

1	L.D. 564				
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2	Date: $06 - 14 - 07$ (Filing No. S- $3/8$ )				
3	AGRICULTURE, CONSERVATION AND FORESTRY				
4	Reproduced and distributed under the direction of the Secretary of the Senate.				
5	STATE OF MAINE				
6	SENATE				
7	123RD LEGISLATURE				
8	FIRST REGULAR SESSION Majority				
9 10	COMMITTEE AMENDMENT "A" to S.P. 176, L.D. 564, Bill, "An Act To Streamline the Regulation of Agricultural Composters"				
11	Amend the bill by inserting after the enacting clause the following:				
12 13	<b>'Sec. 1. 7 MRSA §4203, sub-§1, ¶B,</b> as amended by PL 2003, c. 283, §2, is further amended to read:				
14 15 16 17 18 19 20 21	B. When an aggrieved party within 30 days of the commissioner's decision appeals a decision of the commissioner regarding a livestock operations permit under section 4205, a request for a variance under section 4204, subsection 8 $\sigma_{r_a}$ a certification under section 4210 or a commercial agricultural composting operations permit under section 4302, the board shall hold a hearing in accordance with Title 5, chapter 375, subchapter 4. The board may affirm, amend or reverse a permit or certification decision made by the commissioner. The board's decision is a final agency action; and				
22 23	Sec. 2. 7 MRSA §4203, sub-§1, ¶C, as enacted by PL 2003, c. 283, §2, is further amended to read:				
24 25 26 27 28 29 30 31 32 33	C. When an aggrieved party within 30 days of the commissioner's decision appeals a decision of the commissioner regarding site-specific best management practices prescribed for a farm or other issue governed under Title 17, section 2701-B or 2805 or regarding best management practices prescribed for a commercial agricultural composting operations permit under section 4302, the board shall hold a hearing in accordance with Title 5, chapter 375, subchapter 4. The board may affirm, amend or reverse a decision made by the commissioner. The board's decision is a final agency action. The board may also conduct an information-gathering meeting at the request of the department or any party with a legitimate interest to facilitate the complaint resolution process under Title 17, section 2701-B or 2805.'				
34 35	Amend the bill in section 1 in §4301 by striking out all of subsection 5 (page 1, lines 27 and 28 in L.D.) and inserting the following:				

1. s.

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1 **'5. Farm.** "Farm" means land on which the commercial production of crops and 2 animals useful to humans occurs, including, but not limited to, the production of seed, 3 forages, sod, grains, feed, berries, flowers, vegetables, milk and milk products, poultry 4 and poultry products, livestock and livestock products and other plants grown or animals 5 raised for food, feed or fiber. To qualify as a farm under this chapter, the person owning 6 or operating the farm must file an Internal Revenue Tax Form 1040 under the appropriate 7 schedule for the reporting of profit or loss from a farm.'

8 Amend the bill in section 1 by striking out all of §§4302 and 4303 and inserting the 9 following:

#### 10 '§4302. Commercial agricultural composting operations permit

Beginning on January 1, 2008, a permit issued by the commissioner pursuant to this
section is required for a commercial agricultural composting operation.

13 **1.** Permit applications for commercial agricultural composting operation 14 operational on April 1, 2007. An owner or operator of a commercial agricultural 15 composting operation that was operational on April 1, 2007 shall submit an application 16 on a form prescribed by the commissioner no later than October 31, 2007. The 17 commissioner shall issue a permit for a commercial agricultural composting operation in 18 accordance with rules adopted under subsection 3.

19 2. Permitting of a commercial agricultural composting operation expanding or 20 becoming operational after April 1, 2007. A person developing a commercial agricultural composting operation after April 1, 2007 shall obtain a permit from the 21 22 commissioner prior to the facility becoming operational. A person proposing the 23 expansion or significant modification of an operation eligible for permitting or permitted 24 under subsection 1 shall obtain a permit prior to the expansion or modification of that 25 operation. An applicant for a permit under this subsection shall submit an application on 26 a form prescribed by the commissioner and the design and operation plans for the new 27 operation or expansion or modification of an existing operation.

28 Upon receipt of an application under this subsection, the commissioner shall provide the 29 Commissioner of Environmental Protection with a copy of the application and the design and operation plans. The commissioner shall review the application materials, consider 30 31 written comments submitted by the Department of Environmental Protection and evaluate 32 the proposal's conformity to best management practices established under subsection 3 33 prior to issuing a permit. A permit may not be issued under this subsection without the 34 approval of both departments. The departments shall enter into a memorandum of agreement to facilitate application review and permitting decisions. 35

36 3. Rulemaking. The commissioner shall adopt rules to establish criteria for 37 reviewing applications and issuing permits and to establish application fees for new and 38 expanding operations based on the capacity of the proposed operation and other rules 39 necessary to implement this chapter. The rules must describe the required components of 40 the design and operation plans to be submitted under subsection 2.

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W. & S.

The commissioner shall adopt rules to establish best management practices for commercial agricultural composting operations, a process for developing site-specific best management practices for an individual agricultural composting operation and timelines for implementation of best management practices prescribed by the commissioner. Rules adopted pursuant to this subsection are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A.

7 4. Inspection; assistance. The commissioner or commissioner's designee may enter 8 the premises of a commercial agricultural composting operation for the purposes of 9 inspecting the operation for compliance with best management practices. When the 10 commissioner determines that best management practices are not in use or that standard 11 best management practices are insufficient to prevent environmental harm or an adverse 12 impact on neighboring residents or landowners the commissioner shall assist the owner or 13 operator of the commercial agricultural composting operation in developing site-specific 14 best management practices for that operation. At the commissioner's request, an 15 employee of the Department of Environmental Protection designated by the 16 Commissioner of Environmental Protection may enter the premises of a commercial 17 agricultural composting operation to assist in developing best management practices to 18 prevent an adverse impact on water quality.

19 5. Permit fees. A permit fee of \$25 must accompany an application submitted under 20 subsection 1. The commissioner shall establish permit fees for proposals reviewed under 21 subsection 2 through rulemaking. The fees may not be less than \$25 or more than \$100. 22 The appropriate fee must accompany the application. The commissioner shall deposit all 23 permit fees received under this section into the Nutrient Management Fund established in 24 section 4208.

6. Violations. The following are civil violations for which a fine of up to \$1,000
plus an additional \$250 a day for each day the violation continues may be adjudged:

A. Operation of a commercial agricultural composting operation without a permit;
and

B. Failure to implement best management practices in accordance with rules adopted
under subsection 3 or site-specific best management practices developed under
subsection 4.

32 7. Enforcement of environmental laws. If the commissioner finds that a possible
33 violation of Title 38, chapter 3 or 13 has occurred, the commissioner shall send a written
34 report describing the alleged violation to the Commissioner of Environmental Protection
and a copy of the report to the Attorney General. Both departments shall work with the
36 Attorney General to take appropriate enforcement action.

#### 37 §4303. Revocation of commercial agricultural composting operation permit

If the commissioner finds that a person issued a permit under section 4302 has failed
to comply with the best management practices, the commissioner may revoke that
person's permit.

<u>1. Notice. The commissioner shall give written notice of a revocation immediately</u>
following a decision to revoke. A notice of revocation must state the reason the permit is

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### COMMITTEE AMENDMENT " A " to S.P. 176, L.D. 564

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being revoked and the effective date of the revocation and must inform the person of the
hearing provisions under subsection 2 and the appeals process under subsection 3.

2. Hearing. A person receiving a notice of revocation under subsection 1 may
request a hearing on that revocation. A request for a hearing must be in writing and must
be made not later than 30 days after receipt of the revocation notice required under
subsection 1. The commissioner shall notify the person of the date and location of the
hearing.

8 <u>A person may present evidence at a hearing that might justify reinstatement of the</u> 9 <u>permit.</u>

3. Decisions; appeal. Decisions of the commissioner must be in writing. A person
whose permit is revoked by the commissioner may appeal that decision to the Nutrient
Management Review Board.'

Amend the bill in section 2 in §373 in the first paragraph in the 5th line (page 2, line 39 in L.D.) by striking out the following: "4303, subsection 4" and inserting the following: '4302, subsection 7'

Amend the bill in section 2 in §373 in the first paragraph in the next to the last line (page 3, line 1 in L.D.) by inserting after the following: "and" the following: 'working with the Department of Agriculture, Food and Rural Resources and the Attorney General'

Amend the bill in section 3 in subsection 20 in the first paragraph in the 2nd line from the end (page 3, line 10 in L.D.) by striking out the following: "4303, subsection 4" and inserting the following: '4302, subsection 7'

Amend the bill in section 3 in subsection 20 in the first paragraph in the last line (page 3, line 11 in L.D.) by inserting after the following: "and" the following: 'working with the Department of Agriculture, Food and Rural Resources and the Attorney General'

25 Amend the bill by inserting after section 3 the following:

26 'Sec. 4. Appropriations and allocations. The following appropriations and 27 allocations are made.

#### 28 AGRICULTURE, FOOD AND RURAL RESOURCES, DEPARTMENT OF

#### 29 Division of Animal Health and Industry 0394

Initiative: Provides funding for one additional Agricultural Compliance Supervisor
position and operating costs necessary to administer certain agricultural composting
requirements.

33	GENERAL FUND	2007-08	2008-09
34	<b>POSITIONS - LEGISLATIVE COUNT</b>	1.000	1.000
35	Personal Services	\$53,303	\$48,929
36	All Other	\$12,126	\$10,322
37			
38	GENERAL FUND TOTAL	\$65,429	\$59,251
36 37	All Other	\$12,126	\$10,32

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1 Sec. 5. Effective date. Those sections of this Act that enact the Maine Revised 2 Statutes, Title 38, section 373 and section 1304, subsection 20 take effect January 1, 3 2008.'

4 Amend the bill by relettering or renumbering any nonconsecutive Part letter or 5 section number to read consecutively.

#### SUMMARY

7 This amendment is the majority report. It replaces the registration requirement for 8 commercial agricultural composting operations with permitting provisions. It requires 9 proposals for new commercial agricultural composting operations and proposed 10 expansions and significant modifications of existing operations after April 1, 2007 to 11 submit design and operation plans with an application to the Commissioner of 12 Agriculture, Food and Rural Resources. It provides for review of the plans by the 13 Department of Environmental Protection. It provides for the Nutrient Management 14 Review Board to function as an appeals board for persons aggrieved by a decision of the 15 Commissioner of Agriculture, Food and Rural Resources to revoke a permit. It amends the definition of "farm." It adds an appropriations and allocations section to the bill. 16

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#### FISCAL NOTE REQUIRED (See attached)

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# **123rd MAINE LEGISLATURE**

### LD 564

#### LR 446(02)

### An Act To Streamline the Regulation of Agricultural Composters

## Fiscal Note for Bill as Amended by Committee Amendment "A" Committee: Agriculture, Conservation and Forestry Fiscal Note Required: Yes

### **Fiscal Note**

	2007-08	2008-09	Projections 2009-10	Projections 2010-11
Net Cost (Savings) General Fund	\$65,429	\$59,251	\$0	\$0
Appropriations/Allocations General Fund	\$65,429	\$59,251	\$0	\$0
<b>Revenue</b> Other Special Revenue Funds	(\$2,000)	(\$2,000)	(\$2,000)	(\$2,000)

#### **Fiscal Detail and Notes**

This bill includes General Fund appropriations of \$65,429 and \$59,251 in fiscal years 2007-08 and 2008-09, respectively, for the Department of Agriculture, Food and Rural Resources for one additional Agricultural Compliance Supervisor position and operating costs necessary to administer certain agricultural composting requirements. In addition, the Nutrient Management Fund within the department will experience a minor increase in dedicated revenue from certain agricultural composting fees.

The Department of Environmental Protection will incur minor costs to provide assistance in composting facility compliance and other activities. In addition, certain composting facilities will no longer require a DEP license, resulting in a loss of approximately \$2,000 each year in annual licensing fees to the Maine Environmental Protection Fund within the Department of Environmental Protection.