By Senator Grimsley

26-01185-18 20181438

A bill to be entitled

An act relating to inland protection; amending s. 376.3071, F.S.; revising legislative findings; revising legislative intent; authorizing the Inland Protection Trust Fund to be used for the cleanup of drycleaning solvents under the drycleaning solvent cleanup program; specifying an appropriation to the Water Quality Assurance Trust Fund for use in the drycleaning solvent cleanup program; specifying an annual appropriation; amending s. 376.3078, F.S.; revising the sources of funds for the drycleaning solvent cleanup program; revising the maximum amount of funds the Department of Environmental Protection may obligate under the program annually; making a technical change; revising the use of the scoring system application to include program sites; specifying that assignments use a specific scoring system created by rule; revising the annual funding available for advanced site assessment; requiring the department to have a specified number of individual contractors participating in the program by a specified date; requiring the department to adopt a scoring system by rule for scoring contractors; specifying system requirements; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Paragraphs (a), (d), and (g) of subsection (1),

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paragraphs (a) and (b) of subsection (2), and subsections (3) and (4) of section 376.3071, Florida Statutes, are amended, paragraph (c) is added to subsection (12) of that section, and subsection (15) is added to that section, to read:

376.3071 Inland Protection Trust Fund; creation; purposes; funding.—

- (1) FINDINGS.—In addition to the legislative findings set forth in s. 376.30, the Legislature finds and declares:
- (a) That significant quantities of petroleum, and petroleum products, and drycleaning solvents are being stored in storage systems in this state, which is a hazardous undertaking.
- (d) That adequate financial resources must be readily available, including the appropriation specified in subsection (15), to provide for the expeditious supply of safe and reliable alternative sources of potable water to affected persons and to provide a means for investigation and cleanup of contamination sites without delay.
- (g) That the <u>drycleaning solvent cleanup program under s.</u>

 376.3078 and the Petroleum Restoration Program must be implemented in a manner that reduces costs and improves the efficiency of rehabilitation activities to reduce the significant backlog of contaminated sites eligible for statefunded rehabilitation and the corresponding threat to the public health, safety, and welfare, water resources, and the environment.
 - (2) INTENT AND PURPOSE.-
- (a) It is the intent of the Legislature to establish the Inland Protection Trust Fund to serve as a repository for funds which will enable the department to respond without delay to

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incidents of inland contamination related to the storage of drycleaning solvents, petroleum, and petroleum products in order to protect the public health, safety, and welfare and to minimize environmental damage.

- (b) It is the intent of the Legislature that the department implement rules and procedures to improve the efficiency and productivity of the drycleaning solvent cleanup program under s. 376.3078 and the Petroleum Restoration Program. The department is directed to implement rules and policies to eliminate and reduce duplication of site rehabilitation efforts, paperwork, and documentation, and micromanagement of site rehabilitation tasks. The department shall make efficiency and productivity a priority in the administration of the Petroleum Restoration Program and to this end, when necessary, shall use petroleum program contracted services to improve the efficiency and productivity of the program. Furthermore, when implementing rules and procedures to improve such efficiency and productivity, the department shall recognize and consider the potential value of utilizing contracted inspection and professional resources to efficiently and productively administer the program.
- (3) CREATION.—There is created the Inland Protection Trust Fund, hereinafter referred to as the "fund," to be administered by the department. This fund shall be used by the department as a nonlapsing revolving fund, consisting of the appropriation specified in subsection (15), for carrying out the purposes of this section and ss. 376.3073 and 376.3078 s. 376.3073. To this fund shall also be credited all penalties, judgments, recoveries, reimbursements, loans, and other fees and charges

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related to the implementation of this section, ss. 376.3073 and 376.3078, and s. 376.3073 and the excise tax revenues levied, collected, and credited pursuant to ss. 206.9935(3) and 206.9945(1)(c). Charges against the fund shall be made pursuant to this section.

- (4) USES.—Whenever, in its determination, incidents of inland contamination related to the storage of <u>drycleaning</u> solvents, petroleum, or petroleum products may pose a threat to the public health, safety, or welfare, water resources, or the environment, the department shall obligate moneys available in the fund to provide for:
- (a) Prompt investigation and assessment of contamination sites.
- (b) Expeditious restoration or replacement of potable water supplies as provided in s. 376.30(3)(c)1.
- (c) Rehabilitation of contamination sites, which shall consist of cleanup of affected soil, groundwater, and inland surface waters, using the most cost-effective alternative that is technologically feasible and reliable and that provides adequate protection of the public health, safety, and welfare, and water resources, and that minimizes environmental damage, pursuant to the site selection and cleanup criteria established by the department under subsection (5), except that this paragraph does not authorize the department to obligate funds for payment of costs which may be associated with, but are not integral to, site rehabilitation, such as the cost for retrofitting or replacing petroleum storage systems.
 - (d) Maintenance and monitoring of contamination sites.
 - (e) Inspection and supervision of activities described in

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this subsection.

(f) Payment of expenses incurred by the department in its efforts to obtain from responsible parties the payment or recovery of reasonable costs resulting from the activities described in this subsection.

- (g) Payment of any other reasonable costs of administration, including those administrative costs incurred by the Department of Health in providing field and laboratory services, toxicological risk assessment, and other assistance to the department in the investigation of drinking water contamination complaints and costs associated with public information and education activities.
- (h) Establishment and implementation of the compliance verification program as authorized in s. 376.303(1)(a), including contracting with local governments or state agencies to provide for the administration of such program through locally administered programs, to minimize the potential for further contamination sites.
- (i) Funding of the provisions of ss. 376.305(6), and 376.3072, and 376.3078.
- (j) Activities related to removal and replacement of petroleum storage systems, exclusive of costs of any tank, piping, dispensing unit, or related hardware, if soil removal is approved as a component of site rehabilitation and requires removal of the tank where remediation is conducted under this section or if such activities were justified in an approved remedial action plan.
- (k) Reasonable costs of restoring property as nearly as practicable to the conditions which existed before activities

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associated with contamination assessment or remedial action taken under s. 376.303(4).

- (1) Repayment of loans to the fund.
- (m) Expenditure of sums from the fund to cover ineligible sites or costs as set forth in subsection (13), if the department in its discretion deems it necessary to do so. In such cases, the department may seek recovery and reimbursement of costs in the same manner and pursuant to the same procedures established for recovery and reimbursement of sums otherwise owed to or expended from the fund.
- (n) Payment of amounts payable under any service contract entered into by the department pursuant to s. 376.3075, subject to annual appropriation by the Legislature.
- (o) Drycleaning solvent remediation on eligible sites in the drycleaning solvent cleanup program and petroleum remediation pursuant to this section throughout a state fiscal year. The department shall establish a process to uniformly encumber appropriated funds throughout a state fiscal year and shall allow for emergencies and imminent threats to public health, safety, and welfare, water resources, and the environment as provided in paragraph (5) (a). This paragraph does not apply to appropriations associated with the free product recovery initiative provided in paragraph (5) (c) or the advanced cleanup program provided in s. 376.30713.
- (p) Enforcement of this section and ss. 376.30-376.317 by the Fish and Wildlife Conservation Commission. The department shall disburse moneys to the commission for such purpose.
- (q) Payments for program deductibles, copayments, and limited contamination assessment reports that otherwise would be

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paid by another state agency for state-funded <u>drycleaning</u> solvent or petroleum contamination site rehabilitation.

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The issuance of a site rehabilitation completion order pursuant to subsection (5) or paragraph (12)(b) for contamination eligible for programs funded by this section does not alter the project's eligibility for state-funded remediation if the department determines that site conditions are not protective of human health under actual or proposed circumstances of exposure under subsection (5). The Inland Protection Trust Fund may be used only to fund the activities in ss. 376.30-376.317 except s. 376.3079 ss. 376.3078 and 376.3079. Amounts on deposit in the fund in each fiscal year must first be applied or allocated for the payment of amounts payable by the department pursuant to paragraph (n) under a service contract entered into by the department pursuant to s. 376.3075 and appropriated in each year by the Legislature before making or providing for other disbursements from the fund. This subsection does not authorize the use of the fund for cleanup of contamination caused primarily by a discharge of solvents as defined in s. 206.9925(6), or polychlorinated biphenyls when their presence causes them to be hazardous wastes, except solvent contamination that which is the result of chemical or physical breakdown of petroleum products and is otherwise eligible or solvent contamination from a drycleaning facility that is eligible for funding in the drycleaning solvent cleanup program. Facilities used primarily for the storage of motor or diesel fuels as defined in ss. 206.01 and 206.86 are not excluded from eligibility pursuant to this section.

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(12) SITE CLEANUP.

- (c) Drycleaning solvent facility restoration.—An annual appropriation of \$30 million shall be deposited from the fund into the Water Quality Assurance Trust Fund to be used for the drycleaning solvent cleanup program under s. 376.3078.
- (15) APPROPRIATION.—A minimum of \$150 million is appropriated annually to the Inland Protection Trust Fund to implement this section.

Section 2. Paragraphs (a) and (b) of subsection (2), paragraph (m) of subsection (3), paragraphs (d) and (e) of subsection (8), and paragraph (e) of subsection (14) of section 376.3078, Florida Statutes, are amended, and subsection (15) is added to that section, to read:

376.3078 Drycleaning facility restoration; funds; uses; liability; recovery of expenditures.—

- (2) FUNDS; USES.-
- (a) All penalties, judgments, recoveries, reimbursements, loans, and other fees and charges related to the implementation of this section and the tax revenues levied, collected, and credited pursuant to ss. 376.70 and 376.75, and fees collected pursuant to s. 376.303(1)(d); and deductibles collected pursuant to paragraph (3)(d); and the funds appropriated from the Inland Protection Trust Fund pursuant to s. 376.3071(12)(c), shall be deposited into the Water Quality Assurance Trust Fund, to be used upon appropriation as provided in this section and s. 376.3071(12)(c). Charges against the funds for drycleaning facility or wholesale supply site rehabilitation shall be made in accordance with the provisions of this section.
 - (b) Whenever, in its determination, incidents of

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contamination by drycleaning solvents related to the operation of drycleaning facilities and wholesale supply facilities may pose a threat to the environment or the public health, safety, or welfare, the department shall obligate moneys available pursuant to this section to provide for:

- 1. Prompt investigation and assessment of the contaminated drycleaning facility or wholesale supply facility sites.
- 2. Expeditious treatment, restoration, or replacement of potable water supplies as provided in s. 376.30(3)(c)1.
- 3. Rehabilitation of contaminated drycleaning facility or wholesale supply facility sites, which shall consist of rehabilitation of affected soil, groundwater, and surface waters, using the most cost-effective alternative that is technologically feasible and reliable and that provides adequate protection of the public health, safety, and welfare and minimizes environmental damage, in accordance with the site selection and rehabilitation criteria established by the department under subsection (4), except that nothing in this subsection shall be construed to authorize the department to obligate drycleaning facility restoration funds for payment of costs that may be associated with, but are not integral to, drycleaning facility or wholesale supply facility site rehabilitation.
- 4. Maintenance and monitoring of contaminated drycleaning facility or wholesale supply facility sites.
- 5. Inspection and supervision of activities described in this subsection.
- 6. Payment of expenses incurred by the department in its efforts to obtain from responsible parties the payment or

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recovery of reasonable costs resulting from the activities described in this subsection.

- 7. Payment of any other reasonable costs of administration, including those administrative costs incurred by the Department of Health in providing field and laboratory services, toxicological risk assessment, and other assistance to the department in the investigation of drinking water contamination complaints and costs associated with public information and education activities.
- 8. Reasonable costs of restoring property as nearly as practicable to the conditions that existed prior to activities associated with contamination assessment or remedial action.

The department \underline{may} shall not obligate funds in excess of the sum \underline{of} the annual appropriation plus the appropriation specified in s. 376.3071(12)(c).

- (3) REHABILITATION LIABILITY.-
- (m) The owner, operator, and either the real property owner or agent of the real property owner may apply for the drycleaning solvent contamination cleanup program by jointly submitting a completed application package to the department pursuant to the rules that shall be adopted by the department. If the application cannot be jointly submitted, then the applicant shall provide notice of the application to other interested parties. After reviewing the completed application package, the department may shall notify the applicant in writing as to whether the drycleaning facility or wholesale supply facility is eligible for the program. If the department denies eligibility for a completed application package, the

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notice of denial shall specify the reasons for the denial, including specific and substantive findings of fact, and shall constitute agency action subject to the provisions of chapter 120. For the purposes of ss. 120.569 and 120.57, the real property owner and the owner and operator of a drycleaning facility or wholesale supply facility which is the subject of a decision by the department with regard to eligibility shall be deemed to be parties whose substantial interests are determined by the department's decision to approve or deny eligibility.

- (8) SCORING SYSTEM APPLICATION.-
- (d) Assignments for program tasks or sites to be conducted by state contractors shall be made according to the current priority list and shall be based on the department scoring system created pursuant to paragraph (15)(b) determination of contractor logistics, geographical considerations, and other criteria the department determines are necessary to achieve cost-effective site rehabilitation.
- (e) Assignments for the program tasks <u>or sites</u> shall be made beginning with the highest-ranked sites on the priority list at the effective date the assignment is made and proceed through lower-ranked sites.
- (14) ADVANCED SITE ASSESSMENT.—It is in the public interest, and of substantial environmental and economic benefit to the state, to provide an opportunity to conduct site assessment on a limited basis at contaminated sites in advance of the ranking of the sites on the priority list as specified in subsection (8).
- (e) Available funding for advanced site assessments may not exceed 10 percent of the annual Water Quality Assurance Trust

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320	Fund appropriation for the drycleaning solvent cleanup program
321	under this section plus the appropriation specified in s.
322	376.3071(12)(c).
323	(15) STATE CONTRACTOR PARTICIPATION AND SCORING SYSTEM
324	(a) The department must have at least 25 individual state
325	contractors participating in the drycleaning solvent cleanup
326	program by December 31, 2018.
327	(b) The department shall by rule create a system for
328	scoring contractors to be assigned to drycleaning solvent
329	cleanup program tasks and sites. Such system, at a minimum, must
330	consider the contractor's qualifications, the contractor's
331	rates, and any of the contractor's performance evaluations for
332	previous work performed pursuant to this section.
333	Section 3. This act shall take effect July 1, 2018.

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