SENATE, No. 647 **STATE OF NEW JERSEY** 219th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2020 SESSION

Sponsored by: Senator LINDA R. GREENSTEIN District 14 (Mercer and Middlesex) Senator TROY SINGLETON District 7 (Burlington)

SYNOPSIS

Revises asset management and related reporting requirements in "Water Quality Accountability Act."

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel.



(Sponsorship Updated As Of: 1/27/2020)

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AN ACT concerning asset management at public water systems and 1 2 amending and supplementing P.L.2017, c.133. 3 4 BE IT ENACTED by the Senate and General Assembly of the State 5 of New Jersey: 6 1. Section 7 of P.L.2017, c.133 (C.58:31-7) is amended to read 7 8 as follows: 9 7. a. Beginning no later than 18 months after the effective date 10 of [this act] P.L.2017, c.133 (C.58:31-1 et seq.), every water 11 purveyor shall implement an asset management plan designed to 12 inspect, maintain, repair, and renew its infrastructure consistent with standards established by the American Water Works 13 14 Association. The asset management plan shall include: 15 (1) a water main renewal program designed to achieve a 150-16 year replacement cycle, or other [appropriate] shorter replacement 17 cycle as determined by a detailed engineering analysis of the asset 18 condition and estimated service lives of the water mains serving the 19 public water system; 20 (2) a water supply and treatment program designed to inspect, 21 maintain, repair, renew, and upgrade wells, intakes, pumps, and 22 treatment facilities in accordance with all federal and State regulations, standards established by the American Water Works 23 24 Association, and any mitigation plan required pursuant to section 5 of [this act] P.L.2017, c.133 (C.58:31-5); and 25 26 (3) any other programs, plans, or provisions as may be required 27 by the department pursuant to rules and regulations adopted 28 pursuant to the "Administrative Procedure Act," P.L.1968, c.410 29 (C.52:14B-1 et seq.). 30 Each water purveyor shall dedicate funds on an annual basis to 31 address and remediate the highest priority projects as determined by 32 its asset management plan. 33 All asset management plans and system condition reports shall 34 be certified to by the licensed operator or professional engineer of 35 the public water system and the responsible corporate officer of the public water system, if privately held, executive director, if an 36 37 authority, or mayor or chief executive officer of the municipality, if 38 municipally owned, as applicable. The replacement cycle shall be 39 determined by dividing the miles of water main located in the 40 public water system by 150 or other appropriate demonstration set 41 forth in the certified asset management plan prepared pursuant to 42 this section. 43 b. [At least once every three years] <u>Within one year after the</u> 44 effective date of P.L., c. (C.) (pending before the 45 Legislature as this bill), and every three years thereafter, each water

Matter underlined thus is new matter.

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

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purveyor shall provide to the department and the board, if 1 2 applicable, a report based on its asset management plan prepared 3 pursuant to subsection a. of this section identifying [the 4 infrastructure improvements to be undertaken in the coming year 5 and the cost of those improvements, as well as identifying the 6 infrastructure improvements completed in the past year and the cost 7 of those improvements]: (1) the infrastructure improvements 8 completed in the past three years and the cost of those 9 improvements; (2) the infrastructure improvements planned to be 10 undertaken in the next three years and the estimated cost of those improvements; and (3) the infrastructure improvements that will be 11 12 required over the next 10 years and the estimated cost of those 13 improvements. A municipal water department or municipal water 14 authority shall also submit the report required pursuant to this 15 subsection to the Division of Local Government Services in the 16 Department of Community Affairs. 17 c. The department, the board, and the Department of 18 Community Affairs shall create a centralized portal allowing for 19 electronic submittal of the report required pursuant to subsection b. 20 of this section. The lack of a centralized portal pursuant to this 21 subsection shall not negate the requirement for a water purveyor to 22 submit a report pursuant to subsection b. of this section. 23 (cf: P.L.2017, c.133, s.7) 24 25 2. (New section) No later than 18 months after the effective) (pending before the Legislature as 26 date of P.L. , c. (C. 27 this bill), and every three years thereafter, the department shall 28 conduct an assessment of the data submitted by public water 29 systems pursuant to subsections b. and c. of section 7 of P.L.2017, c.133 (C.58:31-7). The assessment shall include, but need not be 30 31 limited to, an analysis of the total estimated cost of infrastructure 32 improvements to public water systems, Statewide, required over the 33 next 10 years. The department shall submit a report containing the 34 results of each such assessment to the Governor and, pursuant to 35 section 2 of P.L.1991, c.164 (C.52:14-19.1), the Legislature. 36 37 3. (New section) The department shall adopt, pursuant to the 38 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 39 seq.), such rules and regulations as are necessary to carry out the 40 provisions of P.L.2017, c.133 (C.58:31-1 et seq.). 41 42 4. This act shall take effect immediately. 43 44 45 **STATEMENT** 46 47 This bill would revise the asset management requirements in the

"Water Quality Accountability Act" (WQAA), and related reporting

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requirements, and require the Department of Environmental
 Protection (DEP) to adopt rules implementing the WQAA.

3 The WQAA currently requires water purveyors, as part of their 4 asset management plans, to develop a water main renewal program designed to achieve a 150-year replacement cycle, or other 5 6 appropriate replacement cycle as determined by a detailed 7 This bill would specify that water main engineering analysis. 8 renewal programs must be designed to achieve a 150-year or shorter 9 replacement cycle. Additionally, the bill would require each water 10 purveyor, within one year after the effective date of this bill, and 11 every three years thereafter, to submit to the DEP a more detailed 12 report based on its asset management plan. The report would 13 identify: (1) the infrastructure improvements completed in the past three years and the cost of those improvements; (2) the 14 15 infrastructure improvements planned to be undertaken in the next 16 three years and the estimated cost of those improvements; and (3) 17 the infrastructure improvements that will be required over the next 18 10 years and the estimated cost of those improvements.

19 Under the WQAA, the DEP is permitted, but not required, to 20 adopt rules implementing the WQAA. This bill would require the 21 DEP to adopt such rules, providing needed guidance to water 22 purveyors. Additionally, the bill would require the DEP, within 18 23 months after the effective date of this bill, and every three years 24 thereafter, to conduct an assessment of the data submitted by water 25 purveyors under the bill. The assessment would include, but need 26 not be limited to, an analysis of the total estimated cost of 27 infrastructure improvements to water purveyors, Statewide, required 28 over the next 10 years. The department would submit a report 29 containing the results of each such assessment to the Governor and 30 the Legislature.

This bill is based on recommendations in the Joint Legislative
Task Force on Drinking Water Infrastructure's final report, issued
in January 2018.