[DISCUSSION DRAFT]

H.R.

115TH CONGRESS 1ST SESSION

> To amend the Safe Drinking Water Act to improve public water systems and enhance compliance with such Act, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

M____ introduced the following bill; which was referred to the Committee on _____

A BILL

- To amend the Safe Drinking Water Act to improve public water systems and enhance compliance with such Act, and for other purposes.
 - 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 "Drinking Water Sys-
- 5 tem Improvement Act of 2017".

1 SEC. 2. CONTRACTUAL AGREEMENTS. 2 (a) IN GENERAL.—Section 1414(h)(1) of the Safe 3 Drinking Water Act (42 U.S.C. 300g–3(h)(1)) is amend-4 ed— 5 (1) in subparagraph (B), by striking "or" after 6 the semicolon; 7 (2) in subparagraph (C), by striking the period at the end and inserting "; or"; and 8 9 (3) by adding at the end the following new sub-10 paragraph: 11 "(D) entering into a contractual agreement 12 for significant management or administrative 13 functions of the system to correct violations 14 identified in the plan.". 15 (b) TECHNICAL AMENDMENT.—Section 1414(i)(1) of the Safe Drinking Water Act (42 U.S.C. 300g-3(i)(1)) is 16 amended by inserting a comma after "1417". 17 18 SEC. 3. IMPROVED ACCURACY AND AVAILABILITY OF COM-19 PLIANCE MONITORING DATA. 20 Section 1414 of the Safe Drinking Water Act (42) 21 U.S.C. 300g-3) is amended by adding at the end the fol-22 lowing new subsection: 23 "(j) IMPROVED ACCURACY AND AVAILABILITY OF COMPLIANCE MONITORING DATA.— 24 25 "(1) STRATEGIC PLAN.—Not later than 1 year after the date of enactment of this subsection, the 26

1	Administrator, in coordination with States, public
2	water systems, and other interested stakeholders,
3	shall develop and provide to Congress a strategic
4	plan for improving the accuracy and availability of
5	monitoring data collected to demonstrate compliance
6	with national primary drinking water regulations
7	and submitted—
8	"(A) by public water systems to States; or
9	"(B) by States to the Administrator.
10	"(2) EVALUATION.—In developing the strategic
11	plan under paragraph (1), the Administrator shall
12	evaluate any challenges faced—
13	"(A) in ensuring the accuracy and integ-
14	rity of submitted data described in paragraph
15	(1);
16	"(B) by States and public water systems in
17	implementing an electronic system for submit-
18	ting such data, including the technical and eco-
19	nomic feasibility of implementing such a sys-
20	tem; and
21	"(C) by users of such electronic systems in
22	being able to access such data.
23	"(3) FINDINGS AND RECOMMENDATIONS.—The
24	Administrator shall include in the strategic plan pro-
25	vided to Congress under paragraph (1)—

1	"(A) a summary of the findings of the
2	evaluation under paragraph (2); and
3	"(B) recommendations on practicable, cost-
4	effective methods and means that can be em-
5	ployed to improve the accuracy and availability
6	of submitted data described in paragraph (1).
7	"(4) Consultation.—In developing the stra-
8	tegic plan under paragraph (1), the Administrator
9	may, as appropriate, consult with States or other
10	Federal agencies that have experience using prac-
11	ticable methods and means to improve the accuracy
12	and availability of submitted data described in such
13	paragraph.".
14	SEC. 4. ASSET MANAGEMENT.
15	Section 1420 of the Safe Drinking Water Act (42)
16	U.S.C. 300g–9) is amended—
17	(1) in subsection $(c)(2)$ —
18	(A) in subparagraph (D), by striking ";
19	and" and inserting a semicolon;
20	(B) in subparagraph (E), by striking the
21	period at the end and inserting "; and"; and
22	(C) by adding at the end the following new
23	subparagraph:
24	"(F) a description of how the State will, as
25	appropriate—

1 "(i) encourage development by public 2 water systems of asset management plans 3 that include best practices for asset man-4 agement; and 5 "(ii) assist, including through the pro-6 vision of technical assistance, public water 7 systems in training operators or other rel-8 evant and appropriate persons in imple-9 menting such asset management plans."; 10 (2) in subsection (c)(3), by inserting ", includ-11 ing efforts of the State to encourage development by 12 public water systems of asset management plans and

to assist public water systems in training relevant
and appropriate persons in implementing such asset
management plans" after "public water systems in
the State"; and

17 (3) in subsection (d), by adding at the end the18 following new paragraph:

"(5) INFORMATION ON ASSET MANAGEMENT
PRACTICES.—Not later than 5 years after the date
of enactment of this paragraph, and not less often
than every 5 years thereafter, the Administrator
shall review and, if appropriate, update educational
materials, including handbooks, training materials,
and technical information, made available by the Ad-

ministrator to owners, managers, and operators of
public water systems, local officials, technical assistance providers (including non-profit water associations), and State personnel concerning best practices
for asset management strategies that may be used
by public water systems.".

7 SEC. 5. AUTHORIZATION FOR GRANTS FOR STATE PRO-8 GRAMS.

9 Section 1443(a)(7) of the Safe Drinking Water Act
10 (42 U.S.C. 300j-2(a)(7)) is amended by striking
11 "\$100,000,000 for each of fiscal years 1997 through
12 2003" and inserting "\$150,000,000 for each of fiscal
13 years 2018 through 2022".

14 SEC. 6. STATE REVOLVING LOAN FUNDS.

15 (a) USE OF FUNDS.—Section 1452(a)(2)(B) of the Safe Drinking Water Act (42 U.S.C. 300j-12(a)(2)(B)) 16 is amended by striking "(including expenditures for plan-17 18 ning, design, and associated preconstruction activities, in-19 cluding activities relating to the siting of the facility, but 20 not" and inserting "(including expenditures for planning, 21 design, siting, and associated preconstruction activities, or 22 for replacing or rehabilitating aging treatment, storage, 23 or distribution facilities of public water systems, but not". 24 (b) AMERICAN IRON AND STEEL PRODUCTS.—Section 1452(a)(4)(A) of the Safe Drinking Water Act (42) 25

U.S.C. 300j-12(a)(4)(A)) is amended by striking "fiscal
 year 2017" and inserting "fiscal years 2018 through
 2022".

4 (c) EVALUATION.—Section 1452(a) of the Safe
5 Drinking Water Act (42 U.S.C. 300j–12(a)) is amended
6 by adding at the end the following:

7 "(5) EVALUATION.—During fiscal years 2018
8 through 2022, a State may provide financial assist9 ance under this section to a public water system
10 serving a population of more than 10,000 for an ex11 penditure described in paragraph (2) only if the pub12 lic water system—

13 "(A) considers the costs and effectiveness 14 of relevant processes, materials, techniques, and 15 technologies for carrying out the project or ac-16 tivity that is the subject of the expenditure; and 17 "(B) certifies to the Governor of the appli-18 cable State, in a form and manner determined 19 by the Governor, that the public water system 20 has made such consideration.".

(d) ASSISTANCE FOR DISADVANTAGED COMMUNITIES.—Section 1452(d)(2) of the Safe Drinking Water
Act (42 U.S.C. 300j-12(d)(2)) is amended by striking
"30" and inserting "35".

(e) Types of Assistance.—Section 1452(f)(1) of 1 2 the Safe Drinking Water Act (42 U.S.C. 300j-12(f)(1)) is amended— 3 4 (1) by redesignating subparagraphs (C) and 5 (D) as subparagraphs (D) and (E), respectively; 6 (2) by inserting after subparagraph (B) the fol-7 lowing new subparagraph: "(C) each loan will be fully amortized not 8 9 later than 30 years after the completion of the project, except that in the case of a disadvan-10 11 taged community (as defined in subsection 12 (d)(3)) a State may provide an extended term 13 for a loan, if the extended term— 14 "(i) terminates not later than the date 15 that is 40 years after the date of project 16 completion; and 17 "(ii) does not exceed the expected de-18 sign life of the project;"; and 19 (3) in subparagraph (B), by striking "1 year 20 after completion of the project for which the loan was made" and all that follows through "design life 21

of the project;" and inserting "18 months after completion of the project for which the loan was made;".
(f) OTHER AUTHORIZED ACTIVITIES.—Section
1452(k)(1)(C) of the Safe Drinking Water Act (42 U.S.C.

300j-12(k)(1)(C)) is amended by striking "for fiscal years
 1996 and 1997 to delineate and assess source water pro tection areas in accordance with section 1453" and insert ing "to delineate, assess, and update assessments for
 source water protection areas in accordance with section
 1453".

7 (g) AUTHORIZATION FOR CAPITALIZATION GRANTS
8 TO STATES FOR STATE DRINKING WATER TREATMENT
9 REVOLVING LOAN FUNDS.—Section 1452(m) of the Safe
10 Drinking Water Act (42 U.S.C. 300j-12(m)) is amend11 ed—

12 (1) by striking the first sentence and inserting13 the following:

14 "(1) There are authorized to be appropriated to15 carry out the purposes of this section—

16	"(A) \$1,200,000,000 for fiscal year 2018;
17	"(B) $1,400,000,000$ for fiscal year 2019;
18	"(C) \$1,600,000,000 for fiscal year 2020;
19	"(D) $1,800,000,000$ for fiscal year 2021;
20	and
21	((E) \$2,000,000,000 for fiscal year)
22	2022.";

(2) by striking "To the extent amounts author-ized to be" and inserting the following:

1 "(2) To the extent amounts authorized to be"; 2 and 3 (3) by striking "(prior to the fiscal year 2004)". 4 5 (h) BEST PRACTICES FOR ADMINISTRATION OF STATE REVOLVING LOAN FUNDS.—Section 1452 of the 6 7 Safe Drinking Water Act (42 U.S.C. 300j–12) is amended 8 by adding after subsection (r) the following: 9 "(s) Best Practices for State Loan Fund Ad-MINISTRATION.—The Administrator shall— 10

"(1) collect information from States on administration of State loan funds established pursuant to
subsection (a)(1), including—

14 "(A) efforts to streamline the process for
15 applying for assistance through such State loan
16 funds;

17 "(B) programs in place to assist with the
18 completion of applications for assistance
19 through such State loan funds;

20 "(C) incentives provided to public water
21 systems that partner with small public water
22 systems to assist with the application process
23 for assistance through such State loan funds;

24 "(D) practices to ensure that amounts in25 such State loan funds are used to provide loans,

1	loan guarantees, or other authorized assistance
2	in a timely fashion;
3	"(E) practices that support effective man-
4	agement of such State loan funds;
5	"(F) practices and tools to enhance finan-
6	cial management of such State loan funds; and
7	"(G) key financial measures for use in
8	evaluating State loan fund operations, includ-
9	ing—
10	"(i) measures of lending capacity,
11	such as current assets and current liabil-
12	ities or undisbursed loan assistance liabil-
13	ity; and
14	"(ii) measures of growth or sustain-
15	ability, such as return on net interest;
16	((2) not later than 3 years after the date of en-
17	actment of the Drinking Water System Improvement
18	Act of 2017, disseminate to the States best practices
19	for administration of such State loan funds, based
20	on the information collected pursuant to this sub-
21	section; and
22	"(3) periodically update such best practices, as
23	appropriate.".
24	(i) Demonstration of Compliance With Fed-
25	ERAL CROSS-CUTTING REQUIREMENTS.—Section 1452 of

1 the Safe Drinking Water Act (42 U.S.C. 300j-12) is fur2 ther amended by adding at the end the following new sub3 section:

4 "(t) DEMONSTRATION OF COMPLIANCE WITH FED5 ERAL CROSS-CUTTING REQUIREMENTS.—

6 "(1) IN GENERAL.—Notwithstanding any other 7 provision of law, if the Administrator determines 8 that a demonstration of compliance with a State or 9 local environmental law is substantially equivalent to 10 any demonstration required by the Administrator for 11 compliance with a Federal cross-cutting require-12 ment, the Administrator may accept the demonstra-13 tion of compliance with such State or local law as 14 demonstration of compliance with the Federal cross-15 cutting requirement.

"(2) DEFINITION.—In this subsection, the term 16 17 'Federal cross-cutting requirement' means a require-18 ment of a Federal law or regulation, compliance with 19 which is a condition on receipt of a loan or loan 20 guarantee pursuant to this section, that, if applied 21 with respect to projects and activities for which a 22 public water system receives such a loan or loan 23 guarantee, would be substantially equivalent to a re-24 quirement of an applicable State or local law.".

1SEC. 7. AUTHORIZATION FOR SOURCE WATER PETITION2PROGRAMS.

3 Section 1454(e) of the Safe Drinking Water Act (42
4 U.S.C. 300j-14(e)) is amended by striking "1997 through
5 2003" and inserting "2018 through 2022".

6 SEC. 8. REVIEW OF TECHNOLOGIES.

7 Part E of the Safe Drinking Water Act (42 U.S.C.
8 300j et seq.) is amended by adding at the end the fol9 lowing new section:

10 "SEC. 1459C. REVIEW OF TECHNOLOGIES.

11 "(a) REVIEW.—The Administrator, after consultation with appropriate departments and agencies of the Federal 12 13 Government and with State and local governments, shall review (or enter into contracts or cooperative agreements 14 to provide for a review of) existing and potential methods, 15 16 means, equipment, and technologies (including review of 17 cost, availability, and efficacy of such methods, means, equipment, and technologies) that— 18

19 "(1) ensure the physical integrity of community20 water systems;

21 "(2) prevent, detect, and respond to any con22 taminant for which a national primary drinking
23 water regulation has been promulgated in commu24 nity water systems and source water for community
25 water systems;

1 "(3) allow for use of alternate drinking water 2 supplies from non-traditional sources; and 3 "(4) facilitate source water assessment and protection. 4 5 "(b) INCLUSIONS.—The review under subsection (a) 6 shall include review of methods, means, equipment, and 7 technologies-"(1) that are used for corrosion protection, me-8 9 tering, leak detection, or protection against water 10 loss; "(2) that are intelligent systems, including 11 12 hardware, software, or other technology, used to as-13 sist in protection and detection described in para-14 graph (1): "(3) that are point of use devices or point of 15 16 entry devices; 17 "(4) that are physical or electronic systems that 18 monitor, or assist in monitoring, contaminants in 19 drinking water in real-time; and 20 "(5) that allow for the use of non-traditional 21 sources for drinking water, including physical sepa-22 ration and chemical and biological transformation 23 technologies.

"(c) AVAILABILITY.—The Administrator shall make
 the results of the review under subsection (a) available to
 the public.

4 "(d) AUTHORIZATION OF APPROPRIATIONS.—There
5 are authorized to be appropriated to the Administrator to
6 carry out this section \$10,000,000 for fiscal year 2018,
7 which shall remain available until expended.".

8 SEC. 9. SOURCE WATER.

9 (a) ADDRESSING SOURCE WATER USED FOR DRINK10 ING WATER.—Section 304 of the Emergency Planning
11 and Community Right-To-Know Act of 1986 (42 U.S.C.
12 11004) is amended—

(1) in subsection (b)(1), by striking "State
emergency planning commission" and inserting
"State emergency response commission"; and

16 (2) by adding at the end the following new sub-17 section:

18 "(e) Addressing Source Water Used for19 Drinking Water.—

20 "(1) APPLICABLE STATE AGENCY NOTIFICA21 TION.—A State emergency response commission
22 shall—

23 "(A) promptly notify the applicable State
24 agency of any release that requires notice under
25 subsection (a);

1	"(B) provide to the applicable State agency
2	the information identified in subsection $(b)(2)$;
3	and
4	"(C) provide to the applicable State agency
5	a written followup emergency notice in accord-
6	ance with subsection (c).
7	"(2) Community water system notifica-
8	TION.—
9	"(A) IN GENERAL.—An applicable State
10	agency receiving notice of a release under para-
11	graph (1) shall—
12	"(i) promptly forward such notice to
13	any community water system the source
14	waters of which are affected by the release;
15	"(ii) forward to the community water
16	system the information provided under
17	paragraph $(1)(B)$; and
18	"(iii) forward to the community water
19	system the written followup emergency no-
20	tice provided under paragraph (1)(C).
21	"(B) DIRECT NOTIFICATION.—In the case
22	of a State that does not have an applicable
23	State agency, the State emergency response
24	commission shall provide the notices and infor-
25	mation described in paragraph (1) directly to

1	any community water system the source waters
2	of which are affected by a release that requires
3	notice under subsection (a).
4	"(3) DEFINITIONS.—In this subsection:
5	"(A) Community water system.—The
6	term 'community water system' has the mean-
7	ing given such term in section $1401(15)$ of the
8	Safe Drinking Water Act.
9	"(B) Applicable state agency.—The
10	term 'applicable State agency' means the State
11	agency that has primary responsibility to en-
12	force the requirements of the Safe Drinking
13	Water Act in the State.".
14	(b) Availability to Community Water Sys-
15	TEMS.—Section 312(e) of the Emergency Planning and
16	Community Right-To-Know Act of 1986 (42 U.S.C.
17	11022(e)) is amended—
18	(1) by striking "State emergency planning com-
19	mission" and inserting "State emergency response
20	commission"; and
21	(2) by adding at the end the following new
22	paragraph:
23	"(4) Availability to community water sys-

24 TEMS.—

1 "(A) IN GENERAL.—An affected commu-2 nity water system may have access to tier II in-3 formation by submitting a request to the State 4 emergency response commission or the local 5 emergency planning committee. Upon receipt of 6 a request for tier II information, the State com-7 mission or local committee shall, pursuant to 8 paragraph (1), request the facility owner or op-9 erator for the tier II information and make 10 available such information to the affected com-11 munity water system. 12 "(B) DEFINITION.—In this paragraph, the

13 term 'affected community water system' means 14 a community water system (as defined in sec-15 tion 1401(15) of the Safe Drinking Water Act) that receives supplies of drinking water from a 16 17 source water area, delineated under section 18 1453 of the Safe Drinking Water Act, in which 19 a facility that is required to prepare and submit 20 an inventory form under subsection (a)(1) is lo-21 cated.".