

**SECOND ENGROSSMENT**

**REENGROSSED HOUSE BILL NO. 1577**

Introduced by

Representatives Mitskog, Kempenich, Kiefert, Martinson, Nelson, Stemen

Senators Kessel, Weber

1 A BILL for an Act to create and enact a new section to chapter 23.1-07 and a new subsection to  
2 section 23.1-07-06 of the North Dakota Century Code, relating to a wastewater infrastructure  
3 grant program and the duties of the department of environmental quality; and to provide an  
4 appropriation.

5 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

6 **SECTION 1.** A new section to chapter 23.1-07 of the North Dakota Century Code is created  
7 and enacted as follows:

8 **Wastewater infrastructure grant program.**

- 9 1. The department shall award wastewater infrastructure grants to eligible entities  
10 identified in subsection 2 to upgrade, replace, or construct infrastructure for a  
11 wastewater collection system, wastewater disposal system, or wastewater treatment  
12 plant.
- 13 2. Cities, counties, townships, water resource districts, recreation service districts, and  
14 water districts operating wastewater systems in the state may receive a grant under  
15 this section for an eligible project, subject to the availability of funds.
- 16 3. An eligible wastewater system must be in compliance with current wastewater  
17 regulations unless the project will return the system to compliance. Eligible projects  
18 may not include operations and maintenance costs.
- 19 4. The department may not award a grant in excess of sixty percent of the total cost of a  
20 project and shall ensure no community receives a grant for more than one project per  
21 biennium.

1       **SECTION 2.** A new subsection to section 23.1-07-06 of the North Dakota Century Code is  
2 created and enacted as follows:

3           Administer the wastewater infrastructure grant program.

4       **SECTION 3. APPROPRIATION - DEPARTMENT OF ENVIRONMENTAL QUALITY -**  
5 **WASTEWATER INFRASTRUCTURE GRANTS - STRATEGIC INVESTMENT AND**  
6 **IMPROVEMENTS FUND - ONE-TIME FUNDING.** There is appropriated out of any moneys in  
7 the strategic investment and improvements fund in the state treasury, not otherwise  
8 appropriated, the sum of \$25,000,000, or so much of the sum as may be necessary, to the  
9 department of environmental quality for the purpose of providing wastewater infrastructure  
10 grants, for the biennium beginning July 1, 2025, and ending June 30, 2027. No more than  
11 \$12,500,000 may be awarded for a project. Of the funding appropriated in this section, at least  
12 \$12,500,000 must be awarded to cities with a population less than twelve thousand five  
13 hundred, based on the most recent federal decennial census. If less than \$12,500,000 has  
14 been awarded to cities with a population less than twelve thousand five hundred by April 1,  
15 2027, the department may award the remaining funds to other eligible projects. The funding  
16 provided in this section is considered a one-time funding item.