DSMMNN-1 05/01/2023 ZAK (L)cr 2023-1862 SUB HB378 ECONOMIC DEVELOPMENT AND TOURISM SUBSTITUTE TO HB378 OFFERED BY REPRESENTATIVE BROWN



1		
L	L	

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

SYNOPSIS:

Under existing law, non-responsible parties are released from certain liabilities related to a brownfield site if they participate in the voluntary cleanup program administered by the Alabama Department of Environmental Management.

This bill would allow potentially responsible parties to be released from liability related to a brownfield site if they participate in the voluntary cleanup program.

This bill would create the Brownfield Remediation Reserve Fund to assist in costs associated with remediating certain brownfields.

This bill would provide for the creation of brownfield redevelopment districts to further provide for the remediation and ultimate reuse of brownfields.

This bill would also make nonsubstantive, technical revisions to update the existing code language to current style.

23

24

25

26

27

28

A BILL

TO BE ENTITLED

AN ACT

Page 1



29

45

46

47

48

49

50

51

52

53

54

55

56

30 Relating to environmental protection; to amend Sections 22-30E-2, 22-30E-3, 22-30E-4, 22-30E-5, 22-30E-9, and 35-19-4, 31 32 Code of Alabama 1975, to provide potentially responsible 33 parties with limitations of liability with respect to a 34 brownfield site; to create the Brownfield Remediation Reserve 35 Fund; to add Sections 22-30E-14, 22-30E-15, and 22-30E-16 to 36 the Code of Alabama 1975, to provide for the creation of 37 brownfield redevelopment districts; and to make nonsubstantive, technical revisions to update the existing 38 39 code language to current style BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: 40 41 Section 1. Sections 22-30E-2, 22-30E-3, 22-30E-4, 22-30E-5, 22-30E-9, and 35-19-4, Code of Alabama 1975, are 42 43 amended to read as follows:

44 "\$22-30E-2

- (a) The Legislature finds that rural and urban property properties in Alabama may have areas of with actual or perceived contamination at levels that may not be subject to assessment or cleanup under applicable laws and regulations. The Legislature finds that this perception of contamination discourages the purchase and productive use of otherwise usable properties. The Legislature further finds that the voluntary assessment and/or cleanup of such properties is in the public interest.
- (b) The Legislature finds that industries and developers often give preference to previously unused greenfield sites are often selected for development over



previously used property due largely to concerns over the
financial and environmental liabilities which may be incurred
in acquiring such previously used property for reuse and
redevelopment. The Legislature further finds that the
appropriate reuse and redevelopment of properties which are
contaminated, or perceived to be contaminated, is in the
public interest.

- (c) The Legislature finds that the reuse of previously utilized property is an important component of a sound land use policy that will help to preserve heretofore undeveloped farmland, open space areas, and natural areas; and reduce public costs for installing new water, sewer, and other utilities and highway infrastructure.
- (d) The Legislature finds that it is necessary to pass legislation that provides a mechanism to implement a cleanup program which encourages applicants to voluntarily assess, cleanup, remediate, and provide for the productive reuse of such properties. The Legislature further finds that such a cleanup program will increase the overall acreage and inventory of potential properties for redevelopment that would otherwise remain unavailable while also providing sources of revenue for payment of additional cleanup costs which may arise after remediation, while not relieving. This finding shall not be interpreted to relieve a "responsible person," as defined by Section 22-30E-3, from any liability for administrative, civil, or criminal fines or penalties otherwise authorized by law and imposed as a result of illegal disposal of waste or for pollution of the land, air, or waters



- of the state in violation of established laws and regulations on an identified property.
 - (e) Therefore, the Legislature hereby establishes a program, to be implemented, maintained, and administered by the Alabama Department of Environmental Management, to encourage the voluntary cleanup and the reuse and redevelopment of such properties."

92 "\$22-30E-3

87

88

89

90

91

93

94

95

96

97

98

99

Unless otherwise defined in this chapter, the definition of all terms included in Section 22-30-3 shall be applicable to this chapter. Other definitions as necessary may be promulgated adopted as rules and regulations by the department for further implementation of this chapter. Also, as used in this chapter, the following words and terms have the following meanings:

- 100 (1) ALABAMA LAND RECYCLING AND ECONOMIC REDEVELOPMENT

 101 COMMISSION. That commission which is created in Section

 102 22-30E-12.
- 103 (2)(1) APPLICANT. An owner or operator or prospective purchaser of a qualifying property seeking to participate in the voluntary cleanup program established pursuant to this chapter.
- 107 (2) BROWNFIELD REMEDIATION RESERVE FUND. The account or 108 fund authorized by Section 22-30E-5.
- 109 (3) BROWNFIELD REMEDIATION RESERVE FUND CONTRIBUTION.

 110 An amount provided to the department by a responsible person

 111 applicant pursuant to Section 22-30E-5 for deposit into and to

 112 be used for the purposes of the Brownfield Remediation Reserve



- 113 Fund.
- 114 (3) (4) CERTIFICATE OF COMPLIANCE. A statement prepared
- by a professional engineer or geologist licensed to practice
- in the State of Alabama which certifies compliance with a
- voluntary cleanup plan required by Section 22-30E-9.
- 118 (4)(5) CLEANUP. For purposes of this chapter, cleanup
- 119 means the The cleaning up, remediation, control, or removal of
- 120 contaminants from the environment in accordance with an
- 121 approved voluntary cleanup plan.
- 122 (5) (6) COMMISSION. The Environmental Management
- 123 Commission as defined in subdivision (4) of Section 22-22A-37
- 124 unless the context clearly indicates a reference to the
- 125 Alabama Land Recycling and Economic Redevelopment Commission.
- 126 $\frac{(6)}{(7)}$ DEPARTMENT. The Alabama Department of
- 127 Environmental Management.
- 128 $\frac{(7)}{(8)}$ ENVIRONMENT. The term includes the following, as
- defined by the federal Comprehensive Environmental Response,
- 130 Compensation, and Liability Act, 42 U.S.C., Section § 9601, et
- 131 seq.:
- a. The navigable waters, the waters of the contiguous
- zone, and the ocean waters of which the natural resources are
- under the exclusive management authority of the United States
- under the Magnuson Fishery Conservation and Management Act.
- 136 b. Any other surface water, ground water, drinking
- 137 water supply, land surface or subsurface strata, or ambient
- 138 air within the State of Alabama or under the jurisdiction of
- 139 the State of Alabama.
- 140 $\frac{(8)}{(9)}$ FACILITY. The term is synonymous with



- 141 "property."
- 142 $\frac{(9)}{(10)}$ HAZARDOUS SUBSTANCE. Any substance listed on
- 143 the List of Hazardous Substances and Reportable Quantities,
- 144 codified as 40 C.F.R., Part 302, Table 302.4, in force and
- effect on May 21, 2001, and subsequent revisions thereof, or
- 146 any substance listed on the List of Extremely Hazardous
- 147 Substances and Their Threshold Planning Quantities, codified
- as 40 C.F.R., Part 355, Appendix A, in force and effect on May
- 149 21, 2001, and subsequent revisions thereof.
- 150 (11) HAZARDOUS WASTE TREATMENT, STORAGE, OR
- 151 DISPOSAL FACILITY. Any property or facility which is intended
- or used for the treatment, storage, or disposal of hazardous
- waste subject to the permit requirements of Section 22-30-12.
- 154 $\frac{(11)}{(12)}$ LAND USE CONTROLS. Any restriction or control,
- which serves to protect human health and/or the environment,
- 156 that limits use of and/ or exposure to any portion of a
- property, including water resources.
- 158 (13) LETTER OF CONCURRENCE WITH CONDITIONS. A letter
- issued by the department to an applicant upon the department's
- 160 concurrence with the certificate of compliance that pertains
- 161 to the response action and contains a legal description.
- $\frac{(12)}{(14)}$ OWNER or OPERATOR.
- a. The term includes the following:
- 1. In the case of a facility, any person—<u>owning</u> who is
- 165 the owner or operating operator of such the facility.
- 166 2. Any person who owned, operated, or otherwise
- 167 controlled activities at a facility immediately prior to title
- or control of the facility being conveyed due to bankruptcy,



foreclosure, tax delinquency, abandonment, or similar means to a unit of state or local government.

- b. The term does not include a person who can show evidence of ownership or a deed in lieu of foreclosure primarily to protect that person's security interest in the facility or who acts in good faith solely in a fiduciary capacity and who did not actively participate in the management, disposal, or release of hazardous wastes, hazardous constituents, or hazardous substances from the facility.
- c. The term does not include a unit of state or local government which acquired ownership or control involuntarily through bankruptcy, tax delinquency, abandonment, or other circumstances in which the government involuntarily acquires title by virtue of its function as sovereign. However, this exclusion shall not apply to any state or local government which has caused or contributed to the release of hazardous waste, hazardous constituents, or hazardous substances from the facility.
- 188 (15) PERSON. Any individual, corporation, general or

 189 limited partnership, limited liability company or partnership,

 190 joint venture, association, trust, unincorporated

 191 organization, or governmental authority.
- 192 (16) POST-REMEDIATION COSTS. Includes all costs to
 193 which all of the following apply:
- a. Are incurred after issuance of the Letter of

 Concurrence with Conditions for, or with respect to, the

 investigation, assessment, cleanup, remediation, control, or



- removal of contaminants resultant from, in whole or part, a

 preexisting release at the qualifying property that were

 identified and addressed in reports, assessments, or plans
- 200 approved by the department to demonstrate compliance with the
- 201 <u>risk reduction standards from the qualifying property.</u>
- b. Are not incurred as a result of noncompliance with

 the applicable response action or land use controls within the

 environmental covenant by the applicant.
- 205 (13) (17) PREEXISTING RELEASE. A release, as that term
 206 is defined in this section, which occurred prior to an
 207 applicant's application for a limitation of liability pursuant
 208 to Section 22-30E-9.
- 209 (14) (18) PROPERTY. The term is synonymous with 210 "facility" and includes the following:
- a. Any land, building, structure, installation,
 equipment, pipe or pipeline, sewer or publicly owned treatment
 works, pipe into a sewer or publicly owned treatment works,
 well, pit, pond, lagoon, impoundment, ditch, landfill, or
 storage container.
- 216 b. Any site or area where a hazardous waste, hazardous
 217 constituent, hazardous substance, or petroleum product has
 218 been deposited, stored, disposed of, placed, or has otherwise
 219 come to be located.
- 220 (15) (19) PROSPECTIVE PURCHASER. A person who intends to 221 purchase a qualifying property.
- 222 (16) (20) QUALIFYING PROPERTY. A property which meets
 223 the criteria of Section 22-30E-6.
- 224 $\frac{(17)}{(21)}$ RELEASE. Any intentional or unintentional act



225 or omission resulting in the spilling, leaking, pumping, pouring, emitting, emptying, discharging, injecting, escaping, 226 227 leaching, dumping, or disposing into the environment, 228 including, without limitation, the abandonment or discarding 229 of barrels, containers, and other closed receptacles, of any 230 hazardous waste, hazardous constituent, petroleum products, or 231 hazardous substance. 232 (18) (22) REMEDIATION. This term is synonymous with 233 "cleanup." (23) REMEDIATION COSTS. Includes all costs incurred 234 235 for, or in relation to, the investigation or cleanup of, equitable relief relating to, or damages resultant from, in 236 237 whole or in part, either of the following: 238 a. A preexisting release at a qualifying property, 239 including any liability to the state or any other person for 240 the cleanup of the property under Chapters 22, 27, 30, 30A, 241 and 35. 242 b. A new release of a substance, constituent, or 243 material which had been a part of a preexisting release at the 244 property, unless the new release results from noncompliance with an approved voluntary property assessment plan or 245 246 voluntary cleanup plan or from the negligent, wanton, willful, 247 or intentional conduct of the applicant. 248 (19) (24) RESPONSE ACTION. Those actions taken in the 249 event of a release or threatened release of a hazardous waste, 250 hazardous constituent, petroleum product, or hazardous substance into the environment to remove, or to prevent, or 251 252 minimize the release of hazardous waste, hazardous



253 constituents, petroleum products, or hazardous substances so 254 that they do not pose a threat to public health or the 255 environment. 256 (20) (25) RESPONSIBLE PERSON. This term generally means 257 Except as otherwise provided, any person who has contributed 258 or is contributing to a release of any hazardous waste, 259 hazardous constituent, or hazardous substance at a property. 260 This term specifically includes those persons described in 261 Sections 107(a)(1) through 107(a)(4) of the federal Comprehensive Environmental Response, Compensation, and 262 263 Liability Act, 42 U.S.C., § 9601, et seq. This term specifically excludes a responsible person applicant for those 264 265 matters addressed in the assessment plan and those persons 266 described in Section 107(b) of the federal Comprehensive 267 Environmental Response, Compensation, and Liability Act, 42 268 U.S.C., § 9601, et seq. 269 (26) RESPONSIBLE PERSON APPLICANT. Any owner or operator who makes application and submits an assessment plan 270 271 for a qualifying property into the voluntary cleanup program 272 and who has been accepted by and whose assessment plan has 273 been approved by the department. 274 (21) (27) RISK ASSESSMENT. A written site specific 275 evaluation of the risks to human health and the environment 276 posed by conditions at a site. 277 (22) (28) VOLUNTARY CLEANUP PLAN. A voluntary cleanup plan approved under Section 22-30E-9. 278 (23) (29) VOLUNTARY CLEANUP PROPERTIES INVENTORY. The 279

Voluntary Cleanup Properties Inventory compiled and updated by



- the department pursuant to Section 22-30E-11.
- 282 (24) (30) VOLUNTARY PROPERTY ASSESSMENT PLAN. A
- voluntary property assessment plan approved under Section
- 284 22-30E-9."
- 285 "\$22-30E-4
- 286 (a) The department, acting through the commission, may
- 287 adopt, promulgate, modify, amend, and repeal rules and
- 288 regulations to implement and enforce this chapter as necessary
- 289 to provide for the voluntary assessment, cleanup, reuse, and
- 290 redevelopment of qualifying properties. All rules and
- 291 regulations established pursuant to this chapter shall comply
- 292 with applicable provisions of the Alabama Administrative
- 293 Procedure Act, Section 41-22-11.
- 294 (b) The department's rules and regulations shall
- 295 include, at a minimum, the following:
- 296 (1) Rules and regulations establishing cleanup
- 297 standards.
- 298 (2) Rules and regulations governing procedures for
- 299 placement of properties on and removal of properties from the
- 300 Voluntary Cleanup Properties Inventory required under the
- 301 provisions of Section 22-30E-11.
- 302 (3) Rules and regulations governing procedures for the
- 303 filing in the deed records of the probate courts of
- 304 appropriate notice upon approval of a certificate of
- 305 compliance.
- 306 (4) Rules and regulations governing the maintenance and
- 307 retention of records pertaining to activities carried out
- 308 under this chapter.



309 (5) Rules and regulations providing for public notice
310 and participation and for meaningful community involvement in
311 the voluntary cleanup program.
312 (6) Rules and regulations for establishing the criteria
313 for conducting a voluntary assessment plan.
314 (7) Rules and regulations for establishing the criteria

- (7) Rules and regulations for establishing the criteria for a responsible person applicant to participate in the voluntary cleanup program and to be eligible for the limitations of liability provided in this chapter.
- (8) Rules and regulations with respect to the terms, provisions, contributions, custody, and application of the Brownfield Remediation Reserve Fund.
- (9) Rules and regulations addressing the reporting of preexisting contamination or a preexisting release detected during the course of due diligence or site assessment activities to the department, provided that any release-reporting obligations shall be co-extensive with federal release-reporting obligations.
- (7) (10) Rules and regulations governing the issuance of variances to the criteria for property qualification for the voluntary cleanup program pursuant to subsection (b) of Section 22-30E-6(b), and to the criteria for applicant participation in the voluntary cleanup program pursuant to subsection (b) of Section 22-30E-7(b).
- 333 (c) (1) For purposes of subsection (b) (10), the

 334 a. The department may grant a variance from the

 335 eligibility requirements contained in subsection (a) of

 336 Section 22-30E-6(a), and/or subsection (a) of Section



22-30E-7(a), or both, only if the department finds that—such
the requirements would render a property ineligible for
cleanup under this chapter, that no other qualified party has
applied to participate in the voluntary cleanup program at the
subject property, and that:

1. Such ineligibility a. Ineligibility would result in the continuation of a condition which does that poses or could pose a threat to human health and/or the environment.

2.b. Compliance with an eligibility requirement will not provide for a cost-effective response and the proposed voluntary cleanup plan will attain cleanup standards that are equivalent to those required under any otherwise applicable requirement through the use of a department approved method or approach.

3.c. In the case of an abandoned site, the department would otherwise be required to perform the necessary cleanup using funds from the Alabama Hazardous Substance Cleanup Fund, as described in Section 22-30A-3, and the department would be unable to recover the cost of the cleanup as provided in Chapter 30A of this title.

4.d. In the case of a facility subject to the permitting, closure, postclosure, and/or corrective action requirements of Sections 22-30-12 and 22-30-16, the cleanup will be conducted in a manner consistent with the requirements of any applicable regulations and permits issued thereunder. Participation in the voluntary cleanup program may be used to speed up required investigation and cleanup at—such sites, but shall not serve to limit the applicability or enforcement of



365 any applicable requirements at such facilities.

- (2) The department may place—such conditions upon the grant of a variance as it deems appropriate including, without limitation, a provision relating to the time in which all or a portion of the cleanup must be completed, and if the applicant fails to comply with—such the conditions the department may modify or withdraw—such the variance, with—such the withdrawal subject to the department's administrative appeals process.
- b. (3) The department shall not grant any variance from the criteria for qualification for limitation of liability, as contained in Section 22-30E-8.
- (c) (d) In establishing cleanup standards pursuant to subdivision (1) of subsection (b) of this section:
 - (1) The department shall consider impacts to human health and the environment. In establishing cleanup standards, cleanup levels may be based on specific requirements of relevant environmental laws or regulations (e.g., Clean Water Act, Clean Air Act, TSCA, RCRA, CERCLA), derived using the procedures outlined in Section 300.430(e)(2) of the National Oil and Hazardous Substances Pollution Contingency Plan (40 C.F.R. Part 300), and/or based upon the results of a site-specific risk assessment.
 - (2) The department may set cleanup levels for all hazardous constituents, a subset of hazardous wastes, or for those hazardous constituents that the department has reason to believe may have been released at the property.
 - (3) The department may set cleanup levels which that reflect current and future use scenarios for the property as



393 follows:

399

400

401

402

403

404

410

411

412

413

418

419

- a. A site shall be deemed to have met the requirements
 for unrestricted use if the cleanup levels are derived in a
 manner consistent with department or Environmental Protection
 Agency guidelines for assessing human and environmental health
 risks from hazardous constituents.
 - b. For sites that do not achieve the unrestricted use classification, restrictions on site use may be applied to achieve cleanup standards. Restrictions shall include, but not be limited to, land use controls. The restrictions imposed upon a site shall be media-specific and may vary according to site-specific conditions."
- 405 "\$22-30E-5
- 406 (a) In addition to the powers and duties specified in
 407 this chapter and in Sections 22-22A-1 to 22-22A-16, inclusive
 408 Chapter 22A of Title 22, the department shall have and may
 409 exercise the following powers and duties:
 - (1) To establish and collect fees from applicants for participation in the voluntary cleanup program authorized by this chapter, to be utilized for the administration of this chapter.
- 414 (2) To deposit all Brownfield Remediation Reserve Fund
 415 contributions into the Brownfield Remediation Reserve Fund
 416 solely for the administration and purpose of this chapter as
 417 further provided in subsection (d).
 - (2)(3) To make determinations, in accordance with procedures and criteria enumerated in this chapter and rules and regulations—promulgated adopted pursuant to this chapter,



as to whether a proposed voluntary cleanup plan is sufficient to bring the qualifying property into compliance with the cleanup standards.

(3) (4) To monitor actions taken under approved voluntary property assessment plans and voluntary cleanup plans for the purpose of determining whether an applicant remains eligible for limitation of liability and for the purpose of determining whether to concur in a certificate of compliance.

 $\frac{(4)}{(5)}$ To approve voluntary property assessment plans.

 $\frac{(5)}{(6)}$ To approve voluntary cleanup plans.

 $\frac{(6)}{(7)}$ To concur with certifications of compliance.

(7) (8) To seek and to receive federal, state, and local, legislative appropriations, or other funds, grants, delegations, materials, and services applicable for the programs and activities described herein in this section.

- (9) To establish a separate, segregated account or fund designated the Brownfield Remediation Reserve Fund.
- 439 (10) To deposit in the Brownfield Remediation Reserve

 440 Fund all amounts received by the department from Brownfield

 441 Remediation Reserve Fund contributions.
 - (11) To invest the amounts in the Brownfield

 Remediation Reserve Fund as provided by law for state funds
 and in a manner consistent with the purposes of the fund.

(12) To apply and use the amounts in the Brownfield

Remediation Reserve Fund, in the determination of the

department, provided the amount does not exceed four million

dollars (\$4,000,000) per property, to pay the post-remediation



449 costs with respect to any property in the state which was 450 cleaned up or remediated in accordance with the provisions of this act after December 31, 2023, for which there is no 451 452 responsible person, or in instances where the established risk 453 reduction standards upon which a cleanup or remediation was 454 previously conducted have changed, without regard to whether 455 the amounts in the Brownfield Remediation Reserve Fund to be 456 used for the property were derived from, or in respect of, the 457 property. The Brownfield Remediation Reserve Fund may not be 458 used to pay or reimburse any costs incurred as a result of 459 noncompliance with the applicable response action or land use 460 controls within an environmental covenant.

(b) The powers and duties described in subsection (a) may be exercised and performed by the department through such duly authorized agents and employees as the director deems necessary and proper.

461

462

463

464

475

- 465 (c) The obligations of the department for the 466 application of amounts in the Brownfield Remediation Reserve 467 Fund as provided in this chapter shall not constitute a work 468 of internal improvement, a loan of money, or an extension of 469 credit by the state to any private or corporate enterprise or 470 any individual, association, or corporation. To the extent 471 there are insufficient funds in the fund to be used to pay for 472 remediation costs or post-remediation costs, the department 473 shall have no obligations or responsibility to pay for or 474 conduct cleanup activities.
 - (d) The department shall collect from each responsible person applicant a Brownfield Remediation Reserve Fund



contribution in the amount of five hundred dollars (\$500) per acre for each qualifying property in addition to the voluntary cleanup program application and oversight fees established by the department.

(e) Any unexpended or unencumbered funds remaining in the Brownfield Remediation Reserve Fund at the end of the state fiscal year shall not revert to the State General Fund but shall be retained in the fund for continued use in accordance with this chapter."

"\$22-30E-9

481

482

483

484

485

486

487

488

489

490

491

492

493

494

495

496

497

498

499

500

501

502

503

504

(a) Subject to Sections 22-30E-8 and 22-30E-10, upon the first to occur of the department's approval of a voluntary property assessment plan, approval of a voluntary cleanup plan, or concurrence with the certification of compliance described in this section, whichever first occurs, an applicant who is not a responsible person, as defined in Section 22-30E-3, at the with respect to a qualifying property, shall be fully discharged and released from any and all liability not be liable to the state or any third party other person, including any successor in interest to the applicant with respect to the qualifying property, for costs incurred—, including any remediation costs or post-remediation costs.in the investigation or cleanup of, or equitable relief relating to, or damages resultant from, in whole or in part, a preexisting release at the qualifying property, including, but not limited to, any liability to the state for the cleanup of the property under Chapters 22, 27, 30, 30A, and 35 of this or a new release of a substance, constituent, or



material which had been part of a preexisting release at the property, unless such new release results from noncompliance with an approved voluntary property assessment plan or voluntary cleanup plan or from the negligent, wanton, willful, or intentional conduct of the applicant.

- (b) (1) A voluntary property assessment plan submitted by an applicant shall describe in sufficient detail those actions planned to develop information necessary to perform a risk assessment or identify applicable cleanup standards for the qualifying property utilizing risk-based corrective action principles through the appropriate implementation of applicable response actions and/or land use controls.
- (2) A voluntary property assessment plan shall include that a responsible person applicant for a qualifying property may limit the assessment of contaminants and may limit the delineation of potential contamination to the qualifying property boundaries or portions thereof.
- (2)(3) Upon the department's approval of the voluntary property assessment plan, the applicant shall implement the plan.
- (3) (4) The department's approval of the voluntary property assessment plan shall specify a time within which the applicant shall initiate activities under the voluntary property assessment plan. The department shall approve or disapprove each complete plan within 60 days of receiving the submittal. Failure to act within this time shall be deemed approval.
- $\frac{(4)}{(5)}$ If at any time the department determines



activities at the property are not being implemented in accordance with the voluntary property assessment plan, the department may, after a reasonable opportunity is given to cure the deficiency, revoke the limitation of liability by providing the applicant with written notification specifying the basis for making such the determination and requesting modification and resubmission of a modified plan or an opportunity to address any deficiencies in implementing the plan within a reasonable specified time. If at any time the applicant or the department determines that any element of an approved voluntary property assessment plan must be modified in order to develop the information necessary to perform a risk assessment or identify applicable cleanup standards for the qualifying property, the applicant shall modify the approved plan and obtain approval of the proposed modification. If at any time the applicant determines that any element of an approved voluntary property assessment plan must be modified in order to terminate activities at the property for any reason, the applicant shall notify the department and obtain approval of the proposed modification which may be withheld only if the requested modification to terminate assessment activities would increase the risk to human health and the environment posed by the conditions at the property. (5) (6) An applicant shall, upon completion of those activities specified in the voluntary property assessment plan, submit to the department a report of the assessment and findings from the assessment, which may include a

533

534

535

536

537

538

539

540

541

542

543

544

545

546

547

548

549

550

551

552

553

554

555

556

557

558

559

560

recommendation for applying cleanup standards to the property.



(c) (1) A voluntary cleanup plan submitted by an applicant shall describe in sufficient detail those actions planned to satisfy the cleanup standards for the qualifying property.

- (2) The applicant shall submit proof of financial assurance, in—such_a form—as specified by the department, of his or her ability to implement the voluntary cleanup plan, provided one form of acceptable assurance shall be to rely solely on the assets of the applicant.
- (3) Upon the department's approval of the voluntary cleanup plan, the applicant shall—then implement the plan. The department's approval of a voluntary cleanup plan shall not—in any way be construed as a guarantee, promise, or assurance that the department will concur with the applicant's certification of compliance with the cleanup standards.
- (4) The department's approval of the voluntary cleanup plan shall specify a time within which the applicant must initiate activities under the voluntary cleanup plan. The department shall approve or disapprove each properly submitted plan within 60 days after completion of applicable requirements established pursuant to subdivision (5) of subsection (b) of Section 22-30E-4(b)(5). Failure to act within this time shall be deemed approval.
- (5) If at any time the department determines the cleanup is not being implemented in accordance with the voluntary cleanup plan, the department may, after a reasonable opportunity is given to cure the deficiency, revoke the limitation of liability by providing the applicant with



written notification specifying the basis for making such the determination and requesting modification and resubmission of a modified plan or an opportunity to address any deficiencies in implementing the voluntary cleanup plan within a reasonable specified time. If at any time the applicant determines that any element of an approved voluntary cleanup plan must be modified in order to achieve the applicable cleanup standards for the qualifying property, the applicant shall notify the department and obtain approval of the proposed modification. If at any time the applicant determines that any element of an approved voluntary cleanup plan must be modified in order to terminate activities at the property for any reason, the applicant shall notify the department and obtain approval of the proposed modification which may be withheld only if the requested modification would increase the risk to human health and the environment posed by the conditions at the property.

589

590

591

592

593

594

595

596

597

598

599

600

601

602

603

604

605

606

607

608

609

610

611

612

613

614

615

- (6) An applicant shall, upon completion of those activities specified in the voluntary cleanup plan, submit to the department a compliance status report certifying the compliance of the qualifying property with the cleanup standards and cleanup requirements. The qualifying property shall be deemed in compliance with the cleanup standards upon the applicant's receipt of the department's written concurrence with the compliance status report.
- (d) Upon the department's approval of the voluntary property assessment plan or voluntary cleanup plan, the property shall be listed on the Voluntary Cleanup Properties Inventory as provided in Section 22-30E-11.



617 (e) For those properties that are cleaned up to
618 standards less stringent than those required for unrestricted
619 residential use, the property owner shall comply with the
620 requirements of subsection (b) of Section 22-30E-11 within 60
621 days of the submission of the certification of compliance.

- (f) Subject to Sections 22-30E-8 and 22-30E-10, upon the department's concurrence with the certification of compliance described in this section with respect to a qualifying property, an applicant shall be relieved of further liability to the state for the cleanup of the property under Chapters 22, 27, 30, 30A, and 35 of this title, for any contamination identified and addressed in reports, assessments, or plans submitted to and approved by the department to demonstrate compliance with the risk-reduction standards.
 - (g) Subject to Sections 22-30E-8 and 22-30E-10, upon the first to occur of the department's approval of a voluntary property assessment plan, approval of a voluntary cleanup plan, or concurrence with the certification of compliance described in this section, with respect to a qualifying property, a responsible person applicant shall be fully discharged and released from any and all liability to the state or to any other person, including any successor in interest to the applicant, with respect to the qualifying property for post-remediation costs incurred in connection with, equitable relief relating to, or damages resultant from, in whole or in part, a preexisting release at the qualifying property."



- 645 **"**\$35-19-4
- 646 (a) An environmental covenant must meet all of the 647 following requirements:
- 648 (1) State that the instrument is an environmental 649 covenant executed pursuant to this chapter.
- 650 (2) Contain a legally sufficient description of the 651 real property subject to the covenant.
- 652 (3) Describe the activity and use limitations on the 653 real property.
- 654 (4) Identify every holder.
- (5) Be signed by the director, every holder, and unless waived by the agency, every owner of the fee simple of the real property subject to the covenant.
- (6) Identify the name and location of any
 administrative record for the environmental response project
 reflected in the environmental covenant.
- 661 (b) In addition to the information required by

 662 subsection (a), an environmental covenant may contain other

 663 information, restrictions, and requirements agreed to by the

 664 persons who signed it, including any of the following:
- 665 (1) Requirements for notice following transfer of a 666 specified interest in, or concerning proposed changes in use 667 of, applications for building permits for, or proposals for 668 any site work affecting the contamination on, the property 669 subject to the covenant.
- 670 (2) Requirements for periodic reporting describing 671 compliance with the covenant.
- 672 (3) Rights of access to the property granted in



- 673 connection with implementation or enforcement of the covenant.
- (4) A brief narrative description of the contamination and remedy, including the contaminants of concern, the pathways of exposure, limits on exposure, and the location and extent of the contamination.
- (5) An exculpatory provision that releases the grantor
 from future claims by the grantee or the grantee's successor
 in title that is consistent and enforceable under the laws of
 this state.
 - $\frac{(5)}{(6)}$ Limitation on amendment or termination of the covenant in addition to those contained in Sections 35-19-9 and 35-19-10.
- 685 $\frac{(6)}{(7)}$ Rights of the holder in addition to its right to enforce the covenant pursuant to Section 35-19-11.
- (c) In addition to other conditions for its approval of
 an environmental covenant, the agency may require those
 persons specified by the agency who have interests in the real
 property to sign the covenant."
- Section 2. Sections 22-30E-14, 22-30E-15, and 22-30E-16 are added to the Code of Alabama 1975, to read as follows:
- 693 \$22-30E-14

682

683

684

694

695

696

697

698

699

700

(a) The owner or owners of any affected property may deliver to any local government that has jurisdiction over the affected property a written petition requesting the local government to establish a brownfield redevelopment district, as a separate public corporation for the purposes of this chapter, for the affected property. The petition shall be executed by the owners of all affected properties who elect to



- 701 be included within the district and shall set forth therein,
 702 or by attachments, all of the following:
- 703 (1) The name and address of each owner.
- 704 (2) A confirmation of the ownership of the affected 705 properties to be included in the district.
- 706 (3) The designation of a person, who may or may not be
 707 an owner of any affected property, to act as a representative
 708 of the owners before the local government.
- 709 (4) A request that the local government adopt a
 710 resolution approving the formation of the district as a public
 711 corporation, approving the form of the articles of
 712 incorporation of the district, and authorizing the
 713 representative of the owners to form the district.
- 714 (5) A proposed form of the articles of incorporation of 715 the district which shall include:
- 716 a. The names of the owners of the affected properties 717 to be included within the district.
- 5. A statement that the district is organized pursuant to this section by authority of the resolution adopted by the local government, a copy of which shall be attached to the articles of incorporation.
- 722 c. The name of the district which shall be in the form 723 of "The Brownfield Redevelopment District of the City (or 724 Town) of," including such words or numerals sufficient to 725 distinguish the district from other districts established by 726 the local government (e.g., "West," "1," or "I").
- d. A description by any reasonable reference method, including metes and bounds, tax assessment tracts, subdivision



- 729 lots, or deeds of the affected properties to be included in
- 730 the district.
- e. The location of the principle office of the district
- 732 which shall be within the boundaries of the district and may
- 733 be the principle office of the local government.
- f. The number and terms of office of the directors of
- 735 the district.
- 736 q. The period of the duration of the district, which
- 737 shall not exceed 30 years from the October 1 which next
- 738 succeeds the date of establishment of the district.
- 739 h. That the district shall be a nonprofit corporation
- 740 and no part of the net earnings which remain after payment of
- 741 expenses shall inure to the benefit of any person other than
- 742 the local government.
- 743 i. That upon dissolution of the district as provided by
- 744 law, title to any property then owned by the district shall
- 745 immediately vest in the local government.
- 746 (b) The governing body of the local government shall
- 747 consider the petition as soon as practicable after receipt
- 748 and, if the governing body determines that formation of the
- 749 district is in the public interest, shall adopt a resolution
- 750 upon original introduction of the petition for immediate
- 751 consideration at a meeting of the body. The resolution need
- 752 not be by unanimous consent and shall become effective
- 753 immediately without publication and shall include all of the
- 754 following:
- 755 (1) A legislative determination that the establishment
- 756 and incorporation of the district is necessary and in the



757 public interest.

- 758 (2) A legislative determination that all of the
 759 affected properties to be included in the district are located
 760 within the corporate limits or territorial boundaries of the
 761 local government.
 - (3) The approval of the proposed form of the articles of incorporation of the district as set forth in the petition.
 - (4) The authorization of the records clerk of the local government to provide to the representative of the owners of the affected property a certified copy of the resolution and of the proceedings of the governing body of the local government regarding the adoption of the resolution.
 - (5) The authorization of the representative of the owners to proceed to establish, form, and incorporate the district by recording the articles of incorporation in the office of the judge of probate of the county in which the principal office of the local government is located.
 - (c) (1) Upon receipt of the resolution and proceedings of the governing body of the local government by the representative of the owners of the affected property, the representative shall complete, execute, and acknowledge the articles of incorporation before an officer authorized by the laws of the state to take acknowledgments of deeds and cause the articles to be filed in the office directed by the resolution.
 - (2) Upon filing the articles of incorporation, the district shall come into existence as a public corporation under the name provided in the articles and have all authority



- and powers provided by this chapter. The recorded articles of incorporation shall be conclusive evidence of the due, legal, and valid incorporation of the district in all courts.
 - (d) A municipality or county may only establish a brownfield redevelopment district that includes affected property within the corporate limits or territorial boundaries thereof, provided a county may include any affected property within a municipality that is within the county so long as a majority of the members of the governing body of the municipality consent.
 - (e) A brownfield redevelopment district established pursuant to this chapter shall constitute a governmental entity as defined in Chapter 93 of Title 11 for purposes of limiting the damages for which the district, and all of the district's directors, officers, and agents may be liable.
 - (f) Upon establishing a brownfield redevelopment district, the applicants of qualifying property located within the district who meet the criteria provided in Section 22-30E-8 shall qualify for those limitations of liability provided in Section 22-30E-9(a) and (g), provided that each applicant of a qualifying property located within the district shall covenant not to sue any other applicant within the district commensurate with the release of liability provided to each applicant.

809 \$22-30E-15

(a) A brownfield redevelopment district formed and incorporated pursuant to Section 22-30E-14 shall be governed by a board of directors who shall have and exercise all power



- 813 and authority of the district.
- 814 (b) The board of directors shall be appointed by the 815 governing body of the establishing local government and 816 composed of the number of directors, provided not less than 817 three, and for the terms of office as provided for in the 818 articles of incorporation. Any officer of the local government 819 or owner of any affected property within the district, 820 regardless of residence, may serve as a director of the 821 district. The board shall elect a chair, vice chair, and 822 secretary-treasurer from the members of the board.
- 823 (c) All directors shall remain in office upon the expiration of their term until a successor is appointed, and 824 825 may be impeached and removed from office as provided in 826 Section 175 of the Constitution of Alabama of 2022, and by the 827 general laws of the state for impeachment and removal of officers mentioned in Section 175. A majority of the directors 828 829 shall constitute a quorum for the exercise of all authority 830 and powers of the district. Each director shall serve without 831 compensation.
- 832 \$22-30E-16
- A brownfield redevelopment district may do any of the following:
- 835 (1) Adopt and amend bylaws not in conflict with the 836 articles of incorporation.
- 837 (2) Sue and be sued in civil action subject to the limitations of liability provided by this chapter.
- 839 (3) At the direction of the local government which established the district:



- a. Provide for the administration, management, and supervision of the activities and business of the district.
 - b. Acquire interests in property.

843

847

848

849

- c. Incur indebtedness for purposes of this chapter on behalf of the local government that is payable only from funds provided by the local government to the district for such use.
 - (4) Make agreements and contracts, take all actions, and do any and all things not otherwise prohibited by law to accept, realize, and use any financial aid or other assistance provided by any person or other entity.
- (5) Take any other actions as necessary to carry out the authority expressly given in this section.
- Section 3. This act shall become effective on the first day of the third month following its passage and approval by the Governor, or its otherwise becoming law.