By: Elkins H.B. No. 2376

A BILL TO BE ENTITLED

| L | AN ACT |
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- 2 relating to the environmental regulation and remediation of dry
- 3 cleaning facilities.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 374.004, Health and Safety Code, is
- 6 amended by adding Subsection (d) to read as follows:
- 7 (d) A member of the advisory committee serves without
- 8 compensation but is entitled to be reimbursed by the commission for
- 9 <u>actual and necessary travel expenses related to the performance of</u>
- 10 committee duties.
- SECTION 2. Section 374.051(b), Health and Safety Code, is
- 12 amended to read as follows:
- 13 (b) The commission shall adopt rules that establish:
- 14 (1) performance standards for dry cleaning
- 15 facilities;
- 16 (2) requirements for the removal of chlorinated dry
- 17 cleaning solvents and wastes from dry cleaning facilities that are
- 18 to be closed by the owner to prevent future releases;
- 19 (3) criteria to be used in setting priorities for the
- 20 expenditure of money from the fund after consideration of:
- 21 (A) the benefit to be derived from corrective
- 22 action compared to the cost of implementing the corrective action;
- 23 (B) the degree to which human health and the
- environment are affected by exposure to contamination;

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- 1 (C) the present and reasonably foreseeable
- 2 future uses of affected surface water or groundwater;
- 3 (D) the effect that interim or immediate remedial
- 4 measures may have on future costs;
- 5 (E) the amount of money available for corrective
- 6 action in the fund; and
- 7 (F) any additional factors the commission
- 8 considers relevant; and
- 9 (4) criteria under which the commission may determine
- 10 the level at which corrective action is considered to be complete.
- SECTION 3. Sections 374.053(c) and (d), Health and Safety
- 12 Code, are amended to read as follows:
- 13 (c) Rules adopted under this section must require:
- 14 (1) proper storage and disposal of wastes generated at
- 15 the facility that contain any quantity of chlorinated dry cleaning
- 16 solvent;
- 17 (2) compliance with emissions standards for hazardous
- 18 air pollutants for perchloroethylene dry cleaning facilities
- 19 adopted by the United States Environmental Protection Agency on
- 20 September 22, 1993;
- 21 (3) dikes or other containment structures to be:
- (A) installed around each dry cleaning unit that
- 23 uses chlorinated dry cleaning solvents and each storage area for
- 24 chlorinated dry cleaning solvents or waste; and
- 25 (B) capable of containing any leak, spill, or
- 26 release of chlorinated dry cleaning solvent;
- 27 (4) all diked floor surfaces on which any chlorinated

- 1 dry cleaning solvent may leak, spill, or otherwise be released to be
- 2 made of epoxy, steel, or another material impervious to chlorinated
- 3 dry cleaning solvents; and
- 4 (5) all chlorinated dry cleaning solvents to be
- 5 delivered to dry cleaning facilities by means of closed,
- 6 direct-coupled delivery systems, when those systems have become
- 7 generally available.
- 8 (d) Rules adopted under this section shall ensure that
- 9 wastewater from a dry cleaning unit or discharge of chlorinated dry
- 10 cleaning solvent is not discharged to a sanitary sewer, to a septic
- 11 tank, or to water of this state.
- 12 SECTION 4. Section 374.102, Health and Safety Code, is
- 13 amended by amending Subsections (b) and (d) and by adding
- 14 Subsection (f) to read as follows:
- 15 (b) Unless arrangements have been made with the commission
- 16 to pay registration fees in quarterly installments [Except for a
- 17 carbon dioxide facility], the registration must be accompanied by
- 18 an annual [a] fee of:
- 19 (1) \$250 for:
- 20 (A) a dry cleaning facility or drop station with
- 21 gross annual receipts of \$100,000 or less; or
- 22 (B) a dry cleaning facility or drop station
- designated as nonparticipating under Section 374.104;
- 24 (2) \$1,000 for a dry cleaning drop station, except
- 25 that the fee for a drop station is:
- 26 (A) \$250 if the drop station is not owned by the
- owner of the dry cleaning facility; or

- 1 (B) \$750 if the drop station is owned by the owner
- 2 of the dry cleaning facility and has never been a dry cleaning
- 3 <u>facility; or</u>
- 4 (3) \$2,500 for a dry cleaning facility with gross
- 5 annual receipts of more than \$100,000.
- 6 (d) The owner of a dry cleaning facility or drop station
- 7 shall post the owner's registration number, in a manner prescribed
- 8 by the commission, in the public area of each of the owner's
- 9 operating dry cleaning facilities or drop stations.
- 10 <u>(f)</u> Before the commission issues a registration under this
- 11 section, the commission shall verify with the comptroller that the
- owner of a dry cleaning facility or drop station is in good standing
- 13 with the state.
- SECTION 5. Sections 374.103(a) and (b), Health and Safety
- 15 Code, are amended to read as follows:
- 16 (a) Except as provided by Subsection (b) and Section
- 17 374.104(d), a fee of \$15 per gallon is imposed on the purchase of
- the dry cleaning solvent perchloroethylene and \$5 per gallon on the
- 19 purchase of any other dry cleaning solvent by an owner of a dry

cleaning facility. The person who distributes the solvent is

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- 21 <u>entitled to withhold two percent of the amount of the fee for</u>
- 22 <u>administrative expenses and</u> shall pay the <u>remaining amount</u> [fee] to
- 23 the commission.

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- 24 (b) Subsection (a) does not apply to a dry cleaning facility
- 25 designated as nonparticipating under Section 374.104 [+
- [(1) an owner who has never used or allowed the use of
- 27 the dry cleaning solvent perchloroethylene at a dry cleaning

1 facility in this state; or

- 2 [(2) the purchase of the dry cleaning solvent carbon
- 3 dioxide].
- 4 SECTION 6. Section 374.104, Health and Safety Code, is
- 5 amended by amending Subsections (a)-(c), (e), and (f) to read as
- 6 follows:
- 7 (a) The owner of a dry cleaning facility or drop station may
- 8 file with the commission an option for the facility or drop station
- 9 not to participate in fund benefits.
- 10 (b) An option not to participate must be filed before
- 11 December 31, 2005 [January 1, 2004]. An owner may not file an option
- 12 not to participate after September 1, 2005, unless the owner was
- 13 eligible to file the option on or before January 1, 2004, and
- inadvertently failed to file before that date.
- 15 (c) The commission shall designate a <u>dry cleaning</u> facility
- or drop station as nonparticipating if the owner demonstrates, at
- 17 the owner's expense and in accordance with commission rules, that
- 18 the owner has never used or allowed the use of the dry cleaning
- 19 solvent perchloroethylene at any dry cleaning facility or drop
- 20 station in this state. The owner must also agree that
- 21 perchloroethylene will not be used as a dry cleaning solvent at the
- 22 facility or drop station.
- (e) On payment of the registration fee, the commission shall
- 24 issue a specially marked registration document to the owner of a
- 25 nonparticipating facility or drop station. The owner shall post
- the registration document in the public area of the facility or drop
- 27 station.

- 1 (f) After a <u>dry cleaning</u> facility <u>or drop station</u> is
- 2 designated as nonparticipating:
- 3 (1) the owner of the facility or drop station is not
- 4 eligible for any expenditures of money from the fund or other
- 5 benefits of participation under this chapter for that facility or
- 6 drop station; and
- 7 (2) that facility or drop station may not later become
- 8 a participating facility.
- 9 SECTION 7. Sections 374.154(b) and (c), Health and Safety
- 10 Code, are amended to read as follows:
- 11 (b) The following persons are eligible to apply for a site
- 12 to be ranked under Subsection (a):
- 13 (1) a person who is an owner of the dry cleaning
- 14 facility or drop station; and
- 15 (2) a person who is [and has been] an owner of the real
- 16 property on which the <u>dry cleaning</u> facility <u>or drop station</u> is
- 17 located [for not less than five years as of the date the application
- 18 <u>for ranking is submitted</u>].
- 19 (c) If the applicant for ranking:
- 20 (1) is not an owner of the real property, the
- 21 application must include proof that an owner of the real property
- 22 has been notified of the application; or
- 23 (2) is an owner of the real property and the dry
- 24 <u>cleaning</u> facility <u>or drop station</u> is leased, the application must
- include proof that a lessee has been notified of the application.
- SECTION 8. Sections 374.203(c) and (d) are amended to read
- 27 as follows:

- 1 (c) The commission may not use money from the fund for
- 2 corrective action at a contaminated dry cleaning site unless[+
- 3 $\left[\frac{1}{1}\right]$ the owner applies for the ranking under Section
- 4 374.154 and is not otherwise ineligible for corrective action under
- 5 this chapter[; or
- 6 [(2) at the time corrective action is to begin, the
- 7 real property at the site has been under the same ownership for not
- 8 less than five years].
- 9 (d) The owner of a dry cleaning facility or drop station, or
- 10 other person who submits the application for ranking the facility
- under Section 374.154, shall pay as a deductible the first \$5,000 of
- 12 corrective action costs incurred because of a release from the dry
- 13 cleaning facility or drop station. The commission may take
- 14 corrective action regardless of whether the commission obtains the
- 15 deductible.
- SECTION 9. Section 374.252, Health and Safety Code, is
- 17 amended to read as follows:
- 18 Sec. 374.252. VIOLATIONS; PENALTIES. A person is subject
- 19 to an administrative penalty under Section 7.0525, Water Code, if
- 20 the person:
- 21 (1) operates a dry cleaning facility or drop station
- 22 in violation of this chapter, rules adopted under this chapter, or
- orders of the commission made under this chapter;
- 24 (2) prevents or hinders a properly identified
- 25 authorized officer, employee, or agent of the commission, or a
- 26 properly identified person under order of or contract with the
- 27 commission, from entering, inspecting, sampling, or responding to a

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- 1 release as authorized by this chapter;
- 2 (3) knowingly makes any false material statement or
- 3 representation in any record, report, or other document filed,
- 4 maintained, or used for the purpose of compliance with this
- 5 chapter;
- 6 (4) knowingly destroys, alters, or conceals any record
- 7 that this chapter or rules adopted under this chapter require to be
- 8 maintained; or
- 9 (5) violates Section 374.151 or related commission
- 10 rules.
- 11 SECTION 10. Sections 374.001(1) and 374.105(c), Health and
- 12 Safety Code, are repealed.
- 13 SECTION 11. (a) The change in law affecting registration
- 14 fees under Section 374.102, Health and Safety Code, as amended by
- 15 this Act, applies only to a registration fee payable on or after
- 16 September 1, 2005. A registration fee payable before September 1,
- 17 2005, is governed by the law as it existed on the date the fee became
- 18 due and that law is continued in effect for that purpose.
- 19 (b) The change in law affecting fees collected under Section
- 20 374.103, Health and Safety Code, as amended by this Act, applies
- 21 only to a fee associated with the distribution of a dry cleaning
- 22 solvent on or after September 1, 2005. A fee collected under Section
- 23 374.103, Health and Safety Code, before September 1, 2005, is
- 24 governed by that section as it existed on the date the distribution
- of the solvent occurred, and that law is continued in effect for
- 26 that purpose.
- 27 SECTION 12. This Act takes effect September 1, 2005.