HB 3525 -6 STAFF MEASURE SUMMARY

House Committee On Agriculture, Land Use, Natural Resources, and Water

Prepared By: Anna Glueder, LPRO Analyst

Meeting Dates: 2/17, 4/7

WHAT THE MEASURE DOES:

The measure requires landlords to collect and test samples of drinking water in dwelling units supplied by exempt wells, remedy in case of results exceeding maximum contamination levels, and provide test results to the tenant within 30 days of receipt.

Detailed Summary

A landlord of a dwelling unit that sources drinking water from an exempt well (qualifying landlord) must:

- Collect and test drinking water samples from the dwelling unit's primary dispenser of drinking water for
 contaminants, including arsenic, E. coli, and nitrates, at least once a year, unless certain requirements are met
 that extend the timeline of the testing schedule.
- Test the water for arsenic no later than 30 days after installing an exempt well.
- Take reasonable steps to confirm that the testing laboratory is appropriately accredited.
- Inform the laboratory that the testing is statutorily required.
- Request lab results to be submitted to the Department of Environmental Quality (DEQ).
- Provide test results, either in quantified form through DEQ, or via a form specifying whether the tested contaminants passed or failed each test to the tenant within 30 days of receipt.
- Provide written notice of (1) the presence of an exempt well as drinking water source; (2) dates and results of
 most recent contaminant tests, or a statement that such tests have not yet been performed; and (3) the
 deadline for upcoming contaminant testing to a potential tenant prior to assessing a screening charge or
 entering into a rental agreement.

Qualifying landlords may:

- Collect supplementary water samples from a dwelling unit's other drinking water dispensers or from a dwelling unit's wellhead.
- Delegate duties to collect drinking water samples to a tenant if both parties agree in writing and the agreement is made in good faith and for adequate consideration.

<u>If contamination levels exceed the maximum limits</u> established by the U.S. Environmental Protection Agency, qualifying landlords must:

- Provide test results, either in quantified form through DEQ, or via a form specifying whether the tested contaminants passed or failed each test to the tenant within 30 days of receipt.
- Treat the drinking water or repair and replace the exempt well and notify the tenant when the repair or replacement took place or will take place.
- Collect, test, and treat the drinking water according to a specified schedule and notify the tenant when the drinking water will next be tested.
- Provide the tenant with an informational handout on drinking water contaminant testing, and the impact contaminated drinking water can have on health as developed through rulemaking by

Testing Laboratories must:

- Be accredited under the environmental laboratory accreditation program.
- Submit testing results electronically to DEQ in a form and manner specified by DEQ.

HB 3525 -6 STAFF MEASURE SUMMARY

- Send the full laboratory report to the qualifying landlord, and, if requested, to the tenant.
- Provide test results in a form showing the absence or presence of E.coli and the concentration of other contaminants in milligrams per liter or parts per million.

DEQ must:

Adopt rules for implementation, including those that define the content of the informational handout on contaminated drinking water and a form for landlords to use in providing test results

FISCAL: May have fiscal impact, but no statement yet issued

REVENUE: May have revenue impact, but no statement yet issued

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

-6 The amendment replaces the measure and requires landlords to collect and test samples of drinking water for certain contaminants if the dwelling unit has one or more exempt wells as a source of drinking water, requires landlords to provide test results to the tenant and to the Oregon Health Authority (OHA) and establishes requirements for associated testing laboratories and the OHA.

Detailed Summary

Replaces the measure. Defines 'Contaminants' to include arsenic, coliform bacteria, lead, and nitrates. Defines 'Exempt well' as wells exempt for the purpose of watering a lawn or noncommercial garden smaller than one-half acre or for single or group domestic purposes.

Landlords of a dwelling unit that has one or more exempt wells as a source of drinking water (qualifying landlords) must:

- Collect and test samples of drinking water for the unit.
- Collect water samples from a dwelling unit's primary faucet.
- Ensure that drinking water sources are tested as follows:
- No later than 30 days after well installation for aresenic
- At least once a year for each contaminant, unless under certain conditions
- Inform a laboratory that testing is required under this Act and request test results to be submitted to the Oregon Health Authority (OHA) when submitting samples to a laboratory for testing
- Provide test results in a specified form to the tenant within 30 days or receipt
- Provide written notice of (1) the presence of an exempt well as drinking water source; and (2) dates and results of most recent contaminant tests, or a statement that such tests have not yet been performed prior to entering a rental agreement for a dwelling unit subject to this measure.

Qualifying landlords may:

- Collect supplementary samples of water from a dwelling unit's other faucets of drinking water, or from a dwelling unit's well head.
- Delegate duties to collect drinking water samples to a tenant if both parties agree in writing and the agreement is made in good faith and for adequate consideration.

A **laboratory conducting a test** of drinking water as requested by a tenant or landlord **must**:

- Be accredited under the environmental laboratory accreditation program.
- Report test results to OHA electronically in a format prescribed by OHA.
- Send the full laboratory report to the landlord, and, if requested, to the tenant, in a specified manner.

If **contamination levels exceed the maximum limits** established by the U.S. Environmental Protection Agency, qualifying landlords **must**:

HB 3525 -6 STAFF MEASURE SUMMARY

- As soon as practicable provide test results to the tenant.
- Provide the tenant with an informational handout on drinking water contaminant testing, and the impact contaminated drinking water can have on health as developed by OHA.
- Retest the well according to a schedule established by OHA.

OHA must:

- Adopt rules to implement the measure, including the content of:
- A specific form used by the landlord to provide test results
- Handouts providing information on testing drinking water for contaminants, and the potential impact of such contaminants on a person's health.

Specifies that no testing has to be performed for dwelling units that are part of a premises regulated under public water system statutes. Becomes operative on June 1, 2026, and specifies that between January 1, 2026 and the operative date, qualifying landlords must sample, and test for all contaminants.

FISCAL: May have fiscal impact, but no statement yet issued

REVENUE: May have revenue impact, but no statement yet issued

BACKGROUND:

If ground water becomes polluted through processes like microbial contamination, high concentrations of naturally occurring contaminants, local land use practices, or problems with the integrity of nearby on-site septic systems, it is no longer safe to drink. The Domestic Well Testing Act (ORS 448.271) applies to the sale or exchange of real estate with a domestic well, which is defined as being used for purposes like drinking, cooking, washing, or bathing. Under current law, samples must be tested by an accredited laboratory for arsenic, nitrate, and E. coli bacteria and test results must be submitted to the Oregon Health Authority. Oregon does not currently have a statewide database of domestic well testing results.