storage facil-
21	ity;
22	"(2) a description of each method of storage
23	used; and

1	"(3) a copy of each document relating to any						
2	monitoring undertaken for potential discharges from						
3	the perchlorate storage facility.						
4	"(d) List of Perchlorate Storage Facili-						
5	TIES.—Not later than June 1, 2005, and annually there-						
6	after, the Administrator, in consultation with each State						
7	water pollution control agency, shall publish in the Federal						
8	register a list of perchlorate storage facilities operating in						
9	the United States at any time during the period—						
10	"(1) beginning on January 1, 1950; and						
11	"(2) ending on the date of publication of the						
12	list.						
13	"(e) List of Perchlorate Discharges.—Not						
14	later than June 1, 2005, the Administrator, in consulta-						
15	tion with each State water pollution control agency, shall						
16	annually publish in the Federal Register a list of dis-						
17	charges of perchlorate that occurred during the 1-year pe-						
18	riod preceding the date of publication of the report (in-						
19	cluding a list of locations at which perchlorate was de-						
20	tected in groundwater within the State during that pe-						
21	riod).						
22	"(f) Penalties.—						
23	"(1) In general.—An owner or operator of a						
24	perchlorate storage facility that violates subsection						
25	(c) shall be liable for a civil penalty of not less than						

1	\$500 nor more than \$5,000 for each day of viola-
2	tion.
3	"(2) Determination of amount.—In deter-
4	mining the amount of a civil penalty, a court of com-
5	petent jurisdiction shall consider all relevant cir-
6	cumstances, including—
7	"(A) the extent of harm or potential harm
8	caused by the violation;
9	"(B) the nature of the violation;
10	"(C) the period over which the violation oc-
11	curred;
12	"(D) the frequency of any past violations
13	by perchlorate storage facility involved; and
14	"(E) any action taken to remedy the viola-
15	tion.
16	"(3) Deposit in fund.—A penalty collected
17	under paragraph (1) shall be deposited in the Fund.
18	"(g) REGULATIONS.—Not later than June 1, 2005,
19	the Administrator shall promulgate regulations that—
20	"(1) require each perchlorate storage facility—
21	"(A) to meet minimum, industry-estab-
22	lished training standards; and
23	"(B) to be operated in a manner consistent
24	with industry-established best management
25	practices; and

1	"(2) implement an outreach effort to educate
2	owners and operators of perchlorate storage facilities
3	concerning the regulations promulgated under this
4	subsection.
5	"(h) State Loan Program.—
6	"(1) In General.—The Administrator, in co-
7	ordination with each State water pollution control
8	agency, shall carry out a loan program to assist pub-
9	lic water suppliers and owners of private wells in ac-
10	quiring or providing water that meets applicable
11	Federal and State standards for drinking water to
12	replace water contaminated by perchlorate.
13	"(2) Applications.—A public water supplier
14	or owner of a private well that seeks to receive a
15	loan under paragraph (1) shall submit to the Admin-
16	istrator an application that is in such form, and that
17	contains such information, as the Administrator
18	shall require.
19	"(3) Amount.—A loan provided under para-
20	graph (1) shall be for not less than \$10,000 and not
21	more than \$750,000.
22	"(4) TERM.—The term of a loan provided
23	under paragraph (1) shall be—
24	"(A) not more than 20 years, if the loan

is secured by real property; or

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1	"(B) not more than 10 years, if the loan							
2	is not secured by real property.							
3	"(5) Interest rate.—The interest rate for a							
4	loan shall be equal to the rate of interest applicable							
5	at the time of the loan commitment to Federal secu-							
6	rities having a term of 10 years.							
7	"(6) Use of Loan Funds.—Funds from a loan							
8	provided under paragraph (1) may be used to pay							
9	up to 100 percent of costs incurred by the recipient							
10	of the loan in acquiring or providing water that							
11	meets applicable Federal and State standards for							
12	drinking water to replace water contaminated by							
13	perchlorate.							
14	"(7) Loan fee.—							
15	"(A) In General.—The Administrator							
16	may charge a loan fee, not to exceed an amount							
17	equal to 2 percent of the amount of the loan							
18	to an applicant for a loan under paragraph (1)							
19	"(B) Deposit in fund.—The Adminis-							
20	trator shall deposit each loan fee collected							
21	under subparagraph (A) in the Fund.							
22	"(i) Perchlorate Pollution Prevention							
23	Fund.—							
24	"(1) Establishment.—There is established in							
25	the Treasury of the United States a revolving fund							

1	to be known as the 'Perchlorate Pollution Prevention
2	Fund', to be used in carrying out this section, con-
3	sisting of—
4	"(A) such amounts as are deposited in the
5	Fund under subsections $(b)(3)$ , $(f)(3)$ , and
6	(h)(7)(B); and
7	"(B) any interest earned on investment of
8	amounts in the Fund under paragraph (3).
9	"(2) Expenditures from fund.—
10	"(A) In general.—Subject to subpara-
11	graph (B), upon request by the Administrator,
12	the Secretary of the Treasury shall transfer
13	from the Fund to the Administrator such
14	amounts as the Administrator determines are
15	necessary—
16	"(i) to carry out this section; and
17	"(ii) to provide loans under subsection
18	(h).
19	"(B) Administrative expenses.—An
20	amount not exceeding 5 percent of the amounts
21	in the Fund shall be available in each fiscal
22	year to pay the administrative expenses nec-
23	essary to carry out this subsection.
24	"(3) Investment of amounts.—

1	"(A) IN GENERAL.—The Secretary of the
2	Treasury shall invest such portion of the Fund
3	as is not, in the judgment of the Secretary of
4	the Treasury, required to meet current with-
5	drawals. Investments may be made only in in-
6	terest-bearing obligations of the United States.
7	"(B) Acquisition of obligations.—For
8	the purpose of investments under subparagraph
9	(A), obligations may be acquired—
10	"(i) on original issue at the issue
11	price; or
12	"(ii) by purchase of outstanding obli-
13	gations at the market price.
14	"(C) Sale of obligations.—Any obliga-
15	tion acquired by the Fund may be sold by the
16	Secretary of the Treasury at the market price.
17	"(D) CREDITS TO FUND.—The interest on,
18	and the proceeds from the sale or redemption
19	of, any obligations held in the Fund shall be
20	credited to and form a part of the Fund.
21	"(4) Transfers of amounts.—
22	"(A) In general.—The amounts required
23	to be transferred to the Fund under this sub-
24	section shall be transferred at least monthly
25	from the general fund of the Treasury to the

1	Fund	on the	ne basis	of	estimates	made	by	the
2	Secreta	ary of	the Tre	easu	ry.			

- "(B) Adjustments.—Proper adjustment shall be made in amounts subsequently transferred to the extent prior estimates were in excess of or less than the amounts required to be transferred.
- 8 "(j) Reports.—Not later than 1 year after the date 9 of enactment of this section, and annually thereafter, the 10 Administrator shall submit to the Committee on Environ-11 ment and Public Works of the Senate and the Committee 12 on Resources and the Committee on Energy and Com-13 merce of the House of Representatives a report that de-14 scribes progress made in implementing this section.
- "(k) No Effect on State Law.—Nothing in this section preempts or otherwise affects any State law (inlaw cluding any State law that contains a requirement that is more stringent than a requirement under this section).".

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