

General Assembly

January Session, 2025

## Raised Bill No. 1404

LCO No. 5403

Referred to Committee on COMMERCE

Introduced by: (CE)

## AN ACT CONCERNING CONFORMING ADJUSTMENTS TO SUPPORT THE TRANSITION TO A RELEASED-BASED CLEANUP PROGRAM.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

Section 1. Subsection (a) of section 22a-134rr of the general statutes is
 repealed and the following is substituted in lieu thereof (*Effective from passage*):

4 (a) Any person who creates or maintains a release to the land and 5 waters of the state on or after the date when regulations are [first 6 adopted] effective after adoption pursuant to section 22a-134tt shall, 7 upon discovery of such release: (1) Report the release, if such a report is 8 required by the regulations adopted pursuant to section 22a-134tt, and 9 (2) remediate any release to the standards identified in regulations 10 adopted pursuant to section 22a-134tt. If any person fails to comply with 11 the provisions of this section and section 22a-134tt, such person shall be 12 liable for any costs incurred by the commissioner in accordance with 13 section 22a-451, or costs incurred by any other person who contains or 14 removes or otherwise mitigates the effects of such release in accordance 15 with section 22a-452.

Sec. 2. Subdivision (1) of section 22a-134 of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective from passage*):

(1) "Transfer of establishment" means any transaction or proceeding,
on or before the <u>effective</u> date <u>of</u> regulations [are] adopted pursuant to
section 22a-134tt, through which an establishment undergoes a change
in ownership, but does not mean:

23 (A) Conveyance or extinguishment of an easement;

24 (B) Conveyance of an establishment through (i) a foreclosure, as 25 defined in subsection (b) of section 22a-452f, (ii) foreclosure of a 26 municipal tax lien pursuant to section 12-181, (iii) a tax warrant sale 27 pursuant to section 12-157, (iv) a transfer of title to a municipality by 28 deed in lieu of foreclosure, (v) an exercise of eminent domain by a 29 municipality or pursuant to section 8-128, 8-169e or 8-193 or by 30 condemnation pursuant to section 32-224 or purchase pursuant to a 31 resolution by the legislative body of a municipality authorizing the 32 acquisition through eminent domain for establishments that also meet 33 the definition of a brownfield, as defined in section 32-760, or (vi) a 34 subsequent transfer by such municipality that has acquired the property 35 pursuant to any mechanism described in subparagraphs (B)(i) to (B)(iii), 36 inclusive, of this subdivision or pursuant to the remedial action and 37 redevelopment municipal grant program established in section 32-763, 38 provided (I) the party acquiring the property from the municipality did 39 not establish, create or contribute to the contamination at the 40 establishment and is not affiliated with any person who established, 41 created or contributed to such contamination or with any person who is 42 or was an owner or certifying party for the establishment, and (II) on or 43 before the date the party acquires the property from the municipality, 44 such party or municipality enters and subsequently remains in the 45 voluntary remediation program administered by the commissioner 46 pursuant to section 22a-133x and remains in compliance with schedules 47 and approvals issued by the commissioner. For purposes of this 48 subparagraph, subsequent transfer by a municipality includes any

49 transfer to, from or between a municipality, municipal economic 50 development agency or entity created or operating under chapter 130 or 51 132, a nonprofit economic development corporation formed to promote 52 the common good, general welfare and economic development of a 53 municipality that is funded, either directly or through in-kind services, 54 in part by a municipality, a nonstock corporation or limited liability 55 company controlled or established by a municipality, municipal 56 economic development agency or entity created or operating under 57 chapter 130 or 132, or a Connecticut brownfield land bank;

(C) Conveyance of a deed in lieu of foreclosure to a lender, as defined
in and that qualifies for the secured lender exemption pursuant to
subsection (b) of section 22a-452f;

(D) Conveyance of a security interest, as defined in subdivision (7) of
subsection (b) of section 22a-452f;

63 (E) Termination of a lease and conveyance, assignment or execution 64 of a lease for a period less than ninety-nine years including conveyance, 65 assignment or execution of a lease with options or similar terms that will 66 extend the period of the leasehold to ninety-nine years, or from the 67 commencement of the leasehold, ninety-nine years, including 68 conveyance, assignment or execution of a lease with options or similar 69 terms that will extend the period of the leasehold to ninety-nine years, 70 or from the commencement of the leasehold;

71 (F) Any change in ownership approved by the Probate Court;

(G) Devolution of title to a surviving joint tenant, or to a trustee,
executor or administrator under the terms of a testamentary trust or
will, or by intestate succession;

(H) Corporate reorganization not substantially affecting theownership of the establishment;

(I) The issuance of stock or other securities of an entity which ownsor operates an establishment;

(J) The transfer of stock, securities or other ownership interests
representing fifty per cent or less of the ownership of the entity that
owns or operates the establishment;

(K) Any conveyance of an interest in an establishment where the
transferor is the sibling, spouse, child, parent, grandparent, child of a
sibling or sibling of a parent of the transferee;

(L) Conveyance of an interest in an establishment to a trustee of an
inter vivos trust created by the transferor solely for the benefit of one or
more siblings, spouses, children, parents, grandchildren, children of a
sibling or siblings of a parent of the transferor;

89 (M) Any conveyance of a portion of a parcel upon which portion no 90 establishment is or has been located and upon which there has not 91 occurred a discharge, spillage, uncontrolled loss, seepage or filtration of 92 hazardous waste, provided either the area of such portion is not greater 93 than fifty per cent of the area of such parcel or written notice of such 94 proposed conveyance and an environmental condition assessment form 95 for such parcel is provided to the commissioner sixty days prior to such 96 conveyance;

97 (N) Conveyance of a service station, as defined in subdivision (5) of98 this section;

99 (O) Any conveyance of an establishment which, prior to July 1, 1997,
100 had been developed solely for residential use and such use has not
101 changed;

(P) Any conveyance of an establishment to any entity created or
operating under chapter 130 or 132, or to an urban rehabilitation agency,
as defined in section 8-292, or to a municipality under section 32-224, or
to Connecticut Innovations, Incorporated or any subsidiary of the
corporation;

107 (Q) Any conveyance of a parcel in connection with the acquisition of 108 properties to effectuate the development of the overall project, as 109 defined in section 32-651;

(R) The conversion of a general or limited partnership to a limitedliability company;

(S) The transfer of general partnership property held in the names of
all of its general partners to a general partnership which includes as
general partners immediately after the transfer all of the same persons
as were general partners immediately prior to the transfer;

(T) The transfer of general partnership property held in the names of
all of its general partners to a limited liability company which includes
as members immediately after the transfer all of the same persons as
were general partners immediately prior to the transfer;

(U) Acquisition of an establishment by any governmental or quasi-governmental condemning authority;

122 (V) Conveyance of a unit in a residential common interest 123 community;

124 (W) Acquisition and all subsequent transfers of an establishment (i) 125 that is in the abandoned brownfield cleanup program established 126 pursuant to section 32-768 or the brownfield remediation and 127 revitalization program established pursuant to section 32-769, provided 128 such establishment is in compliance with any applicable provisions of 129 the general statutes, or (ii) by a Connecticut brownfield land bank, 130 provided such establishment was entered into a remediation or liability 131 relief program under section 22a-133x, 22a-133y, as amended by this act, 132 32-768 or 32-769 and the transferor of such establishment is in 133 compliance with such program at the time of transfer of such 134 establishment or has completed the requirements of such program;

(X) Any transfer of title from a municipality to a nonprofit
organization or from any entity to a nonprofit organization, as ordered
or approved by a bankruptcy court;

138 (Y) Conveyance from the Department of Transportation to the

139 Connecticut Airport Authority of any properties comprising (i) Bradley 140 International Airport and all related improvements and facilities now in 141 existence and as hereafter acquired, added, extended, improved and 142 equipped, including any property or facilities purchased with funds of, 143 or revenues derived from, Bradley International Airport, and any other 144 property or facilities allocated by the state, the Connecticut Airport 145 Authority or otherwise to Bradley International Airport, (ii) the state-146 owned and operated general aviation airports, including Danielson 147 Airport, Groton/New London Airport, Hartford Brainard Airport, 148 Waterbury-Oxford Airport and Windham Airport and any such other 149 airport as may be owned, operated or managed by the Connecticut 150 Airport Authority and designated as general aviation airports, (iii) any 151 other airport as may be owned, operated or managed by the Connecticut 152 Airport Authority, and (iv) any airport site or any part thereof, 153 including, but not limited to, any restricted landing areas and any air 154 navigation facilities; or

(Z) The change in the name of a limited liability company as an
amendment to such company's certificate of organization, pursuant to
section 34-247a.

Sec. 3. Section 22a-6u of the general statutes is amended by adding
subsection (p) as follows (*Effective October 1, 2025*):

(NEW) (p) On and after the effective date of regulations adopted pursuant to section 22a-134tt, the requirements of this section shall apply only to releases that, pursuant to subsections (c) and (d) of section 22a-134rr, are not subject to the requirements of sections 22a-134qq to 22a-134xx, inclusive, and any hazard required to be reported by a municipality or Connecticut brownfield land bank pursuant to subsection (b) of section 22a-133dd.

167 Sec. 4. Section 22a-133y of the general statutes is repealed and the 168 following is substituted in lieu thereof (*Effective from passage*):

(a) [On and after January 1, 1996] <u>Before the effective date of</u>
 <u>regulations adopted pursuant to section 22a-134tt</u>, any licensed

171 environmental professional licensed by the State Board of Examiners of 172 Environmental Professionals pursuant to section 22a-133v may, 173 pursuant to a voluntary site remediation conducted in accordance with 174 subsections (a) to (e), inclusive, of this section, conduct a Phase II 175 environmental site assessment or a Phase III investigation, prepare a 176 Phase III remedial action plan, supervise remediation or submit a final 177 remedial action report to the Commissioner of Energy and 178 Environmental Protection in accordance with the standards provided 179 for remediation in the regulations adopted by the commissioner under 180 section 22a-133k for any real property which has been subject to a spill 181 and which meets the following criteria: (1) Such property is located in 182 an area classified as GB or GC under the standards adopted by the 183 commissioner for classification of groundwater contamination; and (2) such property is not the subject of any order issued by the commissioner 184 185 regarding such spill, consent order or stipulated judgment regarding such spill. Any such professional employed by a municipality may 186 187 enter, without liability, upon any property within such municipality for 188 the purpose of performing an environmental site assessment or 189 investigation if the owner of such property is unknown or such property 190 is encumbered by a lien for taxes due to such municipality. Nothing in 191 this subsection shall affect the ability of any person, firm or corporation 192 to provide any of the services enumerated in this subsection in 193 connection with the remediation of contaminated real property other 194 than as provided for a voluntary site remediation conducted pursuant 195 to this section.

196 (b) Following any Phase II environmental site assessment or a Phase 197 III investigation for any such property, any Phase III remedial action 198 plan prepared for purposes of a voluntary site remediation under 199 subsections (a) to (e), inclusive, of this section shall be prepared by a 200 licensed environmental professional in accordance with the standards 201 for such property adopted by the commissioner under section 22a-133k. 202 Prior to commencement of remedial action taken pursuant to such plan, 203 the owner of the property shall submit such plan to the commissioner 204 and shall: (1) Publish notice of the remedial action in a newspaper

205 having a substantial circulation in the town where the property is 206 located; (2) notify the director of health of the municipality where the 207 parcel is located; and (3) either (A) erect and maintain for at least thirty days in a legible condition a sign not less than six feet by four feet on the 208 209 property, which sign shall be clearly visible from the public highway, 210 and shall include the words "ENVIRONMENTAL CLEAN-UP IN 211 PROGRESS AT THIS SITE. FOR FURTHER INFORMATION 212 CONTACT:" and include a telephone number for an office from which 213 any interested person may obtain additional information about the 214 remedial action; or (B) mail notice of the remedial action to each owner 215 of record of property which abuts such property, at the address on the 216 last-completed grand list of the relevant town. The commissioner may 217 review such plan and may advise such owner as to the adequacy of such 218 plan. The remedial action shall be conducted under the supervision of a 219 licensed environmental professional. The commissioner shall expedite 220 the process for issuing any permits required under this title for such 221 action. The final remedial action report shall be submitted by a licensed 222 environmental professional. In preparing such report, the licensed 223 environmental professional shall render an opinion, in accordance with 224 the standard of care provided for in subsection (c) of section 22a-133w, 225 that the action taken to contain, remove or mitigate the spill is in 226 accordance with the remediation standards for such property adopted 227 by the commissioner under section 22a-133k. The owner of the property 228 shall maintain all records relating to such remedial action for a period 229 of not less than ten years and shall make such records available to the 230 commissioner at any time upon his request.

231 (c) Any final remedial action report submitted to the commissioner 232 for such a property by a licensed environmental professional shall be 233 deemed approved unless, within sixty days of such submittal, the 234 commissioner determines, in his sole discretion, that an audit of such 235 remedial action is necessary to assess whether remedial action beyond 236 that which is indicated in such report is necessary for the protection of 237 human health or the environment. Such an audit shall be conducted 238 within six months of such determination. After completing such audit,

239 the commissioner may disapprove the report provided he shall give his 240 reasons therefor in writing and further provided such owner may 241 appeal such disapproval to the superior court in accordance with the 242 provisions of section 4-183. Prior to approving a final remedial action 243 report, the commissioner may enter into a memorandum of 244 understanding with the owner of such property with regard to any 245 further remedial action or monitoring activities on or at such property 246 which the commissioner deems necessary for the protection of human 247 health or the environment.

248 (d) Upon the approval of such report, the owner of the property shall 249 execute and record an environmental use restriction in accordance with 250 the provisions of section 22a-133o, unless a licensed environmental professional presents evidence, satisfactory to the commissioner, that 251 252 the remediation has achieved a standard sufficient to render such a 253 restriction unnecessary and the commissioner issues a written finding 254 that such restriction is not necessary. Approval of a final remedial action 255 report pursuant to subsections (a) to (e), inclusive, of this section shall 256 be sufficient to support the filing of a Form II, as defined in section 22a-257 134, as amended by this act.

(e) Nothing in this section shall relieve any person of any obligation
to comply with sections 22a-134 to 22a-134e, inclusive, as amended by
<u>this act</u>.

(f) On or after the effective date of regulations adopted pursuant to 261 262 section 22a-134tt, any licensed environmental professional licensed by 263 the State Board of Examiners of Environmental Professionals pursuant to section 22a-133v may, pursuant to prevailing standards and 264 265 guidelines, conduct a parcel-wide Phase II environmental site 266 assessment and a parcel-wide Phase III investigation, for any parcel of 267 real property which has, or which may have been, subject to a release, as defined in section 22a-134pp, for the purposes of entering such parcel 268 269 into a voluntary parcel-wide remediation program pursuant to 270 subsections (f) to (k), inclusive, of this section, except as provided by 271 subsection (g) of this section. Any such professional employed by a

272 municipality may enter, without liability, upon any property within 273 such municipality for the purpose of performing an environmental site assessment or investigation if the owner of such property is unknown 274 275 or such property is encumbered by a lien for taxes due to such 276 municipality, or as otherwise provided for pursuant to section 22a-133e. 277 Nothing in subsections (f) to (k), inclusive, of this section shall affect the 278 ability of any person, firm or corporation to provide any of the services 279 described in this subsection in connection with the remediation of 280 contaminated real property other than as provided for a voluntary 281 parcel-wide remediation conducted pursuant to subsections (f) to (k), 282 inclusive, of this section.

283 (g) A parcel shall be eligible for voluntary parcel-wide remediation pursuant to subsections (f) to (k), inclusive, of this section if such parcel 284 285 is not subject to sections 22a-134a to 22a-134e, inclusive, and sections 22a-134h and 22a-134i, the parcel is not the subject of any order issued 286 287 by the commissioner regarding one or more releases, or a consent order 288 or stipulated judgment regarding one or more releases, and a parcelwide Phase II environmental site assessment is initiated before the 289 290 discovery of a release on a parcel subject to the requirements of chapter 291 445b for which a release remediation closure report has not previously 292 been prepared, or not more than sixty days following the discovery of a 293 release on a parcel for which a release remediation closure report has 294 not previously been prepared, provided any immediate actions 295 otherwise required by the regulations adopted pursuant to section 22a-296 134tt are completed within a time frame and in the manner required by 297 such regulations.

298 (h) Each release identified by a parcel-wide Phase II environmental 299 assessment conducted pursuant to subsection (g) of this section through 300 multiple lines of evidence or the laboratory analysis of samples taken 301 from the land and waters of the state shall be determined to be 302 discovered for the purposes of section 22a-134tt and any regulations 303 adopted pursuant to said section. Not later than the earliest deadline to report any release discovered pursuant to subsection (g) of this section, 304 305 as established in regulations adopted pursuant to section 22a-134tt, the

306	environmental professional shall provide notice to the commissioner, on			
307	a form prescribed by the commissioner, of the intent to enter the			
308	voluntary parcel-wide cleanup program. Such form shall include, but			
309	not be limited to, the date of the initiation of the Phase II environmental			
310	site assessment, a description of the investigation conducted and the			
311	identification each release discovered.			
312	(i) Each release discovered pursuant to subsection (h) of this section			
313	shall be subject to the requirements of chapter 445b and the regulations			
314	adopted pursuant to section 22a-134tt, provided:			
315	(1) For each release discovered pursuant to subsection (g) of this			
316	section, any investigation or characterization required to assign the			
317	release to a cleanup tier shall be completed and submitted to the			
318	commissioner not more than two years after the initiation of the parcel-			
319	wide Phase II environmental site assessment. The commissioner may			
320	audit such submission and, if the commissioner determines that the			
321	investigation or characterization is inadequate, may specify a schedule			
322	for the completion of additional investigation or characterization. If			
323	such additional investigation or characterization is not completed in			
324	accordance with such schedule, the commissioner may subject each			
325	release discovered pursuant to subsections (g) and (h) of this section to			
326	the requirements of chapter 445b;			
327	(2) Upon completion of tion characterization, each release discovered			
327 328	(2) Upon completion of tier characterization, each release discovered pursuant to subsections (g) and (h) of this section shall be grouped			
328 329	together for the purpose of assignment to cleanup tier in accordance			
329 330				
331	with regulations adopted pursuant to section 22a-134tt. Such releases			
	shall be assigned to the environmental professional supervised cleanup			
332	tier with the longest timeline for remediation;			
333	(3) To the extent each release discovered pursuant to subsections (g)			
334	and (h) of this section is subject to any fee assessed by regulations			
335	adopted pursuant to section 22a-134tt, releases grouped together			
336	pursuant to subdivision (2) of this subsection shall be considered a			
337	single release for the purpose of calculating the fee assessed; and			

338	(4) Any deadline for remediation of releases grouped together			
339	pursuant to subdivision (2) of this subsection that is established by			
340	regulations adopted pursuant to section 22a-134tt shall be extended by			
341	one year.			
342	<u>(j)</u> Any parcel remediated pursuant to the requirements of			

- subsections (f) to (k), inclusive, of this section shall be eligible for a
   covenant not to sue pursuant to section 22a-133aa, provided a detailed
   written plan for remediation of the property, in accordance with
   standards adopted by the commissioner pursuant to section 22a-134tt,
   has been approved by the commissioner.
- 348 (k) The commissioner shall expedite the process for issuing any
- 349 permits required under this title for parcel-wide remediation.

This act shall take effect as follows and shall amend the following					
sections:					
Section 1	from passage	22a-134rr(a)			
Sec. 2	from passage	22a-134(1)			
Sec. 3	October 1, 2025	22a-6u(p)			
Sec. 4	from passage	22a-133y			

**CE** Joint Favorable