AN ACT

RELATING TO THE ENVIRONMENT; AMENDING SECTIONS OF THE WATER QUALITY ACT TO LIMIT RULEMAKING TO SPECIFIC AUTHORITY OF THE

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 74-6-4 NMSA 1978 (being Laws 1967, Chapter 190, Section 4, as amended) is amended to read:

"74-6-4. DUTIES AND POWERS OF COMMISSION.--The

may accept and supervise the administration of loans and grants from the federal government and from other sources, public or private, which loans and grants shall not be expended for other than the purposes for which provided;

shall adopt a comprehensive water quality management program and develop a continuing planning process;

shall not adopt or promulgate a standard or regulation that exceeds a grant of rulemaking authority listed in the statutory section of the Water Quality Act authorizing the standard or regulation;

shall adopt water quality standards for surface and ground waters of the state based on credible scientific data and other evidence appropriate under the Water Quality The standards shall include narrative standards and as appropriate, the designated uses of the waters and the water

quality criteria necessary to protect such uses. The standards shall at a minimum protect the public health or welfare, enhance the quality of water and serve the purposes of the Water Quality Act. In making standards, the commission shall give weight it deems appropriate to all facts and circumstances, including the use and value of the water for water supplies, propagation of fish and wildlife, recreational purposes and agricultural, industrial and other purposes;

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Ε. shall adopt, promulgate and publish regulations 10 to prevent or abate water pollution in the state or in any 11 specific geographic area, aquifer or watershed of the state 12 or in any part thereof, or for any class of waters, and to 13 govern the disposal of septage and sludge and the use of 14 15 sludge for various beneficial purposes. The regulations governing the disposal of septage and sludge may include the 16 use of tracking and permitting systems or other reasonable 17 means necessary to assure that septage and sludge are 18 designated for disposal in, and arrive at, disposal 19 20 facilities, other than facilities on the premises where the septage and sludge is generated, for which a permit or other 21 authorization has been issued pursuant to the federal act or 22 the Water Quality Act. Regulations may specify a standard of 23 performance for new sources that reflects the greatest 24 reduction in the concentration of water contaminants that the 25

1 commission determines to be achievable through application of 2 the best available demonstrated control technology, 3 processes, operating methods or other alternatives, including where practicable a standard permitting no discharge of 4 5 pollutants. In making regulations, the commission shall give 6 weight it deems appropriate to all relevant facts and circumstances, including: 7 8 (1) character and degree of injury to or 9 interference with health, welfare, environment and property; 10 (2) the public interest, including the social and economic value of the sources of water 11 contaminants; 12 (3) technical practicability and economic 13 reasonableness of reducing or eliminating water contaminants 14 15 from the sources involved and previous experience with equipment and methods available to control the water 16 contaminants involved; 17 successive uses, including but not (4) 18 limited to domestic, commercial, industrial, pastoral, 19 20 agricultural, wildlife and recreational uses; (5) feasibility of a user or a subsequent 21 user treating the water before a subsequent use; 22 (6) property rights and accustomed uses; and 23 federal water quality requirements; 24 (7) F. shall assign responsibility for administering 25

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1 its regulations to constituent agencies so as to assure 2 adequate coverage and prevent duplication of effort. To this 3 end, the commission may make such classification of waters and sources of water contaminants as will facilitate the 4 5 assignment of administrative responsibilities to constituent The commission shall also hear and decide disputes 6 agencies. between constituent agencies as to jurisdiction concerning 7 any matters within the purpose of the Water Quality Act. 8 In assigning responsibilities to constituent agencies, the 9 commission shall give priority to the primary interests of 10 the constituent agencies. The department of environment 11 shall provide technical services, including certification of 12 permits pursuant to the federal act, and shall maintain a 13 repository of the scientific data required by this act; 14

G. may enter into or authorize constituent agencies to enter into agreements with the federal government or other state governments for purposes consistent with the Water Quality Act and receive and allocate to constituent agencies funds made available to the commission;

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H. may grant an individual variance from any
regulation of the commission whenever it is found that
compliance with the regulation will impose an unreasonable
burden upon any lawful business, occupation or activity. The
commission may only grant a variance conditioned upon a
person effecting a particular abatement of water pollution

within a reasonable period of time. Any variance shall be granted for the period of time specified by the commission. The commission shall adopt regulations specifying the procedure under which variances may be sought, which regulations shall provide for the holding of a public hearing before any variance may be granted;

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may adopt regulations to require the filing 7 I. 8 with it or a constituent agency of proposed plans and specifications for the construction and operation of new 9 10 sewer systems, treatment works or sewerage systems or extensions, modifications of or additions to new or existing 11 sewer systems, treatment works or sewerage systems. Filing 12 with and approval by the federal housing administration of 13 plans for an extension to an existing or construction of a 14 15 new sewerage system intended to serve a subdivision solely residential in nature shall be deemed compliance with all 16 provisions of this subsection; 17

J. may adopt regulations requiring notice to it or a constituent agency of intent to introduce or allow the introduction of water contaminants into waters of the state;

K. shall specify in regulations the measures to be
taken to prevent water pollution and to monitor water
quality. The commission may adopt regulations for particular
industries. The commission shall adopt regulations for the
dairy industry and the copper industry. The commission shall SFL/SB 206

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consider, in addition to the factors listed in Subsection E of this section, the best available scientific information. The regulations may include variations in requirements based on site-specific factors, such as depth and distance to ground water and geological and hydrological conditions. The constituent agency shall establish an advisory committee composed of persons with knowledge and expertise particular to the industry category and other interested stakeholders to advise the constituent agency on appropriate regulations to be proposed for adoption by the commission. The regulations shall be developed and adopted in accordance with a schedule approved by the commission. The schedule shall incorporate an opportunity for public input and stakeholder negotiations;

L. may adopt regulations establishing pretreatment standards that prohibit or control the introduction into publicly owned sewerage systems of water contaminants that are not susceptible to treatment by the treatment works or that would interfere with the operation of the treatment works;

20 M. shall not require a permit respecting the use 21 of water in irrigated agriculture, except in the case of the 22 employment of a specific practice in connection with such 23 irrigation that documentation or actual case history has 24 shown to be hazardous to public health or the environment;

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N. shall not require a permit for applying less

1 than two hundred fifty gallons per day of private residential 2 gray water originating from a residence for the resident's 3 household gardening, composting or landscape irrigation if: a constructed gray water distribution 4 (1) 5 system provides for overflow into the sewer system or on-site 6 wastewater treatment and disposal system; a gray water storage tank is covered to 7 (2) restrict access and to eliminate habitat for mosquitos or 8 other vectors; 9 a gray water system is sited outside of 10 (3) a floodway; 11 (4) gray water is vertically separated at 12 least five feet above the ground water table; 13 (5) gray water pressure piping is clearly 14 15 identified as a nonpotable water conduit; 16 (6) gray water is used on the site where it is generated and does not run off the property lines; 17 gray water is applied in a manner that (7) 18 minimizes the potential for contact with people or domestic 19 20 pets; ponding is prohibited, application of (8) 21 gray water is managed to minimize standing water on the 22 surface and to ensure that the hydraulic capacity of the soil 23 is not exceeded; 24 (9) gray water is not sprayed; 25 SFL/SB 206

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1 (10) gray water is not discharged to a 2 watercourse; and 3 gray water use within municipalities or (11)counties complies with all applicable municipal or county 4 ordinances enacted pursuant to Chapter 3, Article 53 NMSA 5 1978; and 6 shall coordinate application procedures and 7 0. 8 funding cycles for loans and grants from the federal 9 government and from other sources, public or private, with 10 the local government division of the department of finance and administration pursuant to the New Mexico Community 11 Assistance Act." 12 Section 2. Section 74-6-5 NMSA 1978 (being Laws 1973, 13 Chapter 326, Section 4, as amended) is amended to read: 14 15 "74-6-5. PERMITS--CERTIFICATION--APPEALS TO COMMISSION. --16 By regulation, the commission may require 17 Α. persons to obtain from a constituent agency designated by the 18 commission a permit for the discharge of any water 19 20 contaminant or for the disposal or reuse of septage or sludge. 21 Β. The commission shall adopt regulations 22 establishing procedures for certifying federal water quality 23 permits. 24 C. Prior to the issuance of a permit, the 25 SFL/SB 206 Page 8

constituent agency may require the submission of plans, specifications and other relevant information that it deems necessary.

D. The commission shall by regulation set the 4 5 dates upon which applications for permits shall be filed and 6 designate the time periods within which the constituent agency shall, after the filing of an administratively 7 8 complete application for a permit, either grant the permit, 9 grant the permit subject to conditions or deny the permit. The constituent agency has the burden of showing that each 10 11 condition is reasonable and necessary to ensure compliance with the Water Quality Act and applicable regulations, 12 considering site-specific conditions. After regulations have 13 been adopted for a particular industry, permits for 14 15 facilities in that industry shall be subject to conditions contained in the regulations. Additional conditions on a 16 final permit may be imposed if the applicant is provided with 17 an opportunity to review and provide comments in writing on 18 the draft permit conditions and to receive a written 19 20 explanation of the reasons for the conditions from the constituent agency. 21

E. The constituent agency shall deny any
application for a permit or deny the certification of a
federal water quality permit if:

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(1) the effluent would not meet applicable

1 state or federal effluent regulations, standards of 2 performance or limitations; 3 (2) any provision of the Water Quality Act would be violated; 4 5 (3) the discharge would cause or contribute to water contaminant levels in excess of any state or federal 6 standard. Determination of the discharge's effect on ground 7 water shall be measured at any place of withdrawal of water 8 for present or reasonably foreseeable future use. 9 Determination of the discharge's effect on surface waters 10 shall be measured at the point of discharge; or 11 the applicant has, within the ten years 12 (4) immediately preceding the date of submission of the permit 13 application: 14 15 (a) knowingly misrepresented a material fact in an application for a permit; 16 refused or failed to disclose any 17 (b) information required under the Water Quality Act; 18 been convicted of a felony or other 19 (c) 20 crime involving moral turpitude; been convicted of a felony in any (d) 21 court for any crime defined by state or federal law as being 22 a restraint of trade, price-fixing, bribery or fraud; 23 exhibited a history of willful 24 (e) disregard for environmental laws of any state or the United SFL/SB 206 25 Page 10

States; or

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2 (f) had an environmental permit revoked 3 or permanently suspended for cause under any environmental 4 laws of any state or the United States.

F. The commission shall by regulation develop
procedures that ensure that the public, affected governmental
agencies and any other state whose water may be affected
shall receive notice of each application for issuance,
renewal or modification of a permit. Public notice shall
include:

11 (1) for issuance or modification of a
12 permit:

(a) notice by mail to adjacent and
nearby landowners; local, state and federal governments; land
grant organizations; ditch associations; and Indian nations,
tribes or pueblos;

17 (b) posting at a place conspicuous to
18 the public and near the discharge or proposed discharge site;
19 and

(c) a display advertisement in English and Spanish in a newspaper of general circulation in the location of the discharge or proposed discharge; provided, however, that the advertisement shall not be displayed in the classified or legal advertisement sections; and

(2) for issuance of renewals of permits:

1 notice by mail to the interested (a) 2 public, municipalities, counties, land grant organizations, 3 ditch associations and Indian nations, tribes or pueblos; and (b) a display advertisement in English 4 5 and Spanish in a newspaper of general circulation in the 6 location of the discharge; provided, however, that the advertisement shall not be displayed in the classified or 7 legal advertisement sections. 8 No ruling shall be made on any application for 9 G. a permit without opportunity for a public hearing at which 10 all interested persons shall be given a reasonable chance to 11 submit evidence, data, views or arguments orally or in 12 writing and to examine witnesses testifying at the hearing. 13 The hearing shall be recorded. Any person submitting 14 15 evidence, data, views or arguments shall be subject to 16 examination at the hearing. The commission may adopt regulations for the 17 н. operation and maintenance of the permitted facility, 18 including requirements, as may be necessary or desirable, 19 20 that relate to continuity of operation, personnel training and financial responsibility, including financial 21 responsibility for corrective action. 22 I. Permits shall be issued for fixed terms not to 23

exceed five years, except that for new discharges, the term
of the permit shall commence on the date the discharge

1 begins, but in no event shall the term of the permit exceed seven years from the date the permit was issued. 2 3 By regulation, the commission may impose J. reasonable conditions upon permits requiring permittees to: 4 5 (1)install, use and maintain effluent monitoring devices; 6 sample effluents and receiving waters 7 (2) for any known or suspected water contaminants in accordance 8 with methods and at locations and intervals as may be 9 prescribed by the commission; 10 establish and maintain records of the 11 (3) nature and amounts of effluents and the performance of 12 effluent control devices; 13 (4) provide any other information relating 14 15 to the discharge or direct or indirect release of water 16 contaminants; and (5) notify a constituent agency of the 17 introduction of new water contaminants from a new source and 18 of a substantial change in volume or character of water 19 20 contaminants being introduced from sources in existence at the time of the issuance of the permit. 21 The commission shall provide by regulation a 22 Κ. schedule of fees for permits, not exceeding the estimated 23 cost of investigation and issuance, modification and renewal 24 of permits. Fees collected pursuant to this section shall be 25

1 deposited in the water quality management fund. 2 The issuance of a permit does not relieve any L. 3 person from the responsibility of complying with the provisions of the Water Quality Act, any applicable 4 5 regulations or water quality standards of the commission or 6 any applicable federal laws, regulations or standards. M. A permit may be terminated or modified by the 7 8 constituent agency that issued the permit prior to its date 9 of expiration for any of the following causes: 10 (1) violation of any condition of the permit; 11 obtaining the permit by 12 (2) misrepresentation or failure to disclose fully all relevant 13 facts; 14 15 (3) violation of any provisions of the Water Quality Act or any applicable regulations, standard of 16 performance or water quality standards; 17 (4) violation of any applicable state or 18 federal effluent regulations or limitations; or 19 20 (5) change in any condition that requires either a temporary or permanent reduction or elimination of 21 the permitted discharge. 22 If the constituent agency denies, terminates or N. 23 modifies a permit or grants a permit subject to condition, 24 the constituent agency shall notify the applicant or 25

permittee by certified mail of the action taken and the reasons. Notice shall also be given by mail to persons who participated in the permitting action.

0. A person who participated in a permitting 4 5 action before a constituent agency or a person affected by a 6 certification of a federal permit and who is adversely affected by such permitting action or certification may file 7 a petition for review before the commission. Unless a timely 8 petition for review is made, the decision of the constituent 9 agency shall be final and not subject to judicial review. 10 The petition shall: 11

12 (1) be made in writing to the commission 13 within thirty days from the date notice is given of the 14 constituent agency's action;

15 (2) include a statement of the issues to be 16 raised and the relief sought; and

17 (3) be provided to all other persons
18 submitting evidence, data, views or arguments in the
19 proceeding before the constituent agency.

P. If a timely petition for review is made, the commission shall consider the petition within ninety days after receipt of the petition. The commission shall notify the petitioner and the applicant or permittee, if other than the petitioner, by certified mail of the date, time and place of the review. If the petitioner is not the applicant or

permittee, the applicant or permittee shall be a party to the proceeding. The commission shall ensure that the public receives notice of the date, time and place of the review.

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The commission shall review the record compiled 4 Q. 5 before the constituent agency, including the transcript of any public hearing held on the application or draft permit, 6 and shall allow any party to submit arguments. 7 The commission may designate a hearing officer to review the 8 record and the arguments of the parties and recommend a 9 decision to the commission. The commission shall consider 10 and weigh only the evidence contained in the record before 11 the constituent agency and the recommended decision of the 12 hearing officer, if any, and shall not be bound by the 13 factual findings or legal conclusions of the constituent 14 15 agency. Based on the review of the evidence, the arguments of the parties and recommendations of the hearing officer, 16 the commission shall sustain, modify or reverse the action of 17 the constituent agency. The commission shall enter ultimate 18 findings of fact and conclusions of law and keep a record of 19 20 the review.

R. Prior to the date set for review, if a party shows to the satisfaction of the commission that there was no reasonable opportunity to submit comment or evidence on an issue being challenged, the commission shall order that additional comment or evidence be taken by the constituent

Based on the additional evidence, the constituent agency. agency may revise the decision and shall promptly file with the commission the additional evidence received and action The commission shall consider the additional evidence taken. within ninety days after receipt of the additional evidence and shall notify the petitioner and the applicant or permittee, if other than the petitioner, of the date, time and place of the review. S. The commission shall notify the petitioner and all other participants in the review proceeding of the action taken by the commission and the reasons for that action."_____ SFL/SB 206 Page 17