Floor Amendment to HB 271

Amend the bill by inserting after section 3 the following and renumbering the original section 4 to read as 7:

- 4 PFAS Program; Drinking Water Protection; Groundwater. RSA 485-H:3 and 485-H:4 are repealed and reenacted to read as follows:
- 485-H:3 Implementation of Drinking Water Protection Program.
- I. The department shall provide low-interest loans and grants to municipalities, community water systems, and non-profit, non-transient non-community water systems whose testing of untreated source water shows an exceedance of a PFAS drinking water standard. Such loans and grants shall be provided for the projects described below begun after September 30, 2019.
- II. The department shall provide the loans and grants described in paragraph I for projects needed to meet a PFAS drinking water standard if the applicant demonstrates, and the department agrees, that the project is the most cost-effective way to meet PFAS drinking water standards and if the project meets the other provisions of this chapter and department rules adopted pursuant to this chapter.
- III. The department shall adopt rules, and include conditions in loan and grant documents, to ensure that the applicant has made and will make reasonable efforts to obtain and use funds from any potentially liable third party prior to and after taking a loan from the PFAS loan fund or receiving a grant, and that any money received from a potentially liable third party after the loan is provided is applied to early repayment of such loan to the extent reasonable. In addition, the department shall adopt rules establishing criteria to ensure that an applicant shall not be eligible for loans or grants for any project or portion of a project to the extent the negligence of the applicant caused the contamination that resulted in the exceedance of a PFAS drinking water standard.
- IV. If the department forgives any part of a loan or provides a grant related to costs for a project for which a third party might otherwise be liable, the right to recover payment from such third party shall be subrogated to the department to the extent of such forgiveness or grant. Any money recovered by the department from such third party shall be deposited in the PFAS loan fund.
- V. Loans may be made for up to the total cost of the project minus any contribution from a liable or potentially liable third party or any other portion deemed ineligible under this chapter and department rules.
 - 485-H:4 Implementation of Groundwater, Surface Water and Aquatic Life Protection.

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- I. The department shall provide low interest loans and grants to publicly-owned and non-profit wastewater and/or wastewater residual treatment or storage facilities that are required to treat effluent and residuals to achieve applicable PFAS standards prior to discharge or disposal.
- II. The department shall provide the loans and grants described in paragraph I if the applicant demonstrates, and the department agrees, that the project is the most cost-effective way to meet applicable PFAS standards and if the project meets the other provisions of this chapter and department rules adopted pursuant to this chapter. The applicant shall provide evidence in the application for funding that there is not a more cost-effective way to meet applicable PFAS standards.
- III. The department shall adopt rules, and include conditions in loan and grant documents, to ensure that the applicant has made reasonable efforts to obtain and use funds from any liable or potentially liable third party prior to and after taking a loan from the PFAS loan fund or receiving a grant, and that any money received from a liable or potentially liable third party at a later time is applied to early repayment of the loan from the PFAS loan fund to the extent reasonable. In addition, the department shall adopt rules establishing criteria to ensure that an applicant shall not be eligible for loans or grants for any project or portion of a project to the extent the negligence of the applicant caused the contamination that resulted in the exceedance of an applicable PFAS standard.
- IV. If the department forgives any part of a loan or provides a grant related to costs for a project for which a third party might otherwise be liable, the right to recover payment from such third party shall be subrogated to the department to the extent of such forgiveness. Any money recovered by the department from such third party shall be deposited in the PFAS loan fund.
- V. Loans may be made for up to the total cost of the project minus any contribution from a liable or potentially liable third party or any other portion deemed ineligible under this chapter and department rules.
- 5 Duties of the Department; Remediation Loan Forgiveness Program. Amend RSA 485-H:8 to read as follows:
 - 485-H:8 Duties of the Department.

- I. The department shall perform the following duties to the limit of available funding:
- (a) Establishing and administrating the PFAS remediation loan *and grant* program to assist municipalities; community and non-profit, non-transient non-community water systems; and publicly owned and non-profit wastewater treatment facilities with the cost of complying with [state maximum contaminant level for] *applicable* PFAS *standards*.
- (b) Establishing and administering a loan forgiveness program to assist disadvantaged communities with loan repayment.
- (c) Awarding loan funds to projects that meet *the provisions of this chapter including* the following criteria:

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total eligible cost of the project.

(1) The project is or was necessary to comply with a [state mandated] $PFAS$
$drinking\ water\ standard\ or\ other\ applicable\ PFAS\ standard\ and\ the\ applicant\ for\ funding\ is\ a$
municipality, a community water system, or a non-profit, non-transient public water system, or a
publicly-owned or non-profit wastewater and/or wastewater residual treatment or storage facility.
(2) The applicant has demonstrated, to the satisfaction of the department, that [low
or no cost solutions are neither viable nor effective] the project is the most cost-effective way to
$meet\ PFAS\ drinking\ water\ standards\ and\ other\ applicable\ PFAS\ standards.$
(d) Awarding reimbursements to projects from the fund in a manner consistent with this
chapter.
II. Every year beginning December 1, 2020, the department shall prepare and file a report
with the general court evaluating the progress made relative to PFAS contamination, the efficiency
of the program established under this chapter, and whether it continues to provide the maximum
benefit to New Hampshire citizens, and providing any recommendations on potential additional
tasks for which the fund could be used to address PFAS contamination.
6 New Section; Grants. Amend RSA 485-H by inserting after section 10 the following new
section:
485-H:11 Grants. The department, to the limit of available federal funds deposited into the
fund from the American Rescue Plan Act of 2021, Public Law 117-2, shall provide grants to entities
meeting the eligibility requirements of RSA 485-H:3 and RSA 485-H:4 for up to 100 percent of the

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2021-1780s

AMENDED ANALYSIS

This bill directs the department of environmental services to set maximum contaminant limits for per and polyfluoroalkyl substances (PFAS).

This bill also enables the department of environmental services to make grants to eligible municipalities and drinking water and wastewater systems to address PFAS contamination.