

STATE OF MICHIGAN DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY

LANSING



LIESL EICHLER CLARK DIRECTOR

GRETCHEN WHITMER GOVERNOR

VIA EMAIL

TO: Senate Appropriations Committee Members House Appropriations Committee Members

FROM: Aaron B. Keatley, Chief Deputy Director

DATE: December 27, 2022

SUBJECT: Report on Renewing Michigan's Environment Program for Fiscal Year 2022

In accordance with Section 51g(5) of 2018 PA 588, attached is the Department of Environment, Great Lakes, and Energy's (EGLE) report on Renewing Michigan's Environment Program for fiscal year 2022.

If you need further information, please contact Paul McDonald, Director, Finance Division, at 517-284-5003; or you may contact me at 517-512-5992.

Attachment

cc/att: Kathryn Summers, Director, Senate Fiscal Agency Mary Ann Cleary, Director, House Fiscal Agency Christopher M. Harkins, Director, State Budget Office Joe Fedewa, Legislative Affairs, Governor's Office Marc Rehmann, Policy Director, Governor's Office Chris Semrinec, Senate Fiscal Agency Austin Scott, House Fiscal Agency Jacques McNeely, State Budget Office Zach Hendrix, State Budget Office Liesl Eichler Clark, Director, EGLE James Clift, Deputy Director, EGLE Travis Boeskool, Legislative Liaison, EGLE Paul McDonald, EGLE Elizabeth M. Browne, EGLE Mike Neller, EGLE Carly Kirk, EGLE Dale Shaw, EGLE

EGLE MICHIGAN DEPARTMENT OF ENVIRONMENT, GREAT LAKES, AND ENERGY **Legislative Report**

REPORT ON RENEWING MICHIGAN'S ENVIRONMENT PROGRAM

Report Period: Fiscal Year 2022

Authority: Section 51g(5) of 2018 PA 588

Overview

In December 2018 the Legislature established the Renewing Michigan's Environment Program (Program) through 2018 PA 588. The Program is funded by \$69.0 million annually from tax revenue and is to be used for three specific purposes: environmental cleanup and redevelopment (65%), recycling (22%), and waste management (13%).

During fiscal years 2020 and 2021, the Program was impacted by the global pandemic and the resulting economic slowdown. Several Executive Directives were issued to accommodate the slowdown, causing spending and hiring to be hindered. The programmatic goals for the Program remain important to the Department of Environment, Great Lakes, and Energy (EGLE) and will work to adjust as the economy recovers.

Beginning Fund Balance

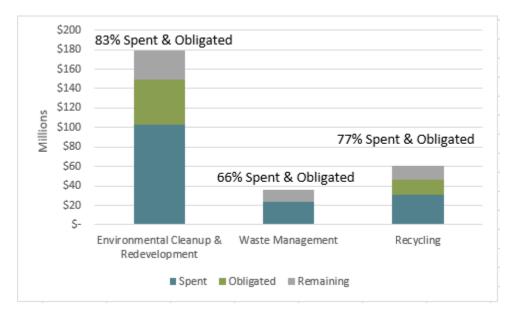
To begin fiscal year 2022 on October 1, 2021, the Program had an unobligated fund balance of \$39.3 million, which carried forward from the previous fiscal year.

Revenues

In fiscal year 2022, \$69.0 million in tax revenue was received in the Renew Michigan Fund, along with \$780,600 in interest earnings.

Expenditures

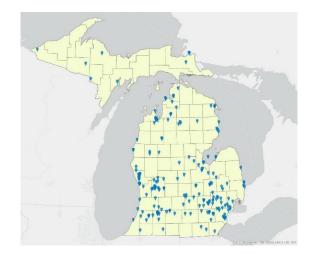
As of September 30, 2022, EGLE has spent and obligated 80% or \$219.1 million of the annual allocations of \$275.5 million since its inception in fiscal year 2019.



For fiscal year 2022 only, EGLE spent and obligated \$102 million against current and prior year projects that continued from previous years.

Environmental Cleanup and Redevelopment

EGLE has partnered with local agencies to address contamination and implement brownfield redevelopments in over 200 sites across the state. Activities include remediation of sites contaminated with per- and polyfluoroalkyl substances (PFAS), water sampling, water analysis, and water monitoring. The map below provides an overview of sites that will be addressed:



Additional detail on the sites can be found in Appendix A or at the following site: <u>https://experience.arcgis.com/experience/a3db431c6b154b87a481e1122f726101</u>.

Waste Management

Through the waste management allocation, EGLE supported efforts in the Solid Waste Program under Part 115, Solid Waste Management, and the Hazardous Waste Program under Part 111, Hazardous Waste Management, both within the Natural Resources and Environmental Protection Act, 1994 PA 451, as amended. In addition, staff provided oversight of leachate removal and operations and maintenance at the Richfield Landfill.

Recycling

The Program will provide grants to local communities for recycling infrastructure, improvements to the quality of recyclables, market development, and agricultural recycling. Additional detail on grants awarded in fiscal year 2022 can be found in Appendix B. Details on existing contract expenditures that support recycling initiatives can be found in Appendix C.

Ending Fund Balance

As of September 30, 2022, the ending unobligated fund balance was \$58.3 million and was carried forward to fiscal year 2023. The carryforward will be used to finish activities initially started within the Program.

Going Forward

EGLE will continue to work closely with local communities to implement and support the Program to protect Michigan's environment and public health.

EGLE's Grants and Loans Dashboard has more detailed information for grants that have been awarded from the Renew Michigan Fund. Award amounts may not equal final disbursements if a community did not utilize their full grant amount. Departmental values for fiscal year 2022 will be added to the dashboard in mid-January 2023. Visit the dashboard and enter "Renew MI Grants" in the Grant Program field to see a map of grant projects: <u>EGLE Grants and Loans</u> Dashboard - Fiscal Years 2019-2021 (arcgis.com).

Department of Environment, Great Lakes, and Energy Remediation and Redevelopment Division Sites Addressed through Renewing Michigan's Environment Program

Alcona Harrisville Sport Center Wurtsmith Bombing and Gunnery Range

Allegan Chase Mfg Co Vig Of Douglas DeYoung Landfill Otsego Area Study

Alpena 310 N @nd Ave and 123 Water St Alpena Airfield Area PFAs Alpena Hide Leather Company Former Werth Dry Cleaners Property

Antrim Tar Lake Wickes Manufacturing

Barry Kavco Landfill Misak Landfill

Bay

Dwan, Bay City (Riverbend West) Euclid Ave (Bay City one hour) NRT 1100 Water St Saginaw Bay Reefs

Berrien Harbor Plating

Calhoun Brooks Foundry Marshall Iron Metal South

Cass Cass Street Area Edwardsburg Us Aviex

Charlevoix DME Company Lofts on the Lake Street **Chippewa** 100 Salmon Runway 411 West Portage Avenue (Soo Locks Laundry) CCRC Dump – Whitefish Twp

Crawford Camp Grayling Lake Margrethe Grayling Area Pfcs Grayling Northern Market Grayling Sawmill

Delta NuWay Cleaners Escanaba

Dickinson Former Iron Mountain MGP Grede Vassar

Eaton 536 Elmwood Road 916 S Main St Eaton Rapids

Emmet Hookers Cleaners Former Kincheloe AFB Pellston Airport Pmc Groundwater Petoskey

Genesee BFG Clark Commons - Flint 2019-1376 Gm Fisher Guide Flint Grand Traverse Greenway Trail Zack Co/Demo dump (frmr)

Grand Traverse 401 E Front St. Traverse City Carl's Retreading Grawn CODDINGTON CLEANERS Meach Cleaners United Technologies

Department of Environment, Great Lakes, and Energy Remediation and Redevelopment Division Sites Addressed through Renewing Michigan's Environment Program

Gratiot

BFG Former Coal Yard Facility - Alma (2019-2410) Gratiot Metal Property Total Petroleum Alma Velsicol Chemical Corp

Houghton Abandoned Mining Wastes Torch Lake Torch Lake

Huron Main Street 115 E Sebewaing Sebewaing Industries

Ingham

1611 East Kalamazoo (Allen Place Project) BFG - Village of Okemos - Okemos 2019-2381 Capital City Market Kent Cleaners Old Town Extension Stadium North Lofts and Senior Lofts Vivees Florist

Ionia Discount Tire Fire Ionia One Hour Cleaners Ionia

losco

AuSable River DNR Boat Launch Colbath Road PFAS Contamination Loud Drive pCE Wurtsmith Air Force Base

Isabella

104 N. Kinney West Broadway Street

Jackson Downtown Parma Wells Michner Plating - North Mechanic Michner Plating Neighborhood Dry Cleaners

Kalamazoo

315 East Frank Street 508 Harrison Street (Rivers Edge) 615 West Kalamazoo Ave Aero Motive Co Fox River Frmr Harrison Circle Redevelopment Kalamazoo River Nolichucky Industries Corp North 34Th St Area Richland Paris Cleaners Performance Paper Inc Savage Rowe Plating Co

Kalkaska

Wash Tyme Laundry

Kent

2983 Veterans Memorial Drive 413 Hall Street Se 424 South Division Avenue 508 West Main Street, Lowell 5749 28th Street SE, Grand Rapids 747 Fountain Street NE. Alto-Bancroft PFAS American Laundry (Fmr) Container Waste Ashley Avenue Disposal **Boston Square Together** Cascade Paterson Area Contam Cascade Township Res Wells Cedar Springs WWTP Former Dexter Lock House St Disposal Area Newell Manufacturing North Kent Disposal **Reliable Equipment Co Riverside Sand and Gravel Landfill** Sparta Foundry State Disposal Landfill

Lake

Austin Tube co Wash King

Leelanau

GTOS-Harbor West Methane Wales Quality Cleaners

Department of Environment, Great Lakes, and Energy Remediation and Redevelopment Division Sites Addressed through Renewing Michigan's Environment Program

Lenawee

203 South Lane St, Blissfield Adrian Dry Cleaners Dura Corp Tecumseh Products

Livingston

Brighton Twp Dump Diamond Chrome Plating Inc Fowlerville Road Tce Hamburg Unadilla Rds Contam Main Street Gregory March Coatings - 1279 Rickett Road Marcy's Cleaners Res Well Holly Rd Snedicors Cleaners of Howell Thermofil Incorporated

Macomb Grosse Pointe Dump Quinn Road SMDA 11LF

Marquette County Rd 565 Former Marque6tte County Airport Jasperlite Senior Housing Marquette Vault, LLC

Mason

Blue Ribbon Cleaners Blue Ribbon Cleaners – 411 S James Star Watchcase

Midland Papa John's Midland

Monroe

62 Division Street 8744 Lewis Ave, Temperance Summit and Sumpter Street

Montcalm Crystal Refinery

Muskegon

2536 Peck Street 460 West Western Ave - Muskegon Convention Center Coles Cleaners Whitehall CSX – Railway-Muskegon Duell And Gardner Landfill Eglecraft Investigation Area Muskegon County Airport Northside Landfill Ott Story Cordova Chemical Peerless Plating

Newaygo

Eagle Ottawa Newaygo Farm Kunnens Landfill Res Wells Lake ST

Oakland

12700 West 8 Mile Road 640 West Huron St. Pontiac Chapel Lf Christianson & Adams Rd Dumps Coe's Cleaners Falk Road Landfill (former) Franklin Village Plaza House of Providence Oakland County Airport Res Well Sable Road South Milford Stancrest Drive Res Wells Walton Wood at Milford Property Waterford Hills Sanitary L F

Oceana Rothbury Forrest Street PFAS

Ogemaw

Little Revs Gas & stuff Osceola Refinery Frmr

Oscoda Hoskins Manufacturing

Otsego Village of Elmira

Department of Environment, Great Lakes, and Energy Remediation and Redevelopment Division Sites Addressed through Renewing Michigan's Environment Program

Ottawa

105 Fulton Avenue/Stanco Metals 120th Avenue AS Study Area 1447 East Washington Fenske Lf Ottawa Co Texaco Holland Terminal

Presque Isle BFG - Inn Project - Rogers City 2020-2420

Saginaw

1601 North Niagara Street 1741 North Niagara Street 404 W Genesee Ave BFG - BV Hotel Demo - Saginaw Buena Vista Charter Township High School National Plate Glass

Sanilac 6810 E Sanilac Road

Shiawassee

Old Simplicity Building Partz Corporation SW Sturgis TCE Youngs LF

St. Clair

Ft Gratiot San Lf Marysville Dte Power Plant Schrader Sons Sun Pumping Facility West Side Auto Parts

Tuscola

7775 Irish Road

Van Buren Belgravia Du Wel Metal Products Paw Paw Laundry Paw Paw Plating

Washtenaw

301 N East Street, Chelsea 400 4th Street – Argus II Building Ann Arbor Machine Armen's Cleaners Broadway Coin Laundry Forbes Dry Cleaners Jackson Cleaners Medical Center Court Apartments

Wayne

10600 Gratiot Avenue 16210 & 16220 Plymouth Road, Detroit 17627 Conant Street 2420 Bagley Street 7891 East Jefferson Ave, Detroit 8840 Secon Ave BFG - Jefferson Chalmers - Detroit 2019-2380 BFG Eastside Industrial - Detroit 2019-1374 Brewster Homes **Cardinal Fabric Care Chrysler Trenton Chemical Plant** Ford Motor Co Livonia Foundry Flask Project Frmr Bmc Manufacturing Inc Gudith Rd Lf Aka Timber Ridge Mclouth Steel Gibralter Meijers Woodhaven **Telecraft Shopping Center** Uniroyal

Wexford

Former Wellington Cleaners King Cleaners Mitchell-Bentley-Cadillac

Appendix B

Department of Environment, Great Lakes, and Energy Materials Management Division 2022 Recycling Grants

	Grant Award	Grant Match
Recycling Infrastructure		
ACI Plastics (dba Island Plastics LLC)	\$300,000	\$7,700,000
City of Ann Arbor	\$850,000	\$212,500
City of Bay City	\$449,250	\$375,000
City of Detroit	\$202,650	\$86,850
City of Ferndale	\$160,000	\$40,000
City of Marquette	\$251,000	\$93,000
City of Trenton	\$492,200	\$210,943
Community Action House	\$7,436	\$1,859
Department of Natural Resources (RAM Center)	\$105,000	\$0
Ely Township	\$31,215	\$7,804
Essential Recycling	\$135,000	\$33,750
Grand Traverse Band of Ottawa & Chippewa Indians	\$372,250	\$93,062
Iris Waste Diversion Specialists, Inc.	\$214,582	\$57,446
Manistee Catholic Central	\$79,492	\$19,873
Michigamme Township	\$35,666	\$10,761
Northeast MI Council of Governments (NEMCOG)	\$1,000,000	\$250,000
Recycle Ann Arbor	\$200,000	\$186,000
Southeastern Oakland County Resource Recycling Authority (SOCRRA)	\$200,000	\$253,000
Ypsilanti Charter Township	\$580,630	\$343,373
Total Recycling Infrastructure	\$5,666,371	\$9,975,221

Appendix B

Department of Environment, Great Lakes, and Energy Materials Management Division 2022 Recycling Grants

	Grant Award	Grant Match
Recycling Market Development		
Bay County Road Commission	\$290,385	\$290,385
City of Lansing	\$77,713	\$77,713
City of Muskegon	\$345,000	\$345,000
Entech	\$170,111	\$170,111
Michigan State University	\$99,292	\$99,640
Michigan Technological University	\$23,475	\$7,828
Michigan Technological University	\$50,000	\$50,000
Ottawa County Department of EH	\$8,000	\$8,000
S-Resins LLC	\$250,000	\$555,000
West Michigan Sustainabile Business Forum	\$42,900	\$24,440
Wexford County Road Commission	\$290,385	\$290,385
Wormies	\$266,985	\$77,172
Total Recycling Market Development	\$1,914,246	\$1,995,674
Electronics Recycling		
Great Lakes Recycling - Oak Park	\$9,116	\$2,279
Green Earth Electronics Recycling	\$19,972	\$4,993
Total Electronics Recycling	\$29,088	\$7,272

Appendix B

Department of Environment, Great Lakes, and Energy Materials Management Division 2022 Recycling Grants

	Grant Award	Grant Match
Circular Economy & Other Grants		
African World Festival	\$13,400	\$750
Arenac Soil Conservation District	\$10,000	\$0
Blakes Orchard	\$10,000	\$0
Central U.P. Planning & Development Regional Commission	\$72,000	\$0
County of Barry	\$10,000	\$0
County of Eaton	\$10,000	\$0
County of Newago	\$10,000	\$0
County of Oceana	\$10,000	\$0
EUP Regional Planning & Development	\$36,000	\$0
Food Rescue - Detroit	\$10,000	\$0
Goodwill West Michigan	\$20,000	\$0
Green Living Science	\$10,000	\$0
Hispanic Festival	\$10,000	\$10,000
Huron County	\$10,000	\$0
NextTiles	\$10,000	\$0
Northeast Mi Council of Gov	\$108,000	\$0
Northwest Mi Council of Gov	\$120,000	\$0
Pingree Detroit	\$10,000	\$0
Southeast Michigan Council of Governments	\$84,000	\$0
Two Blue, LLC	\$10,000	\$0
University Of Michigan	\$5,000	\$5,000
West Michigan Environmental Action Council Education Foundation	\$10,000	\$0
West Michigan Sustainable Business Forum	\$84,000	\$0
Western UP Planning & Development	\$60,000	\$0
What's Next	\$10,000	\$0
Wormies, LLC	\$10,000	\$0
Total Circular Economy & Other Grants	\$762,400	\$15,750
Total Renew Michigan Funds	\$8,372,105	\$0
Total Match Funds	\$0	\$11,993,917
Total 2022 Recycling Grants	\$8,372,105	\$11,993,917

Appendix C

Department of Environment, Great Lakes, and Energy Materials Management Division Recycling Contracts

Vendor	Description	FY 2022 Contract Expenditures
Resource Recycling Systems	Materials Management Infrastructure	207,230
Resource Recycling Systems	Partnership & Innovation Recycling/NextCycle	1,444,927
Pace Marketing/GUD	Recycling Marketing & Advertising Services	1,496,024
Michigan State University	Recycling Leaders Training Course Development	45,000

The above contracts are open multi-year agreements and amounts are reflective of payments made in FY 2022 only.