#### The Florida Senate

#### **COMMITTEE MEETING EXPANDED AGENDA**

# ENVIRONMENTAL PRESERVATION AND CONSERVATION

Senator Dean, Chair Senator Simpson, Vice Chair

MEETING DATE: Wednesday, March 18, 2015

**TIME:** 4:00 —6:00 p.m.

PLACE: Mallory Horne Committee Room, 37 Senate Office Building

MEMBERS: Senator Dean, Chair; Senator Simpson, Vice Chair; Senators Altman, Evers, Hays, Simmons, Smith,

and Soto

TAB	BILL NO. and INTRODUCER	BILL DESCRIPTION and SENATE COMMITTEE ACTIONS	COMMITTEE ACTION
1	SB 680 Dean (Compare H 241, H 7021)	Fish and Wildlife Conservation Commission; Requiring personal flotation devices to be used in accordance with the United States Coast Guard approval labels; revising the dates for tarpon tag validity; removing the income requirement for a restricted species endorsement on a saltwater products license; deleting the requirement that the number of tags pursuant to a collection permit be equal to a safe yield of alligators; establishing penalties for the unlawful feeding of wildlife and freshwater fish, etc.  EP 03/18/2015 Fav/CS AGG AP	Fav/CS Yeas 7 Nays 0
2	SB 776 Hays (Similar H 1173)	Water and Wastewater; Requiring the Division of Bond Finance of the State Board of Administration to review the allocation of private activity bonds to determine the availability of additional allocation or reallocation of bonds for water and wastewater infrastructure projects; extending specified tax exemptions to certain investor-owned water and wastewater utilities; authorizing the creation of a utility reserve fund; authorizing the Department of Environmental Protection to require or request that the Florida Water Pollution Control Financing Corporation make loans, grants, and deposits to forprofit, privately owned or investor-owned water systems, etc.  EP 03/18/2015 Fav/CS FT AP	Fav/CS Yeas 7 Nays 0

**Workshop** - Discussion and testimony only on the following (no vote to be taken):

#### **COMMITTEE MEETING EXPANDED AGENDA**

Environmental Preservation and Conservation Wednesday, March 18, 2015, 4:00 —6:00 p.m.

TAB	BILL NO. and INTRODUCER	BILL DESCRIPTION and SENATE COMMITTEE ACTIONS	COMMITTEE ACTION
3	CS/HB 7003 Appropriations Committee / State Affairs Committee / Caldwell (Compare S 918)	Water Resources; Revises provisions relating to water resource development; establishment & implementation of minimum flows & levels & total maximum daily loads; Central Florida Water Initiative; projects of South Florida Water Management District; preferred water supply sources; consumptive use permit applications; improvements on private agricultural lands; Northern Everglades & Estuaries Protection Program; power & duties of water management districts with regard to water production & water resource & supply development; regional water supply planning; springs & aquifer protection; surface water classification; & potable water supply.  EP 03/18/2015 Workshop-Discussed AGG AP	Workshop-Discussed
	Other Related Meeting Documents		

S-036 (10/2008) Page 2 of 2

# **APPEARANCE RECORD**

3/18/15	(Deliver BOTH copies of this form to the Sena	tor or Senate Professional S	Staff conducting the meeting)	680
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Appearing at request o	f Chair: Yes No	Lobbyist registe	ered with Legislatu	re: Yes No
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	blic record for this meeting.		•	S-001 (10/14/14)

# **APPEARANCE RECORD**

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Speaking: Against Information	Waive Speaking: In Support Against (The Chair will read this information into the record.)
Representing Florida Airbort Association	- and nuisance Alligator trappers
Appearing at request of Chair: Yes No	Lobbyist registered with Legislature: Ves No
While it is a Senate tradition to encourage public testimony, to meeting. Those who do speak may be asked to limit their ren	ime may not permit all persons wishing to speak to be heard at this narks so that as many persons as possible can be heard.
This form is part of the public record for this meeting.	S-001 (10/14/14)

# **APPEARANCE RECORD**

3/18/15 (Deliver BOTH copies of this form to the Senator or Senate Professional St	taff conducting the meeting)
Meeting Date	Bill Number (if applicable)
Topic FWC	Amendment Barcode (if applicable)
Name TRAVIS MOORE	
Job Title	
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Representing <u>Defenders of Wildlife</u>	
Appearing at request of Chair: Yes No Lobbyist register	ered with Legislature: Yes No
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S-001 (10/14/14)

# APPEARANCE RECORD

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# **APPEARANCE RECORD**

3/18/15	(Deliver BOTH copies of this form to the Senator or S	enate Professional Staff conducting the	e meeting) SB 680
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# The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

Prepare	d By: The Prof	essional Staff of the C	Committee on Environme	ental Preservation and Conservation
BILL:	CS/SB 680			
INTRODUCER:	Environme	ntal Preservation a	nd Conservation Con	nmittee and Senator Dean
SUBJECT:	Fish and W	ildlife Conservation	on Commission	
DATE:	March 19, 2	2015 REVISE	ED:	
ANAL	YST	STAFF DIRECTO	OR REFERENCE	ACTION
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# Please see Section IX. for Additional Information:

COMMITTEE SUBSTITUTE - Technical Changes

## I. Summary:

CS/SB 680 amends provisions relating to the Fish and Wildlife Conservation Commission (FWC). Specifically, the bill:

- Removes specific labeling requirements for personal floatation devices (PFDs) and allows the use of PFDs labeled in accordance with U.S. Coast Guard (Coast Guard) rules concerning an upcoming new labeling system;
- Revises the effective dates for tarpon tags from July 1 through June 30 to the calendar year;
- Removes a requirement for tax collectors to submit forms relating to the number of unissued Convention on the International Trade of Endangered Species (CITES) tags every year;
- Removes reporting requirements for tarpon landings;
- Corrects the scientific name for tarpon from *megalops atlantica* to the correct name, *Megalops atlanticus*;
- Removes statutory qualifying requirements to receive a Restricted Species Endorsement on a Saltwater Products License;
- Removes rulemaking authority to implement an alligator management and trapping program;
- Ensures all uncured alligator hides are identified as originally intended;
- Removes reporting and shipping details for dealers and buyers of alligator hides;
- Clarifies that a person may not take or possess an alligator or alligator eggs without an alligator license, rather than a "trapping license";
- Rephrases "Alligator Management and Trapping Program" to "Alligator Management Program";

• Removes statutory rulemaking authority to limit the number of participants engaged in the taking of alligators or their eggs from the wild;

- Provides exemptions to fee requirements related to hunting alligators;
- Removes statutory requirements to provide the Department of Agriculture and Consumer Services with funds from certain activities related to alligators and makes the transfer of such funds dependent on an annual appropriation;
- Removes rulemaking authority to establish appropriate qualifications for permitting alligator collectors:
- Removes a requirement to use certain funds for alligator husbandry research;
- Removes a requirement to attach CITES tags to the hide of any alligator taken from the wild;
- Removes a requirement to limit the number of CITES tags to the estimated safe yield of alligators in the state;
- Changes penalties for feeding wildlife and freshwater fish;
- Removes definitions of "alligator," "process or processing," and "alligator hatchling";
- Removes a provision relating to alligator study requirements;
- Removes provisions relating to penalties for unlawfully selling certain alligator products;
- Removes a provision relating to penalties for using the words "alligator" and "gator" in certain situations; and
- Reenacts certain sections of statute to incorporate changes made in the bill.

#### **II.** Present Situation:

#### **Personal Floatation Devices**

The Coast Guard labels PFDs five different ways based on their intended use:

- Type I PFDs are off-shore life jackets that are good for all waters, including rough seas and remote water, where rescue might be slow to arrive;
- Type II PFDs are near-shore buoyant vests for general boating. They are good for calm, inland waters, or where there is a good chance of a quick rescue;
- Type III PFDs are for general boating or some specialized activity that is marked on the PFD for activities such as water skiing, hunting, fishing, canoeing, kayaking, etc. They are designed to complement the activity they are used for;
- Type IV PFDs include throwable devices such as ring buoys and boat cushions; and
- Type V PFDs are only for special uses or conditions. <sup>1</sup>

Florida law requires PFDs to be either on hand or worn depending on the situation. Each situation has different requirements:

- All vessels are required to have wearable Coast Guard-approved PFDs for each person onboard. They must be the appropriate size for the people on the vessel, be in serviceable condition, and within easy access;
- Vessels 16 feet in length or longer must also have at least one Coast Guard-approved throwable Type IV PFD that is immediately available in case someone falls overboard;

<sup>&</sup>lt;sup>1</sup> U. S. Coast Guard, *PFD Selection, Use, Wear & Care*, <a href="http://www.uscg.mil/hq/cg5/cg5214/PFDselection.asp#recreational">http://www.uscg.mil/hq/cg5/cg5214/PFDselection.asp#recreational</a> (last visited Mar. 16, 2015).

• Children under the age of six must wear a Coast Guard-approved Type I, II, or III Coast Guard approved PFD while onboard vessels less than 26 feet in length while the vessel is underway; and

 Anyone who is water skiing; parasailing; aquaplaning; operating, riding on, or being towed behind a personal watercraft; or some similar activity, must wear a non-inflatable Coast Guard-approved Type I, II, III, or V PFD.<sup>2</sup>

Currently, the Coast Guard is working to revise the classification and labeling of PFDs. When the process is completed, the intent is to have labels for PFDs that are easier to understand.

According to the final rule promulgated by the Coast Guard, removing the type code system from regulations "will facilitate future incorporation by reference of new industry consensus standards for PFD labeling that more effectively convey safety information and is a step toward harmonization of our regulations with PFD requirements in Canada and other countries."

The Coast Guard has indicated that there will be a transition period until the end of 2016 to allow manufacturers time to come into compliance with the new standards and to allow states the time to modify their laws.<sup>4</sup>

#### **Tarpon Tags**

In June 2013, the FWC approved a series of changes to the state's tarpon tag rules. In particular, the FWC voted to manage tarpon as a catch-and-release only species. However, the FWC does allow the use of tarpon tags to harvest tarpon while in pursuit of an International Game Fish Association record. In conjunction with designating tarpon as a catch-and-release only species, the former recreational bag limit of two was eliminated and harvest and unnecessary destruction of the fish was prohibited. 6

In addition to these changes, Rule 68B-32.004, F.A.C., now provides that "a person may temporarily possess a tarpon within or without Florida waters only for the purposes of photography, measuring length and girth, and taking a scientific sample." The rule provides that tarpon of a certain length may not be removed from the water. Additional changes to rule that need to be addressed in Florida Statutes include eliminating the reporting requirements for the tarpon tag, and modifying the dates tags are issued from July 1 to June 30 to the calendar year to coincide with the height of the tarpon fishing season.

<sup>&</sup>lt;sup>2</sup> FWC, Boating Regulations, http://myfwc.com/boating/regulations/#nogo (last visited Mar. 16, 2015).

<sup>&</sup>lt;sup>3</sup> Personal Flotation Devices Labeling and Standards, 79 Fed. Reg. 56491 (Oct. 22, 2014).

<sup>&</sup>lt;sup>4</sup> FWC, *Senate Bill 680 Agency Analysis*, 7, (Feb. 2, 2015) (on file with the Senate Committee on Environmental Preservation and Conservation).

<sup>&</sup>lt;sup>5</sup> Rule 68B-32.001, F.A.C.

<sup>&</sup>lt;sup>6</sup> Supra note 4, at 17.

<sup>&</sup>lt;sup>7</sup> Rule 68B-32.004(3), F.A.C.

<sup>&</sup>lt;sup>8</sup> Supra note 4, at 17.

<sup>&</sup>lt;sup>9</sup> Supra note 4, at 17.

Tax collectors are required to return all unused tarpon tags to the FWC by August 15 each year. Since tarpon tags have the effective date printed on them, they cannot be used outside of the tag year. The FWC reports that there is no need recover any unused tags.

Lastly, s. 379.357, F.S., refers to the tarpon scientifically as the *megalops atlantica*. The correct scientific name of the tarpon is *Megalops atlanticus*.

#### **Commercial Fishing Licensing**

In Florida, a Saltwater Products License (SPL) is required to commercially harvest or sell all saltwater products, harvest over the recreational bag limit, harvest over 100 pounds or two saltwater fish per person per day (whichever is greater) for species that do not have an established bag limit, or use certain gear or equipment as specified by law. Saltwater products harvested under an SPL may only be sold to a licensed Florida wholesale dealer.<sup>10</sup>

Florida offers three types of SPLs:<sup>11</sup>

- An individual SPL authorizes one person to engage in commercial fishing activities from the shore or a vessel. The individual SPL is not tied to any one vessel and is issued in the individual's name:
- A crew SPL is also issued in an individual's name and authorizes the named individual to
  engage in commercial fishing activities from shore or a vessel. It also authorizes each person
  who is fishing with the named individual aboard a vessel to engage in such activities. This
  means the license holder can take a crew out on any vessel to harvest saltwater fish and the
  SPL covers the crew as well; and
- A vessel SPL is issued to a valid commercial vessel registration number and authorizes each person aboard that registered vessel to engage in commercial saltwater fishing activities. Unlike the first two SPLs, the vessel SPL is tied to a vessel rather than a person. 12

The cost for each license is:<sup>13</sup>

SPL Type	Florida Resident	Non-resident	Alien
Individual	\$50	\$200	\$300
Crew	\$150	\$600	\$900
Vessel	\$100	\$400	\$600

Requirements for other commercial licenses vary depending on what species are being harvested. In particular, the Restricted Species Endorsement (RS) is required to commercially harvest and sell species designated as "restricted" by the FWC.<sup>14</sup>

<sup>&</sup>lt;sup>10</sup> FWC, Commercial Saltwater Product Licenses – Introduction, <a href="http://www.myfwc.com/license/saltwater/commercial-fishing/new-applicants/#spl">http://www.myfwc.com/license/saltwater/commercial-fishing/new-applicants/#spl</a> (last visited Mar. 15, 2015).

<sup>&</sup>lt;sup>11</sup> Section 379.361(2)(e)1.-3., F.S.

<sup>&</sup>lt;sup>12</sup> Section 379.361(2)(e), F.S.

<sup>&</sup>lt;sup>13</sup> FWC, Commercial Saltwater products License Fees, <a href="http://myfwc.com/license/saltwater/commercial-fishing/csl-fees/">http://myfwc.com/license/saltwater/commercial-fishing/csl-fees/</a> (last visited Mar. 15, 2015).

<sup>&</sup>lt;sup>14</sup> FWC, *Qualifying for the Restricted Species Endorsement*, <a href="http://www.myfwc.com/license/saltwater/commercial-fishing/qualifying-for-rs/">http://www.myfwc.com/license/saltwater/commercial-fishing/qualifying-for-rs/</a> (last visited Mar. 14, 2015).

The RS was created by the Legislature in 1987 when marine fisheries management was under the legislatively created Marine Fisheries Commission, a predecessor agency to the FWC. The primary purpose of the RS is to help ensure the sustainability of Florida's most important commercially harvested species. Prior to the creation of the RS, some of the state's recreational fishermen were purchasing commercial licenses to enable them to harvest commercial quantities of their favorite species and then keep them for their own personal use, thus circumventing the recreational bag limits.<sup>15</sup>

The species currently designated as restricted species are: several species of amberjack, bluefish, cobia, dolphin, drum (black), several species of flounder, several species of grouper, hogfish, almaco jack, Spanish and king mackerel, several species of mullet, permit, Florida and African pompano, red porgy, banded rudderfish, several species of sea bass, spotted seatrout, sheepshead, several species of snapper, tripletail, golden tilefish, wahoo, blue crab, stone crab, spiny lobster, and several species of shrimp.<sup>16</sup>

To qualify for an RS on an SPL, a person must:

- Be 16 years of age or older; and either
- Have over 25 percent or \$5,000 of income attributable to the sale of saltwater products under an SPL; or
- Be a charter boat operator with at least 50 percent of income attributable to charter fishing, at least \$2,500 must be attributable to the sale of saltwater products under an SPL.

The income requirements must apply to at least one of the previous three years, and marine aquaculture producers with an SPL can apply income from the sale of marine aquaculture products.<sup>17</sup>

Exceptions to these requirements are:

- A permanent RS is available to those who are 62 or older who have qualified for an RS for at least three of the last five years;
- The income requirement for those who are 62 or older is reduced to \$2,500;
- Active military duty time will not be counted against the time required to qualify;
- The purchaser of a commercial vessel associated with an RS will have a complete license year after the purchase to qualify for an RS;
- An immediate family member wishing to carry on the fishing operation of an individual who has died or become permanently disabled will have one complete license year to qualify for an RS;
- The income requirement is waived for residents holding an SPL for three of the previous five
  years before a disability, if the individual is certified totally and permanently disabled by the
  U.S. Department of Veterans Affairs, any branch of the U.S. Armed Services, or the Railroad
  Board, or an individual who is certified disabled by the Social Security Administration or a
  licensed physician;

<sup>&</sup>lt;sup>15</sup> *Supra* note 4, at 18.

<sup>&</sup>lt;sup>16</sup> FWC, Restricted Species List, <a href="http://www.myfwc.com/license/saltwater/commercial-fishing/restricted-species/">http://www.myfwc.com/license/saltwater/commercial-fishing/restricted-species/</a> (last visited Mar. 14, 2015).

<sup>&</sup>lt;sup>17</sup> Supra note 14.

• An honorably discharged resident military veteran who is certified to be permanently disabled with a rating of at least 10 percent has one full license year to qualify for an RS, in addition to an income requirement of \$2,500; and

• An honorably discharged resident military veteran who applies for an RS within 48 months after discharge has one full license year to qualify for an RS. 18

The creation of the RS was supported by Florida's commercial fishing industry, which coordinated with the legislatively created Marine Fisheries Commission, a predecessor agency to the FWC, in developing the endorsement. It is meant to ensure that fish harvested under Florida's commercial licenses, with the higher bag limits typically associated with the commercial fishery, are being harvested for commercial purposes and ultimately ending up in the seafood market.<sup>19</sup>

Qualifying requirements for the RS are currently in statute, but, since all aspects of the RS program fall under the FWC's constitutional authority, the requirements have been incorporated into FWC rule, allowing it to respond to stakeholder needs or requests for changes. According to the FWC, some of the existing statutory requirements are confusing and out of date.<sup>20</sup>

#### **Alligators**

The American alligator may be found in Alabama, Arkansas, Florida, Georgia, Louisiana, Mississippi, North Carolina, Oklahoma, South Carolina, and Texas.<sup>21</sup> They prefer freshwater lakes and slow-moving rivers and their associated wetlands, but they also can be found in brackish water habitats as well. There are approximately 1.3 million alligators throughout Florida.<sup>22</sup>

Due to concerns over declining populations, legal alligator harvesting was halted in 1962. The American alligator was included on the first list of endangered species under the law that preceded the Endangered Species Act in 1967.<sup>23</sup> By the mid-1970s, indications were that the Florida population was recovering rapidly. In 1977, Florida's alligator population was reclassified from endangered to threatened by the U.S. Fish and Wildlife Service. This allowed for management of the growing nuisance alligator problem through harvest, which continues today under the Statewide Nuisance Alligator Program.<sup>24</sup>

<sup>19</sup> *Supra* note 4, at 18.

<sup>&</sup>lt;sup>18</sup> Supra note 14.

<sup>&</sup>lt;sup>20</sup> *Supra* note 4, at 18

<sup>&</sup>lt;sup>21</sup> U.S. Fish and Wildlife Service, *Environmental Conservation Online System, American alligator (Alligator mississippiensis*), <a href="http://ecos.fws.gov/speciesProfile/profile/speciesProfile.action?spcode=C000#recovery">http://ecos.fws.gov/speciesProfile/profile/speciesProfile.action?spcode=C000#recovery</a> (last visited Mar. 3, 2015).

<sup>&</sup>lt;sup>22</sup> FWC, *Statewide Nuisance Alligator Program*, <a href="http://myfwc.com/wildlifehabitats/managed/alligator/nuisance/">http://myfwc.com/wildlifehabitats/managed/alligator/nuisance/</a> (last visited Mar. 3, 2015).

<sup>&</sup>lt;sup>23</sup> U.S. Fish and Wildlife Service, *American Alligator: Alligator mississippiensis* (Feb. 2008), *available at* <a href="http://www.fws.gov/endangered/esa-library/pdf/alligator.pdf">http://www.fws.gov/endangered/esa-library/pdf/alligator.pdf</a> (last visited Mar. 3, 2015).

<sup>&</sup>lt;sup>24</sup> Supra note 6. (FWC ANALYSIS – REMOVE IN FINAL) POINT TO PAGE 7 agency analysis

Despite its recovery, the Florida alligator is still federally listed. However, since 1979, its status has been "Similarity of Appearance (Threatened)." This provides safeguards to other imperiled crocodilians, such as the American crocodile, which may be found in south Florida, and the black caiman, which occurs in South America. The listing allows for state-approved management and control programs. <sup>26</sup>

Currently, the FWC implements three programs that provide for harvesting non-hatchling alligators from the wild. They are the:

- Statewide Alligator Harvest Program;
- Private Lands Alligator Management Program; and
- Statewide Nuisance Alligator Program.

#### Statewide Alligator Harvest Program

Each year, the FWC establishes alligator management units based on surveys to establish appropriate harvest quotas to provide recreational opportunities for the public to harvest alligators. Anyone may participate, but the number of harvest permits awarded are typically much fewer than the number of people applying for them. According to the FWC, in 2014, 18,000 applications were received for 6,000 permits.<sup>27</sup>

Through a three-phase program, harvest permits are made available to individuals through a random selection process. Awarded permits that are not purchased in Phase I by the appointed deadline will be made available in Phase II. The second phase of the program is only open to people who were not issued a harvest permit during Phase I. All permits that are not purchased in Phase II by the appointed deadline are sold on a first-come, first-served basis during Phase III. Phase III is open to anyone, including those who already have a harvest permit from either of the two preceding phases. Those who are selected to receive a permit must purchase an Alligator Trapping License. Each permit authorizes taking two alligators, specifies where the alligators may be taken, and comes with two hide validation tags, referred to as CITES tags. <sup>28</sup>

Another option for participating in the Alligator Harvest Program is to purchase an Alligator Trapping Agent License, which allows those individuals to assist someone who was selected for a harvest permit and has an Alligator Trapping License.

#### Private Lands Alligator Management Program

The Private Lands Alligator Management Program was established as a mechanism for landowners to sustainably harvest alligators on their properties. To participate in the program, applicants must own or lease a parcel that contains an alligator habitat. Public lands, other than sovereignty submerged lands, for which a governmental entity can demonstrate an ownership or

<sup>&</sup>lt;sup>25</sup> U.S. Fish and Wildlife Service, *Environmental Conservation Online System*, *American alligator (Alligator mississippiensis)*, <a href="http://ecos.fws.gov/speciesProfile/profile/speciesProfile.action?spcode=C000#recovery">http://ecos.fws.gov/speciesProfile/profile/speciesProfile.action?spcode=C000#recovery</a> (last visited Mar. 3, 2015).

<sup>&</sup>lt;sup>26</sup> *Supra* note 4, at 8.

<sup>&</sup>lt;sup>27</sup> Supra note 4, at 9.

<sup>&</sup>lt;sup>28</sup> FWC, Statewide Alligator Hunt Permit: General Information, <a href="http://myfwc.com/license/limited-entry-hunts/general-info/alligator-hunt-permit/">http://myfwc.com/license/limited-entry-hunts/general-info/alligator-hunt-permit/</a> (last visited Mar. 17, 2015).

leasehold interest and with approval of the governmental entity that owns the property are also eligible for inclusion in the program.<sup>29</sup>

Once the FWC evaluates the property for the sustainable yield of alligators, it issues the required permits and CITES tags up to the sustainable yield. Unlike the Statewide Alligator Harvest Program, participants in this program may take alligators year round, rather than during designated seasons. The person permitted to harvest on private lands may be absent when someone with either an Alligator Trapping License or an Alligator Trapping Agent License harvests alligators on the parcel. In the sustainable yield of alligators, it issues the required permits and CITES tags up to the sustainable yield of alligators, it issues the required permits and CITES tags up to the sustainable yield of alligators, it issues the required permits and CITES tags up to the sustainable yield. Unlike the Statewide Alligator Harvest Program, participants in this program may take alligators year round, rather than during designated seasons.

#### Statewide Nuisance Alligator Program

Generally, an alligator may be deemed a nuisance if it is at least four feet long and the person reporting the alligator believes it poses a threat to people, pets, or property. The state does not allow for the relocation of nuisance alligators.<sup>32</sup> According to the FWC, they tend to return to where they were initially captured. Smaller alligators, however, are usually relocated to nearby wetland habitats.<sup>33</sup>

The FWC contracts with nuisance alligator trappers to remove problem alligators. <sup>34</sup> Nuisance alligator trappers must purchase an Alligator Trapping License. <sup>35</sup> When a nuisance alligator is reported, the FWC issues a permit to the trapper authorizing the removal of the specific alligator. The public may not hire or provide authorization to a nuisance alligator trapper to remove a nuisance alligator. They may only be handled by FWC-contracted nuisance alligator trappers. Trappers are issued CITES tags at the beginning of each year which need to be attached to each trapped alligator. Nuisance alligator trappers receive \$30 per captured alligator, until all funds are expended. According to the FWC, there is a recurring annual allocation in the FWC's budget of \$210,000 to pay trappers for capturing nuisance alligators. <sup>36</sup>

Contract trappers are allowed to use designated agents who can operate independently of them, but the agent must be in possession of the harvest permit and tags issued to the nuisance alligator trapper under contract. Trappers are ultimately responsible for their agents, and the trappers' agents must possess either an Alligator Trapping or Alligator Trapping Agent License.<sup>37</sup>

#### Alligator Trapping Guides

Alligator trapping guides sell packaged hunts to people who would like to hunt an alligator. They must be properly licensed and permitted under one of the FWC's three programs. The guides solicit clients and provide assistance and equipment to any unskilled participants they are

<sup>&</sup>lt;sup>29</sup> FWC, *Private Lands Alligator Program*, <a href="http://myfwc.com/wildlifehabitats/managed/alligator/private-lands/">http://myfwc.com/wildlifehabitats/managed/alligator/private-lands/</a> (last visited Mar. 3, 2015).

<sup>&</sup>lt;sup>30</sup> *Supra* note 4, at 11.

<sup>&</sup>lt;sup>31</sup> *Supra* note 4, at 11.

<sup>&</sup>lt;sup>32</sup> Supra note 22.

<sup>&</sup>lt;sup>33</sup> *Supra* note 4, at 12.

<sup>&</sup>lt;sup>34</sup> FWC, *How to be a Nuisance Alligator Trapper*, <a href="http://myfwc.com/wildlifehabitats/managed/alligator/nuisance/trapper/">http://myfwc.com/wildlifehabitats/managed/alligator/nuisance/trapper/</a> (last visited Mar. 3, 2015).

<sup>&</sup>lt;sup>35</sup> *Supra* note 4, at 13.

<sup>&</sup>lt;sup>36</sup> *Supra* note 4, at 13.

<sup>&</sup>lt;sup>37</sup> *Supra* note 4, at 13.

accompanying who have been issued their own harvest permits. The guide may operate with an Alligator Trapping Agent License when guiding a person with an Alligator Trapping License or may operate with the Alligator Trapping License with clients who have either type of license.<sup>38</sup>

#### Public Waters Alligator Egg Collection Program

The Public Waters Alligator Egg Collection Program permits the collection of alligator eggs from public waters by up to 30 licensed and permitted alligator farmers in order to provide a consistent source of rearing stock. The number of farms is restricted due to the limited availability of eggs in the wild.<sup>39</sup>

Areas are established annually by the Alligator Management Program staff. Staff members assess the area and set a quota of 25 to 100 percent of non-depredated, non-flooded nests. Collections are conducted under the direct supervision of FWC biologists. Those eggs are then transferred to the 30 farmers who incubate and hatch the eggs or transfer them to other persons permitted to receive alligator eggs from the wild. The FWC issues an alligator egg collection permit before eggs can be collected under the program. The fee for the permit is limited to \$5 per egg. 40

#### Alligator Farming

Alligator farming has been performed in Florida since the 1970s. Despite fluctuations in the market for alligator hides in the last decade, the number of alligator farms has remained fairly constant since 2002 with about 60 farms. Inventories have stayed above 80,000 animals with almost 20,000 alligators harvested annually for their hides and meat. Alligator farmers must obtain an Alligator Farming License. They may employ assistants who must obtain an Alligator Farming Agent's License. 41

#### Hide and Fur Dealers

Alligator hide dealers solicit, broker, or otherwise buy unpreserved lawfully acquired and tagged alligator hides for the purpose of selling the hides to commercial tanneries or manufacturers of alligator hide products. Under the required Fur and Hide Dealer's License, they do not harvest any part of the alligator. They instead play a role in the final disposition of alligator hides. They must abide by record keeping requirements set by the FWC.<sup>42</sup>

#### Alligator Meat Processors

Alligator meat processors are issued a no-cost Alligator Meat Processing Facility Permit by the FWC after being inspected and approved by the Department of Agriculture and Consumer Services (DACS). They must also purchase an Alligator Processor's License, if the processor is not already in possession of an Alligator Farming License or an Alligator Trapping License.<sup>43</sup> The processors buy carcasses from other alligator meat processors, alligator farmers, and

<sup>&</sup>lt;sup>38</sup> *Supra* note 4, at 14.

<sup>&</sup>lt;sup>39</sup> Rule 68A-25.004, F.A.C. See also *supra* note 6. POINTS TO PAGE 14 agency analysis

<sup>&</sup>lt;sup>40</sup> *Supra* note 4, at 14.

<sup>&</sup>lt;sup>41</sup> *Supra* note 4, at 14.

<sup>&</sup>lt;sup>42</sup> Rule 68A-25.004, F.A.C.

<sup>&</sup>lt;sup>43</sup> *Supra* note 4, at 15.

program participants permitted to take alligators from the wild. In addition, they import lawfully acquired alligator meat from out of state for reprocessing and repackaging for wholesale and retail sale.<sup>44</sup>

### Alligator Marketing and Education – The Department of Agriculture and Consumer Services

Under a contract executed in 1993, \$5 for every CITES tag attached to an alligator taken from the wild through the private lands and nuisance alligator harvest programs is transferred to DACS. Also, \$1 for every alligator egg taken from public waters is transferred to DACS. The transfers are in support of alligator marketing and education activities overseen by DACS' Division of Marketing, Bureau of Seafood and Aquaculture.

License	Fee
Resident Alligator Trapping License	\$250
Non-Resident Alligator Trapping License	\$1,000
Alligator Trapping Agent's License (resident and non-resident)	\$50
Alligator Hide Validation (CITES) Tag	Up to \$30 per tag
Resident Fur and Hide Dealer's License	\$100
Non-Resident Fur and Hide Dealer's License	\$500
Egg Permit	Up to \$5 per egg
Alligator Farming License (resident and non-resident)	\$250
Alligator Farming Agent's License (resident and non-resident)	\$50
Alligator Processor's License (resident and non-resident)	\$250

Violations of alligator management strategies include:

- The unlawful sale, possession, or transporting of alligators or alligator skins;<sup>47</sup>
- Prima facie evidence of intent to violate laws protecting alligators (use of firearms and light at night where alligators might be known to be present);<sup>48</sup>
- Unlawfully selling alligator products;<sup>49</sup>
- Using the words "alligator" or "gator" in certain sales;<sup>50</sup>
- Not possessing a Fur and Hide Dealer's License, when necessary:<sup>51</sup>
- Taking and possessing alligators without a trapping license;<sup>52</sup>
- Not tagging alligators and hides when required;<sup>53</sup>
- Violating rules or orders of the FWC;<sup>54</sup> and

<sup>&</sup>lt;sup>44</sup> *Supra* note 4, at 15.

<sup>&</sup>lt;sup>45</sup> *Supra* note 4, at 15.

<sup>&</sup>lt;sup>46</sup> See generally Part VII of ch. 379, F.S., for alligator licenses and fees.

<sup>&</sup>lt;sup>47</sup> Section 379.3014, F.S.

<sup>&</sup>lt;sup>48</sup> Section 379.3015, F.S.

<sup>&</sup>lt;sup>49</sup> Section 379.3016, F.S.

<sup>&</sup>lt;sup>50</sup> Section 379.3017, F.S.

<sup>&</sup>lt;sup>51</sup> Section 379.364, F.S.

<sup>&</sup>lt;sup>52</sup> Section 379.3751, F.S.

<sup>&</sup>lt;sup>53</sup> Section 379.3752, F.S.

<sup>&</sup>lt;sup>54</sup> Section 379.401, F.S.

• Illegally killing, possessing, or capturing alligators, other crocodilian, or eggs. 55

Additionally, the Wildlife Violator Compact Act authorizes reciprocal license suspensions in participating states.<sup>56</sup>

## Wildlife Feeding Rules

The FWC has adopted rules that prohibit feeding certain species of wildlife. Those rules, along with types of feeding that are common for the species for which feeding is prohibited, are:

Species	Rule	Common Types of Feeding
Bear, Fox, and Raccoon	Intentionally placing food or garbage, allowing the placement of food or garbage, or offering food or garbage in such a manner that it attracts black bears, foxes, or raccoons and in a manner that is likely to create or creates a public nuisance is prohibited. <sup>57</sup>	Garbage, pet or livestock food, birdseed, or other foods left unsecured outside or placed out intentionally for these wildlife
Pelican	The intentional feeding or the placement of food that attracts pelicans and modifies the natural behavior of the pelican so as to be detrimental to the survival or health of a local population is prohibited. <sup>58</sup>	Fish and food scraps handed out or dumped in ways that allow the animals to feed on that material
Sandhill Crane	The intentional feeding of sandhill cranes is prohibited. <sup>59</sup>	Bird feeders or bread or corn that people leave out, whether for cranes or for other wildlife
Bald Eagle	No person shall take, feed, disturb, possess, sell, purchase or barter, or attempt to engage in any such conduct, any bald eagle or parts thereof, or their nests or eggs, except when authorized by permit or consistent with FWC Eagle Management Guidelines. <sup>60</sup>	Food scraps handed out or dumped in ways that allow the animals to feed on that material
Alligator and Crocodile	No person shall intentionally feed, or entice with feed, any crocodilian unless held in captivity	Food scraps handed out or dumped in ways that allow the animals to feed on that material

<sup>&</sup>lt;sup>55</sup> Section 379.409, F.S.

<sup>&</sup>lt;sup>56</sup> Section 379.2255, F.S.

<sup>&</sup>lt;sup>57</sup> Rule 68A-4.001(3), F.A.C.

<sup>&</sup>lt;sup>58</sup> Rule 68A-4.001(4), F.A.C.

<sup>&</sup>lt;sup>59</sup> Rule 68A-4.001(5), F.A.C.

<sup>&</sup>lt;sup>60</sup> Rule 68A-16.002, F.A.C.

under a permit issued by the FWC	
or otherwise provided. <sup>61</sup>	

The purpose of the rules is to protect both the species and the public. All wild animals have a natural fear of people, but when wild animals are fed by people, animals' natural fear is diminished. This results in wildlife having more frequent and closer contact with people. Feeding wildlife also results in nuisance and aggressive behavior by the animals, which can pose a risk to public safety, danger to pets and small livestock, and property damage. Wildlife fed by humans also spend more time in developed areas, which exposes them to increased risks of being hit by vehicles, sickness from disrupted natural diets and behaviors, killing by the public, and euthanization by the FWC in order to protect public safety.<sup>62</sup>

Bear Related Incidences from 2007 to 2013<sup>63</sup>

Year	2007	2008	2009	2010	2011	2012	2013
Reports from public listing "Bear in Garbage"	848	916	1,347	1,626	1,329	2,064	2,363
Percent of total public reports listing "Bear in Garbage"	30%	33%	40%	39%	33%	33%	33%
Bears euthanized due to conflicts	15	14	19	14	13	22	25
Number of euthanizations that were food related (from intentional or unintentional feeding)	10	11	11	9	10	21	23
Percent of euthanizations that were food related	67%	79%	58%	64%	77%	95%	92%
Feeding rule warnings issued	6	7	10	25	29	22	28
Feeding rule citations issued	7	1	6	4	8	6	4

A first violation of the feeding prohibition rules listed above is a Level II offense, which is a second-degree misdemeanor resulting in punishment of up to 60 days in jail and/or up to a \$500 fine.

A person convicted of a Level II violation within three years after a previous conviction of a Level II or higher violation commits a first-degree misdemeanor, punishable by imprisonment of up to a year and/or a fine of up to \$1,000, with a mandatory minimum fine of \$250.

A person convicted of a Level II violation within five years of two previous Level II or higher violation commits a first-degree misdemeanor, punishable by imprisonment of up to a year

<sup>&</sup>lt;sup>61</sup> Rule 68A-25.001, F.A.C.

<sup>&</sup>lt;sup>62</sup> In Dec. 2014, a woman in Lake Mary was attacked by a bear in her driveway. The event was widely reported and the attack resulted in the euthanization of several bears in the area. The attack and the events that followed resulted in significant exposure to the problem of bears in residential communities and the harm they can cause.

<sup>63</sup> Supra note 4, at 21.

and/or a fine of up to \$1,000, with a mandatory minimum fine of \$500 and suspension of all recreational licenses for a year.

A person convicted of a Level II violation within 10 years of three previous convictions of a Level II or higher violation commits a first-degree misdemeanor, punishable by imprisonment of up to a year and/or a fine of up to \$1,000, with a minimum mandatory fine of \$750 and suspension of all recreational licenses for three years.<sup>64</sup>

According to the FWC, when FWC officers issue citations for violations of feeding rules, assistant state attorneys reject 28 percent of them and 25 percent of those charged have their adjudications withheld (meaning that there is no criminal misdemeanor, however, fines are assessed).

FWC officers' experiences, as well as adjudication results of citations issued for feeding prohibition rules, reveal that there are varying degrees of severity and willfulness in feeding violations despite the single criminal penalty of a second-degree misdemeanor. Discussions with assistant state attorneys have revealed that some believe a second-degree misdemeanor is too severe a penalty for some initial violations of animal feeding rules, and this may be the reason for the reluctance to prosecute some violations. On the other hand, some citations are prosecuted and violators have been issued significant sentences.

Since 2007, the FWC has recorded the highest levels of human-wildlife conflict in 2012 and 2013. Incidents of human injuries caused by bears and alligators have also been more prevalent. In 2013 and 2014, the FWC documented the most serious human injuries caused by bears since records have been kept, which began in 1976. Many of these human-wildlife interactions result from violations of the animal feeding rules. Since many violations of these rules are not prosecuted, the penalty may have little deterrent effect.

#### III. Effect of Proposed Changes:

**Sections 1-3** amend ss. 327.37, 327.39, and 327.50, F.S., respectively, to remove current PFD type codes and provide that when water skiing, parasailing, aquaplaning, operating a personal watercraft, and for every person under six years of age on board a vessel less than 26 feet, all of which require wearing a PFD, the PFD must be approved by the Coast Guard and used in accordance with the Coast Guard approval label.

**Section 4** amends s. 379.357, F.S., to correct the scientific name of tarpon in the statute from the incorrect *megalops atlantica* to the correct name, which is *Megalops atlanticus*.

The bill changes the dates tarpon tags are valid from July 1 through June 30 to January 1 through December 31. Currently tarpon tags may have to be purchased twice during the height of the tarpon fishing season if they have not been used by July 1.

The bill removes a requirement for tax collectors to submit any unissued tags for the previous fiscal year along with a written audit report as to the numbers of unissued tags.

<sup>&</sup>lt;sup>64</sup> Section 379.401(2)(b)1.-4., F.S.

The bill also removes reporting requirements for tarpon landings.

**Section 5** amends s. 379.361, F.S., to remove all statutory references to the qualifying requirements for acquiring an RS. Current requirements are found in Rule 68B-2.006, F.A.C.

**Section 6** amends s. 379.3012, F.S., to rephrase "Alligator Management and Trapping Program" to "Alligator Management Program", which is the only place the phrase "Alligator Management and Trapping Program" is used in statute or rule.

The bill removes statutory rulemaking authority to implement an alligator management and trapping program. The FWC reports that provisions are no longer needed and removing them will not impact program participants, stakeholders, resource protection, or program implementation. Rule 68A-25.032, F.A.C., governs regulations concerning the establishment of alligator programs. Rule 68A-25.042, F.A.C., governs regulations concerning statewide alligator trapping, permitting, taking, and sale.

The bill also clarifies the word "hereunder" by replacing it with the phrase "alligator management program," in reference to the existing provision that precludes the FWC's alligator management program from superseding the regulatory authority or responsibilities of DACS, the Department of Health, or any local governmental entity regarding the processing or handling of food products.

**Section 7** amends s. 379.364, F.S., to clarify that it is unlawful for a person to engage in the business of dealing or buying green or dried alligator hides, as opposed to alligator skins, to ensure all uncured alligator hides are identified as originally intended, according to the FWC.

The bill also removes reporting and shipping requirements for dealers and buyers for fur and hide dealers because they are found in Rule 68A-24.004, F.A.C.

**Section 8** amends s. 379.3751, F.S., to clarify that a person may not take or possess an alligator or alligator eggs without an "alligator license" rather than a "trapping license"

The bill removes statutory rulemaking authority to limit the number of participants engaged in the taking of alligators or alligator eggs because the provision is already incorporated in Rule 68A-25.002, F.A.C.

It deletes a mandatory requirement to transfer \$1 to DACS for any alligator egg collected and retained, whether or not a fee is assessed for the egg. It makes the transfer of \$1 per egg contingent on an annual appropriation for alligator marketing and education activities.

It removes redundant rulemaking authority to establish appropriate qualifications for permitting alligator collectors.

It requires a person who assists a contracted nuisance alligator trapper to possess an alligator trapping agent's license;

The bill also provides the following exemptions:

• Contracted nuisance alligator trappers are not required to obtain an alligator trapping license;

- Children under 16 years of age taking an alligator under an alligator harvest program implemented by FWC rule are not required to obtain an alligator trapping agent license;
- People taking an alligator pursuant to an event permit issued under s. 379.353(2)(q), F.S., which contains exemptions for certain veterans, are not required to obtain an alligator trapping or trapping agent license;
- People who meet the disability requirements under s. 379.353(1), F.S., are not required to pay any fee for an alligator trapping or trapping agent license; and
- People engaged in taking an alligator under an FWC permit are not required to pay for an additional wildlife management area permit when hunting alligators under an FWC permit in such an area.

**Section 9** amends s. 379.3752, F.S., to reenact the section and remove a requirement for the FWC to use one-third of the revenue from issuing the alligator hatchling tag for alligator husbandry research. The FWC reports that the policy is obsolete and no longer needed to aid in the regulation or management of alligators.

The bill also removes a permissive requirement that CITES tags be attached to the hide of any alligator taken from the wild and that the hide must be possessed, purchased, sold, offered for sale, or transported in accordance with FWC rule. The FWC reports that it is redundant with Rule 68A-25.042, F.A.C.

The bill removes a mandatory transfer of \$5 for any validated hide to the General Inspection Trust Fund, to be used by DACS for the purpose of marketing and education services with respect to alligator products produced in the state. The bill makes the transfer contingent upon an annual appropriation for alligator marketing and education activities.

The bill removes a requirement to limit the number of CITES tags to what the FWC deems to be the safe yield of alligators in the state. The FWC reports that it is redundant with Rule 68A-25.032, F.A.C.

**Section 10** amends s. 379.401, F.S., to remove violations involving rules or orders of the FWC relating to the feeding of wildlife, freshwater fish, or feeding or enticement of alligators or crocodiles from the list of Level II violations. These violations are addressed in s. 379.412, which is created in section 11 of the bill.

**Section 11** creates s. 379.412, F.S., to provide penalties for feeding wildlife and freshwater fish.

The penalties apply to:

- Feeding wildlife or freshwater fish with food or garbage;
- Attracting or enticing wildlife or freshwater fish with food or garbage; or
- Allowing the placement of food or garbage in a manner that attracts or entices wildlife or freshwater fish.

The penalties do not apply to rules or orders of the FWC that:

• Relate to animals that are held in captivity;

 Restrict the taking or hunting of species over bait or other intentionally placed or deposited food; or

• Restrict the taking or hunting of species in proximity to feeding stations.

A first violation is a noncriminal infraction, punishable by a civil penalty of \$100 and anyone cited for a first violation is subject to the following requirements:

- A person cited for a violation must sign and accept a citation to appear before the county court. The issuing officer may indicate on the citation the time and location of the scheduled hearing and must indicate the applicable civil penalty;
- If a person chooses to pay the civil penalty within 30 days, the person is deemed to have admitted to committing the violation and to have waived his or her right to a hearing before the county court. The admission may not be used as evidence in any other proceedings except to determine the appropriate fine for any subsequent violations;
- If a person refuses to accept the citation, fails to pay the civil penalty, or fails to appear before the county court commits a second-degree misdemeanor; and
- If a person chooses or is required to appear before the county court, that person is deemed to have waived the \$100 civil penalty limitation. If the county court determines a violation has occurred, the court may impose a civil penalty of at least \$100. If a person has been found guilty of committing a violation, he or she may appeal to the circuit court. The bill provides that the commission of a violation must be proved by the legal standard of beyond a reasonable doubt.

A second or any subsequent violations, if all violations are related to freshwater fish or wildlife other than bears, alligators, or other crocodilians, is a second-degree misdemeanor.

Further violations, if all violations involve bears, alligators, or other crocodilians, are classified as second-degree misdemeanors for second violations, first-degree misdemeanors for third violations, and third-degree felonies for any fourth or subsequent violations

The bill defines "violations" as any judicial disposition other than acquittal or dismissal.

**Section 12** repeals s. 379.3011, F.S., which relates to alligator trapping program definitions. The FWC reports that the definitions of "alligator" and "process or processing" are unnecessary in aiding the regulation and management of alligator resources. The definition of "alligator hatchling" is in Rule 68A-1.004, F.A.C.

**Section 13** repeals s. 379.3013, F.S., which relates to alligator study requirements. It is incorporated in Rule 68A-25.042, F.A.C.

**Section 14** repeals s. 379.3016, F.S., which relates to penalties for unlawfully selling alligator products. The prohibition on selling any alligator product manufactured in the form of a stuffed baby alligator or other baby crocodilia, and the prohibition on selling any alligator product manufactured from an endangered species are now found in Rule 68A-25.002, F.A.C. Section 379.3016(3), F.S., provides that a violation of those two provisions is a first-degree misdemeanor. This will make those violations Level II violations, which reduces these violations to second-degree misdemeanors.

**Section 15** repeals s. 379.3017, F.S., which relates to a prohibition on the use of the word "alligator" or "gator" when used in connection with the sale of products made from some other crocodilian. This provision has been incorporated in Rule 68A-25.002, F.A.C.

**Sections 16-18** reenact sections of the Florida Statutes for the purpose of incorporating amendments made in the bill.

**Section 19** provides that the act will take effect upon becoming a law.

#### IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

#### V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

B. Private Sector Impact:

Children under the age of 16 who wish to hunt alligators will save \$50 per year under the exemption for an Alligator Trapping Agent License.

Current members of the military and "wounded warriors" taking alligators as part of a FWC sanctioned event will save either the \$250 or \$50 normally required for an Alligator Trapping License or an Alligator Trapping Agent License, respectively. In addition, permanently disabled participants who wish to hunt alligators will experience similar savings.

Contracted nuisance alligator trappers will save \$250 annually because they no longer have to pay \$250 for the Alligator Trapping License when trapping nuisance alligators under contract with the FWC. This will not apply if a nuisance alligator trapper is hunting alligators recreationally or on private lands.

Modified penalties for violations of wildlife feeding rules may have a fiscal impact but it is indeterminate whether it will be negative or positive since initial violations will incur a

lower fine but further violations will incur higher fines. Also, state attorneys may be more willing to prosecute violations leading to additional fines.

### C. Government Sector Impact:

Fines assessed for convictions of violations of wildlife feeding rules are deposited in the Clerk of the Circuit Court Fine and Forfeiture Fund. The bill lowers the maximum fine from \$500 to \$100. There could be a fiscal impact but, given the number of citations issued, it is likely to be minimal.

Fines imposed when adjudication is withheld for violations of wildlife feeding rules are remitted to the Department of Revenue for deposit in the General Revenue Fund. The fiscal impact is likely to be minimal.

The FWC estimates that it will experience a negative fiscal impact related to the exemptions on alligator trapping and trapping agent licenses of approximately \$27,500.

#### VI. Technical Deficiencies:

None.

#### VII. Related Issues:

None.

#### VIII. Statutes Affected:

This bill substantially amends the following sections of the Florida Statutes: 327.37, 327.39, 327.50, 379.357, 379.361, 379.3012, 379.364, 379.3751, 379.3752, and 379.401.

This bill creates section 379.412 of the Florida Statutes.

This bill repeals the following sections of the Florida Statutes: 379.3011, 379.3013, 379.3016, and 379.3017.

This bill reenacts the following sections of the Florida Statutes: 327.73, 327.375, and 327.54.

#### IX. Additional Information:

#### A. Committee Substitute – Statement of Changes:

(Summarizing differences between the Committee Substitute and the prior version of the bill.)

#### CS by Environmental Preservation and Conservation on March 19, 2015:

The CS makes a technical change.

#### B. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.

395562

	LEGISLATIVE ACTION	
Senate		House
Comm: RCS		
03/18/2015		
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The Committee on Environmental Preservation and Conservation (Dean) recommended the following:

#### Senate Amendment

Delete line 361

and insert:

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an alligator license under obtained from the commission a

By Senator Dean

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A bill to be entitled

An act relating to the Fish and Wildlife Conservation Commission; amending ss. 327.37, 327.39, and 327.50, F.S.; requiring personal flotation devices to be used in accordance with the United States Coast Guard approval labels; amending s. 379.357, F.S.; revising the dates for tarpon tag validity; deleting the requirement that tax collectors submit forms annually relating to the number of unissued tags; deleting the requirement for submitting forms relating to tarpon landed; amending s. 379.361, F.S.; removing the income requirement for a restricted species endorsement on a saltwater products license; amending s. 379.3012, F.S.; revising the rulemaking authority of the commission relating to the alligator management and trapping program; amending s. 379.364, F.S.; requiring resident dealers to pay a certain fee per annum; removing the requirement for dealers and buyers to forward reports relating to the number and kinds of hide bought; removing the requirement that common carriers only ship, transport, or receive hides or furs marked with certain identifying information; amending s. 379.3751, F.S.; removing the rulemaking authority of the commission to limit the number of participants engaged in the taking of alligators or their eggs from the wild and to establish appropriate qualifications for certain alligator collectors; providing exemptions for alligator trapping licenses; requiring certain licenses to be issued without fee to

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residents who meet the requirements for disability; clarifying that a management area permit is not required for a person engaged in the taking of an alligator under a permit that authorizes the taking of alligators; providing that the transfer of fees for marketing and education services is contingent upon annual appropriation; reenacting and amending s. 379.3752, F.S.; removing the requirement that the commission expend one-third of the revenue from the issuance of alligator hatchling tags for alligator husbandry research; providing that the transfer of fees for marketing and education services is contingent upon annual appropriation; deleting the requirement that the number of tags pursuant to a collection permit be equal to a safe yield of alligators; amending s. 379.401, F.S.; conforming provisions to changes made by the act; creating s. 379.412, F.S.; establishing penalties for the unlawful feeding of wildlife and freshwater fish; providing an exception; repealing s. 379.3011, F.S., relating to the alligator trapping program; repealing s. 379.3013, F.S., relating to alligator study requirements; repealing s. 379.3016, F.S., relating to the prohibition against the sale of alligator products and associated penalties; repealing s. 379.3017, F.S., relating to the restricted use of the terms "alligator" or "gator" in certain sales; reenacting ss. 327.73(1)(i) and 327.375(1), F.S., to incorporate the amendment made by this act to s. 327.37, F.S., in

5-00520B-15 2015680

references thereto; reenacting s. 327.73(1)(p), F.S., to incorporate the amendment made by this act to s. 327.39, F.S., in a reference thereto; reenacting ss. 327.54(1)(c) and 327.73(1)(m), F.S., to incorporate the amendment made by this act to s. 327.50, F.S., in references thereto; providing an effective date.

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

Section 1. Paragraph (b) of subsection (2) of section 327.37, Florida Statutes, is amended to read:

327.37 Water skis, parasails, aquaplanes, kiteboarding, kitesurfing, and moored ballooning regulated.—

(2)

(b) A person may not engage in water skiing, parasailing, aquaplaning, or any similar activity unless such person is wearing a noninflatable type I, type II, type III, or type V personal flotation device approved by the United States Coast Guard and used in accordance with the United States Coast Guard approval label.

Section 2. Subsection (1) of section 327.39, Florida Statutes, is amended to read:

327.39 Personal watercraft regulated.-

(1) A person may not operate a personal watercraft unless each person riding on or being towed behind such vessel is wearing a type I, type II, type III, or type V personal flotation device, other than an inflatable device, approved by the United States Coast Guard and used in accordance with the United States Coast Guard approval label.

5-00520B-15 2015680

Section 3. Paragraph (b) of subsection (1) of section 327.50, Florida Statutes, is amended to read:

327.50 Vessel safety regulations; equipment and lighting requirements.—

(1)

(b) No person shall operate a vessel less than 26 feet in length on the waters of this state unless every person under 6 years of age on board the vessel is wearing a <u>United States type II</u>, type II, or type III Coast Guard approved personal flotation device, used in accordance with the <u>United States Coast Guard approval label</u>, while such vessel is underway. For the purpose of this section, the term "underway" means shall mean at all times except when a vessel is anchored, moored, made fast to the shore, or aground.

Section 4. Subsections (1) and (3) of section 379.357, Florida Statutes, are amended to read:

379.357 Fish and Wildlife Conservation Commission license program for tarpon; fees; penalties.—

(1) The commission shall establish a license program for the purpose of issuing tags to individuals desiring to harvest tarpon (Megalops atlanticus) (megalops atlantica) from the waters of the state. The tags shall be nontransferable, except that the commission may allow for a limited number of tags to be purchased by professional fishing guides for transfer to individuals, and issued by the commission in order of receipt of a properly completed application for a nonrefundable fee of \$50 per tag. The commission and any tax collector may sell the tags and collect the fees therefor. Tarpon tags are valid from January July 1 through December 31 June 30. Before August 15 of

5-00520B-15 2015680

each year, each tax collector shall submit to the commission all unissued tags for the previous fiscal year along with a written audit report, on forms prescribed or approved by the commission, as to the numbers of the unissued tags. To defray the cost of issuing any tag, the issuing tax collector shall collect and retain as his or her costs, in addition to the tag fee collected, the amount allowed under s. 379.352(6) for the issuance of licenses.

- (3) An No individual may not shall take, kill, or possess any fish of the species Megalops atlanticus megalops atlantica, commonly known as tarpon, unless such individual has purchased a tarpon tag and securely attached it through the lower jaw of the fish. Said individual shall within 5 days after the landing of the fish submit a form to the commission which indicates the length, weight, and physical condition of the tarpon when caught; the date and location of where the fish was caught; and any other pertinent information which may be required by the commission. The commission may refuse to issue new tags to individuals or guides who fail to provide the required information.
- Section 5. Paragraph (b) of subsection (2) of section 379.361, Florida Statutes, is amended to read:
  - 379.361 Licenses.-
  - (2) SALTWATER PRODUCTS LICENSE.-
- (b) 1. A restricted species endorsement on the saltwater products license is required to sell to a licensed wholesale dealer those species which the state, by law or rule, has designated as "restricted species." This endorsement may be issued only to a person who is at least 16 years of age, or to a

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5-00520B-15 2015680

firm certifying that over 25 percent of its income or \$5,000 of its income, whichever is less, is attributable to the sale of saltwater products pursuant to a saltwater products license issued under this paragraph or a similar license from another state. This endorsement may also be issued to a for-profit corporation if it certifies that at least \$5,000 of its income is attributable to the sale of saltwater products pursuant to a saltwater products license issued under this paragraph or a similar license from another state. However, if at least 50 percent of the annual income of a person, firm, or for-profit corporation is derived from charter fishing, the person, firm, or for-profit corporation must certify that at least \$2,500 of the income of the person, firm, or corporation is attributable to the sale of saltwater products pursuant to a saltwater products license issued under this paragraph or a similar license from another state, in order to be issued the endorsement. Such income attribution must apply to at least 1 of the last 3 years. For the purpose of this section, "income" means that income that is attributable to work, employment, entrepreneurship, pensions, retirement benefits, and social security benefits.

2. To renew an existing restricted species endorsement, a marine aquaculture producer possessing a valid saltwater products license with a restricted species endorsement may apply income from the sale of marine aquaculture products to licensed wholesale dealers.

3. The commission may require verification of such income for all restricted species endorsements issued pursuant to this paragraph. Acceptable proof of income earned from the sale of

5-00520B-15 2015680

saltwater products shall be:

a. Copies of trip ticket records generated pursuant to this subsection (marine fisheries information system), documenting qualifying sale of saltwater products;

b. Copies of sales records from locales other than Florida documenting qualifying sale of saltwater products;

c. A copy of the applicable federal income tax return, including Form 1099 attachments, verifying income earned from the sale of saltwater products;

d. Crew share statements verifying income earned from the sale of saltwater products; or

e. A certified public accountant's notarized statement attesting to qualifying source and amount of income.

4. Notwithstanding any other provision of law, any person who owns a retail seafood market or restaurant at a fixed location for at least 3 years, who has had an occupational license for 3 years before January 1, 1990, who harvests saltwater products to supply his or her retail store, and who has had a saltwater products license for 1 of the past 3 license years before January 1, 1990, may provide proof of his or her verification of income and sales value at the person's retail seafood market or restaurant and in his or her saltwater products enterprise by affidavit and shall thereupon be issued a restricted species endorsement.

5. Exceptions from income requirements shall be as follows:

a. A permanent restricted species endorsement shall be available to those persons age 62 and older who have qualified for such endorsement for at least 3 of the last 5 years.

b. Active military duty time shall be excluded from

5-00520B-15 2015680

consideration of time necessary to qualify and shall not be counted against the applicant for purposes of qualifying.

c. Upon the sale of a used commercial fishing vessel owned by a person, firm, or corporation possessing or eligible for a restricted species endorsement, the purchaser of such vessel shall be exempted from the qualifying income requirement for the purpose of obtaining a restricted species endorsement for a complete license year after purchase of the vessel.

d. Upon the death or permanent disablement of a person possessing a restricted species endorsement, an immediate family member wishing to carry on the fishing operation shall be exempted from the qualifying income requirement for the purpose of obtaining a restricted species endorsement for a complete license year after the death or disablement.

e. A restricted species endorsement may be issued on an individual saltwater products license to a person age 62 or older who documents that at least \$2,500 of such person's income is attributable to the sale of saltwater products.

f. A permanent restricted species endorsement may also be issued on an individual saltwater products license to a person age 70 or older who has held a saltwater products license for at least 3 of the last 5 license years.

g. Any resident who is certified to be totally and permanently disabled by the Railroad Retirement Board, by the United States Department of Veterans Affairs or its predecessor, or by any branch of the United States Armed Forces, or who holds a valid identification card issued by the Department of Veterans' Affairs pursuant to s. 295.17, upon proof of the same, or any resident certified to be disabled by the United States

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5-00520B-15 2015680

Social Security Administration or a licensed physician, upon proof of the same, shall be exempted from the income requirements if he or she also has held a saltwater products license for at least 3 of the last 5 license years before the date of the disability. A restricted species endorsement issued under this paragraph may be issued only on an individual saltwater products license.

h. An honorably discharged, resident military veteran certified by the United States Department of Veterans Affairs or its predecessor or by any branch of the United States Armed Forces to have a service-connected permanent disability rating of 10 percent or higher, upon providing proof of such disability rating, is not required to provide documentation for the income requirement with his or her initial application for a restricted species endorsement. Documentation for the income requirement is required beginning with the renewal of the restricted species endorsement after such veteran has possessed a valid restricted species endorsement for a complete license year. This exemption applies only to issuance of the endorsement on an individual saltwater products license and is a one-time exemption. In order to renew the restricted species endorsement on an individual saltwater products license, the veteran must document that at least \$2,500 of his or her income is attributable to the sale of saltwater products.

i. Beginning July 1, 2014, a resident military veteran who applies to the commission within 48 months after receiving an honorable discharge from any branch of the United States Armed Forces, the United States Coast Guard, the military reserves, the Florida National Guard, or the United States Coast Guard

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5-00520B-15 2015680

Reserve is not required to provide documentation for the income requirement with his or her initial application for a restricted species endorsement. Documentation for the income requirement is required beginning with the renewal of the restricted species endorsement after such veteran has possessed a valid restricted species endorsement for a complete license year. This exemption applies only to issuance of the endorsement on an individual saltwater products license and may only be applied one time per military enlistment.

j. Until June 30, 2014, a resident military veteran who applies to the commission and who received an honorable discharge from any branch of the United States Armed Forces, the United States Coast Guard, the military reserves, the Florida National Guard, or the United States Coast Guard Reserve between September 11, 2001, and June 30, 2014, is not required to provide documentation for the income requirement with his or her initial application for a restricted species endorsement.

Documentation for the income requirement is required beginning with the renewal of the restricted species endorsement after such veteran has possessed a valid restricted species endorsement for a complete license year. This exemption applies only to issuance of the endorsement on an individual saltwater products license.

Section 6. Section 379.3012, Florida Statutes, is amended to read:

379.3012 Alligator management and trapping program implementation; commission authority.—

(1) In any alligator management and trapping program that the Fish and Wildlife Conservation Commission shall establish,

5-00520B-15

2015680

291 the commission shall have the authority to adopt all rules 292 necessary for full and complete implementation of such alligator 293 management and trapping program, and, in order to ensure its 294 lawful, safe, and efficient operation in accordance therewith, 295 may: 296 (a) Regulate the marketing and sale of alligators, their 297 hides, eggs, meat, and byproducts, including the development and 298 maintenance of a state-sanctioned sale. 299 (b) Regulate the handling and processing of alligators, 300 their eggs, hides, meat, and byproducts, for the lawful, safe, 301 and sanitary handling and processing of same. 302 (c) Regulate commercial alligator farming facilities and 303 operations for the captive propagation and rearing of alligators 304 and their eggs. 305 (d) Provide hide-grading services by two or more 306 individuals pursuant to state-sanctioned sales if rules are 307 first promulgated by the commission governing: 308 1. All grading-related services to be provided pursuant to 309 this section; 310 2. Criteria for qualifications of persons to serve as hide-311 graders for grading services to be provided pursuant to this 312 section; and 313 3. The certification process by which hide-graders providing services pursuant to this section will be certified. 314 315 (e) Provide sales-related services by contract pursuant to 316 state-sanctioned sales if rules governing such services are 317 first promulgated by the commission. 318 (2) All contractors of the commission for the grading, marketing, and sale of alligators and their hides, eggs, meat, 319

5-00520B-15 2015680

and byproducts shall not engage in any act constituting a conflict of interest under part III of chapter 112.

(3) The powers and duties of the commission to implement the alligator management program may hereunder shall not be construed so as to supersede the regulatory authority or lawful responsibility of the Department of Agriculture and Consumer Services, the Department of Health, or any local governmental entity regarding the processing or handling of food products, but is shall be deemed supplemental thereto.

Section 7. Section 379.364, Florida Statutes, is amended to read:

379.364 License required for fur and hide dealers.-

- (1) It is unlawful for <u>a</u> any person to engage in the business of a dealer or buyer in <u>green or dried</u> alligator <u>hides</u> skins or green or dried furs in the state or purchase such <u>hides</u> or <u>furs</u> skins within the state until such person has been licensed as herein provided.
- (2) A person Any resident dealer or buyer who solicits business through the mails, or by advertising, or who travels to buy or employs or has other agents or buyers, shall be deemed a resident state dealer and must pay a license fee of \$100 per annum.
- (3) A resident dealer must pay a license fee of \$100 per annum. A nonresident dealer or buyer must pay a license fee of \$500 per annum.
- (4) All dealers and buyers shall forward to the Fish and Wildlife Conservation Commission each 2 weeks during open season a report showing number and kind of hides bought and name of trapper from whom bought and the trapper's license number, or if

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5-00520B-15 2015680

trapper is exempt from license under any of the provisions of this chapter, such report shall show the nature of such exemption. A common carrier may not knowingly ship or transport or receive for transportation any hides or furs unless such shipments have marked thereon name of shipper and the number of her or his fur-animal license or fur dealer's license.

Section 8. Subsections (1), (4), and (5) of section 379.3751, Florida Statutes, are amended to read:

379.3751 Taking and possession of alligators; trapping licenses; fees.—

(1) (a) A No person may not shall take or possess an any alligator or the eggs thereof without having first been issued an alligator license under to obtained from the commission a trapping license and paid the fee provided in this section. Such license shall be dated when issued and remain valid for 12 months after the date of issuance and authorizes shall authorize the person to whom it is issued to take or possess alligators and their eggs, and to sell, possess, and process alligators and their hides and meat, in accordance with law and commission rules. Such license is <del>shall</del> not <del>be</del> transferable and is <del>shall</del> not be valid unless it bears on its face in indelible ink the name of the person to whom it is issued. Such license shall be in the personal possession of the licensee while such person is taking alligators or their eggs or is selling, possessing, or processing alligators or their eggs, hides, or meat. The failure of the licensee to exhibit such license to a the commission law enforcement officer or its wildlife officers, when such person is found taking alligators or their eggs or is found selling, possessing, or processing alligators or their eggs, hides, or

5-00520B-15 2015680

meat, is shall be a violation of law.

- (b) In order to assure the optimal utilization of the estimated available alligator resource and to ensure adequate control of the alligator management and harvest program, the commission may by rule limit the number of participants engaged in the taking of alligators or their eggs from the wild.
- (b) (c) A No person who has been convicted of any violation of s. 379.3015 or s. 379.409 or the rules of the commission relating to the illegal taking of crocodilian species  $\underline{\text{may not}}$  shall be  $\underline{\text{issued}}$  eligible for issuance of a license for a period of 5 years subsequent to such conviction. In the event such violation involves the unauthorized taking of an endangered crocodilian species,  $\underline{\text{a}}$  no license  $\underline{\text{may not}}$  shall be issued for 10 years subsequent to the conviction.
- (c) A person taking a nuisance alligator pursuant to contract with the commission is not required to obtain an alligator trapping license. A person assisting a contracted nuisance alligator trapper, unless otherwise exempt under paragraph (d), paragraph (e), or paragraph (f), is required to possess an alligator trapping agent's license as provided in subsection (2).
- (d) A child under 16 years of age taking an alligator under an alligator harvest program implemented by commission rule is not required to obtain an alligator trapping agent license.
- (e) A person taking an alligator pursuant to an event permit issued under s. 379.353(2)(q) is not required to obtain an alligator trapping license or an alligator trapping agent license.
  - (f) An alligator trapping license or alligator trapping

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5-00520B-15 2015680

agent license must be issued without fee to any resident who meets the requirements for disability under s. 379.353(1).

- (g) A management area permit under s. 379.354(8) is not required for a person engaged in the taking of an alligator under a permit issued by the commission that authorizes the taking of alligators.
- (4) A No person may not shall take any alligator egg occurring in the wild or possess any such egg unless he or she such person has obtained, or is a licensed agent of another person who has obtained, an alligator egg collection permit. The alligator egg collection permit is <del>shall be</del> required in addition to the alligator farming license provided in paragraph (2)(d). The commission may is authorized to assess a fee for issuance of the alligator egg collection permit of up to \$5 per egg authorized to be taken or possessed pursuant to such permit. Contingent upon an annual appropriation for alligator marketing and education activities Irrespective of whether a fee is assessed, \$1 per egg collected and retained, excluding eggs collected on private wetland management areas, shall be transferred from the alligator management program to the General Inspection Trust Fund, to be administered by the Department of Agriculture and Consumer Services for the purpose of providing marketing and education services with respect to alligator products produced in this state, notwithstanding other provisions in this chapter.
- (5) The commission shall adopt criteria by rule to establish appropriate qualifications for alligator collectors who may receive permits pursuant to this section.
  - Section 9. Section 379.3752, Florida Statutes, is reenacted

5-00520B-15 2015680

and amended to read:

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379.3752 Required tagging of alligators and hides; fees; revenues.—The tags provided in this section shall be required in addition to any license required under s. 379.3751.

- (1) A No person may not shall take any alligator occurring in the wild or possess any such alligator unless such alligator is subsequently tagged in the manner required by commission rule. For the tag required for an alligator hatchling, the commission may is authorized to assess a fee of up to not more than \$15 for each alligator hatchling tag issued. The commission shall expend one-third of the revenue generated from the issuance of the alligator hatchling tag for alligator husbandry research.
- (2) The commission may require that an alligator hide validation tag (CITES tag) be affixed to the hide of any alligator taken from the wild and that such hide be possessed, purchased, sold, offered for sale, or transported in accordance with commission rule. The commission may is authorized to assess a fee of up to \$30 for each alligator hide validation tag (CITES tag) issued. Contingent upon an annual appropriation for alligator marketing and education activities Irrespective of whether a fee is assessed, \$5 per validated hide, excluding those validated from public hunt programs and alligator farms, shall be transferred from the alligator management program to the General Inspection Trust Fund, to be administered by the Department of Agriculture and Consumer Services for the purpose of providing marketing and education services with respect to alligator products produced in this state, notwithstanding other provisions in this chapter.

5-00520B-15 2015680

(3) The number of tags available for alligators taken pursuant to a collection permit shall be limited to the number of tags determined by the commission to equal the safe yield of alligators as determined pursuant to s. 379.3013.

Section 10. Paragraph (a) of subsection (2) of section 379.401, Florida Statutes, is amended to read:

379.401 Penalties and violations; civil penalties for noncriminal infractions; criminal penalties; suspension and forfeiture of licenses and permits.—

- (2) (a) LEVEL TWO VIOLATIONS.—A person commits a Level Two violation if he or she violates any of the following provisions:
- 1. Rules or orders of the commission relating to seasons or time periods for the taking of wildlife, freshwater fish, or saltwater fish.
- 2. Rules or orders of the commission establishing bag, possession, or size limits or restricting methods of taking wildlife, freshwater fish, or saltwater fish.
- 3. Rules or orders of the commission prohibiting access or otherwise relating to access to wildlife management areas or other areas managed by the commission.
- 4. Rules or orders of the commission relating to the feeding of wildlife, freshwater fish, or saltwater fish.
- 5. Rules or orders of the commission relating to landing requirements for freshwater fish or saltwater fish.
- 6. Rules or orders of the commission relating to restricted hunting areas, critical wildlife areas, or bird sanctuaries.
- 7. Rules or orders of the commission relating to tagging requirements for wildlife and fur-bearing animals.
  - 8. Rules or orders of the commission relating to the use of

5-00520B-15 2015680

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- 9. Rules or orders of the commission which are not otherwise classified.
- 10. Rules or orders of the commission prohibiting the unlawful use of finfish traps.
- 11. All prohibitions in this chapter which are not otherwise classified.
- 12. Section 379.33, prohibiting the violation of or noncompliance with commission rules.
- 13. Section 379.407(7), prohibiting the sale, purchase, harvest, or attempted harvest of any saltwater product with intent to sell.
- 14. Section 379.2421, prohibiting the obstruction of waterways with net gear.
- 15. Section 379.413, prohibiting the unlawful taking of bonefish.
- 16. Section 379.365(2)(a) and (b), prohibiting the possession or use of stone crab traps without trap tags and theft of trap contents or gear.
- 17. Section 379.366(4)(b), prohibiting the theft of blue crab trap contents or trap gear.
- 18. Section 379.3671(2)(c), prohibiting the possession or use of spiny lobster traps without trap tags or certificates and theft of trap contents or trap gear.
- 19. Section 379.357, prohibiting the possession of tarpon without purchasing a tarpon tag.
- 20. Rules or orders of the commission prohibiting the feeding or enticement of alligators or crocodiles.
  - 20.<del>21.</del> Section 379.105, prohibiting the intentional

5-00520B-15 2015680

523 harassment of hunters, fishers, or trappers.

Section 11. Section 379.412, Florida Statutes, is created to read:

 $\underline{379.412}$  Penalties for feeding wildlife and freshwater fish.—

- (1) The penalties in this section apply to a violation of rules or orders of the commission which prohibit or restrict the following: feeding wildlife or freshwater fish with food or garbage, attracting or enticing wildlife or freshwater fish with food or garbage, or allowing the placement of food or garbage in a manner that attracts or entices wildlife or freshwater fish. This section does not apply to rules or orders of the commission which relate to animals that are held in captivity, restrict the taking or hunting of species over bait or other intentionally placed or deposited food, or restrict the taking or hunting of species in proximity to feeding stations.
- (2) Any person who violates a prohibition or restriction identified in subsection (1):
- (a) For a first violation, commits a noncriminal infraction, punishable by a civil penalty of \$100.
- 1. A person cited for a violation under this paragraph must sign and accept a citation to appear before the county court.

  The issuing officer may indicate on the citation the time and location of the scheduled hearing and must indicate the applicable civil penalty.
- 2. A person cited for a violation under this paragraph may pay the civil penalty by mail or in person within 30 days after receipt of the citation. If the civil penalty is paid, the person shall be deemed to have admitted committing the violation

5-00520B-15 2015680

and to have waived his or her right to a hearing before the county court. Such admission may not be used as evidence in any other proceedings except to determine the appropriate fine for any subsequent violations.

- 3. A person who refuses to accept a citation, who fails to pay the civil penalty for a violation, or who fails to appear before a county court as required commits a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083.
- 4. A person who elects or is required to appear before the county court is deemed to have waived the limitation on civil penalties provided under this paragraph. After a hearing, the county court shall determine whether a violation has been committed, and if so, may impose a civil penalty of at least \$100. A person found guilty of committing a violation may appeal that finding to the circuit court. The commission of a violation must be proved beyond a reasonable doubt.
- (b) For second and subsequent violations, if all violations are related to freshwater fish or wildlife other than bears, alligators, or other crocodilians, commits a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083.
- (c) For a second violation, if each violation is related to bears, alligators, or other crocodilians, commits a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083.
- (d) For a third violation, if all violations are related to bears, alligators, or other crocodilians, commits a misdemeanor of the first degree, punishable as provided in s. 775.082 or s.

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2015680 \_\_ 581 775.083. 582 (e) For a fourth or subsequent violation, if all violations are related to bears, alligators, or other crocodilians, commits 583 584 a felony of the third degree, punishable as provided in s. 585 775.082, s. 775.083, or s. 775.084. 586 (3) As used in this section, the term "violation" means any 587 judicial disposition other than acquittal or dismissal. Section 12. Section 379.3011, Florida Statutes, is 588 589 repealed. 590 Section 13. Section 379.3013, Florida Statutes, is 591 repealed. 592 Section 14. Section 379.3016, Florida Statutes, is 593 repealed. 594 Section 15. Section 379.3017, Florida Statutes, is 595 repealed. 596 Section 16. Paragraph (i) of subsection (1) of s. 327.73, 597 Florida Statutes, and subsection (1) of s. 327.375, Florida 598 Statutes, are reenacted for the purpose of incorporating the 599 amendment made by this act to s. 327.37, Florida Statutes, in 600 references thereto. 601 Section 17. Paragraph (p) of subsection (1) of s. 327.73, 602 Florida Statutes, is reenacted for the purpose of incorporating 603 the amendment made by this act to s. 327.39, Florida Statutes, 604 in a reference thereto. Section 18. Paragraph (c) of subsection (1) of s. 327.54, 605 606 Florida Statutes, and paragraph (m) of subsection (1) of s. 607 327.73, Florida Statutes, are reenacted for the purpose of 608 incorporating the amendment made by this act to s. 327.50, 609 Florida Statutes, in references thereto.

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510		Section	19.	This	act	shall	take	effect	upon	becomi	ng a	law.	

## THE FLORIDA SENATE

# **APPEARANCE RECORD**

3 (20) (5 (Deliver BOTH copies of this form to the Senator or Senate Professional S	staff conducting the meeting)
Meeting Date	Bill Number (if applicable)
Topic Water Bill	Amendment Barcode (if applicable)
Name Gary Williams ExDir	
Job Title FL Rural Water ASSOC.	•
Address	Phone 667-2746
City State Zip	Email
Speaking: For Against Information Waive Sp	peaking: In Support Against ir will read this information into the record.)
Representing FL Rural Water Asso	C
Appearing at request of Chair: Yes No Lobbyist register	ered with Legislature: Yes No
While it is a Senate tradition to encourage public testimony, time may not permit all meeting. Those who do speak may be asked to limit their remarks so that as many p	persons wishing to speak to be heard at this persons as possible can be heard.
This form is part of the public record for this meeting.	S-001 (10/14/14)

# The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

	Uchino	EP	Fav/CS	7.07.01			
·		REFERENCE		ACTION			
Environmental Preservation and Conservation Committee and Senator Hays							
CS/SB 776							
	Environmenta Water and W	Environmental Preservation and Co Water and Wastewater March 19, 2015 REVISED:	Environmental Preservation and Conservation Communication Water and Wastewater  March 19, 2015 REVISED:	Environmental Preservation and Conservation Committee and Se  Water and Wastewater  March 19, 2015 REVISED:			

#### Please see Section IX. for Additional Information:

COMMITTEE SUBSTITUTE - Technical Changes

## I. Summary:

#### CS/SB 776:

- Directs the Division of Bond Finance of the State Board of Administration to review the allocation of private activity bonds for water and wastewater projects;
- Provides a sales tax exemption to certain water and wastewater investor-owned utilities (IOUs);
- Provides an exemption for entities who resell water service:
- Authorizes the Public Service Commission (PSC) to create an IOU reserve fund and requires the PSC to adopt rules;
- Identifies specific types of expenses eligible for an automatic rate increase or decrease outside of a rate case (also known as pass-through treatment) and requires the PSC to adopt rules;
- Creates a regulatory limit for water and wastewater IOUs to recover rate case expenses;
- Limits the ability of the PSC to award rate case expenses;
- Eliminates the accumulation of rate case expenses by specifying a utility may not recover approved rate case expenses for more than one rate case at a time;
- Allows the PSC to review secondary drinking water standards and to review wastewater service as it pertains to odor, noise, aerosol drift, or lighting; and
- Expands the availability of low-interest loans through the Drinking Water State Revolving Loan Fund (DWSRF) to all for-profit water utilities.

#### II. Present Situation:

#### **Sales Tax Exemptions**

Chapter 212, F.S., concerning sales taxes, contains the state's statutory provisions authorizing the levying and collection of Florida's sales and use tax, as well as the exemptions and credits applicable to certain items or uses under specified circumstances. The statutes currently provide more than 200 different exemptions. Florida imposes a six percent tax on tangible personal property sold, used, consumed, distributed, stored for use or consumption, rented, or leased in Florida.

#### **Investor-owned Water and Wastewater Utility Systems Overview**

Water and wastewater services can be provided through privately-owned and operated water and wastewater companies, which are referred to as "investor-owned utilities." The term "utility" is defined as, "a water or wastewater utility and, except as provided in s. 367.022, F.S., includes every person, lessee, trustee, or receiver owning, operating, managing, or controlling a system, or proposing construction of a system, who is providing, or proposes to provide water or wastewater service to the public for compensation." An IOU can range in size from very small systems, owned by an individual as a sole proprietorship and serving only a few dozen customers, to systems owned by large interstate corporations serving tens of thousands of customers in multiple counties. The remaining water and wastewater customers are served by IOUs in non-jurisdictional counties, by statutorily exempt utilities (such as municipal utilities, cooperatives, and non-profits), by wells and septic tanks, or by systems owned, operated, managed, or controlled by governmental authorities.<sup>3</sup>

Chapter 367, F.S., concerning water and wastewater systems, grants the PSC exclusive jurisdiction over each utility with respect to its authority, service, and rates. A Florida county has the option to regulate the rates and services of water and wastewater IOUs that operate within their jurisdictions or allow the PSC to regulate those rates and services.<sup>4</sup> Water and wastewater IOUs whose service areas cross county boundaries are regulated by the PSC, unless regulated by an intergovernmental authority.<sup>5</sup> The PSC currently has jurisdiction over 145 water and wastewater IOUs in 37 counties in Florida.<sup>6</sup>

For regulatory purposes, the PSC classifies IOUs into one of three categories based on annual operating revenues:<sup>7</sup>

• Class A has operating revenues of \$1,000,000 or more;

<sup>&</sup>lt;sup>1</sup> Section 367.021(12), F.S.

<sup>&</sup>lt;sup>2</sup> Florida Public Service Commission, *Report of the Study Committee on Investor-Owned Water and Wastewater Utility Systems*, 17 (Feb. 2013), *available at* <a href="http://www.floridapsc.com/utilities/waterwastewater/Water-Wastewater%20Sub%20Committee%20Report.pdf">http://www.floridapsc.com/utilities/waterwastewater/Water-Wastewater%20Sub%20Committee%20Report.pdf</a> (last visited Mar. 16, 2014).

<sup>&</sup>lt;sup>3</sup> Section 367.022(2), F.S.

<sup>&</sup>lt;sup>4</sup> Section 367.171, F.S.

<sup>&</sup>lt;sup>5</sup> Section 367.171(7), F.S.

<sup>&</sup>lt;sup>6</sup> Florida Public Service Commission, *Facts and Figures of the Florida Utility Industry*, 28 (Mar. 2014), *available at* http://www.psc.state.fl.us/publications/pdf/general/factsandfigures2014.pdf (last visited Mar. 16, 2015).

<sup>&</sup>lt;sup>7</sup> Rules 25-30.110(4) and 25-30.115, F.A.C. As noted in these rules, this classification system is used by the National Association of Regulatory Utility Commissioners for publishing its system of accounts.

• Class B has operating revenues of \$200,000 or more but less than \$1,000,000; and

• Class C has operating revenues less than \$200,000.

As of 2012, there were 14 Class A utilities, 33 Class B utilities, and 93 Class C utilities under the PSC's jurisdiction.<sup>8</sup>

#### Study Committee on Investor-owned Water and Wastewater Utility Systems

Chapter 2012-187, Laws of Florida, created the Study Committee on Investor-Owned Water and Wastewater Utility Systems (study committee) to, "identify issues of concern of investor-owned water and wastewater utility systems, particularly small systems, and their customers," and to research possible solutions. The study committee was comprised of 18 members, including 15 voting members and three non-voting members. The study committee was required to consider:

- The ability of small IOUs to achieve economies of scale when purchasing equipment, commodities, or services;
- The availability of low-interest loans to small water or wastewater IOUs;
- Any tax incentives or exemptions, temporary or permanent, which are available to small water or wastewater IOUs;
- The impact on customer rates if a utility purchases an existing water or wastewater utility system;
- The impact of a utility providing service through the use of a reseller on customer rates; and
- Other issues that the study committee identifies during its investigation.<sup>11</sup>

The study committee submitted a report with recommendations to the Governor, President of the Senate, and the Speaker of the House of Representatives on February 15, 2013. The report made the following recommendations for consideration by the Legislature:

- Increase the availability of low-interest loans to small water and wastewater IOUs by:
  - Expanding availability of low-interest loans through the DWSRF to all for-profit water utilities;
  - Allowing IOUs to apply pass through treatment for loan service fees or loan origination fees for eligible projects identified by the PSC; and
  - Reviewing the allocation of private activity bonds to determine how much is currently allocated to water and wastewater projects, how much of the allocation is unused or reallocated, and whether any additional amount of private activity bonds should be used for water and wastewater infrastructure;
- Provide ad valorem tax exemptions for real property that is dedicated to providing potable water;
- Provide an ad valorem tax exemption for the property of an IOU owned or operated by a
  Florida corporation if the rates are established by the governing board of the county or the
  PSC and the property remains dedicated to providing public utility services;

<sup>&</sup>lt;sup>8</sup> Supra note 2.

<sup>&</sup>lt;sup>9</sup> Supra note 2, at 7.

<sup>&</sup>lt;sup>10</sup> Chapter 2012-187, s. 2, Laws of Fla.

<sup>&</sup>lt;sup>11</sup> *Id*.

• Provide a sales tax exemption for sales or leases to a sewer or water IOU owned or operated by a Florida corporation if the primary function of the corporation is to construct, maintain, or operate a water or sewer system in Florida;

- Create an exemption from PSC regulation for persons who resell service to individuallymetered end-users at a price that does not exceed actual purchase price of water plus actual costs of meter reading and billing not to exceed nine percent;
- Authorize the PSC, during a rate case, to create individual utility reserve funds to be used for
  projects identified in an IOU's capital improvement plan, with disbursement subject to
  approval by the PSC;
- Reduce the impact of rate case expense on customer rates by:
  - o Prohibiting the recovery of a rate case expense for attorney or outside consultant fees if the utility receives staff assistance in changing rates and charges;
  - o Requiring the utility to recover the four-year amortized rate case expense for only one rate case at a time; and
  - Prohibiting the PSC from awarding rate case expenses that exceed the total rate increase approved by the PSC;
- Provide a mechanism for the resolution of issues involving secondary water and wastewater operational requirements; and
- Identify specific types of expenses eligible for pass through treatment in utility rates, or authorize the PSC to adopt rules identifying such expenses provided the expenses are beyond the utility's control.<sup>12</sup>

#### **Private Activity Bonds**

Qualified private activity bonds are tax-exempt bonds issued by a state or local government, the proceeds of which are used for a defined, qualified purpose by an entity other than the government issuing the bonds. For a private activity bond to be tax-exempt, 95 percent or more of the net bond proceeds must be used for one of the qualified purposes listed in sections 142-145, and 1394 of the Internal Revenue Code, which includes facilities used to furnish water or sewer services. The Internal Revenue Code limits an issuing authority, such as a state, to a maximum amount of tax-exempt bonds that can be issued to finance a particular qualified purpose during a calendar year. Facilities used to furnish water or sewer services are subject to this volume cap limit. An area of the purpose during a calendar year.

Private activity bonds are administered in Florida by the Division of Bond Finance of the State Board of Administration (division) pursuant to ss. 159.801-159.816, F.S. Each year, the division determines the amount of private activity bonds that can be issued in Florida under the Internal Revenue Code. This amount is allocated yearly on January 1 as follows:

- An initial amount is allocated to manufacturing facility projects;
- Fifty percent of the amount remaining after the initial allocation is allocated to individual counties and groups of counties identified in s. 159.804(2)(b), F.S., on a per capita basis for any permitted purpose, which may include water and sewer projects;

<sup>&</sup>lt;sup>12</sup> Supra note 2, at 155-161.

<sup>&</sup>lt;sup>13</sup> IRS, *Tax-Exempt Private Activity Bonds, Compliance Guide*, *Publication 4708*, 2 (Sept. 2005), *available at* <a href="http://www.irs.gov/pub/irs-pdf/p4078.pdf">http://www.irs.gov/pub/irs-pdf/p4078.pdf</a> (last visited Mar. 16, 2015).

<sup>&</sup>lt;sup>14</sup> *Id*. at 3.

 Twenty-five percent of the amount remaining after the initial allocation is allocated to the Florida Housing Finance Corporation for use in connection with the issuance of housing bonds;

- Five percent of the amount remaining after the initial allocation is allocated to the state allocation pool and applied to priority projects, which may include water and sewer projects; and
- Twenty percent of the amount remaining after the initial allocation is allocated to the Florida First Business allocation pool for projects certified by the Department of Economic Opportunity.<sup>15</sup>

The study committee was unable to determine the amount of private activity bonds that are allocated to water and wastewater projects, or how the private activity bonds can be fairly distributed.<sup>16</sup>

#### **Resellers of Water Service**

Certain entities that meet the definition of "utility" are exempt from PSC regulation as utilities, including entities who resell water or wastewater service at a rate or charge that does not exceed the actual purchase price of the water or wastewater.<sup>17</sup> If the reseller includes any additional costs in the rate or charge to the retail customer, the reseller is considered a utility subject to PSC regulation.<sup>18</sup>

Reseller utilities, such as mobile home parks and subdivisions, are regulated by the PSC and generally have significant investment in distribution and collection lines and other utility equipment. In a rate proceeding, the PSC determines the utility's investment and expenses related to the facilities it owns and operates, then sets rates accordingly. The cost of the water and wastewater services purchased from a wholesale provider, which are often a significant portion of the customers' bills, are allowed to be passed through to the customers pursuant to s. 367.081(4)(b), F.S. Resellers that choose not to pass along costs beyond their costs to purchase water or wastewater (and therefore remain exempt from PSC regulation) generally have very little investment in equipment or lines needed to provide the service. These types of resellers include apartment complexes, condominium buildings, and small master-metered shopping centers.<sup>19</sup>

A metered charge for water sends an appropriate price signal to end users and is a means of discouraging indiscriminate use of water. However, if a reseller wishes to install sub-meters and bill those users for their actual water use, the reseller will be unable to recover the metering and billing costs being regulated and incurring regulatory costs.<sup>20</sup>

<sup>&</sup>lt;sup>15</sup> Section 159.804, F.S.

<sup>&</sup>lt;sup>16</sup> *Supra* note 2, at 43.

<sup>&</sup>lt;sup>17</sup> Section 367.022(8), F.S.

<sup>&</sup>lt;sup>18</sup> *Supra* note 2, at 61.

<sup>19 14</sup> 

<sup>&</sup>lt;sup>20</sup> *Supra* note 2, at 61-62.

#### **Reserve Funds for Water and Wastewater Utilities**

The study committee considered the availability of low interest loans to small IOUs. The report noted that affordable and accessible financing is problematic for smaller IOUs because of the risk associated with smaller utilities, insufficient cash reserves, and the limitations of current regulatory policy. During a critical system failure, the smaller IOUs may be unable to address that failure because of limited available funds. In addition, loans typically do not provide sufficient cash flow to fully address the financial needs over the life of the loan. The study committee reports that the establishment of individual utility reserve funding and/or the creation of a statewide reserve fund could reduce borrowing costs and make funding more readily available.<sup>21</sup>

Section 367.081, F.S., establishes the rate-setting procedures for water and wastewater IOUs regulated by the PSC. However, these procedures do not provide explicit statutory authority for the PSC to establish reserve funds for water and wastewater IOUs during the rate-setting process.

#### **Public Service Commission Ratemaking**

Pursuant to s. 367.081, F.S., the PSC establishes rates that are just, reasonable, compensatory, and not unfairly discriminatory. The PSC must consider the value and quality of the service and the cost of providing the service, including:

- Debt interest:
- A utility's working capital requirements;
- Maintenance, depreciation, tax, and operating expenses incurred in the operation of all property used and useful in the public service; and
- A fair return on the investment of the utility in property used and useful in the public service.

In order for an IOU to increase rates, the utility must file an application for a rate increase with the PSC. The application includes schedules and reports containing the operational, financial, economic, and rate information in order for the PSC staff to evaluate the request. The utility is also required to forecast how much funding is necessary to cover expenses for the next year and the potential return on investment from assets used to provide services.<sup>22</sup>

In setting rates, the PSC staff reviews the utility's records, conducts site inspections, and evaluates the value and quality of service based on customer input at a rate case hearing or in writing. Following the rate case hearing, the PSC staff issues a written order with the commissioners' decision on the rate increase. The utility is required to notify the customers of the revised rates.<sup>23</sup>

<sup>&</sup>lt;sup>21</sup> *Supra* note 2, at 67.

<sup>&</sup>lt;sup>22</sup>Florida Public Service Commission, *Utility Ratemaking in Florida* (Oct. 2012), *available at* <a href="http://www.floridapsc.com/publications/consumer/brochure/Ratemaking.pdf#search=ratemaking">http://www.floridapsc.com/publications/consumer/brochure/Ratemaking.pdf#search=ratemaking</a> (last visited Mar. 16, 2014). <sup>23</sup> *Id*.

#### Pass Through Rate Adjustment

A pass through rate adjustment allows a utility to increase or decrease its rates to reflect an increase or decrease in certain expenses without the requirement of the PSC approval.<sup>24</sup> This mechanism provides quick rate relief to a utility when it experiences an increase in one of these types of costs and may help defer the need for a full rate case. Currently, the types of expenses eligible for pass through treatment are limited by statute to:

- Purchased water or wastewater service:
- Electric power;
- Ad valorem taxes;
- Regulatory assessment fees;
- The Department of Environmental Protection (DEP) fees for the National Pollutant Discharge Elimination System Program; and
- Water or wastewater quality testing required by the DEP. <sup>25</sup>

Prior to changing rates using this mechanism, the IOU must file, under oath, an affirmation as to the accuracy of the figures and calculations upon which rate changes are based and a statement that the change will not cause the utility to exceed the rate of return on equity last approved by the PSC.<sup>26</sup>

#### Secondary Water Standards and Quality of Service

The DEP has the primary authority to implement and enforce federal and state drinking water and wastewater standards. The focus of the DEP's permitting, monitoring, and enforcement of water and wastewater systems is to ensure compliance with primary drinking water standards and wastewater operational requirements to protect the health and safety of the public and the environment.<sup>27</sup>

The DEP has adopted secondary drinking water standards for aluminum, chloride, copper, fluoride, iron, manganese, silver, sulfate, zinc, color, odor, pH, total dissolved solids, and foaming agents. <sup>28</sup> Testing for the secondary standards is required on a regular basis, though the DEP generally requires corrective action only if users voice significant complaints or if a primary contaminant level has also been exceeded. <sup>29</sup>

The DEP has not adopted secondary wastewater standards. The DEP requires that new wastewater treatment plants and modifications to existing plants be designed to minimize odors, noise, aerosol drift, and lighting, which may have an adverse effect on neighboring residential and commercial areas.<sup>30</sup> The utilities must provide reasonable assurance that such effects will not be potentially harmful to human health or welfare or unreasonably interfere with the enjoyment

<sup>&</sup>lt;sup>24</sup> Section 367.081(4)(b), F.S.

<sup>25</sup> Id

<sup>&</sup>lt;sup>26</sup> Section 367.081(4)(c), F.S.

<sup>&</sup>lt;sup>27</sup> See ch. 403, F.S., and Rules 62-550, 62-555, 62-602, and 62-699, F.A.C., for drinking water regulations, and Rules 62-600, 62-604, 62-610, 62-620, 62-621, and 62-640, F.A.C., for wastewater regulations.

<sup>&</sup>lt;sup>28</sup> Rule 62-550.320, F.A.C.

<sup>&</sup>lt;sup>29</sup> *Supra* note 2, at 113.

<sup>&</sup>lt;sup>30</sup> Rule 62-600.400(2)(a), F.A.C.

of life or property.<sup>31</sup> If the existing facilities fail to function as intended and create such adverse effects, the permittee must take corrective action.<sup>32</sup> The DEP may also require corrective action if there are significant complaints or if a primary contaminant level has been exceeded.<sup>33</sup> The PSC considers an IOU's quality of service in rate cases by evaluating the quality of the product, the operating condition of the IOU's plant and facilities, and the IOU's efforts to address customer satisfaction.<sup>34</sup> Sanitary surveys, outstanding citations, violations, and consent orders on file with the DEP and county health departments are also considered. In addition, the DEP and county health department officials' testimony and customer testimony concerning quality of service is considered.<sup>35</sup> In most cases, the emphasis of this evaluation is on compliance with standards related to the health and safety of the public and the environment.<sup>36</sup>

Chapter 2014-68, Laws of Florida, created s. 367.072, F.S., to provide a process for customers to petition the PSC to require compliance with secondary water quality standards. If a utility fails to comply with PSC orders, the process could result in revocation of the utility's certificate of authority. The law provides petition criteria and factors the PSC must consider in its review of the petition and the action it may take to dispose of the petition. The PSC is authorized to adopt rules to administer the provisions. Once a petition has been filed in compliance with the section, a utility is prohibited from filing a rate case until the PSC has issued a final order.

Chapter 2014-68, Laws of Florida, also created s. 367.0812, F.S., to add secondary water quality standards to the criteria that the PSC must consider when setting rates for water service. The law authorizes the PSC to reduce the utility's return on equity up to 100 basis points or deny all or part of a rate increase for a utility's system or part of a system if it determines that the quality of water service is less than satisfactory for the time the system remains unsatisfactory. The law requires a utility to provide an estimate of the costs and benefits of plausible solutions for each concern that the PSC finds, meet with the customers to discuss the costs and benefits of the solution, and periodically report on the progress of implementation. The PSC may require the utility to resolve certain problems and require benchmarks and periodic progress reporting. The law authorizes the PSC to adopt rules to assess and enforce compliance with the secondary water standards and prescribe penalties for a utility's failure to adequately address each concern.

Section 376.11, F.S., requires each utility to provide service to its service area within a reasonable time. It authorizes the commission to amend the service territory or rescind the certificate of authorization of a utility that has failed to provide service as required or it is more feasible for another utility to provide such service. The section also requires each utility to provide safe, efficient, and sufficient service as prescribed by Part VI of ch. 403, F.S., and Parts I and II of ch. 373, F.S. If the PSC determines that an IOU has failed to provide its customers with water or wastewater service that meets the standards set by the DEP or the water management districts, the PSC may reduce the IOU's return on equity until the standards are met.<sup>37</sup>

<sup>31</sup> *Id*.

<sup>&</sup>lt;sup>32</sup> Rule 62-600.410, F.A.C.

<sup>&</sup>lt;sup>33</sup> *Supra* note 2, at 113.

<sup>&</sup>lt;sup>34</sup> Rule 25-30.433(1), F.A.C.

<sup>&</sup>lt;sup>35</sup> *Id*.

<sup>&</sup>lt;sup>36</sup> *Supra* note 2, at 106.

<sup>&</sup>lt;sup>37</sup> Section 367.111(2), F.S.

#### **Drinking Water State Revolving Loan Fund**

Sections 403.8532 and 403.8533, F.S., establish the DWSRF, which is administered by the DEP. The fund provides low-interest loans to eligible entities for planning, designing, and constructing public water facilities. An investor-owned public water system that is legally responsible for public water services and serves no more than 1,500 connections is eligible for a loan. An investor-owned public water system that serves more than 1,500 connections may qualify for a loan only if the proposed project will result in the consolidation of two or more public water systems.<sup>38</sup> Loan funding is based on a priority system that takes into account public health considerations, compliance, and affordability.<sup>39</sup>

Based on data gathered by the study committee, it was determined that all Class C water IOUs and 28 out of 33 Class B water IOUs serve no more than 1,500 connections and are eligible for the DWSRF program. The remaining PSC-regulated Class A and B water IOUs are not eligible to use the DWSRF program. The report notes that this data does not include water IOUs that are regulated by counties. 40

### III. Effect of Proposed Changes:

**Section 1** amends s. 159.8105, F.S., to require the Division of Bond Finance of the State Board of Administration to review the allocation of private activity bonds to determine the availability of additional allocations or reallocation of private activity bonds for water and wastewater infrastructure projects.

**Section 2** amends s. 212.08, F.S., to provide a sales tax exemption to an IOU owned or operated by Florida corporation if the primary function of the corporation is to construct, maintain, or operate a water or wastewater system in the state. The bill requires the goods and services purchased or leased by the corporation to be used in the state.

**Section 3** amends s. 367.022, F.S., to allow a water reseller currently exempt from PSC regulation to add up to a nine percent surcharge and still remain exempt. The surcharge may not exceed the actual cost of the meter reading and billing for water and wastewater bills. The bill does not require the resellers to add a surcharge to the actual purchase price of the water or wastewater service.

**Section 4** amends s. 367.081, F.S., to create a utility reserve fund for infrastructure repair and replacement for an investor-owned water or wastewater utility. The reserve fund is funded by a portion of the rates charged by the utility, by a secured escrow account, or through a letter of credit. The PSC is required to adopt rules to govern the implementation, management, and use of the fund that include:

- Provisions related to the expenses for which the fund may be used;
- Segregation of the reserve account funds;
- Requirements for the IOU to maintain a capital improvement plan; and

<sup>&</sup>lt;sup>38</sup> Section 403.8532(3), F.S.

<sup>&</sup>lt;sup>39</sup> Section 403.8532(9)(a), F.S.

<sup>&</sup>lt;sup>40</sup> *Supra* note 2, at 36-37.

• Requirements for PSC authorization prior to disbursements from the fund.

The bill also expands the types of expenses eligible for pass through treatment in IOU rates by adding the following expense items:

- Rates charged by a governmental authority or other regulated water or wastewater utility that provides utility service to the utility;
- Rates or fees the utility is charged for electric power;
- Ad valorem taxes assessed against the utility's used and useful property;
- Fees charged by the DEP in connection with the National Pollutant Discharge Elimination System permit program;
- Regulatory assessment fees imposed by the PSC;
- Costs for water quality or wastewater quality testing required by the DEP;
- Fees charged for wastewater biosolids disposal;
- Costs incurred for a tank inspection required by the DEP or a local government authority;
- Operator and distribution license fees required by the DEP or a local government authority;
- Water or wastewater operating permit fees charged by the DEP or a local government authority; and
- Consumptive or water use permit fees charged by a water management district.

The bill specifies an IOU may not increase or decrease its rates as a result of an increase or decrease in a specific expense item which occurred more than 12 months before the filing by the IOU.

The bill authorizes the PSC to adopt rules establishing additional specific expense items eligible for pass through treatment. To be eligible for such treatment, an additional expense item must be imposed by a federal, state, or local law, rule, order, or notice and must be outside the control of the utility. If the PSC uses this authority, it must review its rule at least once every five years to determine if each specific expense item should remain eligible for pass through treatment or if any additional expense items should become eligible.

The bill limits the amount a water and wastewater IOUs can recover from a rate case to 50 percent of the expenses that are determined to be reasonable.

**Section 5** amends s. 367.0814, F.S., to limit the ability of the PSC to award certain rate case expenses. The PSC may not award rate case expenses to a water or wastewater IOU in a staff assisted rate case from the date of filing an application until the PSC staff issues the report on the recommended rates, unless the Office of Public Counsel or interested parties intervened. The PSC is authorized to award expenses if the utility is charged fees for consultant or legal services after the initial PSC staff report is made available to customers and the utility. The PSC may also award expenses for attorney or consultant fees incurred as the result of a protest or appeal. The PSC is required to adopt rules to administer this section by December 31, 2015.

**Section 6** amends s. 367.0816, F.S., to eliminate the accumulation of rate case expenses. The bill specifies that a utility may not recover approved rate case expenses for more than one rate case at a time. At the end of the rate case, the PSC may issue an order authorizing the utility to collect approved rate case expenses over four years. If a utility files a new rate case before the end of the

four-year period and the utility has not recovered all the rate case expenses for the previous case, the utility cannot collect the outstanding rate case expenses.

**Section 7** amends s. 367.111, F.S., to allow the PSC to review secondary drinking water standards established by the DEP. The PSC is also authorized to review wastewater service as it pertains to odor, noise, aerosol drift, or lighting.

**Section 8** amends s. 403.8532, F.S., to increase the number of entities that are eligible for DWSRF loans by allowing the DEP to make loans to for-profit, privately owned or investor-owned water systems. The bill also deletes the restriction that a project for a water system that serves 1,500 service connections or more within a single certified or franchised area must result in the consolidation of two or more water systems in order to qualify for a loan.

**Sections 9 and 10** amend ss. 367.084 and 367.171, F.S., respectively, to make conforming and technical changes.

**Section 11** provides an effective date of July 1, 2015.

#### IV. Constitutional Issues:

A. Municipality/County Mandates Restrictions:

None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

D. Other:

According to the PSC, it is unknown if the provision limiting rate case expense recovery would violate Amendments V and XIV of the U.S. Constitution; article 1, sections 2 and 9 of the Florida Constitution; and article X, section 6 of the Florida Constitution. The bill may generate litigation by the water and wastewater IOUs concerning the constitutionality of limiting reasonable rate case expenses.<sup>41</sup>

## V. Fiscal Impact Statement:

A. Tax/Fee Issues:

The state will experience decreased revenues as a result of the sales tax exemption provided to qualifying IOUs.

<sup>&</sup>lt;sup>41</sup> PSC, *Senate Bill 776 Agency Analysis*, 5 (Mar. 13, 2015) (on file with the Senate Committee on Environmental Preservation and Conservation).

### B. Private Sector Impact:

The water and wastewater IOUs that qualify for the sales tax exemption in s. 212.08, F.S., will realize a positive fiscal impact.

The bill may encourage resellers to use individual metering more often for their tenants. Water users can be charged more accurately for the water they consume; therefore, they may experience a positive or negative fiscal impact, depending on their water use.

The establishment of individual utility reserve funds may reduce borrowing costs and make funding more readily available for PSC-regulated water and wastewater IOUs to make needed improvements and repairs. In some instances, the availability of these reserve funds may allow IOUs to avoid or defer the need for a rate case, providing a cost savings to the ratepayers for this expense.

The expanded availability of pass-through treatment for new expense items may, in some instances, allows IOUs to avoid or defer the need for a rate case, providing a cost savings to the ratepayer.

The limitation of rate case expenses for staff assisted rate cases may benefit the rate payer; however, the utilities' rates may increase to ensure compliance with the additional secondary water and wastewater standards. Limiting the amount of recovery by 50 percent of rate case expense has the potential to harm and possibly put some companies out of business in instances where a company has slim profit margins from which to absorb those expenses.

If the utility has to petition for new rates within four years, it will be forced to forfeit the unamortized rate case expense, increasing costs to the utility and decreasing costs to the ratepayer.

Depending on the PSC's application of the mechanism established to identify and potentially resolve secondary water quality issues and wastewater operational issues, IOUs may be compelled to incur additional costs to resolve these issues. To the extent that an IOU is compelled to incur additional costs, these costs will likely be recovered from ratepayers.<sup>42</sup>

The expanded availability of low-interest financing through the DWSRF to additional water and wastewater IOUs may encourage more of these utilities to make investments in water infrastructure at a lower cost to ratepayers. Lending institutions that have the ability to evaluate the credit worthiness of the large private systems may experience an increase in revenue.

<sup>&</sup>lt;sup>42</sup> *Id*.

### C. Government Sector Impact:

The PSC has not identified an impact on agency expenditures; however, it may be required to expend resources to complete rulemaking as required by the bill.<sup>43</sup>

The DEP estimates the cost to outsource the financial review of the large for-profit, privately owned or investor-owned systems that request DWSRF funding to be between \$10,000 and \$100,000 annually. The service fees collected through the DWSRF repayments would be used as the source of funding for the contract; however, the actual costs would depend on the number of large private systems that request funding.<sup>44</sup>

#### VI. Technical Deficiencies:

None.

#### VII. Related Issues:

According to the PSC, the bill does not address how the provision exempting resellers from PSC regulation will be enforced. A seller may not know at the time of the sale where the items being sold will be used. The PSC recommends requiring the purchaser to provide the seller with a written statement certifying the purchaser's entitlement to the exemption in order to provide the seller with clarity as to when sales tax should or should not be collected. The provision may require the PSC to promulgate rules to implement the section and it is unclear if specific rulemaking authority is provided for this section. 45

The bill assumes intervention by parties other than the Office of Public Counsel prior to the issuance of the proposed agency action. This assumption is not consistent with how staff-assisted rate cases are currently processed.<sup>46</sup>

Subsections 367.111(1) and (2), F.S., require an investor-owned water or wastewater utility to provide service that meets a prescribed criteria and authorizes the PSC to take certain actions against the utility if the standards are not met. Subsections (1) and (2) may conflict with proposed subsection (3) as it authorizes the PSC on its own motion or upon a request by a customer to review whether secondary water or wastewater standards are met, but does not require the PSC to make a finding or provide for consequences if the secondary water or wastewater standards are not met

#### VIII. Statutes Affected:

This bill substantially amends the following sections of the Florida Statutes: 212.08, 367.022, 367.081, 367.0814, 367.0816, 367.111, and 403.8532.

This bill creates section 159.8105 of the Florida Statutes.

<sup>&</sup>lt;sup>43</sup> *Id*. at 3.

<sup>&</sup>lt;sup>44</sup> DEP, *Senate Bill 776 Agency Analysis*, 4 (Feb. 18, 2015) (on file with the Senate Committee on Environmental Preservation and Conservation).

<sup>&</sup>lt;sup>45</sup> *Supra* note 41, at 3.

<sup>&</sup>lt;sup>46</sup> Supra note 41.

#### IX. **Additional Information:**

Committee Substitute – Statement of Changes: (Summarizing differences between the Committee Substitute and the prior version of the bill.) A.

CS by Environmental Preservation and Conservation on March 18, 2015:

The CS makes technical changes and provides clarifying language.

B. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.

	LEGISLATIVE ACTION	
Senate		House
Comm: RCS		
03/18/2015		
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The Committee on Environmental Preservation and Conservation (Hays) recommended the following:

#### Senate Amendment (with title amendment)

Delete everything after the enacting clause and insert:

Section 1. Section 159.8105, Florida Statutes, is created to read:

159.8105 Allocation of bonds for water and wastewater infrastructure projects.—The division shall review the allocation of private activity bonds to determine the availability of additional allocation and reallocation of bonds

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for water and wastewater infrastructure projects.

Section 2. Paragraph (nnn) is added to subsection (7) of section 212.08, Florida Statutes, to read:

212.08 Sales, rental, use, consumption, distribution, and storage tax; specified exemptions.—The sale at retail, the rental, the use, the consumption, the distribution, and the storage to be used or consumed in this state of the following are hereby specifically exempt from the tax imposed by this chapter.

(7) MISCELLANEOUS EXEMPTIONS.—Exemptions provided to any entity by this chapter do not inure to any transaction that is otherwise taxable under this chapter when payment is made by a representative or employee of the entity by any means, including, but not limited to, cash, check, or credit card, even when that representative or employee is subsequently reimbursed by the entity. In addition, exemptions provided to any entity by this subsection do not inure to any transaction that is otherwise taxable under this chapter unless the entity has obtained a sales tax exemption certificate from the department or the entity obtains or provides other documentation as required by the department. Eligible purchases or leases made with such a certificate must be in strict compliance with this subsection and departmental rules, and any person who makes an exempt purchase with a certificate that is not in strict compliance with this subsection and the rules is liable for and shall pay the tax. The department may adopt rules to administer this subsection.

(nnn) Investor-owned water and wastewater utilities.—Sales or leases to an investor-owned water or wastewater utility owned

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or operated by a Florida corporation are exempt from the tax imposed by this chapter if the sole or primary function of the corporation is to construct, maintain, or operate a water or wastewater system in this state and if the goods or services purchased or leased are used in this state.

Section 3. Present subsections (9) through (12) of section 367.022, Florida Statutes, are redesignated as subsections (10) through (13), respectively, and a new subsection (9) is added to that section, to read:

367.022 Exemptions.—The following are not subject to regulation by the commission as a utility nor are they subject to the provisions of this chapter, except as expressly provided:

(9) Any person who resells water service to his or her tenants or to individually metered residents for a fee that does not exceed the actual purchase price plus the actual cost of meter reading and billing, not to exceed 9 percent of the actual cost of service.

Section 4. Paragraph (c) is added to subsection (2) of section 367.081, Florida Statutes, and paragraph (b) of subsection (4) and subsection (7) of that section are amended, to read:

367.081 Rates; procedure for fixing and changing. (2)

(c) In establishing rates for a utility, the commission may create a utility reserve fund for infrastructure repair and replacement for a utility for existing distribution and collection infrastructure that is nearing the end of its useful life or is negatively impacting water quality or reliability of service, to be funded by a portion of the rates charged by the



utility, by a secured escrow account, or through a letter of credit. The commission shall adopt rules to govern the implementation, management, and utilization of the fund, including, but not limited to, rules related to expenses for which the fund may be used, segregation of reserve account funds, requirements for a capital improvement plan, and requirements for commission authorization before disbursements are made from the fund.

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(b) The approved rates of any utility which receives all any portion of its utility service from a governmental authority or from a water or wastewater utility regulated by the commission and which redistributes that service to its utility customers shall be automatically increased or decreased without hearing, upon verified notice to the commission 45 days prior to its implementation of the increase or decrease that its costs for any specified expense item the rates charged by the governmental authority or other utility have changed. The approved rates of any utility which is subject to an increase or decrease in the rates or fees that it is charged for electric power, the amount of ad valorem taxes assessed against its used and useful property, the fees charged by the Department of Environmental Protection in connection with the National Pollutant Discharge Elimination System Program, or the regulatory assessment fees imposed upon it by the commission shall be increased or decreased by the utility, without action by the commission, upon verified notice to the commission 45 days prior to its implementation of the increase or decrease that the rates charged by the supplier of the electric power or

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the taxes imposed by the governmental authority, or the regulatory assessment fees imposed upon it by the commission have changed. The new rates authorized shall reflect the amount of the change of the ad valorem taxes or rates imposed upon the utility by the governmental authority, other utility, or supplier of electric power, or the regulatory assessment fees imposed upon it by the commission. The approved rates of any utility shall be automatically increased, without hearing, upon verified notice to the commission 45 days prior to implementation of the increase that costs have been incurred for water quality or wastewater quality testing required by the Department of Environmental Protection.

1. The new rates authorized shall reflect, on an amortized or annual basis, as appropriate, the cost of, or the amount of change in the cost of, the specified expense item, required water quality or wastewater quality testing performed by laboratories approved by the Department of Environmental Protection for that purpose. The new rates, however, shall not reflect the costs of any specified expense item any required water quality or wastewater quality testing already included in a utility's rates. Specified expense items that are eligible for automatic increase or decrease of a utility's rates include, but are not limited to:

- a. The rates charged by a governmental authority or other water or wastewater utility regulated by the commission which provides utility service to the utility.
- b. The rates or fees that the utility is charged for electric power.
  - c. The amount of ad valorem taxes assessed against the

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- d. The fees charged by the Department of Environmental Protection in connection with the National Pollutant Discharge Elimination System Program.
- e. The regulatory assessment fees imposed upon the utility by the commission.
- f. Costs incurred for water quality or wastewater quality testing required by the Department of Environmental Protection.
  - g. The fees charged for wastewater sludge disposal.
- h. Costs incurred for any tank inspection required by the Department of Environmental Protection or a local governmental authority.
- i. Operator and distribution license fees required by the Department of Environmental Protection or a local governmental authority.
- j. Water or wastewater operating permit fees charged by the Department of Environmental Protection or a local governmental authority.
- k. Consumptive or water use permit fees charged by a water management district.
- 2. A utility may not use this procedure to increase its rates as a result of an increase in a specific expense item which occurred water quality or wastewater quality testing or an increase in the cost of purchased water services, sewer services, or electric power or in assessed ad valorem taxes, which increase was initiated more than 12 months before the filing by the utility.
- 3. The commission may establish by rule additional specific expense items that are outside the control of the utility and

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have been imposed upon the utility by a federal, state, or local law, rule, order, or notice. If the commission establishes such rule, the commission shall, at least once every 5 years, review the rule and determine if each expense item should continue to be cause for an automatic increase or decrease and whether additional items should be included.

- 4. The provisions of This subsection does do not prevent a utility from seeking a change in rates pursuant to the provisions of subsection (2).
- (7) The commission shall determine the reasonableness of rate case expenses and shall disallow all rate case expenses determined to be unreasonable. No rate case expense determined to be unreasonable shall be paid by a consumer. In determining the reasonable level of rate case expense, the commission shall consider the extent to which a utility has utilized or failed to utilize the provisions of paragraph (4)(a) or paragraph (4)(b) and such other criteria as it may establish by rule. A utility may recover only up to 50 percent of rate case expenses that are determined to be reasonable.

Section 5. Subsection (3) of section 367.0814, Florida Statutes, is amended to read:

367.0814 Staff assistance in changing rates and charges; interim rates.-

(3) The provisions of s. 367.081(1), (2)(a), and (3) shall apply in determining the utility's rates and charges. However, the commission shall not award rate case expenses to recover attorney fees or fees of other outside consultants who are engaged for purposes of preparing or filing the case if a utility receives staff assistance in changing rates and charges

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pursuant to this section, unless the Office of Public Counsel or interested parties have intervened. The commission may award rate case expenses for attorney fees or other outside consultant fees if the fees are incurred for the purpose of providing consulting or legal services to the utility after the initial staff report is made available to customers and the utility. If there is a protest or appeal by a party other than the utility, the commission may award rate case expense to the utility for attorney fees or other outside consultant fees for costs incurred after the protest or appeal. By December 31, 2015, the commission must adopt rules to administer this subsection.

Section 6. Section 367.0816, Florida Statutes, is amended to read:

367.0816 Recovery of rate case expenses.-

- (1) The amount of rate case expense determined by the commission pursuant to the provisions of this chapter to be recovered through a public utilities rate shall be apportioned for recovery over a period of 4 years. At the conclusion of the recovery period, the rate of the public utility shall be reduced immediately by the amount of rate case expense previously included in rates.
- (2) A utility may not recover the 4-year amortized rate case expense for more than one rate case at any given time. If the commission approves and a utility implements a rate change from a subsequent rate case pursuant to this section, any unamortized rate case expense for a prior rate case shall be discontinued. The unamortized portion of rate case expense for a prior case must be removed from rates before the implementation of an additional amortized rate case expense for the most recent

rate proceeding.

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215 Section 7. Subsection (3) is added to section 367.111, 216 Florida Statutes, to read: 217 367.111 Service.-(3) The commission may, on its own motion or based on 218 219 complaints of customers of a water utility subject to its 220 jurisdiction, review water quality as it pertains to secondary 221 drinking water standards established by the Department of 222 Environmental Protection. The commission may, on its own motion 223 or based on complaints of customers of a wastewater utility 224 subject to its jurisdiction, review wastewater service as it 225 pertains to odor, noise, aerosol drift, or lighting. 226 Section 8. Subsection (3) of section 403.8532, Florida 227 Statutes, is amended to read: 228 403.8532 Drinking water state revolving loan fund; use; 229 rules.-230 (3) The department may make, or request that the corporation make, loans, grants, and deposits to community water 231 232 systems; for-profit, privately owned, or investor-owned water 233 systems;  $\tau$  nonprofit, transient, noncommunity water systems;  $\tau$  and 234 nonprofit, nontransient, noncommunity water systems to assist them in planning, designing, and constructing public water 235 236 systems, unless such public water systems are for-profit 237 privately owned or investor-owned systems that regularly serve

1,500 service connections or more within a single certified or

investor-owned public water system that regularly serves 1,500

franchised area. However, a for-profit privately owned or

service connections or more within a single certified or

franchised area may qualify for a loan only if the proposed

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project will result in the consolidation of two or more public water systems. The department may provide loan quarantees, purchase loan insurance, and refinance local debt through the issue of new loans for projects approved by the department. Public water systems may borrow funds made available pursuant to this section and may pledge any revenues or other adequate security available to them to repay any funds borrowed.

- (a) The department shall administer loans so that amounts credited to the Drinking Water Revolving Loan Trust Fund in any fiscal year are reserved for the following purposes:
- 1. At least 15 percent for qualifying small public water systems.
- 2. Up to 15 percent for qualifying financially disadvantaged communities.
- (b) If an insufficient number of the projects for which funds are reserved under this subsection have been submitted to the department at the time the funding priority list authorized under this section is adopted, the reservation of these funds no longer applies. The department may award the unreserved funds as otherwise provided in this section.

Section 9. Section 367.084, Florida Statutes, is amended to read:

367.084 Rate adjustment orders.—An Any order issued by the commission adjusting general increases or reductions of the rates and charges of a any utility or regulated company must be reduced to writing, including any dissenting or concurring opinions, within 20 days after the official vote of the commission. Within such 20-day period, the commission shall also mail a copy to the clerk of the circuit court of each county in



which customers of the utility or regulated company are served who are affected by the rate adjustment, which copy must be kept on file and made available to the public. The commission shall notify all parties of record in the proceeding of the date of such mailing. Such an order is not considered rendered for purposes of appeal, rehearing, or judicial review until the date the copies are mailed as required by this section. This provision does not delay the effective date of the order. Such an order is considered rendered on the date of the official vote for the purposes of s. 367.081(7) s. 367.081(6).

Section 10. Subsection (8) of section 367.171, Florida Statutes, is amended to read:

367.171 Effectiveness of this chapter.

(8) Each county that which is not subject to excluded from the provisions of this chapter shall regulate the rates of all utilities in that county which would otherwise be subject to regulation by the commission pursuant to s. 367.081(1), (2), (3), and (7) and s.  $367.165 \frac{(6)}{(6)}$ . The county shall not regulate the rates or charges of any system or facility that which would otherwise be exempt from commission regulation pursuant to s. 367.022(2). For this purpose the county or its agency shall proceed as though the county or agency is the commission.

Section 11. This act shall take effect July 1, 2015.

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> ======== T I T L E A M E N D M E N T ========== And the title is amended as follows:

Delete everything before the enacting clause and insert:

A bill to be entitled

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An act relating to water and wastewater; creating s. 159.8105, F.S.; requiring the Division of Bond Finance of the State Board of Administration to review the allocation of private activity bonds to determine the availability of additional allocation or reallocation of bonds for water and wastewater infrastructure projects; amending s. 212.08, F.S.; extending specified tax exemptions to certain investor-owned water and wastewater utilities; amending s. 367.022, F.S.; exempting from regulation by the Florida Public Service Commission a person who resells water service to certain tenants or residents up to a specified percentage or cost; amending s. 367.081, F.S.; authorizing the creation of a utility reserve fund; requiring the commission to adopt rules to govern the implementation and management of the fund; establishing criteria for adjusted rates; specifying expense items that may be automatically increased or decreased; authorizing the commission to establish, by rule, additional specified expense items that cause an automatic increase or decrease of utility rates; requiring, rather than authorizing, the commission to establish a leverage formula under certain circumstances; restricting a utility from recovering more than a certain percentage of reasonable rate case expenses; amending s. 367.0814, F.S.; prohibiting the commission from awarding rate case expense to recover attorney fees or fees of other outside consultants in certain circumstances; requiring the commission to

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adopt rules; amending s. 367.0816, F.S.; prohibiting a utility from recovering certain expenses for more than one rate case at a time; amending s. 367.111, F.S.; authorizing the commission to review water quality and wastewater service under certain circumstances; amending s. 403.8532, F.S.; authorizing the Department of Environmental Protection to require or request that the Florida Water Pollution Control Financing Corporation make loans, grants, and deposits to forprofit, privately owned, or investor-owned water systems; deleting current restrictions on such activities; amending ss. 367.084 and 367.171, F.S.; conforming cross-references; making technical changes; providing an effective date.



	LEGISLATIVE ACTION	
Senate	•	House
Comm: RCS	•	
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The Committee on Environmental Preservation and Conservation (Hays) recommended the following:

Senate Amendment to Amendment (691164)

Delete line 135

and insert:

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g. The fees charged for wastewater biosolids disposal.

By Senator Hays

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A bill to be entitled

An act relating to water and wastewater; creating s. 159.8105, F.S.; requiring the Division of Bond Finance of the State Board of Administration to review the allocation of private activity bonds to determine the availability of additional allocation or reallocation of bonds for water and wastewater infrastructure projects; amending s. 212.08, F.S.; extending specified tax exemptions to certain investor-owned water and wastewater utilities; amending s. 367.022, F.S.; exempting from regulation by the Florida Public Service Commission a person who resells water service to certain tenants or residents up to a specified percentage or cost; amending s. 367.081, F.S.; authorizing the creation of a utility reserve fund; requiring the commission to adopt rules to govern the implementation and management of the fund; establishing criteria for adjusted rates; specifying expense items that may be automatically increased or decreased; authorizing the commission to establish, by rule, additional specified expense items that cause an automatic increase or decrease of utility rates; requiring, rather than authorizing, the commission to establish a leverage formula under certain circumstances; restricting a utility from recovering more than a certain percentage of reasonable rate case expenses; amending s. 367.0814, F.S.; prohibiting the commission from awarding rate case expense to recover attorney fees or fees of other outside consultants in

11-00460D-15 2015776

certain circumstances; requiring the commission to adopt rules; amending s. 367.0816, F.S.; prohibiting a utility from recovering rate case expenses for more than one rate case at a time; amending s. 367.111, F.S.; authorizing the commission to review water quality and wastewater service under certain circumstances; amending s. 403.8532, F.S.; authorizing the Department of Environmental Protection to require or request that the Florida Water Pollution Control Financing Corporation make loans, grants, and deposits to for-profit, privately owned or investor-owned water systems; deleting current restrictions on such activities; amending ss. 367.084 and 367.171, F.S.; conforming cross-references; making technical changes; providing an effective date.

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

Section 1. Section 159.8105, Florida Statutes, is created to read:

 159.8105 Allocation of bonds for water and wastewater infrastructure projects.—The division shall review the allocation of private activity bonds to determine the availability of additional allocation and reallocation of bonds for water and wastewater infrastructure projects.

Section 2. Paragraph (nnn) is added to subsection (7) of section 212.08, Florida Statutes, to read:

212.08 Sales, rental, use, consumption, distribution, and storage tax; specified exemptions.—The sale at retail, the

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rental, the use, the consumption, the distribution, and the storage to be used or consumed in this state of the following are hereby specifically exempt from the tax imposed by this chapter.

(7) MISCELLANEOUS EXEMPTIONS. - Exemptions provided to any entity by this chapter do not inure to any transaction that is otherwise taxable under this chapter when payment is made by a representative or employee of the entity by any means, including, but not limited to, cash, check, or credit card, even when that representative or employee is subsequently reimbursed by the entity. In addition, exemptions provided to any entity by this subsection do not inure to any transaction that is otherwise taxable under this chapter unless the entity has obtained a sales tax exemption certificate from the department or the entity obtains or provides other documentation as required by the department. Eliqible purchases or leases made with such a certificate must be in strict compliance with this subsection and departmental rules, and any person who makes an exempt purchase with a certificate that is not in strict compliance with this subsection and the rules is liable for and shall pay the tax. The department may adopt rules to administer this subsection.

(nnn) Investor-owned water and wastewater utilities.—Sales or leases to an investor-owned water or wastewater utility owned or operated by a Florida corporation are exempt from the tax imposed by this chapter if the sole or primary function of the corporation is to construct, maintain, or operate a water or wastewater system in this state and if the goods or services purchased or leased are used in this state.

11-00460D-15 2015776

Section 3. Present subsections (9) through (12) of section 367.022, Florida Statutes, are redesignated as subsections (10) through (13), respectively, and a new subsection (9) is added to that section, to read:

367.022 Exemptions.—The following are not subject to regulation by the commission as a utility nor are they subject to the provisions of this chapter, except as expressly provided:

(9) A person who resells water service to his or her tenants or to individually metered residents for a fee that does not exceed the actual purchase price plus the actual cost of meter reading and billing, not to exceed 9 percent of the actual cost of service.

Section 4. Paragraph (c) is added to subsection (2) of section 367.081, Florida Statutes, and paragraph (b) of subsection (4) and subsection (7) of that section are amended, to read:

367.081 Rates; procedure for fixing and changing.—
(2)

(c) In establishing rates for a utility, the commission may create a utility reserve fund for infrastructure repair and replacement for a utility, to be funded by a portion of the rates charged by the utility, by a secured escrow account, or through a letter of credit. The commission shall adopt rules to govern the implementation, management, and utilization of the fund, including, but not limited to, rules related to expenses for which the fund may be used, segregation of reserve account funds, requirements for a capital improvement plan, and requirements for commission authorization before disbursements are made from the fund.

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(b) The approved rates of a any utility which receives all or any portion of its utility service from a governmental authority or from a water or wastewater utility regulated by the commission and which redistributes that service to its utility customers shall be automatically increased or decreased without hearing, upon verified notice to the commission 45 days prior to its implementation of the increase or decrease. Such notice must inform the commission which costs for a specified expense item that the rates charged by the governmental authority or other utility have changed. The approved rates of any utility which is subject to an increase or decrease in the rates or fees that it is charged for electric power, the amount of ad valorem taxes assessed against its used and useful property, the fees charged by the Department of Environmental Protection in connection with the National Pollutant Discharge Elimination System Program, or the regulatory assessment fees imposed upon it by the commission shall be increased or decreased by the utility, without action by the commission, upon verified notice to the commission 45 days prior to its implementation of the increase or decrease that the rates charged by the supplier of the electric power or the taxes imposed by the governmental authority, or the regulatory assessment fees imposed upon it by the commission have changed. The new rates authorized shall reflect the amount of the change of the ad valorem taxes or rates imposed upon the utility by the governmental authority, other utility, or supplier of electric power, or the regulatory assessment fees imposed upon it by the commission. The approved rates of any utility shall be automatically increased, without hearing, upon

11-00460D-15 2015776

verified notice to the commission 45 days prior to

implementation of the increase that costs have been incurred for

water quality or wastewater quality testing required by the

Department of Environmental Protection.

- 1. The new rates authorized shall reflect, on an amortized or annual basis, as appropriate, the cost of, or the amount of change in the cost of, the specified expense item, required water quality or wastewater quality testing performed by laboratories approved by the Department of Environmental Protection for that purpose. The new rates, however, shall not reflect the costs of a specified expense item any required water quality or wastewater quality testing already included in a utility's rates. Specified expense items that are eligible include:
- a. The approved rates of a utility that receives all or any portion of its utility service from a governmental authority or from a water or wastewater utility regulated by the commission and which redistributes that service to its own customers.
- <u>b. The rates or fees that the utility is charged for</u> electric power.
- c. The amount of ad valorem taxes assessed against used and useful property.
- d. The fees charged by the Department of Environmental Protection in connection with the National Pollutant Discharge Elimination System Program.
- $\underline{\text{e. The regulatory assessment fees imposed by the}} \\$  commission.
- f. Costs incurred for water quality or wastewater quality testing required by the Department of Environmental Protection.

11-00460D-15 2015776

g. The fees charged for wastewater biosolids disposal.

- h. Costs incurred for a tank inspection required by the Department of Environmental Protection or a local governmental authority.
- $\underline{\text{i. Operator}}$  and distribution license fees required by the  $\underline{\text{Department of Environmental Protection or a local governmental}}$  authority.
- j. Water or wastewater operating permit fees charged by the Department of Environmental Protection or a local governmental authority.
- <u>k. Consumptive or water use permit fees charged by a water management district.</u>
- 2. A utility may not use this procedure to increase its rates as a result of an increase in a specific expense item which occurred water quality or wastewater quality testing or an increase in the cost of purchased water services, sewer services, or electric power or in assessed ad valorem taxes, which increase was initiated more than 12 months before the filing by the utility.
- 3. The commission may establish by rule additional specific expense items that are outside the control of the utility and have been imposed upon the utility by a federal, state, or local law, rule, order, or notice. If the commission establishes such rule, the commission shall, at least once every 5 years, review the rule and determine if each expense item should continue to be cause for an automatic increase or decrease and whether additional items should be included.
- $\underline{4.}$  The provisions of This subsection  $\underline{\text{does}}$  do not prevent a utility from seeking a change in rates pursuant to  $\underline{\text{the}}$

11-00460D-15 2015776

provisions of subsection (2).

(7) The commission shall determine the reasonableness of rate case expenses and shall disallow all rate case expenses determined to be unreasonable. No rate case expense determined to be unreasonable shall be paid by a consumer. In determining the reasonable level of rate case expense, the commission shall consider the extent to which a utility has utilized or failed to utilize the provisions of paragraph (4)(a) or paragraph (4)(b) and such other criteria as it may establish by rule. A utility may recover only up to 50 percent of rate case expenses that are determined to be reasonable.

Section 5. Subsection (3) of section 367.0814, Florida Statutes, is amended to read:

367.0814 Staff assistance in changing rates and charges; interim rates.—

(3) The provisions of s. 367.081(1), (2)(a), and (3) shall apply in determining the utility's rates and charges. However, the commission shall not award rate case expenses to recover attorney fees or fees of other outside consultants who are engaged for purposes of preparing or filing the case if a utility receives staff assistance in changing rates and charges pursuant to this section, unless the Office of Public Counsel or interested parties have intervened. The commission may award rate case expenses for attorney fees or other outside consultant fees if the fees are incurred for the purpose of providing consulting or legal services to the utility after the initial staff report is made available to customers and the utility. If there is a protest or appeal by a party other than the utility, the commission may award rate case expense to the utility for

11-00460D-15 2015776

233 attorney fees or other outside consultant fees for costs
234 incurred after the protest or appeal. By December 31, 2015, the
235 commission must adopt rules to administer this subsection.

Section 6. Section 367.0816, Florida Statutes, is amended to read:

- 367.0816 Recovery of rate case expenses.
- (1) The amount of rate case expense determined by the commission pursuant to the provisions of this chapter to be recovered through a public utilities rate shall be apportioned for recovery over a period of 4 years. At the conclusion of the recovery period, the rate of the public utility shall be reduced immediately by the amount of rate case expense previously included in rates.
- (2) A utility may not recover the 4-year amortized rate case expense for more than one rate case at any given time. If the commission approves and a utility implements a rate change from a subsequent rate case pursuant to this section, the utility forfeits any unamortized rate case expense from a prior rate case. The unamortized portion of rate case expense for a prior case must be removed from rates before the implementation of an additional amortized rate case expense for the most recent rate proceeding.

Section 7. Subsection (3) is added to section 367.111, Florida Statutes, to read:

367.111 Service.-

(3) The commission may, on its own motion or based on complaints of customers of a water utility subject to its jurisdiction, review water quality as it pertains to secondary drinking water standards established by the Department of

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11-00460D-15 2015776

Environmental Protection. The commission may, on its own motion or based on complaints of customers of a wastewater utility subject to its jurisdiction, review wastewater service as it pertain to odor, noise, aerosol drift, or lighting.

Section 8. Subsection (3) of section 403.8532, Florida Statutes, is amended to read:

403.8532 Drinking water state revolving loan fund; use; rules.—

- (3) The department may make, or request that the corporation make, loans, grants, and deposits to community water systems; for-profit, privately owned or investor-owned water systems;  $\tau$  nonprofit, transient, noncommunity water systems;  $\tau$  and nonprofit, nontransient, noncommunity water systems to assist them in planning, designing, and constructing public water systems, unless such public water systems are for profit privately owned or investor-owned systems that regularly serve 1,500 service connections or more within a single certified or franchised area. However, a for-profit privately owned or investor-owned public water system that regularly serves 1,500 service connections or more within a single certified or franchised area may qualify for a loan only if the proposed project will result in the consolidation of two or more public water systems. The department may provide loan guarantees, purchase loan insurance, and refinance local debt through the issue of new loans for projects approved by the department. Public water systems may borrow funds made available pursuant to this section and may pledge any revenues or other adequate security available to them to repay any funds borrowed.
  - (a) The department shall administer loans so that amounts

11-00460D-15 2015776

credited to the Drinking Water Revolving Loan Trust Fund in any fiscal year are reserved for the following purposes:

- 1. At least 15 percent for qualifying small public water systems.
- 2. Up to 15 percent for qualifying financially disadvantaged communities.
- (b) If an insufficient number of the projects for which funds are reserved under this subsection have been submitted to the department at the time the funding priority list authorized under this section is adopted, the reservation of these funds no longer applies. The department may award the unreserved funds as otherwise provided in this section.

Section 9. Section 367.084, Florida Statutes, is amended to read:

367.084 Rate adjustment orders.—An Any order issued by the commission adjusting general increases or reductions of the rates and charges of a any utility or regulated company must be reduced to writing, including any dissenting or concurring opinions, within 20 days after the official vote of the commission. Within such 20-day period, the commission shall also mail a copy to the clerk of the circuit court of each county in which customers of the utility or regulated company are served who are affected by the rate adjustment, which copy must be kept on file and made available to the public. The commission shall notify all parties of record in the proceeding of the date of such mailing. Such an order is not considered rendered for purposes of appeal, rehearing, or judicial review until the date the copies are mailed as required by this section. This provision does not delay the effective date of the order. Such

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11-00460D-15 2015776

an order is considered rendered on the date of the official vote for the purposes of s. 367.081(7) s. 367.081(6).

Section 10. Subsection (8) of section 367.171, Florida Statutes, is amended to read:

367.171 Effectiveness of this chapter.-

(8) Each county that which is not subject to excluded from the provisions of this chapter shall regulate the rates of all utilities in that county which would otherwise be subject to regulation by the commission pursuant to s. 367.081(1), (2), (3), and (7) (6). The county may shall not regulate the rates or charges of any system or facility that which would otherwise be exempt from commission regulation pursuant to s. 367.022(2). For this purpose the county or its agency shall proceed as though the county or agency is the commission.

Section 11. This act shall take effect July 1, 2015.

1 A bill to be entitled 2 An act relating to water resources; amending s. 3 373.019, F.S.; revising the definition of "water 4 resource development" to include self-suppliers; 5 amending s. 373.0421, F.S.; directing the Department 6 of Environmental Protection and water management 7 district governing boards to implement certain 8 recovery or prevention strategies concurrent with the 9 adoption of minimum flows and levels; providing 10 criteria for such recovery or prevention strategies; 11 requiring revisions to regional water supply plans to 12 be concurrent with relevant portions of the recovery 13 or prevention strategy; directing water management 14 districts to notify the department when water use 15 permit applications are denied for a specified reason; providing for the review and update of regional water 16 supply plans in such cases; creating s. 373.0465, 17 F.S.; providing legislative intent; defining the term 18 19 "Central Florida Water Initiative Area"; providing for 20 an interagency agreement between the Department of 21 Environmental Protection, the St. Johns River Water 2.2 Management District, the South Florida Water 23 Management District, the Southwest Florida Water 24 Management District, and the Department of Agriculture 25 and Consumer Services to develop and implement a 26 multi-district regional water supply plan; providing

Page 1 of 94

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plan criteria and requirements; providing applicability; amending s. 373.1501, F.S.; specifying authority of the South Florida Water Management District to allocate quantities of, and assign priorities for the use of, water within its jurisdiction; directing the district to provide recommendations to the United States Army Corps of Engineers when developing or implementing certain water control plans or regulation schedules; amending s. 373.2234, F.S.; directing water management district governing boards to give priority consideration to the identification of preferred water supply sources for certain water users; amending s. 373.233, F.S.; providing conditions under which the department and water management district governing boards are directed to give preference to certain applications; amending s. 373.4591, F.S.; providing priority consideration to certain public-private partnerships for water storage, groundwater recharge, and water quality improvements on private agricultural lands; amending s. 373.4595, F.S.; revising and providing definitions relating to the Northern Everglades and Estuaries Protection Program; clarifying provisions of the Lake Okeechobee Watershed Protection Program; directing the South Florida Water Management District to revise certain rules and provide for a water

Page 2 of 94

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quality monitoring program; revising provisions for the Caloosahatchee River Watershed Protection Program and the St. Lucie River Watershed Protection Program; revising permitting and annual reporting requirements relating to the Northern Everglades and Estuaries Protection Program; amending s. 373.536, F.S.; requiring a water management district to include an annual funding plan in the water resource development work program; directing the department to post the work program on its website; amending s. 373.703, F.S.; authorizing water management districts to contract with private landowners for water production; amending s. 373.705, F.S.; providing first consideration for funding assistance to certain water supply development projects; requiring governing boards to include certain information in their annual budget submittals; amending s. 373.707, F.S.; authorizing water management districts to provide technical and financial assistance to self-suppliers and to waive certain construction costs of alternative water supply development projects by certain water users; amending s. 373.709, F.S.; requiring water supply plans to include traditional and alternative water supply project options that are technically and financially feasible; directing the department to include certain funding analyses and project

Page 3 of 94

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explanations in regional water supply planning reports; creating part VIII of chapter 373, F.S., relating to the Florida Springs and Aquifer Act; providing legislative findings and intent; defining terms; providing criteria and requirements for the development of recovery or prevention strategies for Priority Florida Springs; directing the department to perform water quality assessments, establish total maximum daily loads, and establish basin management action plans for Priority Florida Springs; providing criteria and requirements for agricultural best management practices within the geographic area encompassed by a basin management action plan that includes a Priority Florida Spring; requiring each person engaged in the occupation of agriculture within such geographic area to implement certain best management practices or conduct certain water quality monitoring; amending s. 403.061, F.S.; directing the department to adopt by rule a specific surface water classification to protect surface waters used for treated potable water supply; providing criteria for such rule; authorizing the reclassification of surface waters used for treated potable water supply notwithstanding such rule; amending s. 403.067, F.S.; directing the department to establish working groups in areas where sewage treatment and disposal systems

Page 4 of 94

CS/HB 7003 2015

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represent sources of excess nitrate-nitrite in certain springs or spring systems; providing duties for the working groups; requiring the department to award funds, subject to appropriation, for projects relating to reducing nutrient impacts; authorizing the department to consider certain factors in awarding funds for capital outlay projects; amending s. 403.861, F.S.; directing the department to establish rules concerning the use of surface waters for public water supply; requiring permit applicants using surface water to provide potable public water supply to petition the department to reclassify the surface water or to certify that the potable public water supply will meet certain drinking water standards; directing the department to designate treated potable water supplies as a use of surface water; providing an effective date. Be It Enacted by the Legislature of the State of Florida: Section 1. Subsection (24) of section 373.019, Florida

Statutes, is amended to read:

373.019 Definitions.—When appearing in this chapter or in any rule, regulation, or order adopted pursuant thereto, the term:

(24)"Water resource development" means the formulation

Page 5 of 94

and implementation of regional water resource management strategies, including the collection and evaluation of surface water and groundwater data; structural and nonstructural programs to protect and manage water resources; the development of regional water resource implementation programs; the construction, operation, and maintenance of major public works facilities to provide for flood control, surface and underground water storage, and groundwater recharge augmentation; and related technical assistance to local governments, and to government-owned and privately owned water utilities, and self-suppliers.

Section 2. Subsection (2) of section 373.0421, Florida Statutes, is amended, subsection (3) is renumbered as subsection (5), and new subsections (3) and (4) are added to that section, to read:

373.0421 Establishment and implementation of minimum flows and levels.—

(2) If the existing flow or level in a water body is below, or is projected to fall within 20 years below, the applicable minimum flow or level established pursuant to s. 373.042, the department or governing board, concurrent with the adoption of the minimum flow or level and as part of the regional water supply plan described in s. 373.709, shall expeditiously implement a recovery or prevention strategy, which includes the development of additional water supplies and other actions, consistent with the authority granted by this chapter,

Page 6 of 94

2015 CS/HB 7003

157 to:

- Achieve recovery to the established minimum flow or level as soon as practicable; or
- Prevent the existing flow or level from falling below (b) the established minimum flow or level.

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The recovery or prevention strategy shall include phasing or a timetable which will allow for the provision of sufficient water supplies for all existing and projected reasonable-beneficial uses, including development of additional water supplies and implementation of conservation and other efficiency measures concurrent with, to the maximum extent practical, and to offset, reductions in permitted withdrawals, consistent with the provisions of this chapter. The recovery or prevention strategy

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170 171 may not depend solely on water shortage restrictions declared

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In order to ensure that sufficient water is available for all existing and future reasonable-beneficial uses and the natural systems, the applicable regional water supply plan prepared pursuant to s. 373.709 shall be amended to include any water supply development projects and water resource development projects identified in a recovery or prevention strategy. Such amendment shall be approved concurrently with relevant portions of the recovery or prevention strategy.

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The water management district shall notify the department if an application for a water use permit is denied

Page 7 of 94

CODING: Words stricken are deletions; words underlined are additions.

pursuant to s. 373.175 or s. 373.246.

183	based upon the impact that the use will have on an established
184	minimum flow or level. Upon receipt of such notice, the
185	department shall, as soon as practicable and in cooperation with
186	the water management district, conduct a review of the
187	applicable regional water supply plan prepared pursuant to s.
188	373.709. Such review shall include an assessment by the
189	department of the adequacy of the plan to meet the legislative
190	intent of s. 373.705(2)(b) that sufficient water be available
191	for all existing and future reasonable-beneficial uses and the
192	natural systems and that the adverse effects of competition for
193	water supplies be avoided. If the department determines, based
194	upon this review, that the regional water supply plan does not
195	adequately address the legislative intent of s. 373.705(2)(b),
196	the water management district shall immediately initiate an
197	update of the plan consistent with s. 373.709.
198	Section 3. Section 373.0465, Florida Statutes, is created
199	to read:
200	373.0465 Central Florida Water Initiative
201	(1) FINDINGS.—The Legislature finds that:
202	(a) Historically, the Floridan aquifer system has supplied
203	the vast majority of the water used in the Central Florida
204	Coordination Area, as defined in s. 373.0363, which includes
205	southern Lake County and all of Orange, Osceola, Polk, and
206	Seminole Counties.
207	(b) Because the boundaries of the St. Johns River Water
208	Management District, the South Florida Water Management

Page 8 of 94

District, and the Southwest Florida Water Management District

meet within the Central Florida Coordination Area, the three

districts and the Department of Environmental Protection have

worked cooperatively to determine that the Floridan aquifer

system is locally approaching the sustainable limits of use and

are exploring the need to develop sources of water to meet the

long-term water needs of the area.

- (c) The Central Florida Water Initiative, a collaborative process involving the Department of Environmental Protection, the St. Johns River Water Management District, the South Florida Water Management District, the Southwest Florida Water Management District, the Department of Agriculture and Consumer Services, regional public water supply utilities, and other stakeholders, has developed a framework, as set forth in the Central Florida Water Initiative Guiding Document of June 27, 2014, for a unified process to address the current and long-term water supply needs of central Florida without causing harm to the water resources and associated natural systems.
- (d) In order to ensure that the Central Florida Water
  Initiative participants continue to develop and implement an
  effective and consistent long-term water resource planning,
  development, and management strategy for the central Florida
  area an interagency agreement between the Department of
  Environmental Protection, the St. Johns River Water Management
  District, the South Florida Water Management District, the
  Southwest Florida Water Management District, and the Department

of Agriculture and Consumer Services is needed.

- (e) Developing water sources as an alternative to continued reliance on the Floridan aquifer will benefit human and natural systems beyond the boundaries of the Central Florida Water Initiative.
- (2) CENTRAL FLORIDA WATER INITIATIVE INTERAGENCY AGREEMENT.—
- (a) As used in this subsection, the term "Central Florida Water Initiative Area" means all of Orange, Osceola, Polk, and Seminole Counties, and southern Lake County, as designated by the Southwest Florida Water Management District, the South Florida Water Management District, and the St. Johns River Water Management District.
- (b) By December 31, 2015, the Department of Environmental Protection shall complete a Central Florida Water Initiative interagency agreement pursuant to s. 373.046 with the St. Johns River Water Management District, the South Florida Water Management District, the Southwest Florida Water Management District, and the Department of Agriculture and Consumer Services. The interagency agreement shall apply only to the Central Florida Water Initiative Area and shall be adopted pursuant to chapter 120 in the same manner as a rule.
  - (c) The interagency agreement shall:
- 1. Provide for a continuation of the collaborative process among the state agencies, affected water management districts, regional public water supply utilities, and other stakeholders.

Page 10 of 94

	2.	Incl	ude th	e guid	ling pri	nciples	and	goals	set	fort	<u>h in</u>
the	Centi	cal F	lorida	Water	Initia	ıtive Gı	iding	g Docur	nent	of J	une
27,	2014,	and	build	upon	the wor	k that	has a	already	y bee	<u>n</u>	
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part	cicipa	ants	in add	ressin	g these	e guidir	ng pri	inciple	es an	d go	als.

- 3. Require, as set forth in the Central Florida Water Initiative Guiding Document of June 27, 2014, the development and implementation of a single multi-district regional water supply plan, including any needed recovery or prevention strategies and the approved list of water resource or water supply development projects, by the affected water management districts.
- 4. Require uniform rules for regulatory programs that include:
- $\underline{\text{a. A single hydrologic model to assess the availability of }}$  groundwater.
- b. A single, uniform definition of "harmful to the water resources" consistent with the term's usage in s. 373.219.
  - c. A single reference condition.

- d. A single process for permit reviews.
- e. A single, consistent process, as appropriate, to set minimum flows and levels and reservations.
- (d) In developing the water supply planning and regulatory program consistent with the goals set forth in paragraph (c),

Page 11 of 94

the parties to the interagency agreement shall:

- 1. Consider limitations on groundwater use together with opportunities for new, increased, or redistributed groundwater uses that are based on environmental constraints.
- 2. Establish a coordinated process for the identification of new or revised environmental constraints.
  - 3. Consider existing prevention and recovery strategies.
- 4. Include a list of water supply options sufficient to meet the water needs of all existing and future reasonable-beneficial uses which avoid environmental harm and are consistent with the public interest.
- 5. Identify which of the water supply sources are preferred water supply sources pursuant to s. 373.2234.
- 6. Provide for partnership agreements among the Department of Environmental Protection, the Department of Agriculture and Consumer Services, water management districts, and water users.
- (e) Water management district planning and regulatory programs developed pursuant to the interagency agreement shall be approved or adopted as required under this chapter. However, such planning and regulatory programs may not serve to modify planning and regulatory programs in areas of the affected districts that are not within the Central Florida Water Initiative Area, but may include interregional projects located outside the Central Florida Water Initiative Area that are consistent with planning and regulatory programs in the areas in which they are located.

Page 12 of 94

Section 4. Subsection (4) of section 373.1501, Florida Statutes, is amended, subsections (7) and (8) are renumbered as subsections (8) and (9), respectively, and a new subsection (7) is added to that section, to read:

373.1501 South Florida Water Management District as local sponsor.—

- (4) The district is authorized to act as local sponsor of the project for those project features within the district as provided in this subsection and subject to the oversight of the department as further provided in s. 373.026. The district shall continue to exercise the authority of the state to allocate quantities of water within its jurisdiction, including the water supply in relation to the project, and be responsible for allocating water and assigning priorities among the other water uses served by the project pursuant to state law. The district may:
- (a) Act as local sponsor for all project features previously authorized by Congress. +
- (b) Continue data gathering, analysis, research, and design of project components, participate in preconstruction engineering and design documents for project components, and further refine the Comprehensive Plan of the restudy as a guide and framework for identifying other project components.
- (c) Construct pilot projects that will assist in determining the feasibility of technology included in the Comprehensive Plan of the restudy.; and

Page 13 of 94

(d) Act as local sponsor for project components.

(7) When developing or implementing water control plans or regulation schedules required for the operation of the project, the district shall provide recommendations to the United States

Army Corps of Engineers that are consistent with all district programs and plans.

Section 5. Section 373.2234, Florida Statutes, is amended to read:

373.2234 Preferred water supply sources.-

- (1) The governing board of a water management district is authorized to adopt rules that identify preferred water supply sources for consumptive uses for which there is sufficient data to establish that a preferred source will provide a substantial new water supply to meet the existing and projected reasonable-beneficial uses of a water supply planning region identified pursuant to s. 373.709(1), while sustaining existing water resources and natural systems. At a minimum, such rules must contain a description of the preferred water supply source and an assessment of the water the preferred source is projected to produce.
- (2)(a) If an applicant proposes to use a preferred water supply source, that applicant's proposed water use is subject to s. 373.223(1), except that the proposed use of a preferred water supply source must be considered by a water management district when determining whether a permit applicant's proposed use of water is consistent with the public interest pursuant to s.

Page 14 of 94

365 373.223(1)(c).

- (b) The governing board of a water management district shall consider the identification of preferred water supply sources for water users for whom access to or development of new water supplies is not technically or financially feasible.
- (c) A consumptive use permit issued for the use of a preferred water supply source must be granted, when requested by the applicant, for at least a 20-year period and may be subject to the compliance reporting provisions of s. 373.236(4).
- (3)(a) Nothing in This section does not shall be construed to:
- $\underline{1.}$  Exempt the use of preferred water supply sources from the provisions of ss. 373.016(4) and 373.223(2) and (3) $\underline{.}$ , or be construed to
- 2. Provide that permits issued for the use of a nonpreferred water supply source must be issued for a duration of less than 20 years or that the use of a nonpreferred water supply source is not consistent with the public interest.
- 3. Additionally, nothing in this section shall be interpreted to Require the use of a preferred water supply source or to restrict or prohibit the use of a nonpreferred water supply source.
- (b) Rules adopted by the governing board of a water management district to implement this section shall specify that the use of a preferred water supply source is not required and that the use of a nonpreferred water supply source is not

Page 15 of 94

391	restricted or prohibited.
392	Section 6. Subsection (2) of section 373.233, Florida
393	Statutes, is amended to read:
394	373.233 Competing applications.—
395	(2) $\underline{\text{(a)}}$ If $\underline{\text{In the event that}}$ two or more competing
396	applications qualify equally under the provisions of subsection
397	(1), the governing board or the department shall give preference
398	to a renewal application over an initial application.
399	(b) If two or more competing applications qualify equally
400	under subsection (1) and none of the competing applications is a
401	renewal application, the governing board or the department shall
402	give preference to the use for which an alternate water supply
403	is not technically or financially feasible.
404	Section 7. Section 373.4591, Florida Statutes, is amended
405	to read:
406	373.4591 Improvements on private agricultural lands.—
407	(1) The Legislature encourages public-private partnerships
408	to accomplish water storage, groundwater recharge, and water
409	quality improvements on private agricultural lands. Priority
410	consideration shall be given to public-private partnerships
411	that:
412	(a) Store or treat water on private lands for purposes of
413	hydrologic improvement, water quality, or water supply;
414	(b) Provide critical ground water recharge; or
415	(c) Provide for changes in land use to activities that
416	minimize nutrient loads and maximize water conservation.

Page 16 of 94

(2) (a) When an agreement is entered into between the department, a water management district, or the Department of Agriculture and Consumer Services and a private landowner to establish such a public-private partnership that may create or impact wetlands or other surface waters, a baseline condition determining the extent of wetlands and other surface waters on the property shall be established and documented in the agreement before improvements are constructed.

- (b) When an agreement is entered into between the Department of Agriculture and Consumer Services and a private landowner to implement best management practices pursuant to s. 403.067(7)(c), a baseline condition determining the extent of wetlands and other surface water on the property may be established at the option and expense of the private landowner and documented in the agreement before improvements are constructed. The Department of Agriculture and Consumer Services shall submit the landowner's proposed baseline condition documentation to the lead agency for review and approval, and the agency shall use its best efforts to complete the review within 45 days.
- (3) The Department of Agriculture and Consumer Services, the department, and the water management districts shall provide a process for reviewing these requests in the timeframe specified. The determination of a baseline condition shall be conducted using the methods set forth in the rules adopted pursuant to s. 373.421. The baseline condition documented in an

Page 17 of 94

agreement shall be considered the extent of wetlands and other surface waters on the property for the purpose of regulation under this chapter for the duration of the agreement and after its expiration.

- Section 8. Paragraph (h) of subsection (1) and subsections (2) through (7) of section 373.4595, Florida Statutes, are amended to read:
- 373.4595 Northern Everglades and Estuaries Protection Program.—
  - (1) FINDINGS AND INTENT.

- (h) The Legislature finds that the expeditious implementation of the Lake Okeechobee Watershed Protection Program, the Caloosahatchee River Watershed Protection Program, Plan and the St. Lucie River Watershed Protection Program Plans is needed to improve the quality, quantity, timing, and distribution of water in the northern Everglades ecosystem and that this section, in conjunction with s. 403.067, including the implementation of the plans developed and approved pursuant to subsections (3) and (4), and any related basin management action plan developed and implemented pursuant to s. 403.067(7)(a), provide a reasonable means of achieving the total maximum daily load requirements and achieving and maintaining compliance with state water quality standards.
  - (2) DEFINITIONS.—As used in this section, the term:
- (a) "Best management practice" means a practice or combination of practices determined by the coordinating

Page 18 of 94

agencies, based on research, field-testing, and expert review, to be the most effective and practicable on-location means, including economic and technological considerations, for improving water quality in agricultural and urban discharges. Best management practices for agricultural discharges shall reflect a balance between water quality improvements and agricultural productivity.

- (b) "Biosolids" means the solid, semisolid, or liquid residue generated during the treatment of domestic wastewater in a domestic wastewater treatment facility, formerly known as "domestic wastewater residuals" or "residuals," and includes products and treated material from biosolids treatment facilities and septage management facilities regulated by the department. The term does not include the treated effluent or reclaimed water from a domestic wastewater treatment facility, solids removed from pump stations and lift stations, screenings and grit removed from the preliminary treatment components of domestic wastewater treatment facilities, or ash generated during the incineration of biosolids.
- (c) (b) "Caloosahatchee River watershed" means the Caloosahatchee River, its tributaries, its estuary, and the area within Charlotte, Glades, Hendry, and Lee Counties from which surface water flow is directed or drains, naturally or by constructed works, to the river, its tributaries, or its estuary.
  - (d) (c) "Coordinating agencies" means the Department of

Page 19 of 94

Agriculture and Consumer Services, the Department of
Environmental Protection, and the South Florida Water Management
District.

- $\underline{\text{(e)}}_{\text{(d)}}$  "Corps of Engineers" means the United States Army Corps of Engineers.
- $\underline{\text{(f)}}$  "Department" means the Department of Environmental Protection.
- $\underline{\text{(g)}}$  "District" means the South Florida Water Management District.
- (g) "District's WOD program" means the program implemented pursuant to rules adopted as authorized by this section and ss. 373.016, 373.044, 373.085, 373.086, 373.109, 373.113, 373.118, 373.451, and 373.453, entitled "Works of the District Basin."
- (h) "Lake Okeechobee Watershed Construction Project" means the construction project developed pursuant to  $\frac{1}{2}$  this section  $\frac{1}{2}$  paragraph (3) (b).
- (i) "Lake Okeechobee Watershed Protection Plan" means the Lake Okeechobee Watershed Construction Project and the Lake Okeechobee Watershed Research and Water Quality Monitoring Program plan developed pursuant to this section and ss. 373.451-373.459.
- (j) "Lake Okeechobee watershed" means Lake Okeechobee, its tributaries, and the area within which surface water flow is directed or drains, naturally or by constructed works, to the lake or its tributaries.
  - (k) "Lake Okeechobee Watershed Phosphorus Control Program"

Page 20 of 94

521 means the program developed pursuant to paragraph (3)(c).

- $\underline{\text{(k)}}$  "Northern Everglades" means the Lake Okeechobee watershed, the Caloosahatchee River watershed, and the St. Lucie River watershed.
- (1) (m) "Project component" means any structural or operational change, resulting from the Restudy, to the Central and Southern Florida Project as it existed and was operated as of January 1, 1999.
- (m) (n) "Restudy" means the Comprehensive Review Study of the Central and Southern Florida Project, for which federal participation was authorized by the Federal Water Resources Development Acts of 1992 and 1996 together with related Congressional resolutions and for which participation by the South Florida Water Management District is authorized by s. 373.1501. The term includes all actions undertaken pursuant to the aforementioned authorizations which will result in recommendations for modifications or additions to the Central and Southern Florida Project.
- (n) (o) "River Watershed Protection Plans" means the Caloosahatchee River Watershed Protection Plan and the St. Lucie River Watershed Protection Plan developed pursuant to this section.
- (o) "Soil amendment" means any substance or mixture of substances sold or offered for sale for soil enriching or corrective purposes, intended or claimed to be effective in promoting or stimulating plant growth, increasing soil or plant

Page 21 of 94

productivity, improving the quality of crops, or producing any chemical or physical change in the soil, except amendments, conditioners, additives, and related products that are derived solely from inorganic sources and that contain no recognized plant nutrients.

- (p) "St. Lucie River watershed" means the St. Lucie River, its tributaries, its estuary, and the area within Martin, Okeechobee, and St. Lucie Counties from which surface water flow is directed or drains, naturally or by constructed works, to the river, its tributaries, or its estuary.
- (q) "Total maximum daily load" means the sum of the individual wasteload allocations for point sources and the load allocations for nonpoint sources and natural background adopted pursuant to s. 403.067. Before Prior to determining individual wasteload allocations and load allocations, the maximum amount of a pollutant that a water body or water segment can assimilate from all sources without exceeding water quality standards must first be calculated.
- Okeechobee Watershed Protection Program shall consist of the

  Lake Okeechobee Watershed Protection Plan, the Lake Okeechobee

  Basin Management Action Plan adopted pursuant to s. 403.067, the

  Lake Okeechobee Exotic Species Control Program, and the Lake

  Okeechobee Internal Phosphorus Management Program. The Lake

  Okeechobee Basin Management Action Plan adopted pursuant to s.

  403.067 shall be the component of the Lake Okeechobee Watershed

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Protection A protection Program for Lake Okeechobee that achieves phosphorus load reductions for Lake Okeechobee shall be immediately implemented as specified in this subsection. The Lake Okeechobee Watershed Protection Program shall address the reduction of phosphorus loading to the lake from both internal and external sources. Phosphorus load reductions shall be achieved through a phased program of implementation. Initial implementation actions shall be technology-based, based upon a consideration of both the availability of appropriate technology and the cost of such technology, and shall include phosphorus reduction measures at both the source and the regional level. The initial phase of phosphorus load reductions shall be based upon the district's Technical Publication 81-2 and the district's WOD program, with subsequent phases of phosphorus load reductions based upon the total maximum daily loads established in accordance with s. 403.067. In the development and administration of the Lake Okeechobee Watershed Protection Program, the coordinating agencies shall maximize opportunities provided by federal cost-sharing programs and opportunities for partnerships with the private sector.

(a) Lake Okeechobee Watershed Protection Plan.—In order to protect and restore surface water resources, the district, in cooperation with the other coordinating agencies, shall complete a Lake Okeechobee Watershed Protection Plan in accordance with this section and ss. 373.451-373.459. <u>Beginning March 1, 2020</u>, and every 5 years thereafter, the district shall update the Lake

Page 23 of 94

599	Okeechobee Watershed Protection Plan to ensure that it is
600	consistent with the Lake Okeechobee Basin Management Action Plan
601	adopted pursuant to s. 403.067. The Lake Okeechobee Watershed
602	Protection Plan shall identify the geographic extent of the
603	watershed, be coordinated with the plans developed pursuant to
604	paragraphs (4)(a) and $\underline{\text{(c)}}$ $\underline{\text{(b)}}$ , and $\underline{\text{include the Lake Okeechobee}}$
605	Watershed Construction Project and the Lake Okeechobee Watershed
606	Research and Water Quality Monitoring Program contain an
607	implementation schedule for subsequent phases of phosphorus load
608	reduction consistent with the total maximum daily loads
609	established in accordance with s. 403.067. The plan shall
610	consider and build upon a review and analysis of the following:
611	1. the performance of projects constructed during Phase I
612	and Phase II of the Lake Okeechobee Watershed Construction
613	Project, pursuant to subparagraph 1.; paragraph (b).
614	2. relevant information resulting from the Lake Okeechobee
615	Basin Management Action Plan Watershed Phosphorus Control
616	<del>Program</del> , pursuant to paragraph <u>(b);</u> <del>(c).</del>
617	3. relevant information resulting from the Lake Okeechobee
618	Watershed Research and Water Quality Monitoring Program,
619	pursuant to subparagraph 2.; paragraph (d).
620	4. relevant information resulting from the Lake Okeechobee
621	Exotic Species Control Program, pursuant to paragraph (c); and
622	<del>(e).</del>
623	5. relevant information resulting from the Lake Okeechobee
624	Internal Phosphorus Management Program, pursuant to paragraph

Page 24 of 94

625 (d) (f).

1.(b) Lake Okeechobee Watershed Construction Project.—To improve the hydrology and water quality of Lake Okeechobee and downstream receiving waters, including the Caloosahatchee and St. Lucie Rivers and their estuaries, the district, in cooperation with the other coordinating agencies, shall design and construct the Lake Okeechobee Watershed Construction Project. The project shall include:

a.1. Phase I.—Phase I of the Lake Okeechobee Watershed Construction Project shall consist of a series of project features consistent with the recommendations of the South Florida Ecosystem Restoration Working Group's Lake Okeechobee Action Plan. Priority basins for such projects include S-191, S-154, and Pools D and E in the Lower Kissimmee River. In order to obtain phosphorus load reductions to Lake Okeechobee as soon as possible, the following actions shall be implemented:

(I) a. The district shall serve as a full partner with the Corps of Engineers in the design and construction of the Grassy Island Ranch and New Palm Dairy stormwater treatment facilities as components of the Lake Okeechobee Water Retention/Phosphorus Removal Critical Project. The Corps of Engineers shall have the lead in design and construction of these facilities. Should delays be encountered in the implementation of either of these facilities, the district shall notify the department and recommend corrective actions.

 $(II)_{b}$ . The district shall obtain permits and complete

Page 25 of 94

construction of two of the isolated wetland restoration projects that are part of the Lake Okeechobee Water Retention/Phosphorus Removal Critical Project. The additional isolated wetland projects included in this critical project shall further reduce phosphorus loading to Lake Okeechobee.

(III) e. The district shall work with the Corps of Engineers to expedite initiation of the design process for the Taylor Creek/Nubbins Slough Reservoir Assisted Stormwater Treatment Area, a project component of the Comprehensive Everglades Restoration Plan. The district shall propose to the Corps of Engineers that the district take the lead in the design and construction of the Reservoir Assisted Stormwater Treatment Area and receive credit towards the local share of the total cost of the Comprehensive Everglades Restoration Plan.

b.2. Phase II technical plan and construction. By February 1, 2008, The district, in cooperation with the other coordinating agencies, shall develop a detailed technical plan for Phase II of the Lake Okeechobee Watershed Construction Project which provides the basis for the Lake Okeechobee Basin Management Action Plan adopted by the department pursuant to s. 403.067. The detailed technical plan shall include measures for the improvement of the quality, quantity, timing, and distribution of water in the northern Everglades ecosystem, including the Lake Okeechobee watershed and the estuaries, and for facilitating the achievement of water quality standards. Use of cost-effective biologically based, hybrid wetland/chemical

and other innovative nutrient control technologies shall be incorporated in the plan where appropriate. The detailed technical plan shall also include a Process Development and Engineering component to finalize the detail and design of Phase II projects and identify additional measures needed to increase the certainty that the overall objectives for improving water quality and quantity can be met. Based on information and recommendations from the Process Development and Engineering component, the Phase II detailed technical plan shall be periodically updated. Phase II shall include construction of additional facilities in the priority basins identified in <a href="subparagraph 1.a. subparagraph 1.">subparagraph 1.a. subparagraph 1.</a>, as well as facilities for other basins in the Lake Okeechobee watershed. This detailed technical plan will require legislative ratification pursuant to <a href="paragraph (i)">paragraph (i)</a>. The technical plan shall:

- (I)a. Identify Lake Okeechobee Watershed Construction Project facilities designed to contribute to achieving all applicable total maximum daily loads established pursuant to s. 403.067 within the Lake Okeechobee watershed.
- (II) b. Identify the size and location of all such Lake Okeechobee Watershed Construction Project facilities.
- (III) e. Provide a construction schedule for all such Lake Okeechobee Watershed Construction Project facilities, including the sequencing and specific timeframe for construction of each Lake Okeechobee Watershed Construction Project facility.
  - (IV) d. Provide a schedule for the acquisition of lands or

Page 27 of 94

sufficient interests necessary to achieve the construction schedule.

- $\underline{\text{(V)}}_{\text{e.}}$  Provide a detailed schedule of costs associated with the construction schedule.
- (VI) f. Identify, to the maximum extent practicable, impacts on wetlands and state-listed species expected to be associated with construction of such facilities, including potential alternatives to minimize and mitigate such impacts, as appropriate.
- (VII)g. Provide for additional measures, including voluntary water storage and quality improvements on private land, to increase water storage and reduce excess water levels in Lake Okeechobee and to reduce excess discharges to the estuaries.
- (VIII) The technical plan shall also Develop the appropriate water quantity storage goal to achieve the desired Lake Okeechobee range of lake levels and inflow volumes to the Caloosahatchee and St. Lucie estuaries while meeting the other water-related needs of the region, including water supply and flood protection.
- (IX) h. Provide for additional source controls needed to enhance performance of the Lake Okeechobee Watershed Construction Project facilities. Such additional source controls shall be incorporated into the Lake Okeechobee Basin Management Action Plan Watershed Phosphorous Control Program pursuant to paragraph (b) (c).

Page 28 of 94

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c.3. Evaluation. - Within 5 years after the adoption of the Lake Okeechobee Basin Management Action Plan pursuant to s. 403.067 and every 5 By January 1, 2004, and every 3 years thereafter, the department district, in cooperation with the other coordinating agencies, shall conduct an evaluation of the Lake Okeechobee Watershed Construction Project and identify any further load reductions necessary to achieve compliance with the all Lake Okeechobee watershed total maximum daily loads established pursuant to s. 403.067. Additionally, The district shall identify modifications to facilities of the Lake Okeechobee Watershed Construction Project as appropriate to meet the total maximum daily loads. Modifications to the Lake Okeechobee Watershed Construction Project resulting from this evaluation shall be incorporated into the Lake Okeechobee Basin Management Action Plan and The evaluation shall be included in the applicable annual progress report submitted pursuant to subsection (6).

<u>d.4.</u> Coordination and review.—To ensure the timely implementation of the Lake Okeechobee Watershed Construction Project, the design of project facilities shall be coordinated with the department and other interested parties, including affected local governments, to the maximum extent practicable. Lake Okeechobee Watershed Construction Project facilities shall be reviewed and commented upon by the department <u>before prior to</u> the execution of a construction contract by the district for that facility.

Page 29 of 94

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2. Lake Okeechobee Watershed Research and Water Quality	
Monitoring Program.—The coordinating agencies shall implement	a
Lake Okeechobee Watershed Research and Water Quality Monitorin	ıg
Program. Results from the program shall be used by the	
department, in cooperation with the other coordinating agencies	s,
to make modifications to the Lake Okeechobee Basin Management	
Action Plan adopted pursuant to s. 403.067, as appropriate. Th	<u>e</u>
<pre>program shall:</pre>	

- Evaluate all available existing water quality data concerning total phosphorus in the Lake Okeechobee watershed, develop a water quality baseline to represent existing conditions for total phosphorus, monitor long-term ecological changes, including water quality for total phosphorus, and measure compliance with water quality standards for total phosphorus, including any applicable total maximum daily load for the Lake Okeechobee watershed as established pursuant to s. 403.067. Beginning March 1, 2020, and every 5 years thereafter, the department shall reevaluate water quality and quantity data to ensure that the appropriate projects are being designated and incorporated into the Lake Okeechobee Basin Management Action Plan adopted pursuant to s. 403.067. The district shall implement a total phosphorus monitoring program at appropriate structures owned or operated by the district and within the Lake Okeechobee watershed.
- b. Develop a Lake Okeechobee water quality model that reasonably represents the phosphorus dynamics of Lake Okeechobee

Page 30 of 94

781 and incorporates an uncertainty analysis associated with model
782 predictions.

- c. Determine the relative contribution of phosphorus from all identifiable sources and all primary and secondary land uses.
- d. Conduct an assessment of the sources of phosphorus from the Upper Kissimmee Chain-of-Lakes and Lake Istokpoga, and their relative contribution to the water quality of Lake Okeechobee.

  The results of this assessment shall be used by the coordinating agencies as part of the Lake Okeechobee Basin Management Action Plan adopted pursuant to s. 403.067 to develop interim measures, best management practices, or regulations, as applicable.
- e. Assess current water management practices within the Lake Okeechobee watershed and develop recommendations for structural and operational improvements. Such recommendations shall balance water supply, flood control, estuarine salinity, maintenance of a healthy lake littoral zone, and water quality considerations.
- f. Evaluate the feasibility of alternative nutrient reduction technologies, including sediment traps, canal and ditch maintenance, fish production or other aquaculture, bioenergy conversion processes, and algal or other biological treatment technologies and include any alternative nutrient reduction technologies determined to be feasible in the Lake Okeechobee Basin Management Action Plan adopted pursuant to s. 403.067.

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Conduct an assessment of the water volumes and timing from the Lake Okeechobee watershed and their relative contribution to the water level changes in Lake Okeechobee and to the timing and volume of water delivered to the estuaries. (b) (c) Lake Okeechobee Basin Management Action Plan Watershed Phosphorus Control Program. - The Lake Okeechobee Basin Management Action Plan adopted pursuant to s. 403.067 shall be the watershed phosphorus control component for Lake Okeechobee and shall be Program is designed to be a multifaceted approach to reducing phosphorus loads by improving the management of phosphorus sources within the Lake Okeechobee watershed through implementation of regulations and best management practices, continued development and continued implementation of improved best management practices, improvement and restoration of the hydrologic function of natural and managed systems, and use utilization of alternative technologies for nutrient reduction. The plan shall contain an implementation schedule for pollutant load reductions consistent with the adopted total maximum daily

load. The coordinating agencies shall develop an interagency

measures through the Lake Okeechobee Basin Management Action

Plan adopted pursuant to s. 403.067; the district taking the

lead on hydrologic improvements pursuant to paragraph (3)(a);

and the Department of Agriculture and Consumer Services taking

the lead on agricultural interim measures, best management

agreement pursuant to ss. 373.046 and 373.406 that is consistent

with the department taking the lead on water quality protection

Page 32 of 94

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practices, and other measures adopted pursuant to s. 403.067. The interagency agreement shall specify how best management practices for nonagricultural nonpoint sources are developed and how all best management practices are implemented and verified consistent with s. 403.067 and this section. The interagency agreement shall address measures to be taken by the coordinating agencies during any best management practice reevaluation performed pursuant to subparagraphs 5. and 10. The department shall use best professional judgment in making the initial determination of best management practice effectiveness. The coordinating agencies may develop an intergovernmental agreement with local governments to implement nonagricultural nonpoint source best management practices within their respective geographic boundaries. The coordinating agencies shall facilitate the application of federal programs that offer opportunities for water quality treatment, including preservation, restoration, or creation of wetlands on agricultural lands.

1. Agricultural nonpoint source best management practices, developed in accordance with s. 403.067 and designed to achieve the objectives of the Lake Okeechobee Watershed Protection Program as part of a phased approach of management strategies within the Lake Okeechobee Basin Management Action Plan, shall be implemented on an expedited basis. The coordinating agencies shall develop an interagency agreement pursuant to ss. 373.046 and 373.406(5) that assures the development of best management

Page 33 of 94

practices that complement existing regulatory programs and specifies how those best management practices are implemented and verified. The interagency agreement shall address measures to be taken by the coordinating agencies during any best management practice reevaluation performed pursuant to subsubparagraph d. The department shall use best professional judgment in making the initial determination of best management practice effectiveness.

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2.a. As provided in s.  $403.067 \frac{403.067(7)(c)}{c}$ , the Department of Agriculture and Consumer Services, in consultation with the department, the district, and affected parties, shall initiate rule development for interim measures, best management practices, conservation plans, nutrient management plans, or other measures necessary for Lake Okeechobee watershed total maximum daily load reduction. The rule shall include thresholds for requiring conservation and nutrient management plans and criteria for the contents of such plans. Development of agricultural nonpoint source best management practices shall initially focus on those priority basins listed in paragraph (a) subparagraph (b) 1. The Department of Agriculture and Consumer Services, in consultation with the department, the district, and affected parties, shall conduct an ongoing program for improvement of existing and development of new agricultural nonpoint source interim measures and or best management practices. The Department of Agriculture and Consumer Services shall adopt for the purpose of adoption of such practices by

Page 34 of 94

rule. The Department of Agriculture and Consumer Services shall work with the University of Florida Florida's Institute of Food and Agriculture Sciences to review and, where appropriate, develop revised nutrient application rates for all agricultural soil amendments in the watershed.

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3.b. As provided in s. 403.067, where agricultural nonpoint source best management practices or interim measures have been adopted by rule of the Department of Agriculture and Consumer Services, the owner or operator of an agricultural nonpoint source addressed by such rule shall either implement interim measures or best management practices or demonstrate compliance with state water quality standards addressed by the Lake Okeechobee Basin Management Action Plan adopted pursuant to s. 403.067 the district's WOD program by conducting monitoring prescribed by the department or the district. Owners or operators of agricultural nonpoint sources who implement interim measures or best management practices adopted by rule of the Department of Agriculture and Consumer Services shall be subject to the provisions of s. 403.067 403.067(7). The Department of Agriculture and Consumer Services, in cooperation with the department and the district, shall provide technical and financial assistance for implementation of agricultural best management practices, subject to the availability of funds.

 $\underline{4.e.}$  The district or department shall conduct monitoring at representative sites to verify the effectiveness of agricultural nonpoint source best management practices.

Page 35 of 94

5.d. Where water quality problems are detected for agricultural nonpoint sources despite the appropriate implementation of adopted best management practices, the Department of Agriculture and Consumer Services, in consultation with the other coordinating agencies and affected parties, shall institute a reevaluation of the best management practices shall be conducted pursuant to s. 403.067(7)(c)4. and make appropriate changes to the rule adopting best management practices.

6.2. As provided in s. 403.067, nonagricultural nonpoint source best management practices, developed in accordance with s. 403.067 and designed to achieve the objectives of the Lake Okeechobee Watershed Protection Program as part of a phased approach of management strategies within the Lake Okeechobee Basin Management Action Plan, shall be implemented on an expedited basis. The department and the district shall develop an interagency agreement pursuant to ss. 373.046 and 373.406(5) that assures the development of best management practices that complement existing regulatory programs and specifies how those best management practices are implemented and verified. The interagency agreement shall address measures to be taken by the department and the district during any best management practice reevaluation performed pursuant to sub-subparagraph d.

7.a. The department and the district are directed to work with the University of <u>Florida Florida's</u> Institute of Food and Agricultural Sciences to develop appropriate nutrient application rates for all nonagricultural soil amendments in the

Page 36 of 94

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watershed. As provided in s.  $403.067 \cdot 403.067 \cdot (7) \cdot (c)$ , the department, in consultation with the district and affected parties, shall develop nonagricultural nonpoint source interim measures, best management practices, or other measures necessary for Lake Okeechobee watershed total maximum daily load reduction. Development of nonagricultural nonpoint source best management practices shall initially focus on those priority basins listed in paragraph (a) subparagraph (b)1. The department, the district, and affected parties shall conduct an ongoing program for improvement of existing and development of new interim measures and or best management practices. The department or the district shall adopt such practices by rule The district shall adopt technology-based standards under the district's WOD program for nonagricultural nonpoint sources of phosphorus. Nothing in this sub-subparagraph shall affect the authority of the department or the district to adopt basinspecific criteria under this part to prevent harm to the water resources of the district.

8.b. Where nonagricultural nonpoint source best management practices or interim measures have been developed by the department and adopted by the district, the owner or operator of a nonagricultural nonpoint source shall implement interim measures or best management practices and be subject to the provisions of s. 403.067 403.067(7). The department and district shall provide technical and financial assistance for implementation of nonagricultural nonpoint source best

Page 37 of 94

management practices, subject to the availability of funds.

9.e. As provided in s. 403.067, the district or the department shall conduct monitoring at representative sites to verify the effectiveness of nonagricultural nonpoint source best management practices.

- 10.d. Where water quality problems are detected for nonagricultural nonpoint sources despite the appropriate implementation of adopted best management practices, the department and the district shall institute a reevaluation of the best management practices shall be conducted pursuant to s. 403.067(7)(c)4.
- 11.3. The provisions of Subparagraphs 1. and 2. and 7. do may not preclude the department or the district from requiring compliance with water quality standards or with current best management practices requirements set forth in any applicable regulatory program authorized by law for the purpose of protecting water quality. Additionally, Subparagraphs 1. and 2. and 7. are applicable only to the extent that they do not conflict with any rules adopted by the department that are necessary to maintain a federally delegated or approved program.
- 12. The program of agricultural best management practices set forth in chapter 40E-63, Florida Administrative Code, meets the requirements of this paragraph and s. 403.067(7) for the Lake Okeechobee watershed. An entity in compliance with best management practices set forth in chapter 40E-63, Florida Administrative Code, may elect to use that permit in lieu of the

Page 38 of 94

requirements of this paragraph. The provisions of s. 373.4595(3)(b)5. apply to this subparagraph.

- 13. The Department of Agriculture and Consumer Services, in cooperation with the department and the district, shall provide technical and financial assistance for implementation of agricultural best management practices, subject to the availability of funds. The department and district shall provide technical and financial assistance for implementation of nonagricultural nonpoint source best management practices, subject to the availability of funds.
- 14.4. Projects that reduce the phosphorus load originating from domestic wastewater systems within the Lake Okeechobee watershed shall be given funding priority in the department's revolving loan program under s. 403.1835. The department shall coordinate and provide assistance to those local governments seeking financial assistance for such priority projects.
- 15.5. Projects that make use of private lands, or lands held in trust for Indian tribes, to reduce nutrient loadings or concentrations within a basin by one or more of the following methods: restoring the natural hydrology of the basin, restoring wildlife habitat or impacted wetlands, reducing peak flows after storm events, increasing aquifer recharge, or protecting range and timberland from conversion to development, are eligible for grants available under this section from the coordinating agencies. For projects of otherwise equal priority, special funding priority will be given to those projects that make best

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use of the methods outlined above that involve public-private partnerships or that obtain federal match money. Preference ranking above the special funding priority will be given to projects located in a rural area of opportunity designated by the Governor. Grant applications may be submitted by any person or tribal entity, and eligible projects may include, but are not limited to, the purchase of conservation and flowage easements, hydrologic restoration of wetlands, creating treatment wetlands, development of a management plan for natural resources, and financial support to implement a management plan.

16.6.a. The department shall require all entities disposing of domestic wastewater biosolids residuals within the Lake Okeechobee watershed and the remaining areas of Okeechobee, Glades, and Hendry Counties to develop and submit to the department an agricultural use plan that limits applications based upon phosphorus loading consistent with the Lake Okeechobee Basin Management Action Plan adopted pursuant to s. 403.067. By July 1, 2005, phosphorus concentrations originating from these application sites may not exceed the limits established in the district's WOD program. After December 31,  $2007_{r}$  The department may not authorize the disposal of domestic wastewater biosolids residuals within the Lake Okeechobee watershed unless the applicant can affirmatively demonstrate that the phosphorus in the biosolids residuals will not add to phosphorus loadings in Lake Okeechobee or its tributaries. This demonstration shall be based on achieving a net balance between

Page 40 of 94

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phosphorus imports relative to exports on the permitted application site. Exports shall include only phosphorus removed from the Lake Okeechobee watershed through products generated on the permitted application site. This prohibition does not apply to Class AA <u>biosolids</u> residuals that are marketed and distributed as fertilizer products in accordance with department rule.

17.b. Private and government-owned utilities within Monroe, Miami-Dade, Broward, Palm Beach, Martin, St. Lucie, Indian River, Okeechobee, Highlands, Hendry, and Glades Counties that dispose of wastewater biosolids residual sludge from utility operations and septic removal by land spreading in the Lake Okeechobee watershed may use a line item on local sewer rates to cover wastewater biosolids residual treatment and disposal if such disposal and treatment is done by approved alternative treatment methodology at a facility located within the areas designated by the Governor as rural areas of opportunity pursuant to s. 288.0656. This additional line item is an environmental protection disposal fee above the present sewer rate and may not be considered a part of the present sewer rate to customers, notwithstanding provisions to the contrary in chapter 367. The fee shall be established by the county commission or its designated assignee in the county in which the alternative method treatment facility is located. The fee shall be calculated to be no higher than that necessary to recover the facility's prudent cost of providing the service. Upon request

Page 41 of 94

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by an affected county commission, the Florida Public Service Commission will provide assistance in establishing the fee. Further, for utilities and utility authorities that use the additional line item environmental protection disposal fee, such fee may not be considered a rate increase under the rules of the Public Service Commission and shall be exempt from such rules. Utilities using the provisions of this section may immediately include in their sewer invoicing the new environmental protection disposal fee. Proceeds from this environmental protection disposal fee shall be used for treatment and disposal of wastewater biosolids residuals, including any treatment technology that helps reduce the volume of biosolids residuals that require final disposal, but such proceeds may not be used for transportation or shipment costs for disposal or any costs relating to the land application of biosolids residuals in the Lake Okeechobee watershed.

18.c. No less frequently than once every 3 years, the Florida Public Service Commission or the county commission through the services of an independent auditor shall perform a financial audit of all facilities receiving compensation from an environmental protection disposal fee. The Florida Public Service Commission or the county commission through the services of an independent auditor shall also perform an audit of the methodology used in establishing the environmental protection disposal fee. The Florida Public Service Commission or the county commission shall, within 120 days after completion of an

Page 42 of 94

audit, file the audit report with the President of the Senate and the Speaker of the House of Representatives and shall provide copies to the county commissions of the counties set forth in <a href="subparagraph 17">sub-subparagraph b</a>. The books and records of any facilities receiving compensation from an environmental protection disposal fee shall be open to the Florida Public Service Commission and the Auditor General for review upon request.

19.7. The Department of Health shall require all entities disposing of septage within the Lake Okeechobee watershed to develop and submit to that agency an agricultural use plan that limits applications based upon phosphorus loading consistent with the Lake Okeechobee Basin Management Action Plan adopted pursuant to s. 403.067. By July 1, 2005, phosphorus concentrations originating from these application sites may not exceed the limits established in the district's WOD program.

20.8. The Department of Agriculture and Consumer Services shall initiate rulemaking requiring entities within the Lake Okeechobee watershed which land-apply animal manure to develop resource management system level conservation plans, according to United States Department of Agriculture criteria, which limit such application. Such rules may include criteria and thresholds for the requirement to develop a conservation or nutrient management plan, requirements for plan approval, and recordkeeping requirements.

21. The district shall revise chapter 40E-61, Florida

Page 43 of 94

Administrative Code, to be consistent with this section and s. 403.067; provide for a monitoring program for nonpoint source dischargers required to monitor water quality by s. 403.067; and provide for the results of such monitoring to be reported to the coordinating agencies.

- 9. The district, the department, or the Department of Agriculture and Consumer Services, as appropriate, shall implement those alternative nutrient reduction technologies determined to be feasible pursuant to subparagraph (d) 6.
- (d) Lake Okeechobee Watershed Research and Water Quality
  Monitoring Program.—The district, in cooperation with the other
  coordinating agencies, shall establish a Lake Okeechobee
  Watershed Research and Water Quality Monitoring Program that
  builds upon the district's existing Lake Okeechobee research
  program. The program shall:
- 1. Evaluate all available existing water quality data concerning total phosphorus in the Lake Okeechobee watershed, develop a water quality baseline to represent existing conditions for total phosphorus, monitor long-term ecological changes, including water quality for total phosphorus, and measure compliance with water quality standards for total phosphorus, including any applicable total maximum daily load for the Lake Okeechobee watershed as established pursuant to s. 403.067. Every 3 years, the district shall reevaluate water quality and quantity data to ensure that the appropriate projects are being designated and implemented to meet the water

Page 44 of 94

quality and storage goals of the plan. The district shall also implement a total phosphorus monitoring program at appropriate structures owned or operated by the South Florida Water Management District and within the Lake Okeechobee watershed.

- 2. Develop a Lake Okeechobee water quality model that reasonably represents phosphorus dynamics of the lake and incorporates an uncertainty analysis associated with model predictions.
- 3. Determine the relative contribution of phosphorus from all identifiable sources and all primary and secondary land uses.
- 4. Conduct an assessment of the sources of phosphorus from the Upper Kissimmee Chain-of-Lakes and Lake Istokpoga, and their relative contribution to the water quality of Lake Okeechobee. The results of this assessment shall be used by the coordinating agencies to develop interim measures, best management practices, or regulation, as applicable.
- 5. Assess current water management practices within the Lake Okeechobee watershed and develop recommendations for structural and operational improvements. Such recommendations shall balance water supply, flood control, estuarine salinity, maintenance of a healthy lake littoral zone, and water quality considerations.
- 6. Evaluate the feasibility of alternative nutrient reduction technologies, including sediment traps, canal and ditch maintenance, fish production or other aquaculture,

Page 45 of 94

bioenergy conversion processes, and algal or other biological treatment technologies.

- 7. Conduct an assessment of the water volumes and timing from the Lake Okeechobee watershed and their relative contribution to the water level changes in Lake Okeechobee and to the timing and volume of water delivered to the estuaries.
- (c) (e) Lake Okeechobee Exotic Species Control Program.—The coordinating agencies shall identify the exotic species that threaten the native flora and fauna within the Lake Okeechobee watershed and develop and implement measures to protect the native flora and fauna.
- (d)(f) Lake Okeechobee Internal Phosphorus Management Program.—The district, in cooperation with the other coordinating agencies and interested parties, shall evaluate the feasibility of complete a Lake Okeechobee internal phosphorus load removal projects feasibility study. The evaluation feasibility study shall be based on technical feasibility, as well as economic considerations, and shall consider address all reasonable methods of phosphorus removal. If projects methods are found to be feasible, the district shall immediately pursue the design, funding, and permitting for implementing such projects methods.
- (e) (g) Lake Okeechobee Watershed Protection Program Plan implementation.—The coordinating agencies shall be jointly responsible for implementing the Lake Okeechobee Watershed Protection Program Plan, consistent with the statutory authority

Page 46 of 94

and responsibility of each agency. Annual funding priorities shall be jointly established, and the highest priority shall be assigned to programs and projects that address sources that have the highest relative contribution to loading and the greatest potential for reductions needed to meet the total maximum daily loads. In determining funding priorities, the coordinating agencies shall also consider the need for regulatory compliance, the extent to which the program or project is ready to proceed, and the availability of federal matching funds or other nonstate funding, including public-private partnerships. Federal and other nonstate funding shall be maximized to the greatest extent practicable.

<u>(f) (h)</u> Priorities and implementation schedules.—The coordinating agencies are authorized and directed to establish priorities and implementation schedules for the achievement of total maximum daily loads, compliance with the requirements of s. 403.067, and compliance with applicable water quality standards within the waters and watersheds subject to this section.

(i) Legislative ratification.—The coordinating agencies shall submit the Phase II technical plan developed pursuant to paragraph (b) to the President of the Senate and the Speaker of the House of Representatives prior to the 2008 legislative session for review. If the Legislature takes no action on the plan during the 2008 legislative session, the plan is deemed approved and may be implemented.

Page 47 of 94

(4) CALOOSAHATCHEE RIVER WATERSHED PROTECTION PROGRAM AND			
ST. LUCIE RIVER WATERSHED PROTECTION PROGRAM.—A protection			
program shall be developed and implemented as specified in this			
subsection. In order to protect and restore surface water			
resources, the program shall address the reduction of pollutant			
loadings, restoration of natural hydrology, and compliance with			
applicable state water quality standards. The program shall be			
achieved through a phased program of implementation. In			
addition, pollutant load reductions based upon adopted total			
maximum daily loads established in accordance with s. 403.067			
shall serve as a program objective. In the development and			
administration of the program, the coordinating agencies shall			
maximize opportunities provided by federal and local government			
cost-sharing programs and opportunities for partnerships with			
the private sector and local government. The $\underline{program}$ $\underline{plan}$ shall			
include a goal for salinity envelopes and freshwater inflow			
targets for the estuaries based upon existing research and			
documentation. The goal may be revised as new information is			
available. This goal shall seek to reduce the frequency and			
duration of undesirable salinity ranges while meeting the other			
water-related needs of the region, including water supply and			
flood protection, while recognizing the extent to which water			
inflows are within the control and jurisdiction of the district.			

(a) Caloosahatchee River Watershed Protection Plan.—No later than January 1, 2009, The district, in cooperation with the other coordinating agencies, Lee County, and affected

Page 48 of 94

Caloosahatchee River Watershed Protection Plan shall identify the geographic extent of the watershed, be coordinated as needed with the plans developed pursuant to paragraph (3)(a) and paragraph (c) (b) of this subsection, and contain an implementation schedule for pollutant load reductions consistent with any adopted total maximum daily loads and compliance with applicable state water quality standards. The plan shall include the Caloosahatchee River Watershed Construction Project and the Caloosahatchee River Watershed Research and Water Quality Monitoring Program.÷

- 1. Caloosahatchee River Watershed Construction Project.—To improve the hydrology, water quality, and aquatic habitats within the watershed, the district shall, no later than January 1, 2012, plan, design, and construct the initial phase of the Watershed Construction Project. In doing so, the district shall:
- a. Develop and designate the facilities to be constructed to achieve stated goals and objectives of the Caloosahatchee River Watershed Protection Plan.
- b. Conduct scientific studies that are necessary to support the design of the Caloosahatchee River Watershed Construction Project facilities.
  - c. Identify the size and location of all such facilities.
- d. Provide a construction schedule for all such facilities, including the sequencing and specific timeframe for

Page 49 of 94

1275 construction of each facility.

- e. Provide a schedule for the acquisition of lands or sufficient interests necessary to achieve the construction schedule.
- f. Provide a schedule of costs and benefits associated with each construction project and identify funding sources.
- g. To ensure timely implementation, coordinate the design, scheduling, and sequencing of project facilities with the coordinating agencies, Lee County, other affected counties and municipalities, and other affected parties.
- 2. Caloosahatchee River Watershed Research and Water
  Quality Monitoring Program.—The district, in cooperation with
  the other coordinating agencies and local governments, shall
  implement a Caloosahatchee River Watershed Research and Water
  Quality Monitoring Program that builds upon the district's
  existing research program and that is sufficient to carry out,
  comply with, or assess the plans, programs, and other
  responsibilities created by this subsection. The program shall
  also conduct an assessment of the water volumes and timing from
  Lake Okeechobee and the Caloosahatchee River watershed and their
  relative contributions to the timing and volume of water
  delivered to the estuary.
- (b) 2. Caloosahatchee River Watershed Basin Management

  Action Plans Pollutant Control Program.—The basin management
  action plans adopted pursuant to s. 403.067 for the

  Caloosahatchee River watershed shall be the Caloosahatchee River

Page 50 of 94

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Watershed Pollutant Control Program. The plans shall be is designed to be a multifaceted approach to reducing pollutant loads by improving the management of pollutant sources within the Caloosahatchee River watershed through implementation of regulations and best management practices, development and implementation of improved best management practices, improvement and restoration of the hydrologic function of natural and managed systems, and utilization of alternative technologies for pollutant reduction, such as cost-effective biologically based, hybrid wetland/chemical and other innovative nutrient control technologies. The plans shall contain an implementation schedule for pollutant load reductions consistent with the adopted total maximum daily load. The coordinating agencies shall facilitate the use utilization of federal programs that offer opportunities for water quality treatment, including preservation, restoration, or creation of wetlands on agricultural lands.

1.a. Nonpoint source best management practices consistent with s. 403.067 paragraph (3)(c), designed to achieve the objectives of the Caloosahatchee River Watershed Protection Program, shall be implemented on an expedited basis. The coordinating agencies may develop an intergovernmental agreement with local governments to implement the nonagricultural, nonpoint—source best management practices within their respective geographic boundaries.

2.b. This subsection does not preclude the department or

Page 51 of 94

the district from requiring compliance with water quality standards, adopted total maximum daily loads, or current best management practices requirements set forth in any applicable regulatory program authorized by law for the purpose of protecting water quality. This subsection applies only to the extent that it does not conflict with any rules adopted by the department or district which are necessary to maintain a federally delegated or approved program.

- 3.c. Projects that make use of private lands, or lands held in trust for Indian tribes, to reduce pollutant loadings or concentrations within a basin, or that reduce the volume of harmful discharges by one or more of the following methods: restoring the natural hydrology of the basin, restoring wildlife habitat or impacted wetlands, reducing peak flows after storm events, or increasing aquifer recharge, are eligible for grants available under this section from the coordinating agencies.
- <u>Action Plans</u> Pollutant Control Program shall require assessment of current water management practices within the watershed and shall require development of recommendations for structural, nonstructural, and operational improvements. Such recommendations shall consider and balance water supply, flood control, estuarine salinity, aquatic habitat, and water quality considerations.
- $\underline{5.e.}$  After December 31, 2007, The department may not authorize the disposal of domestic wastewater biosolids

Page 52 of 94

residuals within the Caloosahatchee River watershed unless the applicant can affirmatively demonstrate that the nutrients in the biosolids residuals will not add to nutrient loadings in the watershed. This demonstration shall be based on achieving a net balance between nutrient imports relative to exports on the permitted application site. Exports shall include only nutrients removed from the watershed through products generated on the permitted application site. This prohibition does not apply to Class AA biosolids residuals that are marketed and distributed as fertilizer products in accordance with department rule.

<u>6.f.</u> The Department of Health shall require all entities disposing of septage within the Caloosahatchee River watershed to develop and submit to that agency an agricultural use plan that limits applications based upon nutrient loading <u>consistent</u> with any basin management action plan adopted pursuant to s.

403.067. By July 1, 2008, nutrient concentrations originating from these application sites may not exceed the limits established in the district's WOD program.

7.g. The Department of Agriculture and Consumer Services shall require initiate rulemaking requiring entities within the Caloosahatchee River watershed which land-apply animal manure to develop a resource management system level conservation plan, according to United States Department of Agriculture criteria, which limit such application. Such rules may include criteria and thresholds for the requirement to develop a conservation or nutrient management plan, requirements for plan approval, and

recordkeeping requirements.

3. Caloosahatchee River Watershed Research and Water Quality Monitoring Program. The district, in cooperation with the other coordinating agencies and local governments, shall establish a Caloosahatchee River Watershed Research and Water Quality Monitoring Program that builds upon the district's existing research program and that is sufficient to carry out, comply with, or assess the plans, programs, and other responsibilities created by this subsection. The program shall also conduct an assessment of the water volumes and timing from the Lake Okeechobee and Caloosahatchee River watersheds and their relative contributions to the timing and volume of water delivered to the estuary.

(c) (b) St. Lucie River Watershed Protection Plan.—No later than January 1, 2009, The district, in cooperation with the other coordinating agencies, Martin County, and affected counties and municipalities shall complete a plan in accordance with this subsection. The St. Lucie River Watershed Protection Plan shall identify the geographic extent of the watershed, be coordinated as needed with the plans developed pursuant to paragraph (3) (a) and paragraph (a) of this subsection, and contain an implementation schedule for pollutant load reductions consistent with any adopted total maximum daily loads and compliance with applicable state water quality standards. The plan shall include the St. Lucie River Watershed Construction Project and St. Lucie River Watershed Research and Water Quality

## Monitoring Program. ÷

- 1. St. Lucie River Watershed Construction Project.—To improve the hydrology, water quality, and aquatic habitats within the watershed, the district shall, no later than January 1, 2012, plan, design, and construct the initial phase of the Watershed Construction Project. In doing so, the district shall:
- a. Develop and designate the facilities to be constructed to achieve stated goals and objectives of the St. Lucie River Watershed Protection Plan.
  - b. Identify the size and location of all such facilities.
- c. Provide a construction schedule for all such facilities, including the sequencing and specific timeframe for construction of each facility.
- d. Provide a schedule for the acquisition of lands or sufficient interests necessary to achieve the construction schedule.
- e. Provide a schedule of costs and benefits associated with each construction project and identify funding sources.
- f. To ensure timely implementation, coordinate the design, scheduling, and sequencing of project facilities with the coordinating agencies, Martin County, St. Lucie County, other interested parties, and other affected local governments.
- 2. St. Lucie River Watershed Research and Water Quality
  Monitoring Program.—The district, in cooperation with the other
  coordinating agencies and local governments, shall establish a
  St. Lucie River Watershed Research and Water Quality Monitoring

Page 55 of 94

1431 Program that builds upon the district's existing research 1432 program and that is sufficient to carry out, comply with, or 1433 assess the plans, programs, and other responsibilities created 1434 by this subsection. The program shall also conduct an assessment 1435 of the water volumes and timing from Lake Okeechobee and the St. 1436 Lucie River watershed and their relative contributions to the 1437 timing and volume of water delivered to the estuary. 1438 (d) 2. St. Lucie River Watershed Basin Management Action 1439 Plans Pollutant Control Program. -Basin management action plans 1440 for the St. Lucie River watershed adopted pursuant to s. 403.067 shall be the St. Lucie River Watershed Pollutant Control Program 1441 1442 and shall be is designed to be a multifaceted approach to reducing pollutant loads by improving the management of 1443 pollutant sources within the St. Lucie River watershed through 1444 1445 implementation of regulations and best management practices, 1446 development and implementation of improved best management 1447 practices, improvement and restoration of the hydrologic 1448 function of natural and managed systems, and use utilization of 1449 alternative technologies for pollutant reduction, such as cost-1450 effective biologically based, hybrid wetland/chemical and other 1451 innovative nutrient control technologies. The plan shall contain 1452 an implementation schedule for pollutant load reductions 1453 consistent with the adopted total maximum daily load. The 1454 coordinating agencies shall facilitate the use utilization of 1455 federal programs that offer opportunities for water quality 1456 treatment, including preservation, restoration, or creation of

Page 56 of 94

wetlands on agricultural lands.

1.a. Nonpoint source best management practices consistent with s. 403.067 paragraph (3)(c), designed to achieve the objectives of the St. Lucie River Watershed Protection Program, shall be implemented on an expedited basis. The coordinating agencies may develop an intergovernmental agreement with local governments to implement the nonagricultural nonpoint source best management practices within their respective geographic boundaries.

2.b. This subsection does not preclude the department or the district from requiring compliance with water quality standards, adopted total maximum daily loads, or current best management practices requirements set forth in any applicable regulatory program authorized by law for the purpose of protecting water quality. This subsection applies only to the extent that it does not conflict with any rules adopted by the department or district which are necessary to maintain a federally delegated or approved program.

3.e. Projects that make use of private lands, or lands held in trust for Indian tribes, to reduce pollutant loadings or concentrations within a basin, or that reduce the volume of harmful discharges by one or more of the following methods: restoring the natural hydrology of the basin, restoring wildlife habitat or impacted wetlands, reducing peak flows after storm events, or increasing aquifer recharge, are eligible for grants available under this section from the coordinating agencies.

Page 57 of 94

<u>4.d.</u> The St. Lucie River Watershed <u>Basin Management Action</u>
<u>Plans Pollutant Control Program</u> shall require assessment of current water management practices within the watershed and shall require development of recommendations for structural, nonstructural, and operational improvements. Such recommendations shall consider and balance water supply, flood control, estuarine salinity, aquatic habitat, and water quality considerations.

5.e. After December 31, 2007, The department may not authorize the disposal of domestic wastewater biosolids residuals within the St. Lucie River watershed unless the applicant can affirmatively demonstrate that the nutrients in the biosolids residuals will not add to nutrient loadings in the watershed. This demonstration shall be based on achieving a net balance between nutrient imports relative to exports on the permitted application site. Exports shall include only nutrients removed from the St. Lucie River watershed through products generated on the permitted application site. This prohibition does not apply to Class AA biosolids residuals that are marketed and distributed as fertilizer products in accordance with department rule.

<u>6.f.</u> The Department of Health shall require all entities disposing of septage within the St. Lucie River watershed to develop and submit to that agency an agricultural use plan that limits applications based upon nutrient loading <u>consistent with</u> any basin management action plan adopted pursuant to s. 403.067.

Page 58 of 94

By July 1, 2008, nutrient concentrations originating from these application sites may not exceed the limits established in the district's WOD program.

7.g. The Department of Agriculture and Consumer Services shall initiate rulemaking requiring entities within the St.

Lucie River watershed which land-apply animal manure to develop a resource management system level conservation plan, according to United States Department of Agriculture criteria, which limit such application. Such rules may include criteria and thresholds for the requirement to develop a conservation or nutrient management plan, requirements for plan approval, and recordkeeping requirements.

3. St. Lucie River Watershed Research and Water Quality
Monitoring Program.—The district, in cooperation with the other
coordinating agencies and local governments, shall establish a
St. Lucie River Watershed Research and Water Quality Monitoring
Program that builds upon the district's existing research
program and that is sufficient to carry out, comply with, or
assess the plans, programs, and other responsibilities created
by this subsection. The program shall also conduct an assessment
of the water volumes and timing from the Lake Okeechobee and St.
Lucie River watersheds and their relative contributions to the
timing and volume of water delivered to the estuary.

(e) (c) River Watershed Protection Plan implementation.—The coordinating agencies shall be jointly responsible for implementing the River Watershed Protection Plans, consistent

Page 59 of 94

with the statutory authority and responsibility of each agency. Annual funding priorities shall be jointly established, and the highest priority shall be assigned to programs and projects that have the greatest potential for achieving the goals and objectives of the plans. In determining funding priorities, the coordinating agencies shall also consider the need for regulatory compliance, the extent to which the program or project is ready to proceed, and the availability of federal or local government matching funds. Federal and other nonstate funding shall be maximized to the greatest extent practicable.

(f) (d) Evaluation.—Beginning By March 1, 2020 2012, and every 5 3 years thereafter concurrent with the updates of the basin management action plans adopted pursuant to s. 403.067, the district, in cooperation with the other coordinating agencies, shall conduct an evaluation of any pollutant load reduction goals, as well as any other specific objectives and goals, as stated in the River Watershed Protection Programs Plans. Additionally, The district shall identify modifications to facilities of the River Watershed Construction Projects, as appropriate, or any other elements of the River Watershed Protection Programs Plans. The evaluation shall be included in the annual progress report submitted pursuant to this section.

<u>(g) (e)</u> Priorities and implementation schedules.—The coordinating agencies are authorized and directed to establish priorities and implementation schedules for the achievement of total maximum daily loads, the requirements of s. 403.067, and

Page 60 of 94

compliance with applicable water quality standards within the waters and watersheds subject to this section.

- (f) Legislative ratification.—The coordinating agencies shall submit the River Watershed Protection Plans developed pursuant to paragraphs (a) and (b) to the President of the Senate and the Speaker of the House of Representatives prior to the 2009 legislative session for review. If the Legislature takes no action on the plan during the 2009 legislative session, the plan is deemed approved and may be implemented.
- LOADS AND DEVELOPMENT OF BASIN MANAGEMENT ACTION PLANS.—The department is directed to expedite development and adoption of total maximum daily loads for the Caloosahatchee River and estuary. The department is further directed to, no later than December 31, 2008, propose for final agency action total maximum daily loads for nutrients in the tidal portions of the Caloosahatchee River and estuary. The department shall initiate development of basin management action plans for Lake Okeechobee, the Caloosahatchee River watershed and estuary, and the St. Lucie River watershed and estuary as provided in s. 403.067 (7) (a) as follows:
- (a) Basin management action plans shall be developed as soon as practicable as determined necessary by the department to achieve the total maximum daily loads established for the Lake Okeechobee watershed and the estuaries.
  - (b) The Phase II technical plan development pursuant to

Page 61 of 94

paragraph (3) (a) (b), and the River Watershed Protection Plans developed pursuant to paragraphs (4) (a) and (c) (b), shall provide the basis for basin management action plans developed by the department.

- (c) As determined necessary by the department in order to achieve the total maximum daily loads, additional or modified projects or programs that complement those in the legislatively ratified plans may be included during the development of the basin management action plan.
- (d) As provided in s. 403.067, management strategies and pollution reduction requirements set forth in a basin management action plan subject to permitting by the department under subsection (7) must be completed pursuant to the schedule set forth in the basin management action plan, as amended. The implementation schedule may extend beyond the 5-year permit term.
- (e) As provided in s. 403.067, management strategies and pollution reduction requirements set forth in a basin management action plan for a specific pollutant of concern are not subject to challenge under chapter 120 at the time they are incorporated, in an identical form, into a department or district issued permit or a permit modification issued in accordance with subsection (7).
- (d) Development of basin management action plans that implement the provisions of the legislatively ratified plans shall be initiated by the department no later than September 30

Page 62 of 94

of the year in which the applicable plan is ratified. Where a total maximum daily load has not been established at the time of plan ratification, development of basin management action plans shall be initiated no later than 90 days following adoption of the applicable total maximum daily load.

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ANNUAL PROGRESS REPORT.—Each March 1 the district, in cooperation with the other coordinating agencies, shall report on implementation of this section as part of the consolidated annual report required in s. 373.036(7). The annual report shall include a summary of the conditions of the hydrology, water quality, and aquatic habitat in the northern Everglades based on the results of the Research and Water Quality Monitoring Programs, the status of the Lake Okeechobee Watershed Construction Project, the status of the Caloosahatchee River Watershed Construction Project, and the status of the St. Lucie River Watershed Construction Project. In addition, the report shall contain an annual accounting of the expenditure of funds from the Save Our Everglades Trust Fund. At a minimum, the annual report shall provide detail by program and plan, including specific information concerning the amount and use of funds from federal, state, or local government sources. In detailing the use of these funds, the district shall indicate those designated to meet requirements for matching funds. The district shall prepare the report in cooperation with the other coordinating agencies and affected local governments. The department shall report on the status of the Lake Okeechobee

Page 63 of 94

Basin Management Action Plan, the Caloosahatchee Estuary Basin
Management Action Plan, and the St. Lucie River and Estuary
Basin Management Action Plan. The Department of Agriculture and
Consumer Services shall report on the status of the
implementation of the agricultural nonpoint source best
management practices.

(7) LAKE OKEECHOBEE PROTECTION PERMITS.-

- (a) The Legislature finds that the Lake Okeechobee <u>Watershed</u> Protection Program will benefit Lake Okeechobee and downstream receiving waters and is <u>in consistent with</u> the public interest. The Lake Okeechobee <u>Watershed</u> Construction Project, and structures discharging into or from Lake Okeechobee shall be constructed, operated, and maintained in accordance with this section.
- (b) Permits obtained pursuant to this section are in lieu of all other permits under this chapter or chapter 403, except those issued under s. 403.0885, if applicable. No Additional permits are not required for the Lake Okeechobee Watershed Construction Project, or structures discharging into or from Lake Okeechobee, if such projects or structures are permitted under this section. Construction activities related to implementation of the Lake Okeechobee Watershed Construction Project may be initiated before prior to final agency action, or notice of intended agency action, on any permit from the department under this section.
  - (c) 1. Within 90 days of completion of the diversion plans

Page 64 of 94

CS/HB 7003 2015

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1665 set forth in Department Consent Orders 91-0694, 91-0707, 91-<del>0706, 91-0705, and RT50-205564,</del> Owners or operators of existing structures which discharge into or from Lake Okeechobee that were subject to Department Consent Orders 91-0694, 91-0707, 91-0706, 91-0705, and RT50-205564 and that are subject to the provisions of s. 373.4592(4)(a) do not require a permit under this section and shall be governed by permits issued under apply for a permit from the department to operate and maintain such structures. By September 1, 2000, owners or operators of all other existing structures which discharge into or from Lake Okeechobee shall apply for a permit from the department to operate and maintain such structures. The department shall issue one or more such permits for a term of 5 years upon the demonstration of reasonable assurance that schedules and strategies to achieve and maintain compliance with water quality standards have been provided for, to the maximum extent practicable, and that operation of the structures otherwise complies with provisions of ss. 373.413 and 373.416 and the Lake Okeechobee Basin Management Action Plan adopted pursuant to s. 403.067. 1. Permits issued under this paragraph shall also contain reasonable conditions to ensure that discharges of waters through structures: a. Are adequately and accurately monitored; b. Will not degrade existing Lake Okeechobee water quality and will result in an overall reduction of phosphorus input into

Page 65 of 94

Lake Okeechobee, as set forth in the district's Technical Publication 81-2 and the total maximum daily load established in accordance with s. 403.067, to the maximum extent practicable; and

- c. Do not pose a serious danger to public health, safety, or welfare.
- 2. For the purposes of this paragraph, owners and operators of existing structures which are subject to the provisions of s. 373.4592(4)(a) and which discharge into or from Lake Okeechobee shall be deemed in compliance with this paragraph the term "maximum extent practicable" if they are in full compliance with the conditions of permits under chapter chapters 40E-61 and 40E-63, Florida Administrative Code.
- 3. By January 1, 2004, The district shall obtain from submit to the department a permit modification to the Lake Okeechobee structure permits to incorporate proposed changes necessary to ensure that discharges through the structures covered by this permit are consistent with the basin management action plan adopted pursuant to achieve state water quality standards, including the total maximum daily load established in accordance with s. 403.067. These changes shall be designed to achieve such compliance with state water quality standards no later than January 1, 2015.
- (d) The department shall require permits for <u>district</u>

  <u>regional projects that are part of the</u> Lake Okeechobee <u>Watershed</u>

  Construction Project <u>facilities</u>. However, projects <u>identified in</u>

Page 66 of 94

sub-subparagraph (3) (b) 1.b. that qualify as exempt pursuant to
s. 373.406 do shall not require need permits under this section.
Such permits shall be issued for a term of 5 years upon the
demonstration of reasonable assurances that:

- 1. <u>District regional projects that are part of</u> the Lake Okeechobee <u>Watershed</u> Construction Project <u>facility</u>, <u>based upon</u> the conceptual design documents and any subsequent detailed design documents developed by the district, will <u>shall</u> achieve the design objectives for phosphorus required in <u>subparagraph</u> (3) (a) 1. <u>paragraph</u> (3) (b);
- 2. For water quality standards other than phosphorus, the quality of water discharged from the facility is of equal or better quality than the inflows;
- 3. Discharges from the facility do not pose a serious danger to public health, safety, or welfare; and
- 4. Any impacts on wetlands or state-listed species resulting from implementation of that facility of the Lake Okeechobee Construction Project are minimized and mitigated, as appropriate.
- (e) At least 60 days  $\underline{\text{before}}$   $\underline{\text{prior to}}$  the expiration of any permit issued under this section, the permittee may apply for a renewal thereof for a period of 5 years.
- (f) Permits issued under this section may include any standard conditions provided by department rule which are appropriate and consistent with this section.
  - (g) Permits issued under <del>pursuant to</del> this section may be

Page 67 of 94

modified, as appropriate, upon review and approval by the department.

Section 9. Paragraphs (a) and (b) of subsection (6) of section 373.536, Florida Statutes, are amended to read:

373.536 District budget and hearing thereon.-

- (6) FINAL BUDGET; ANNUAL AUDIT; CAPITAL IMPROVEMENTS PLAN; WATER RESOURCE DEVELOPMENT WORK PROGRAM.—
- (a) Each district must, by the date specified for each item, furnish copies of the following documents to the Governor, the President of the Senate, the Speaker of the House of Representatives, the chairs of all legislative committees and subcommittees having substantive or fiscal jurisdiction over the districts, as determined by the President of the Senate or the Speaker of the House of Representatives as applicable, the secretary of the department, and the governing board of each county in which the district has jurisdiction or derives any funds for the operations of the district:
- 1. The adopted budget, to be furnished within 10 days after its adoption.
- 2. A financial audit of its accounts and records, to be furnished within 10 days after its acceptance by the governing board. The audit must be conducted in accordance with s. 11.45 and the rules adopted thereunder. In addition to the entities named above, the district must provide a copy of the audit to the Auditor General within 10 days after its acceptance by the governing board.

Page 68 of 94

3. A 5-year capital improvements plan, to be included in the consolidated annual report required by s. 373.036(7). The plan must include expected sources of revenue for planned improvements and must be prepared in a manner comparable to the fixed capital outlay format set forth in s. 216.043.

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A 5-year water resource development work program to be furnished within 30 days after the adoption of the final budget. The program must describe the district's implementation strategy and include an annual funding plan for each of the 5 years included in the plan for the water resource and, water supply, development components, including and alternative water supply development, components of each approved regional water supply plan developed or revised under s. 373.709. The work program must address all the elements of the water resource development component in the district's approved regional water supply plans, as well as the water supply projects proposed for district funding and assistance. The annual funding plan shall identify both anticipated available district funding and additional funding needs for the second through fifth years of the funding plan. The work program and must identify projects in the work program which will provide water; explain how each water resource, and water supply, and alternative water supply development project will produce additional water available for consumptive uses; estimate the quantity of water to be produced by each project; and provide an assessment of the contribution of the district's regional water supply plans in supporting the

implementation of minimum flows and levels and reservations; and ensure providing sufficient water is available needed to timely meet the water supply needs of existing and future reasonable-beneficial uses for a 1-in-10-year drought event and to avoid the adverse effects of competition for water supplies.

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Within 30 days after its submittal, the department shall review the proposed work program and submit its findings, questions, and comments to the district. The review must include a written evaluation of the program's consistency with the furtherance of the district's approved regional water supply plans, and the adequacy of proposed expenditures. As part of the review, the department shall post the work program on its website and give interested parties the opportunity to provide written comments on each district's proposed work program. Within 45 days after receipt of the department's evaluation, the governing board shall state in writing to the department which of the changes recommended in the evaluation it will incorporate into its work program submitted as part of the March 1 consolidated annual report required by s. 373.036(7) or specify the reasons for not incorporating the changes. The department shall include the district's responses in a final evaluation report and shall submit a copy of the report to the Governor, the President of the Senate, and the Speaker of the House of Representatives.

Section 10. Subsection (9) of section 373.703, Florida Statutes, is amended to read:

Page 70 of 94

373.703 Water production; general powers and duties.—In the performance of, and in conjunction with, its other powers and duties, the governing board of a water management district existing pursuant to this chapter:

- districts, counties, municipalities, special districts, publicly owned or privately owned water utilities, multijurisdictional water supply entities, regional water supply authorities, private landowners, or self-suppliers for the purpose of carrying out its powers, and may contract with such other entities to finance acquisitions, construction, operation, and maintenance, provided that such contracts are consistent with the public interest. The contract may provide for contributions to be made by each party to the contract for the division and apportionment of the expenses of acquisitions, construction, operation, and maintenance, and for the division and apportionment of resulting benefits, services, and products. The contracts may contain other covenants and agreements necessary and appropriate to accomplish their purposes.
- Section 11. Paragraph (b) of subsection (2), subsection (3), and paragraph (b) of subsection (4) of section 373.705, Florida Statutes, are amended to read:
- 373.705 Water resource development; water supply development.—
  - (2) It is the intent of the Legislature that:
  - (b) Water management districts take the lead in

Page 71 of 94

identifying and implementing water resource development projects, and be responsible for securing necessary funding for regionally significant water resource development projects, including regionally significant projects that prevent or limit adverse water resource impacts, avoid competition among water users, or support the provision of new water supplies in order to help implement a minimum flow or level or water reservation.

- (3) (a) The water management districts shall fund and implement water resource development as defined in s. 373.019. The water management districts are encouraged to implement water resource development as expeditiously as possible in areas subject to regional water supply plans.
- (b) Each governing board shall include in its annual budget submittals required under this chapter:
- 1. The amount of funds for each project in the annual funding plan developed pursuant to s. 373.536(6)(a)4.
- 2. The <u>total</u> amount needed for the fiscal year to implement water resource development projects, as prioritized in its regional water supply plans.

(4)

- (b) Water supply development projects that meet the criteria in paragraph (a) and that meet one or more of the following additional criteria shall be given first consideration for state or water management district funding assistance:
- 1. The project brings about replacement of existing sources in order to help implement a minimum flow or level; or

Page 72 of 94

	2.	The	project	imp	plements	reı	ise tha	at assists	s in	n the	
elim	inati	on o	of domes	tic	wastewat	ter	ocean	outfalls	as	provided	in
s. 4	03.08	36 (9)	); or								

- 3. The project reduces or eliminates the adverse effects of competition between legal users and the natural system.
- Section 12. Paragraph (f) of subsection (3), paragraph (a) of subsection (6), and paragraph (e) of subsection (8) of section 373.707, Florida Statutes, are amended to read:
  - 373.707 Alternative water supply development.-
- (3) The primary roles of the water management districts in water resource development as it relates to supporting alternative water supply development are:
- (f) The provision of technical and financial assistance to local governments, self-suppliers, and publicly owned and privately owned water utilities for alternative water supply projects.
- through specific appropriation or pursuant to the Water Protection and Sustainability Program, such funds serve to supplement existing water management district or basin board funding for alternative water supply development assistance and should not result in a reduction of such funding. For each project identified in the plans prepared pursuant to s.

  373.536(6)(a)4. Therefore, the water management districts shall include in the annual tentative and adopted budget submittals required under this chapter the amount of funds allocated for

Page 73 of 94

water resource development that supports alternative water supply development and the funds allocated for alternative water supply projects selected for inclusion in the Water Protection and Sustainability Program. It shall be the goal of each water management district and basin boards that the combined funds allocated annually for these purposes be, at a minimum, the equivalent of 100 percent of the state funding provided to the water management district for alternative water supply development. If this goal is not achieved, the water management district shall provide in the budget submittal an explanation of the reasons or constraints that prevent this goal from being met, an explanation of how the goal will be met in future years, and affirmation of match is required during the budget review process as established under s. 373.536(5). The Suwannee River Water Management District and the Northwest Florida Water Management District shall not be required to meet the match requirements of this paragraph; however, they shall try to achieve the match requirement to the greatest extent practicable.

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(e) Applicants for projects that may receive funding assistance pursuant to the Water Protection and Sustainability Program shall, at a minimum, be required to pay 60 percent of the project's construction costs. The water management districts may, at their discretion, totally or partially waive this requirement for projects sponsored by:

Page 74 of 94

 $\underline{1.}$  Financially disadvantaged small local governments as defined in former s. 403.885(5); or

- 2. Water users for projects determined by a water management district governing board to be in the public interest pursuant to paragraph (1)(f), if the projects are not otherwise financially feasible.
- The water management districts or basin boards may, at their discretion, use ad valorem or federal revenues to assist a project applicant in meeting the requirements of this paragraph.
  - Section 13. Paragraph (a) of subsection (2) and paragraphs (a) and (e) of subsection (6) of section 373.709, Florida Statutes, are amended to read:
    - 373.709 Regional water supply planning.-
    - (2) Each regional water supply plan must be based on at least a 20-year planning period and must include, but need not be limited to:
    - (a) A water supply development component for each water supply planning region identified by the district which includes:
    - 1. A quantification of the water supply needs for all existing and future reasonable-beneficial uses within the planning horizon. The level-of-certainty planning goal associated with identifying the water supply needs of existing and future reasonable-beneficial uses must be based upon meeting those needs for a 1-in-10-year drought event.

Page 75 of 94

- a. Population projections used for determining public water supply needs must be based upon the best available data. In determining the best available data, the district shall consider the University of Florida Florida's Bureau of Economic and Business Research (BEBR) medium population projections and population projection data and analysis submitted by a local government pursuant to the public workshop described in subsection (1) if the data and analysis support the local government's comprehensive plan. Any adjustment of or deviation from the BEBR projections must be fully described, and the original BEBR data must be presented along with the adjusted data.
- b. Agricultural demand projections used for determining the needs of agricultural self-suppliers must be based upon the best available data. In determining the best available data for agricultural self-supplied water needs, the district shall consider the data indicative of future water supply demands provided by the Department of Agriculture and Consumer Services pursuant to s. 570.93 and agricultural demand projection data and analysis submitted by a local government pursuant to the public workshop described in subsection (1), if the data and analysis support the local government's comprehensive plan. Any adjustment of or deviation from the data provided by the Department of Agriculture and Consumer Services must be fully described, and the original data must be presented along with the adjusted data.

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A list of water supply development project options, including traditional and alternative water supply project options that are technically and financially feasible, from which local government, government-owned and privately owned utilities, regional water supply authorities, multijurisdictional water supply entities, self-suppliers, and others may choose for water supply development. In addition to projects listed by the district, such users may propose specific projects for inclusion in the list of alternative water supply projects. If such users propose a project to be listed as an alternative water supply project, the district shall determine whether it meets the goals of the plan, and, if so, it shall be included in the list. The total capacity of the projects included in the plan must exceed the needs identified in subparagraph 1. and take into account water conservation and other demand management measures, as well as water resources constraints, including adopted minimum flows and levels and water reservations. Where the district determines it is appropriate, the plan should specifically identify the need for multijurisdictional approaches to project options that, based on planning level analysis, are appropriate to supply the intended uses and that, based on such analysis, appear to be permittable and financially and technically feasible. The list of water supply development options must contain provisions that recognize that alternative water supply options for agricultural self-suppliers are limited.

Page 77 of 94

3. For each project option identified in subparagraph 2., the following must be provided:

- a. An estimate of the amount of water to become available through the project.
- b. The timeframe in which the project option should be implemented and the estimated planning-level costs for capital investment and operating and maintaining the project.
- c. An analysis of funding needs and sources of possible funding options. For alternative water supply projects, the water management districts shall provide funding assistance pursuant to s. 373.707(8).
- d. Identification of the entity that should implement each project option and the current status of project implementation.
- (6) Annually and in conjunction with the reporting requirements of s. 373.536(6)(a)4., the department shall submit to the Governor and the Legislature a report on the status of regional water supply planning in each district. The report shall include:
- (a) A compilation of the estimated costs  $\frac{1}{1}$  and  $\frac{1}{1}$  analysis of the sufficiency of potential sources of funding  $\frac{1}{1}$  for water resource development and water supply development projects as identified in the water management district regional water supply plans.
- (e) An overall assessment of the progress being made to develop water supply in each district, including, but not limited to, an explanation of how each project in the 5-year

Page 78 of 94

2029	water resource development work program in s. 373.536(6)(a)4.,								
2030	either alternative or traditional, will produce, contribute to,								
2031	or account for additional water being made available for								
2032	consumptive uses, minimum flows and levels, or water								
2033	reservations; an estimate of the quantity of water to be								
2034	produced by each project $\underline{:}_{\mathcal{T}}$ and an assessment of the contribution								
2035	of the district's regional water supply plan in providing								
2036	sufficient water to meet the needs of existing and future								
2037	reasonable-beneficial uses for a 1-in-10-year drought event, as								
2038	well as the needs of the natural systems.								
2039	Section 14. Part VIII of chapter 373, Florida Statutes,								
2040	consisting of ss. 373.801-373.809, is created to read:								
2041	PART VIII								
2042	FLORIDA SPRINGS AND AQUIFER ACT								
2043	373.801 Legislative findings and intent.—								
2044	(1) The Legislature finds that:								
2045	(a) Springs are a unique part of this state's scenic								
2046	beauty. Springs provide critical habitat for plants and animals,								
2047	including many endangered or threatened species, as well as								
2048	immeasurable natural, recreational, economic, and inherent								
2049	value.								
2050	(b) Springs provide recreational opportunities for								
2051	swimming, canoeing, wildlife watching, fishing, cave diving, and								
2052	many other activities. Such recreational opportunities and the								
2053	accompanying tourism benefit state and local economies.								
2054	(c) Springs are of great scientific importance in								

Page 79 of 94

understanding the diverse functions of aquatic ecosystems. Water quality of springs is an indicator of local conditions of the Floridan Aquifer, which is the source of drinking water for many residents of this state. Water flows in springs reflect regional aquifer conditions.

(2) It is the intent of the Legislature:

- (a) That springs basin management action plans for Priority Florida Springs are expeditiously developed and implemented.
- (b) That recovery strategies for Priority Florida Springs that are not meeting minimum flows and levels are expeditiously developed and implemented.
- (c) To prioritize the development of minimum flows and levels for Priority Florida Springs and implementation of recovery or prevention strategies for Priority Florida Springs as applicable.
- (d) To prioritize the assessment of all Priority Florida

  Springs for potential nutrient impairment through the Florida

  total maximum daily load program.
- (e) To prioritize the adoption of total maximum daily loads for impaired Priority Florida Springs.
- (f) To prioritize the implementation of basin management action plans to restore impaired Priority Florida Springs.
  - 373.802 Definitions.—As used in this part, the term:
- (1) "Best management practice" means a practice or combination of practices based on research, field-testing, and

Page 80 of 94

expert review, to be the most effective and practicable onlocation means, including economic and technological
considerations, for improving water quality in agricultural and
urban discharges and improving efficiencies in the use and
management of water.

- (2) "Department" means the Department of Environmental Protection, which includes the Florida Geological Survey or its successor agency or agencies.
- (3) "Priority Florida Springs" includes all first magnitude springs in the state and all second magnitude springs within state or federally owned lands purchased for conservation purposes.
  - 373.803 Priority Florida Springs; generally.-
- (1) The department, the water management districts, and the Department of Agriculture and Consumer Services shall work together in a coordinated manner to restore and maintain the water quantity and water quality of Priority Florida Springs.
  - (2) With respect to Florida springs:
- (a) The department has primary responsibility for water quality protection through the establishment of basin management action plans and other water quality regulations.
- (b) The water management districts have primary responsibility for the hydrologic recovery of spring flow through the establishment of minimum flows and levels and recovery plans.
  - (c) The Department of Agriculture and Consumer Services

Page 81 of 94

has primary responsibility for the development and implementation of best management practices for agricultural nonpoint sources.

- (d) Local governments have primary responsibility for providing urban stormwater management services pursuant to the provisions of their separate municipal storm sewer system permits and the operation of wastewater collection and treatment facilities.
- (3) The department, the water management districts, and the Department of Agriculture and Consumer Services shall prioritize the implementation of financial assistance and community outreach programs for springs protection that support actions to reduce nutrient loading to the environment and prevent or abate nutrient over-enrichment of springs. Such actions shall include implementing agricultural best management practices and may include connecting centralized sewer systems to densely populated areas presently served by onsite treatment and disposal systems, stormwater management improvements, and supporting implementation of ordinances consistent with the department's Model Ordinance for Florida-Friendly Fertilizer Use on Urban Landscapes referenced in s. 403.9337.

373.805 Recovery or prevention strategies for Priority Florida Springs.—

- (1) Recovery or prevention strategies for Priority Florida

  Springs shall be developed as follows:
  - (a) For any minimum flow or level initially adopted after

Page 82 of 94

CS/HB 7003 2015

2133 July 1, 2015, if the Priority Florida Spring is below or is 2134 projected to fall within 20 years below the initial minimum flow 2135 or level, the water management district shall simultaneously 2136 approve the recovery or prevention strategy required by s. 2137 373.0421(2).

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- When an adopted minimum flow or level is revised, if the Priority Florida Spring is below or is projected within 20 years to fall below the revised minimum flow or level, the water management district shall simultaneously approve the recovery or prevention strategy required by s. 373.0421(2) or modify an existing recovery or prevention strategy.
- For Priority Florida Springs with an adopted minimum flow or level but without a prevention or recovery strategy as of July 1, 2015, when the water management district determines the Priority Florida Spring has fallen below or is projected within 20 years to fall below the adopted minimum flow or level, the water management district shall expeditiously approve a recovery or prevention strategy.
- (2) A recovery or prevention strategy for a Priority Florida Spring must include, at a minimum:
- A prioritized list of specific projects necessary to achieve the minimum flow or level.
- The capital cost, operating cost, and measures of cost benefit for each listed project.
- The source and amount of financial assistance from the 2158 water management districts for each project.

Page 83 of 94

2159	(d) Provisions otherwise required by law.
2160	373.807 Protection of water quality in Priority Florida
2161	Springs
2162	(1) As expeditiously as practicable, but by December 1,
2163	2018, the department or the department in conjunction with a
2164	water management district shall, for Priority Florida Springs:
2165	(a) Complete an assessment pursuant to s. 403.067 of
2166	Priority Florida Springs for which an impairment determination
2167	has not been made under the numeric nutrient criteria in effect
2168	for spring vents.
2169	(b) Establish a total maximum daily load for nutrients
2170	pursuant to s. 403.067 for Priority Florida Springs determined
2171	by the department to be impaired.
2172	(c) Establish basin management action plans pursuant to s.
2173	403.067 that include the impaired Priority Florida Springs that
2174	are subject to a total maximum daily load.
2175	(2) If a Priority Florida Spring is determined to be
2176	impaired after December 1, 2018, the department shall establish
2177	a basin management action plan to include the impaired spring
2178	within 2 years after the determination of impairment.
2179	(3) Basin management action plans for Priority Florida
2180	Springs must include, at a minimum:
2181	1. A priority listing of all specific projects identified
2182	for implementation of the basin management action plan.
2183	2. The capital cost, operating cost, and measures of cost

Page 84 of 94

CODING: Words stricken are deletions; words underlined are additions.

benefit for each listed project.

	3.	The	source	and a	mount	of	fina	ncial	assi	stan	ce,	if	any,
from	the	wate	er manaq	gement	dist	rict	.s, t]	he dej	partm	ent,	and	th	<u>e</u>
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proje	ect.												

4. Provisions otherwise required by law.

- 373.809 Agricultural best management practices for springs protection.—
- (1) Best management practices for agricultural discharges shall reflect a balance between water quality improvements in Priority Florida Springs and agricultural productivity.
- (2) Subject to the availability of funds, the Department of Agriculture and Consumer Services, in cooperation with the department and the water management districts, shall provide technical and financial assistance for implementation of agricultural best management practices pursuant to this section.
- (3) The department shall conduct monitoring at representative sites to verify the effectiveness of agricultural best management practices in accordance with s. 403.067.
- (4) Where water quality problems are detected in a Priority Florida Spring despite the appropriate implementation of adopted agricultural best management practices, a reevaluation of the agricultural best management practices shall be conducted pursuant to s. 403.067(7)(c)4.
- (5) Each person engaged in the occupation of agriculture within the geographic area encompassed by a basin management action plan that includes a Priority Florida Spring must either

Page 85 of 94

implement agricultural best management practices in accordance with the rules of the Department of Agriculture and Consumer Services or conduct water quality monitoring prescribed by the department or water management district according to the following schedule:

- (a) If a basin management action plan that includes a Priority Florida Spring was established before July 1, 2015, each person engaged in the occupation of agriculture within the geographic area encompassed by the basin management action plan must, by December 31, 2015, notify the Department of Agriculture and Consumer Services of his or her intent to either implement agricultural best management practices or conduct water quality monitoring prescribed by the department or water management district.
- (b) If a basin management action plan that includes a Priority Florida Spring is established on or after July 1, 2015, each person engaged in the occupation of agriculture within the geographic area encompassed by the basin management action plan must, within 180 days after establishment of the basin management action plan, notify the Department of Agriculture and Consumer Services of his or her intent to either implement agricultural best management practices or conduct water quality monitoring prescribed by the department or water management district.
- Section 15. Subsection (29) of section 403.061, Florida Statutes, is amended to read:

Page 86 of 94

403.061 Department; powers and duties.—The department shall have the power and the duty to control and prohibit pollution of air and water in accordance with the law and rules adopted and promulgated by it and, for this purpose, to:

- (29) (a) Adopt by rule special criteria to protect Class II and Class III shellfish harvesting waters. Such rules may include special criteria for approving docking facilities that have 10 or fewer slips if the construction and operation of such facilities will not result in the closure of shellfish waters.
- (b) Adopt by rule a specific surface water classification to protect surface waters used for treated potable water supply. These designated surface waters shall have the same water quality criteria protections as waters designated for fish consumption, recreation, and the propagation and maintenance of a healthy, well-balanced population of fish and wildlife, and shall be free from discharged substances at a concentration that, alone or in combination with other discharged substances, would require significant alteration of permitted treatment processes at the permitted treatment facility or that would otherwise prevent compliance with applicable state drinking water standards in the treated water. Notwithstanding this classification, a surface water used for treated potable water supply may be reclassified as waters designated for potable water supply.

The department shall implement such programs in conjunction with

Page 87 of 94

its other powers and duties and shall place special emphasis on reducing and eliminating contamination that presents a threat to humans, animals or plants, or to the environment.

Section 16. Paragraph (a) of subsection (7) of section 403.067, Florida Statutes, is amended to read:

403.067 Establishment and implementation of total maximum daily loads.—

- (7) DEVELOPMENT OF BASIN MANAGEMENT PLANS AND IMPLEMENTATION OF TOTAL MAXIMUM DAILY LOADS.—
  - (a) Basin management action plans.-

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In developing and implementing the total maximum daily load for a water body, the department, or the department in conjunction with a water management district, may develop a basin management action plan that addresses some or all of the watersheds and basins tributary to the water body. Such plan must integrate the appropriate management strategies available to the state through existing water quality protection programs to achieve the total maximum daily loads and may provide for phased implementation of these management strategies to promote timely, cost-effective actions as provided for in s. 403.151. The plan must establish a schedule implementing the management strategies, establish a basis for evaluating the plan's effectiveness, and identify feasible funding strategies for implementing the plan's management strategies. The management strategies may include regional treatment systems or other public works, where appropriate, and voluntary trading of water

Page 88 of 94

quality credits to achieve the needed pollutant load reductions.

- 2. A basin management action plan must equitably allocate, pursuant to paragraph (6)(b), pollutant reductions to individual basins, as a whole to all basins, or to each identified point source or category of nonpoint sources, as appropriate. For nonpoint sources for which best management practices have been adopted, the initial requirement specified by the plan must be those practices developed pursuant to paragraph (c). Where appropriate, the plan may take into account the benefits of pollutant load reduction achieved by point or nonpoint sources that have implemented management strategies to reduce pollutant loads, including best management practices, before the development of the basin management action plan. The plan must also identify the mechanisms that will address potential future increases in pollutant loading.
- 3. The basin management action planning process is intended to involve the broadest possible range of interested parties, with the objective of encouraging the greatest amount of cooperation and consensus possible. In developing a basin management action plan, the department shall assure that key stakeholders, including, but not limited to, applicable local governments, water management districts, the Department of Agriculture and Consumer Services, other appropriate state agencies, local soil and water conservation districts, environmental groups, regulated interests, and affected pollution sources, are invited to participate in the process.

Page 89 of 94

The department shall hold at least one public meeting in the vicinity of the watershed or basin to discuss and receive comments during the planning process and shall otherwise encourage public participation to the greatest practicable extent. Notice of the public meeting must be published in a newspaper of general circulation in each county in which the watershed or basin lies not less than 5 days nor more than 15 days before the public meeting. A basin management action plan does not supplant or otherwise alter any assessment made under subsection (3) or subsection (4) or any calculation or initial allocation.

- 4. The department shall adopt all or any part of a basin management action plan and any amendment to such plan by secretarial order pursuant to chapter 120 to implement the provisions of this section.
- 5. The basin management action plan must include milestones for implementation and water quality improvement, and an associated water quality monitoring component sufficient to evaluate whether reasonable progress in pollutant load reductions is being achieved over time. An assessment of progress toward these milestones shall be conducted every 5 years, and revisions to the plan shall be made as appropriate. Revisions to the basin management action plan shall be made by the department in cooperation with basin stakeholders. Revisions to the management strategies required for nonpoint sources must follow the procedures set forth in subparagraph (c) 4. Revised

Page 90 of 94

basin management action plans must be adopted pursuant to subparagraph 4.

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- In accordance with procedures adopted by rule under paragraph (9)(c), basin management action plans, and other pollution control programs under local, state, or federal authority as provided in subsection (4), may allow point or nonpoint sources that will achieve greater pollutant reductions than required by an adopted total maximum load or wasteload allocation to generate, register, and trade water quality credits for the excess reductions to enable other sources to achieve their allocation; however, the generation of water quality credits does not remove the obligation of a source or activity to meet applicable technology requirements or adopted best management practices. Such plans must allow trading between NPDES permittees, and trading that may or may not involve NPDES permittees, where the generation or use of the credits involve an entity or activity not subject to department water discharge permits whose owner voluntarily elects to obtain department authorization for the generation and sale of credits.
- 7. The provisions of the department's rule relating to the equitable abatement of pollutants into surface waters do not apply to water bodies or water body segments for which a basin management plan that takes into account future new or expanded activities or discharges has been adopted under this section.
- 8. The department shall establish a working group in areas where sewage treatment and disposal systems represent a source

Page 91 of 94

of excess nitrate-nitrite in springs or spring systems that must be controlled in order to meet a total maximum daily load adopted under subsection (6). The working group shall consist of not more than nine active members and shall include representatives from the department, the Department of Health, relevant local governments, and relevant local public and private wastewater utilities. The working group is responsible for:

- <u>a. Collecting and evaluating credible scientific</u>

  <u>information on the effects of nutrients, particularly forms of</u>

  nitrogen, on springs and spring systems.
- b. Developing and implementing a public education plan to provide area residents with reliable, understandable information about onsite sewage treatment and disposal systems and springs.
- c. Developing projects necessary to reduce the nutrient impacts from onsite sewage treatment and disposal systems.

The department shall award funds to implement this subparagraph contingent on a specific appropriation in the General

Appropriations Act, which may include all or part of the costs associated with public education, construction of central wastewater facilities, construction of property owner connection to central wastewater facilities, one-time impact fees associated with property owner connection to central wastewater facilities, or the addition of effective nitrate-nitrite reducing features to existing onsite sewage treatment and

Page 92 of 94

disposal systems. In awarding funds for fixed capital outlay projects, the department may consider expected nutrient reduction benefit per unit cost, size and scope of the project, relative local financial contribution to the project, income levels of affected customers and other measures of community financial impact, and other considerations necessary to assure prudent and timely expenditure of funds and successful project outcomes.

Section 17. Subsection (21) is added to section 403.861, Florida Statutes, to read:

403.861 Department; powers and duties.—The department shall have the power and the duty to carry out the provisions and purposes of this act and, for this purpose, to:

- (21) Establish rules in accordance with this subsection concerning the use of surface waters for public water supply.
- (a) Any permit applicant applying to construct a public water system to provide potable public water supply using a surface water of the state that, at the time of the permit application, does not include potable water supply as a designated use by the department, shall petition to reclassify the surface water to include potable water supplies as a designated use or shall certify in the permit application that the public water supply utility will provide potable water to the public that, at a minimum, meets primary drinking water standards adopted in accordance with s. 403.853. An existing permittee may elect to file a certification in accordance with

Page 93 of 94

2419 this paragraph.

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(b) Upon receipt of the certification described in paragraph (a) from an existing permittee or, in the case of a new permittee for surface water that does not include potable use at the time of application, upon issuance of the permit, the department shall act on the certification by adding treated potable water supplies as a designated use of the surface water. Section 18. This act shall take effect July 1, 2015.

Page 94 of 94

Statutory Section	Senate Bill 918 Section Number	Description	House Bill 7003 Section Number	Description	Comment
259.032	1	PUBLIC ACCESS TO PUBLIC LANDS Requires DEP to create a database and website providing information on conservation lands the public may access. The bill also requires DEP to partner with third party entities to create a Mobile App so that citizen can access information by location and activity type enhancing their ability to access public land for recreational purposes. Requires implementation by January 1, 2016. By January 1, 2018 the database shall be expanded to include similar land owned by local and federal governments.			Most of this information is currently capture by DEP but not in a format that is readily accessible. The bill does change the responsibility of DEP to limit access to lands where recreational activity would not be consistent with the conservation purposes of the land.
260.1444	2	Sponsorship of State greenways and trails. Excludes the Shared-Use Nonmotorized Trail Network (SUN Trail) from the sponsorship program for greenways and trails.			
335.065	3	Removes concession agreement provisions from statute related to Bicycle and Pedestrian Ways along state roads.			
339.81	4	Creates the Florida Share-Use Nonmotorized Trail Network (SUN Trail) program as a component of the Greenways and Trails System and requires the Department of Transportation to include projects constructed as part of the system in its work program.			
339.82	5	Requires DOT to develop the SUN Trail Network Plan in coordination with DEP and other entities.			
339.83	6	Provides for Sponsorship of SUN Trails through concession agreements with not-for-profit or private sector businesses.  Revenues from agreements may be used for maintenance of the trails and related facilities.			
373.019			1	Inserts the term "self-suppliers" in the definition of "Water resource development"	

373.036	7	Requiring certain information to be included in the WMD consolidated annual report for each project related to water quantity and water quality.			
373.042	8	Amends s. 373.042(1). Requires WMDs to establish MFLs for Outstanding Florida Springs. Changes standard for MFLs for OFSs from "significantly harmful" to "harmful".  Provides an interim minimum flow and minimum level at the water level exceeded 67% of the time based upon long term estimated conditions; or allows use of an established flow or level if one is available.			The House bill does not provide for the use of an interim MFL. Establishment and adoption of MFLs has been a lengthy process and is required before recovery or prevention strategies can be adopted. Allowing for the use of an interim MFL will speed up the process of restoring flows and levels.
373.0421	9	Requires implementation of "harm" standard in establishing MFLs for Outstanding Florida Springs.	2	Requires the department or WMDs to implement recovery and prevention strategies concurrently with the adoption of MFLs if necessary; provides that a recovery and prevention strategy cannot depend solely on water shortage restrictions; requires regional water supply plans to include any water supply and water resource development projects identified in a recovery or prevention strategy; requires a WMD, if it denies a water use permit based on its impact on an MFL, to notify the DEP and requires the DEP and WMD to review the regional water supply plan and update it if necessary.	
373.0465			3	Provides legislative findings and intent; defining the term "Central Florida Water Initiative Area"; providing for an interagency agreement between the Department of Environmental Protection, the St. Johns River Water Management District, the South Florida Water Management District, the Southwest Florida Water Management District, and the Department of Agriculture and Consumer Services to develop and implement a multi-district regional	

	water supply plan; providing plan criteria and requirements; providing applicability; requires uniform rules for regulatory programs; requires a single definition of "harmful to the water course" as it relates to the issuance of a consumptive use permit.
373.1501	4 Specifying authority of the South Florida Water Management District as sponsor of the "Central and Southern Florida Project" to allocate quantities of, and assign priorities for the use of, water within its jurisdiction; directing the district to provide recommendations to the United States Army Corps of Engineers when developing or implementing certain water control plans or regulation schedules. This has been described as clarifying.
373.2234	5 Directs water management district governing boards to give consideration to the identification of preferred water supply sources for water users for whom access to or development of new water supplies is not technically or financially feasible.
373.223	6 Provides conditions under which the department and water management district governing boards are directed to give preference to certain applications where the use of alternative water supply is not technically or financially feasible.
373.4591	7 Provides priority consideration to certain public- private partnerships for water storage, groundwater recharge, water quality improvements and water supply on private agricultural lands.
373.4595	8 Revises and provides definitions relating to the Northern Everglades and Estuaries Protection Program; deletes definition for district WOD program; clarifies provisions of the Lake Okeechobee Watershed Protection Program; creates the Lake

373.709	13	Requires water supply plans to include traditional and alternative water supply project options that are technically and financially feasible; directs the department to report certain funding analyses and	This provision is incompatible with Senate provision for a state work program.
373.707	12	Authorizes water management districts to provide technical and financial assistance to self-suppliers and to waive certain construction costs of alternative water supply development projects if they are in the public interest and not otherwise financially feasible.	This provision is incompatible with Senate provision for a state work program.
373.705	11	Directs WMDs to consider for funding assistance certain water supply development projects; requiring governing boards to include certain information in their annual budget submittals.	This language is incompatible with the Senate provision for a state work program.
373.703	10	Authorizes water management districts to contract with private landowners for water production.	
373.536	9	Requires a water management district to include an annual funding plan in the water resource development work program. Directs the department to post the work program on its website.	This language is incompatible with the Senate provision for a state work program.
		Okeechobee Watershed Research and Water Quality Monitoring Program; provides requirements for the Lake Okeechobee basin management action plan; provides for technical and financial assistance for implementation of agricultural best management practices; directs the South Florida Water Management District to revise certain rules and provide for a water quality monitoring program; revises provisions for the Caloosahatchee River Watershed Protection Program and the St. Lucie River Watershed Protection Program; revises permitting and annual reporting requirements relating to the Northern Everglades and Estuaries Protection Program.	

				project explanations in regional water supply planning reports.	
Part VIII	10	Creating Part VIII of Chapter 373, titled the "Florida Springs and Aquifer Protection Act."	14	Creating Part VIII of Chapter 373	Similar
373.801	11	Legislative Findings and Intent  Establishes that DEP has primary responsibility for water quality; WMDs have primary responsibility for water quantity; DACS has primary responsibility for the development and implementation of best management practices; and local governments have primary responsibility for providing wastewater and stormwater management.  Recognizes the importance of healthy springsheds; the need for effective remedial action to avoid further declines in water quantity and water quality; the need to identify springshed boundaries and vulnerabilities; and the complexity of aquifers and springs.  Recognizes that sufficient information exists to act and actions may be continually modified as additional information is acquired.	14	Establishes that springs are a unique part of the state, provide recreational opportunities, and are of great scientific importance. Provides the intent of the Legislature that BMAPs be expeditiously developed, recovery strategies be expeditiously developed and implemented when required and the development of MFLs and recovery and prevention strategies be prioritized. Further that the assessments of impairment, adoption of TMDLs and implementation of BMAPs be prioritized.	Similar – See House amendment to s. 373.803 to compare definition of responsibilities of DEP, DACS, WMDs and local governments.
373.802	12	Definitions: Defines "Department", "Local Government", "Onsite sewage treatment and disposal system", "Outstanding Florida Spring", "Springshed", "Spring protection and management zone", "Spring run", and "Spring vent".  Outstanding Florida Springs are all first magnitude springs and De Leon, Peacock, Poe, Rock, Wekiwa and Gemini  Provides a definition for Spring Protection Zones as areas of the springshed where the Floridan Aquifer is vulnerable to sources of contamination or reduced levels as determined by DEP in consultation with WMD.	14	Definitions: Defines "Best management practices", "Department" and "Priority Florida Springs".  Priority Florida Springs includes all first magnitude springs and all second magnitude springs within federal or state owned conservation lands	Second magnitude springs included in the House Bill differ from Senate Bill.  House Bill does not include a definition of Spring Protection Zones.

373.803	13	Requires the department to delineate a spring protection and management zone for each Outstanding Florida Spring by July 1, 2016; requiring the department to adopt by rule maps and legal descriptions that depict the delineation of each spring protection and management zone by July 1, 2017.	14	Defines the responsibilities of DEP, DACS, WMDs and Local Governments.	House bill does not require delineation of spring protection zones.
373.805	14	Requires a water management district to adopt a recovery or prevention strategy under certain circumstances; requires the Department of Environmental Protection or a water management district to adopt recovery or prevention strategies under certain circumstances by July 1, 2017; requires the Department of Environmental Protection or a water management district to adopt expeditiously or revise by July 1, 2018, recovery or prevention strategies for Outstanding Florida Springs; provides minimum requirements for recovery and prevention strategies; provides for extensions for local governments.	14	Provides criteria and requirements for the development of recovery or prevention strategies for Priority Florida Springs.	
373.807	15	Requires the department to initiate assessments of Outstanding Florida Springs by July 1, 2015, to be completed by July 1, 2018; requires the department to develop or revise basin management action plans and provides minimum requirements; authorizes local governments to apply for an extension for projects in an adopted basin management action plan; requires local governments to adopt an urban fertilizer ordinance within 6 months of the delineation of a spring protection zone; requires the department, the Department of Health, and local governments to identify onsite sewage treatment and disposal systems within each spring protection and management zone; requiring local governments to develop onsite sewage treatment and disposal system remediation plans under certain circumstances, to be approved by the DEP; prohibits property owners with identified onsite sewage treatment and disposal systems from being required to pay certain costs.	14	Directs the department to perform water quality assessments, establish total maximum daily loads, and establish basin management action plans for Priority Florida Springs; provides minimum requirements for basin management action plans for Priority Florida Springs.	
373.809	16	Requires the department to adopt rules to fund certain pilot projects; requires the DEP to adopt rules for funding projects or land acquisitions for water quality or quantity improvement.	14	Provides for technical and financial assistance for the implementation of agricultural best management practices; requires the reevaluation of agricultural best management practices under certain	These provisions are not comparable

				circumstances; requires each person engaged in the occupation of agriculture within such geographic area to implement certain best management practices or conduct certain water quality monitoring.	
373.811	17	Prohibits certain new wastewater facilities within a spring protection zone of an OFS Prohibits new facilities for the disposal of hazardous waste. Prohibits the land application of Class A or B biosolids and septage in a Spring Protection Zone. Prohibits construction of certain OSTDSs. Requires new agricultural operations within a spring protection zone of an OFS to implement best management practices (BMPs) or be subject to a groundwater monitoring plan approved by the WMD or DEP.			
373.813	18	Authorizes DEP, DOH and DACS to adopt rules. Requires the study of new or improved BMPs and nutrient management tools.			
373.815	19	Requires DEP in conjunction with the WMDs to submit progress reports to the Governor, President and Speaker on the status of TMDLs, BMAPs, MFLs, and recovery and prevention strategies adopted pursuant to the Springs legislation. The report must include the status of each project to achieve certain goals and whether interim 5, 10, and 15 year milestones and 20 year deadline will be met and corrective action plans to achieve milestones and deadline.			
403.061	20	Requires the department to create a consolidated water resources work plan; requires the department to create and maintain a webbased interactive map regarding watersheds and water bodies, their conditions, and work to improve them.	15	Directs the department to adopt by rule a specific surface water classification to protect surface waters used for treated potable water supply; providing criteria for such rule; authorizing the reclassification of surface waters used for treated potable water supply notwithstanding such rule. This provision appears address a specific issue.	These provisions are not comparable.

403.0616	21	Creates the Florida Water Resources Advisory Council to provide the Legislature with recommendations for projects submitted by governmental entities as part of a tentative water resources work program; requiring the council to consolidate various reports to enhance the water resources of this state; requiring the department to adopt rules.			
403.0623	22	Requires the department to establish certain standards to ensure statewide consistency in the collection of water quality and quantity data and testing results; requiring the department to maintain a centralized database for testing results and analysis of water quantity and quality data.			
403.067			16	Directs the department to establish a working group to address OSTDS issues when nitrate-nitrite pollution is an issue in springs or spring systems; provides responsibilities; provides for funding contingent on specific appropriation.	
403.861			17	House Bill directs the department to establish rules concerning the use of surface waters for public water supply; requires permit applicants using surface water to provide potable public water supply to petition the department to reclassify the surface water or to certify that the potable public water supply will meet certain drinking water standards; directs the department to designate treated potable water supplies as a use of surface water.	
Effective Date	23	July 1, 2015	18	July 1, 2015	



March 18, 2015

Chairman Charlie Dean
Senate Environmental Preservation and Conservation Committee
325 Knott Building
404 South Monroe Street
Tallahassee, FL 32399-1100
Email: Bonn.kim@flsenate.gov

RE: CS/HB 7003 – Protect Florida's Water!

Dear Senator Dean:

These comments are being submitted in advance of the Senate Environmental Preservation and Conservation Committee workshop being held at 4:00pm today. We appreciate that the Committee is seeking public input on this important issue and ask that these written comments of the National Parks Conservation Association be noted in the official record of the workshop.

Ensuring the availability of clean, abundant freshwater is critically important to the health and of Everglades National Park, Biscayne National Park, and Big Cypress National Preserve – all of which are impacted by the upstream water bodies referenced in CS/HB 7003. These areas provide vast environmental, economic, and quality of life benefits to the state and must be protected for the enjoyment of this and future generations. Setting clear water quality standards based on best available scientific data is key to the long-term health of these places.

CS/HB 7003 as it is written would weaken existing water quality protections, and fails to set transparent, enforceable means or deadlines for achieving water quality standards. The bill would eliminate hard deadlines for cleaning up Lake Okeechobee without setting new ones (lines 1704-1713). Further, the bill would remove current requirements that structures discharging into Lake Okeechobee obtain permits designed to meet water quality standards and eliminate Best Management Practice (BMP) requirements for upstream discharges (lines 1664-1696).

NPCA has serious concerns about removing these important water quality standards in and around Lake Okeechobee and the affects this effort will have on the national parks of Florida at the receiving end of these flows.

Sincerely,

Cara Capp

Cara Capp

Everglades Restoration Program Manager



## 3333 Sanibel Captiva Road, Sanibel Island Florida 33957 Telephone 239.472.2329

March 17, 2015

Chairman Charlie Dean
Senate Environmental Preservation and Conservation Committee
325 Knott Building
404 South Monroe Street
Tallahassee, FL 32399-1100

Transmitted by email: <a href="mailto:Bonn.kim@flsenate.gov">Bonn.kim@flsenate.gov</a>

#### Dear Senator Dean:

This letter is submitted on behalf of the Sanibel Captiva Conservation Foundation and our 3,000 members to provide comments on CS/HB 7003 for consideration during the Senate Environmental Preservation and Conservation Committee workshop on March 18, 2015. As we are unable to attend in person to provide these comments we ask that they be noted in the record.

Because the bill was fast tracked through the House process and voted on the third day of session there was not much opportunity for the public to comment, so we appreciate your time to hear our concerns about HB7003.

Our network of communities coastal southwest Florida are defined by and highly affected by water; it is the basis of our tourist based economy and the quality of our lives. Water is the reason so many have chosen to set down roots and raise their families here with aspirations that generations will be able to enjoy what brought us here. But Florida's water is in need of help and the very wide ranging issues in HB 7003 take away tools that are needed to address water quality and water supply problems we face and will only get more serious in the years ahead.

We oppose CS/HB 7003 because the bill weakens existing water quality protections and does not set in place transparent, enforceable means or deadlines for achieving water quality standards; it relies on development of alternative sources of water with no language about conservation; it fails to address glaring water supply planning errors.

#### **Water Quality**

CS/HB 7003 weakens existing water quality protection for Lake Okeechobee and fails to set an enforceable deadline for achieving water quality standards. Lake O is the heart of the south Florida water system. When pollution is not aggressively addressed there it dooms all downstream waters like the Caloosahatchee and St Lucie rivers and estuaries.

The BMAP for Lake O is only for Phosphorus however 40% of the Caloosahatchee nitrogen load comes from the lake which is not addressed by the BMAP. Under the language of this bill 6000 tons of nitrogen annually will freely flow through the lake into our coastal estuaries. Despite these



facts, HB 7003 relies only on the BMAP to meet water quality which we know it cannot and will not do.

This is not just our opinion; the recently released University of Florida Water Institute Report states clearly that BMAPs for Lake O, the Caloosahatchee and St Lucie will not result in compliance with water quality standards. Yet this bill adopts those very same BMAPs as the only pollution control strategies for the watersheds

The bill also eliminates the 2015 deadline for cleaning up Lake O but fails to set a new deadline. None of the downstream waters can improve if the water feeding into them remains polluted.

The bill language codifies and assures failure to meet water quality standards by relying on Best management practices (BMPs) that are voluntary, are not required to be specific to source controls and provide a free pass for water quality called a presumption of compliance that is not documented or required to show benefits.

The bill removes a requirement that structures discharging into Lake Okeechobee obtain permits designed to meet water quality standards, and the bill cancels requirements for permitting upstream discharges into the lake's tributaries.

The fact is that our states water quality is deteriorating and will continue if specific water quality treatments are not set with targets and timelines that are monitored and verified and, if inadequate, upgraded.

There is an inherent conflict of interest between DACS promoting agriculture and being responsible for ensuring water quality. The primary responsibility for water quality protection and supply should remain with DEP and the WMDs. They should be required to enforce the laws and regulations on the books and be funded sufficiently to do it effectively.

#### **Water Supply**

Water resources are increasingly becoming over taxed and will continue if not comprehensively addressed. HB 7003 fails to address the least expensive and most effective option, conservation. Instead the bill emphasizes developing alternative sources with no language about conservation. In fact available freshwater is already over allocated and natural systems are bearing the harm. The language of HB7003 fails to address an inherent problem in this state water planning, specifically it fails to address the need for comprehensive water budgeting of freshwater including water needs for natural systems.

Currently water supply plans do not include a comprehensive water budget; they completely ignore the significant needs of natural systems, springs, lakes and rivers. As a result water supply plans provide assurances for meeting water needs on the 20 year horizon that can only be realized if natural systems carry the burden and suffer the impact of water shortages. The language of the bill does not address this problem but will expand conflicts by adding language to include *self supply* 



to the user base a use that is not defined in the bill. The bills language is clearly written to benefit users while not addressing shortages or the needs of natural systems.

HB 7003 hardly mentions conservation at all. First and foremost water conservation must be a primary and priority focus of any water bill due to economic and resource efficiency. It cost us nothing to conserve and actually grows the water pie, where as supply development is extraordinarily expensive.

HB 7003 looks at water supply as a matter of responding to all demands for water as an inescapable mandate to develop more water supply, regardless of the cost to taxpayers. Consumptive use permit applicants should be required to tailor their requests for water to what is available, or to obtain their water from alternative sources.

HB 7003 does not address the inequities in water allocations. Minimum Flows and Levels (MFLs) for natural systems are currently set at "significantly harmful" standard while consumptive users have optimum, permitted quantifies that include a calculated margin of safety and in some cases a drought protection standard. Water needs of natural systems are as critical as water needed for crops, in fact too little freshwater inflow to our estuaries has caused habitat collapses that in turn affect our public crop of fish, crabs, shellfish and shrimp. Resources that not only supply commercial food but are central to our recreational economy. Water should be allocated on an even playing field based on need and availability. This bill does not do that.

#### We must ask the question of this legislation, how will this help and who does this serve?

This bill does not serve the public interest nor respect the public funding that has been invested to date. We strongly urge you to table HB 7003.

Respectfully submitted,

Rae Ann Wessel

Natural Resource Policy Director Sanibel Captiva Conservation Foundation

Tel: 239.731.7559

Email: Rawessel@sccf.org

3/18/2015 (Deliver BOTH copies of this form to the Senator or Senate Professional Staff conducting the meeting)  Meeting Date
Topic <u>HB</u> 7003
Name KICH BUDELL, Amendment Barcode (if applicable)
Job Title Director WATER Policy
Address 4615. Manrot Phone 306/7-1704
City Email Rich. Bude 1/0 Flesh From
Speaking: For Against Information Waive Speaking: In Support Against
(The Chair will read this information into the record.)  RepresentingA C 5
ppearing at request of Chair: Yes No Lobbyist registered with Legislature: Yes No
while it is a Senate tradition to encourage public testimony, time may not permit all persons wishing to speak to be heard at this eeting. Those who do speak may be asked to limit their remarks so that as many persons as possible son had.
his form is part of the public record for this meeting.  S-001 (10/14/14)

## **APPEARANCE RECORD**

(Deliver BOTH copies of this form to the Senator or Senate Professional Staff conducting the meeting)

SB 918 HB 7003

Meeting Date	Bill Number (if applicable)
Topic Water Resources Bill 7003	Amendment Barcode (if applicable)
Name Brett Cyphers	
Job Title Executive Director	
Address &/ Water Management DV.	Phone 850 - 539 - 5999
Havana PL 32333 City State Zip	Email brett, Cyphes envelvater (a
(The C	Speaking: In Support Against Chair will read this information into the record.)
Representing Worthwest Plovida Water	Management District
	istered with Legislature: Yes No
While it is a Senate tradition to encourage public testimony, time may not permit meeting. Those who do speak may be asked to limit their remarks so that as ma	all persons wishing to speak to be heard at this ny persons as possible can be heard.

This form is part of the public record for this meeting.

S-001 (10/14/14)

## APPEARANCE RECORD

Meeting Date

(Deliver BOTH copies of this form to the Senator or Senate Professional Staff conducting the meeting) 7003 Bill Number (if applicable) **Topic** Amendment Barcode (if applicable) Name Address Phone\_ 32302 For Speaking: Against Information Waive Speaking: In Support Against (The Chair will read this information into the record.) Appearing at request of Chair: Lobbyist registered with Legislature:

While it is a Senate tradition to encourage public testimony, time may not permit all persons wishing to speak to be heard at this meeting. Those who do speak may be asked to limit their remarks so that as many persons as possible can be heard.

This form is part of the public record for this meeting.

S-001 (10/14/14)

## **APPEARANCE RECORD**

(Deliver BOTH copies of this form to the Senator or Senate Professional Staff conducting the meeting)

Meeting Date	Bill Number (if applicable)
Topic HB7003 Warkshop	Amendment Barcode (if applicable)
Name Daniel Delisi	
Job Title Chlef of Staff	
Address 3301 Gun Chib Rd.	Phone
West Palm Beach FL	Email_dolelisia
City State Zip	
Speaking: For Against Information Waive Speaking: (The Cha	peaking: In Support Against ir will read this information into the record.)
Representing South Florida Water Management	A District
Appearing at request of Chair: Yes No Lobbyist registe	ered with Legislature: Yes No
While it is a Senate tradition to encourage public testimony, time may not permit all meeting. Those who do speak may be asked to limit their remarks so that as many	persons wishing to speak to be heard at this persons as possible can be heard.
This form is part of the public record for this meeting.	S-001 (10/14/14)

<u> </u>	r or Senate Professional Staff conducting the meeting)
Meeting Date	Bill Number (if applicable)
Topic	Amendment Barcode (if applicable)
Name Drew Bartleft	
Job Title Depty Secretary, DEP	
Address	Phone
<del>Ou</del>	Email
City State	Zip
Speaking: For Against Information	Waive Speaking: In Support Against (The Chair will read this information into the record.)
Representing FDEP	
Appearing at request of Chair: Yes No	Lobbyist registered with Legislature: Yes No
While it is a Senate tradition to encourage public testimony, time meeting. Those who do speak may be asked to limit their remar	e may not permit all persons wishing to speak to be heard at this ks so that as many persons as possible can be heard.
This form is part of the public record for this meeting.	S-001 (10/14/14)

## RAN OUT OF TIME – DID NOT SPEAK

Meeting Date (Deliver BOTH copies of this form to the Senato	or or Senate Professional Staff conducting the meeting)  HB 1003  Bill Number (if applicable)
Topic Water Policy	Amandrant D
Name Stephanie Kunkel	Amendment Barcode (if applicable)
Job Title	
Address 1143 Albritton DR Street	Phone 850-320-4208
Tallahassel FL City State	3230) Email Stef. Kunkel@gmail.com
Speaking: For Against Information	Waive Speaking: In Support Against (The Chair will read this information into the record.)
Representing Conservancy of South	West Florida
Appearing at request of Chair: Yes No	Lobbyist registered with Legislature: Yes No
While it is a Senate tradition to encourage public testimony, time meeting. Those who do speak may be asked to limit their remark	may not permit all persons wishing to speak to be heard at this ks so that as many persons as possible can be heard
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(Deliver BOTH copies of this form to the Senator or Senate Professional Staff conducting the meeting)

3/18/15	or Senate Professional Staff conducting the meeting)
Meeting Date	HB 7003
	Bill Number (if applicable)
Topic HB 7003	Annual (B. 1)
	Amendment Barcode (if applicable)
Name Greg Munson	
Job Title	
Address 2/5 5. Monroe 5t. Ste 601  Street  Tallahassee FL  City State	
Street	Phone 850 - 521 - 1980
Tallahassee FL	777 Email manufacture in 1
City	Zip Email group so no gons ter.com
Speaking: For Against Information	Waite On I i
intermation	Waive Speaking: In Support Against (The Chair will read this information into the record.)
	(The Shall will read this information into the record.)
Representing AIF HZO Coglition	
<b>,</b>	
Appearing at request of Chair: Yes No	Lobbyist registered with Legislature: Yes No
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## **APPEARANCE RECORD**

3/18/15 (Deliver BOTH copies of this form to the Sena	itor or Senate Professional S	taff conducting t	he meeting)
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Meeting Date			Bill Number (if applicable)
			(
Topic WATER RESOURCES			
			Amendment Barcode (if applicable)
Name Douglas Buck			
d			
Job Title			
Address		Disass	0 1
Street		Phone	850-224-4316
City State	32301	Email_	abuer Pthog.com
City State	Zip		C Transcon
Speaking: For Against Information	Maire Cm	a alsima.	
i gamet gamet	Waive Sp		In Support Against
	(THE Chai	r wiii read thi	is information into the record.)
Representing - LORIDA Home	RION		
Trepresenting TOKIDA HOME	Dulla pes 7.	5000.	
Anna a min market	•		
Appearing at request of Chair: Yes No	Lobbyist registe	ered with L	egislature: Yes No
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While it is a Senate tradition to encourage public testimony, time may not permit all persons wishing to speak to be heard at this meeting. Those who do speak may be asked to limit their remarks so that as many persons as possible can be heard.

This form is part of the public record for this meeting

APPEARAN	ICE RECORD
Meeting Date (Deliver BOTH copies of this form to the Senator	or Senate Professional Staff conducting the meeting)  ### 1903    Bill Number (if applies hts)
Topic WATER RESOURCES	Bill Number (if applicable)  Amendment Barcode (if applicable)
Name_BARTBIBLER	
Job Title ENVIRONMENTAL ENG	INEER
Address 3673 MOSSY CREEK L	ANC Phone 850 570-8165
City State	32311 Email bbibler a comeast net
Speaking: For Against Information	Waive Speaking: In Support Against (The Chair will read this information into the record.)
Representing SELF	
Appearing at request of Chair: Yes No	Lobbyist registered with Legislature: Yes No
While it is a Senate tradition to encourage public testimony, time meeting. Those who do speak may be asked to limit their remark.	may not permit all persons wishing to speak to be heard at this s so that as many persons as possible can be heard.
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3/18/15 (Deliver BOTH copies of this form to the Senator or Senate Professional S	Staff conducting the	e meeting)  AR 7/17 3
Topic MB 7003 / Water hill		Bill Number (if applicable)
Name Preston Robertson		Amendment Barcode (if applicable)
Job Title VP/General Counsel		
Address POBOX 6870	Phone	656-7113
Tall, FL 32301  City State Zip	Email	prestone futonline.
Speaking: For Against Information Waive Sp	r will read this	In Support Against information into the record.)
Representing Florida Wildlife Federa	tion	
Appearing at request of Chair: Yes No Lobbyist register	ered with Le	gislature: 🖊 Yes 🗌 No
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Topic				Amount	Bill Number (if applicable)
Name Mam	Sas ord			Amenan	ment Barcode (if applicable)
Job Title	S Legisl	afive )	15		
Address Street	Calhoun	¥	850	Phone	
Tallaha	45CC	FC State	3230 \ Zip	Email adam.	Busbroll Hotor
Speaking: For	Against Info	rmation	Waive Spe	eaking: In Supply will read this informat	port Against
Representing	L tain	Bureo	24		
Appearing at request of	Chair: Yes	No	Lobbyist registe	red with Legislatur	e: Yes No
While it is a Senate tradition meeting. Those who do spea	to encourage public ak may be asked to li	testimony, time r mit their remarks	may not permit all p so that as many p	ersons wishing to spe ersons as possible ca	eak to be heard at this
This form is part of the put			<i>,</i> , , , , , , , , , , , , , , , , , ,		S-001 (10/44/14)

## **APPEARANCE RECORD**

1 10/0 h /8, 6015	copies of this form to the Senato	or or Senate Professional	Staff conducting the meeting)	7003
Meeting Date				Bill Number (if applicable)
Topic +1B 7003	,		Amendi	nent Barcode (if applicable)
Name DAVID CH	1105		_	,,
Job Title Counse			_	
O4 1	roe St Sout.	e 310	Phone <u>8 to 2</u>	.22-7500
City	FL.	32301	Email DAVIDC	@1+6SLAW. com
Speaking: For Against			peaking: In Sup	
Representing Florida	Charle of C	ommerie		
Appearing at request of Chair: [	Yes No	Lobbyist regis	tered with Legislatu	re: Yes No
While it is a Senate tradition to encoura meeting. Those who do speak may be	age public testimony, tim asked to limit their rema	e may not permit al rks so that as many	I persons wishing to sp persons as possible ca	eak to be heard at this an be heard.
This form is part of the public record			·	0.004 (40/4 4/4 4)

### **APPEARANCE RECORD**

(Deliver BOTH copies of this form to the Senator	or Senate Professional Staff conducting the meeting)
J Meeting Date	Bill Number (if applicable)
Topic WATER RESOURCES	Amendment Barcode (if applicable)
Name Brun CULLEN	
Job Title	
Address 1674 UNIVERSITY PRI	Phone 941.323.240 9
Street  Oity  State	34243 Email collanssa
Speaking: For Against Information	Waive Speaking: In Support Against (The Chair will read this information into the record.)
Representing SIENEA CLUB	FLERIDA
Appearing at request of Chair: Yes No	Lobbyist registered with Legislature: Yes No

While it is a Senate tradition to encourage public testimony, time may not permit all persons wishing to speak to be heard at this meeting. Those who do speak may be asked to limit their remarks so that as many persons as possible can be heard.

This form is part of the public record for this meeting.

S-001 (10/14/14)

Meeting Date (Deliver BOTH copies of this form to the Senator or Senate Professional Staff con	ducting the meeting)  HB7003
	Bill Number (if applicable)
Topic _ Water Resources_	
Topic Water Resources  Name Nick I grossi	Amendment Barcode (if applicable)
Job Title	
Address 101 E. Collège Avenue sute SUZ Pho	one 222-9075
Tallahassee FL 32311 Ema	ail Niaross, & experty consult con
Speaking: For Against Information Waive Speaking	g: In Support Against ead this information into the record.)
Representing Florida Everglades Foundation	
Annearing at request of OL	vith Legislature: Yes No
While it is a Senate tradition to encourage public testimony, time may not permit all persor meeting. Those who do speak may be asked to limit their remarks so that as many person	s wishing to speak to be heard at this s as possible can be heard
This form is part of the public record for this meeting	- 22 poolisio outi se llediu.

(Deliver BOTH copies of this form to the Senator or	Senate Professional Staff conducting the meeting)
Meeting Date	Bill Number (if applicable)
Topic	
Topic	Amendment Barcode (if applicable)
Name Rick Roth	
Job Title President Roth Fans	
Address Street	Phone
	Email
City State	Zip
Speaking: For Against Information	Waive Speaking: In Support Against (The Chair will read this information into the record.)
Representing Myself	
Appearing at request of Chair: Yes No	_obbyist registered with Legislature: ☐ Yes ☐ No
While it is a Senate tradition to encourage public testimony, time meeting. Those who do speak may be asked to limit their remarks	nay not permit all persons wishing to speak to be heard at this so that as many persons as possible can be heard.
This form is part of the public record for this meeting.	S-001 (10/14/14)

### **APPEARANCE RECORD**

OPERATOR (Deliver BOTH copies of this form to the Senator	or Senate Professional Staff conducting the meeting)
Meeting Date	Bill Number (if applicable)
Topic lake Okerchoku	Amendment Barcode (if applicable)
Name	
Job Title	
Address JOS N Mond	Phone 277 7973
Street	Email
City State	Zip
Speaking: For Against Information	Waive Speaking: In Support Against (The Chair will read this information into the record.)
Representing — Augustian	(The Chair will read this information into the record.)
Appearing at request of Chair: Yes No	Lobbyist registered with Legislature: Yes No

While it is a Senate tradition to encourage public testimony, time may not permit all persons wishing to speak to be heard at this meeting. Those who do speak may be asked to limit their remarks so that as many persons as possible can be heard.

This form is part of the public record for this meeting.

S-001 (10/14/14):

## **CourtSmart Tag Report**

Room: LL 37 Case: Type: Caption: Senate Environmental Preservation and Conservation Judge:

Started: 3/18/2015 4:08:48 PM

Ends: 3/18/2015 5:59:45 PM Length: 01:50:58

4:08:50 PM Meeting called to order by Senator Dean

4:09:17 PM Roll Call

4:10:28 PM Announcement from Senator Dean

4:10:57 PM Tab 2 SB 776

Senator Hays on SB 776 4:11:04 PM 4:11:12 PM Amendment Barcode 691164 4:11:42 PM Senator Hays on Amendment

4:15:38 PM Amendment to Amendment Barcode 786464

Amendment to Amendment adopted 4:16:32 PM

4:16:46 PM Question from Senator Soto 4:16:59 PM Response from Diana Caldwell 4:17:30 PM Question from Senator Evers Response from Diana Caldwell 4:17:52 PM

4:18:10 PM Amendment adopted

4:18:26 PM Gary Williams representing Florida Rural Water Assoc. waives in support

4:18:57 PM Roll call on CS/SB 776

4:19:09 PM CS/SB 776 reported favorably

4:19:32 PM Tab 1 SB 680

4:19:44 PM Senator Dean on SB 680 4:20:41 PM Question from Senator Soto

4:21:11 PM Response from FWC

Follow-up from Senator Soto 4:21:34 PM

Response from FWC 4:21:42 PM

Question from Senator Smith 4:22:19 PM

4:22:35 PM Response from FWC

4:23:18 PM Question from Senator Hays Amendment Barcode 395562 4:23:58 PM

4:24:16 PM Amendment adopted

4:24:25 PM Question from Senator Evers 4:25:05 PM Response from Senator Dean

4:25:43 PM Response from FWC

4:26:37 PM Peggy Matthews representing American Watercraft Assoc. 4:27:17 PM Brandy Elliot representing Fish and Wildlife waive in Support Travis Moore representing Defenders of Wildlife waive in Support 4:27:30 PM Lane Stephens representing Florida Airboat Assoc. waives in support 4:27:45 PM 4:28:06 PM Brandy Elliot represent FWC waives in support

Rich Budell representing FDACS

4:28:07 PM Jerry Sanson representing Organized Fisherman of FL waives in support

4:28:08 PM Comment from Senator Smith 4:28:43 PM Comment from Senator Soto 4:29:31 PM Roll call on CS/SB 680

4:29:44 PM CS/SB 680 reported favorably 4:30:04 PM Tab 3 CS/HB 7003

4:38:39 PM

4:30:19 PM Pepper Uchino on CS/HB 7003 4:33:32 PM Question from Senator Soto

4:34:00 PM Response from Drew Bartlett, Deputy Secretary for Water Policy

4:34:57 PM Followup from Senator Soto 4:35:14 PM Response form Mr. Bartlett 4:35:42 PM Question from Senator Dean 4:36:17 PM Response from Mr. Bartlett 4:37:32 PM Pepper Uchino on the bill 4:38:28 PM Question from Senator Dean

4:39:45 PM	Follow-up from Senator Dean
4:40:28 PM	Response from Mr. Budell
4:42:00 PM	Question from Senator Hays
4:42:05 PM	Response from Mr. Budell
4:44:18 PM	Question from Senator Hays
4:44:24 PM	Response from Mr. Budell
4:45:20 PM	Follow-up from Senator Hays
4:46:20 PM	Response from Mr. Bartlett
4:46:37 PM	Question from Senator Dean
4:46:43 PM	Response from Mr. Bartlett
4:47:31 PM	Comment from Senator Dean
4:47:43 PM	Question from Senator Soto
4:47:51 PM	Response from Mr. Bartlett
4:48:29 PM	Follow-up from Senator Soto
4:48:40 PM 4:48:46 PM	Response from Mr. Bartlett
4:50:03 PM	Response from Daneil DeLisi, SFWMD Question from Senator Altman
4:50:05 PM	Response from Mr. DeLisi
4:51:20 PM	Follow-up from Senator Altman
4:51:28 PM	Response from Mr. DeLisi
4:52:48 PM	Follow-up from Senator Altman
4:53:16 PM	Response from Mr. DeLisi
4:53:23 PM	Question from Senator Soto
4:54:17 PM	Response from Mr. DeLisi
4:55:37 PM	Follow-up from Senator Soto
4:55:44 PM	Response from Mr. DeLisi
4:57:16 PM	Question from Senator Simmons
4:58:12 PM	Comments from Senator Simmons
4:59:29 PM	Response from Mr. DeLisi
5:00:47 PM	Follow-up from Senator Altman
5:02:04 PM	Response from Mr. DeLisi
5:03:06 PM	Response from Mr. Bartlett
5:04:25 PM	Follow-up from Senator Simmons
5:06:17 PM	Response from Mr. Bartlett
5:07:16 PM	Follow-up from Senator Simmons
5:08:20 PM	Pepper Uchino on the bill
5:09:48 PM	Question from Senator Dean
5:10:03 PM	Response form Mr. Budell
5:10:22 PM	Pepper Uchino on the bill
5:11:10 PM	Question from Senator Altman
5:11:57 PM	Response from Mr. DeLisi
5:13:51 PM	Question from Senator Dean
5:14:09 PM 5:14:39 PM	Response from Mr. Bartlett
5:14:45 PM	Question from Senator Dean Response from Mr. Bartlett
5:15:48 PM	Question from Senator Dean
5:16:26 PM	Response from Mr. Bartlett
5:16:33 PM	Question from Senator Simpson
5:16:54 PM	Response from Mr. Bartlett
5:19:02 PM	Question from Senator Simpson
5:19:09 PM	Response from Mr. Bartlett
5:19:44 PM	Question from Senator Hays
5:19:53 PM	Response from Mr. Bartlett
5:21:21 PM	Question from Senator Simmons
5:21:26 PM	Response from Mr. Bartlett
5:22:34 PM	Follow-up from Senator Simmons
5:23:10 PM	Response from Mr. Bartlett
5:24:30 PM	Follow-up from Senator Simmons
5:25:04 PM	Response from Mr. Bartlett
5:26:07 PM	Question from Senator Dean
5:26:21 PM	Response from Mr. Budell
5:26:48 PM	Follow-up from Senator Dean

5:27:12 PM	Response from Mr. Budell
5:28:04 PM	Follow-up from Senator Dean
5:28:12 PM	Response from Mr. Budell
5:30:47 PM	Question from Senator Altman
5:30:52 PM	Response from Mr. Budell
5:31:51 PM	Follow-up from Senator Altman
5:32:05 PM	Response from Mr. Budell
5:34:01 PM	Comment from Senator Dean
5:34:12 PM	Question from Senator Simmons
5:35:34 PM	Response from Mr. Budell
5:36:22 PM	Comment from Senator Dean
5:36:30 PM	Question from Senator Simpson
5:36:37 PM	Response form Mr. Budell
5:37:11 PM	Follow-up from Senator Simpson
5:37:19 PM	Response from Mr. Budell
5:37:32 PM	Response from Mr. Bartlett
5:38:05 PM	Question from Senator Evers
5:38:57 PM	Response from Brett Cyphers representing NWFWMD
5:40:01 PM	Follow-up from Senator Evers
5:40:05 PM	Response from Mr. Cyphers
5:40:11 PM	Follow-up from Senator Evers
5:40:18 PM	Response from Mr. Bartlett
5:41:26 PM	Follow-up from Senator Evers
5:42:27 PM	Response from Mr. Bartlett
5:42:35 PM	Follow-up from Senator Evers
5:42:49 PM	Response from Pepper Uchino
5:43:10 PM	Follow-up from Senator Evers
5:43:21 PM 5:43:59 PM	Question from Senator Hays Response from Mr. DeLisi
5:44:21 PM	Follow-up from Senator Hays
5:44:28 PM	Response from Mr. DeLisi
5:45:15 PM	Follow-up from Senator Hays
5:45:30 PM	Response from Mr. DeLisi
5:46:30 PM	Question from Senator Soto
5:46:37 PM	Response from Mr. Budell
5:48:23 PM	Pepper Uchino on the bill
5:53:18 PM	Question from Senator Evers
5:53:27 PM	Response from Ryan Matthews representing Florida League of Cities
5:54:06 PM	Pepper Uchino on the bill
5:54:24 PM	Question from Senator Dean
5:55:11 PM	Response from Mr. Budell
5:56:35 PM	Follow-up from Senator Dean
5:57:10 PM	Response from Mr. Budell
5:58:02 PM	Question from Senator Dean
5:58:22 PM	Response from Mr. Budell
5:58:42 PM	Question from Senator Simpson
5:58:59 PM	Response from Mr. Budell
5:59:29 PM	Meeting Adjourned