- (D) THE DEPARTMENT SHALL ADOPT RECULATIONS THAT ESTABLISH APPLICATION PROCEDURES AND CRITERIA FOR THE AWARD OF GRANTS UNDER THIS SECTION. THE CRITERIA SHALL INCLUDE:
- (1) THE NEED TO CORRECT A SUBSTANTIAL WASTEWATER SYSTEM DEFICIENCY RELATED TO SANITARY SYSTEM OVERFLOWS OR AN INFLOW OR INFILTRATION PROBLEM:
 - (2) MEDIAN HOUSEHOLD INCOME FOR THE POLITICAL SUBDIVISION:
 - (2) UTILITY USER RATES FOR THE POLITICAL SUBDIVISION: AND
- (4) THE COST RELATIONSHIP BETWEEN THE PROPOSED IMPROVEMENT AND THE USER RATES.
- (E) THE DEPARTMENT SHALL AWARD GRANTS TO ELIGIBLE LOCAL JURISDICTIONS IN ACCORDANCE WITH A PRIORITY RATING THAT INCORPORATES THE FOLLOWING CRITERIA:
- (1) THE FISCAL INABILITY OF THE LOCAL JURISDICTION TO PAY FOR THE PROPOSED WASTEWATER INFRASTRUCTURE IMPROVEMENT THROUGH A COMBINATION OF OTHERWISE AVAILABLE GRANTS AND LOANS:
- (2) THE NEED FOR THE PROPOSED WASTEWATER SYSTEM IMPROVEMENT TO FURTHER AN ECONOMIC DEVELOPMENT ACTIVITY IDENTIFIED IN A PLAN PRODUCED BY A REGIONAL PLANNING AND DEVELOPMENT COUNCIL, A COUNTY—ECONOMIC—DEVELOPMENT—COMMISSION,—OR.—A—MUNICIPAL COMPREHENSIVE PLAN, WHERE APPLICABLE, AND
- (3) THE CRITERIA USED TO MAKE LOANS UNDER THE MARYLAND WATER QUALITY REVOLVING LOAN FUND.

(F) THE DEPARTMENT MAY NOT

- (1) AWARD MORE THAN 15% OF THE FUNDS IN THE WASTEWATER INFRASTRUCTURE IMPROVEMENT FUND TO A SINGLE LOCAL JURISDICTION DURING ANY YEAR;
- (2) MAKE MORE THAN TWO CRANT AWARDS TO LOCAL JURISDICTIONS LOCATED WITHIN A SINGLE COUNTY DURING ANY YEAR, OR
- (3) MAKE MORE THAN ONE GRANT AWARD TO FUND A BIOLOGICAL NUTRIENT REMOVAL PROGRAM DURING ANY YEAR TO A LOCAL JURISDICTION OPERATING A WASTEWATER TREATMENT FACILITY DESIGNED TO PRODUCE LESS THAN 500,000 CALLONS PER DAY OF EFFLUENT OUTFLOW.
- (C) THE DEPARTMENT SHALL ADOPT REGULATIONS TO CARRY OUT THE PROVISIONS OF THIS ACT.

SECTION 2. 1. AND BE IT FURTHER ENACTED, That BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That: