Florida Senate - 2005

 ${\bf By}$ the Committees on Governmental Oversight and Productivity; Environmental Preservation; and Senators Dockery and Argenziano

585-2190-05

1	A bill to be entitled
2	An act relating to the development of water
3	supplies; amending s. 201.15, F.S.; providing
4	for the distribution of certain excise taxes on
5	documents to the Water Protection and
6	Sustainability Program Trust Fund of the
7	Department of Environmental Protection, the
8	Invasive Plant Control Trust Fund of the
9	Department of Environmental Protection, and the
10	General Inspection Trust Fund of the Department
11	of Agriculture and Consumer Services; creating
12	s. 215.6197, F.S.; establishing the Water
13	Protection and Sustainability Program;
14	authorizing the issuance of bonds; establishing
15	criteria for distribution of bonds for a
16	specified period; prohibiting the sale of bonds
17	under certain conditions; authorizing the
18	issuance of the water protection and
19	sustainability bonds in the best interest of
20	the state; amending s. 373.019, F.S.; defining
21	the terms "alternative water supply," "capital
22	costs," and "multijurisdictional water supply
23	entities"; amending s. 373.196, F.S.;
24	encouraging cooperation in the development of
25	water supplies; providing for alternative water
26	supply development; encouraging municipalities,
27	counties, and special districts to create
28	regional water supply authorities; establishing
29	the primary roles of the water management
30	district in alternative water supply
31	development; establishing the primary roles of
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authorities, special districts, and publicly owned and privately owned water utilities in alternative water supply development; requiring the water management districts to detail the specific allocations to be used for alternative water supply development in their annual budget submission; amending s. 373.1961, F.S.;	
4 alternative water supply development; requiring 5 the water management districts to detail the 6 specific allocations to be used for alternative 7 water supply development in their annual budget	
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6 specific allocations to be used for alternative7 water supply development in their annual budget	
7 water supply development in their annual budget	
8 submission; amending s. 373.1961, F.S.;	
9 providing general powers and duties of the	
10 water management districts in water production;	
11 requiring that the water management districts	
12 include the amount needed to implement the	
13 water supply development projects in each	
14 annual budget; establishing general funding	
15 criteria for funding assistance to the state or	
16 water management districts; establishing	
17 economic incentives for alternative water	
18 supply development; creating a funding formula	
19 for the distribution of state funds to the	
20 water management districts for alternative	
21 water supply development; requiring that	
22 funding assistance for alternative water supply	
23 development be limited to a percentage of the	
24 local capital costs of an approved project;	
25 requiring that the governing board or	
26 alternative water supplies advisory committee	
27 recommend alternative water supply projects for	
28 funding; establishing criteria; providing for	
29 cost recovery from the Public Service	
30 Commission; establishing criteria for funding	
31 assistance for water reuse systems; amending s.	

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1	373.1962, F.S.; clarifying that counties,
2	municipalities, and special districts may
3	execute interlocal agreements to create
4	regional water supply authorities; amending s.
5	373.223, F.S.; establishing criteria for
6	certain water supply entities to be presumed to
7	have a use consistent with the public interest
8	for requirements for consumptive use
9	permitting; amending s. 373.236, F.S.;
10	providing permits of at least 20 years for
11	development of alternative water supplies under
12	certain conditions; amending s. 373.459, F.S.;
13	requiring that entities receiving state funding
14	for implementation of surface water improvement
15	and management projects provide a 50-percent
16	match of cash or in-kind services; amending s.
17	373.0361, F.S.; providing for the development
18	of regional water supply plans; providing
19	requirements for the content of each plan;
20	providing for an approval process for the
21	plans; providing for annual updates; providing
22	for local government use of the plans;
23	providing notification requirements for water
24	management districts concerning findings within
25	the plan; changing the deadline for certain
26	plan updates; amending s. 163.3177, F.S.;
27	requiring a local government to incorporate
28	alternative water supply projects into the
29	comprehensive plan; requiring local governments
30	to identify specific projects needed; providing
31	for cooperative planning; amending s. 163.3180,
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1	F.S.; requiring adequate water supplies to
2	serve new development; amending s. 163.3191,
3	F.S.; requiring the evaluation and appraisal
4	report to evaluate water supply sources;
5	amending s. 403.067, F.S.; providing that
б	initial allocation of allowable pollutant loads
7	between point and nonpoint sources may be
8	developed as part of a total maximum daily
9	load; establishing criteria for establishing
10	initial and detailed allocations to attain
11	pollutant reductions; authorizing the
12	Department of Environmental Protection to adopt
13	phased total maximum daily loads that establish
14	incremental total maximum daily loads under
15	certain conditions; requiring the development
16	of basin management action plans; requiring
17	that basin management action plans integrate
18	the appropriate management strategies to
19	achieve the total maximum daily loads;
20	requiring that the plans establish a schedule
21	for implementing management strategies;
22	requiring that a basin management action plan
23	equitably allocate pollutant reductions to
24	individual basins; authorizing that plans may
25	provide pollutant load reduction credits to
26	dischargers that have implemented strategies to
27	reduce pollutant loads prior to the development
28	of the basin management action plan; requiring
29	that the plan identify mechanisms by which
30	potential future sources of pollution will be
31	addressed; requiring that the department assure
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1	key stakeholder participation in the basin
2	management action planning process; requiring
3	that the department hold at least one public
4	meeting to discuss and receive comments during
5	the planning process; providing notice
б	requirements; requiring that the department
7	adopt all or part of a basin management action
8	plan by secretarial order pursuant to ch. 120,
9	F.S.; requiring that basin management action
10	plans that alter that calculation or initial
11	allocation of a total maximum daily load, the
12	revised calculation, or initial allocation must
13	be adopted by rule; requiring periodic
14	evaluation of basin management action plans;
15	requiring that revisions to plans be made by
16	the department in cooperation with
17	stakeholders; providing for basin plan
18	revisions regarding nonpoint pollutant sources;
19	requiring that adopted basin management action
20	plans be included in subsequent NPDES permits
21	or permit modifications; providing that
22	implementation of a total maximum daily load or
23	basin management action plan for holders of an
24	NPDES municipal separate stormwater sewer
25	system permit may be achieved through the use
26	of best management practices; providing that
27	basin management action plans do not relieve a
28	discharger from the requirement to obtain,
29	renew, or modify an NPDES permit or to abide by
30	other requirements of the permit; requiring
31	that plan management strategies be completed
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1	pursuant to the schedule set forth in the basin
2	management action plan and providing that the
3	implementation schedule may extend beyond the
4	term of an NPDES permit; providing that
5	management strategies and pollution reduction
б	requirements in a basin management action plan
7	for a specific pollutant of concern are not
8	subject to a challenge under ch. 120, F.S., at
9	the time they are incorporated, in identical
10	form, into a subsequent NPDES permit or permit
11	modification; requiring timely adoption and
12	implementation of pollutant reduction actions
13	for nonagricultural pollutant sources not
14	subject to NPDES permitting but regulated
15	pursuant to other state, regional, or local
16	regulatory programs; requiring timely
17	implementation of best management practices for
18	nonpoint pollutant source dischargers not
19	subject to permitting at the time a basin
20	management action plan is adopted; providing
21	for presumption of compliance under certain
22	circumstances; providing for enforcement action
23	by the department or a water management
24	district; requiring that a landowner,
25	discharger, or other responsible person that is
26	implementing management strategies specified in
27	an adopted basin management action plan will
28	not be required by permit, enforcement action,
29	or otherwise to implement additional management
30	strategies to reduce pollutant loads; providing
31	that the authority of the department to amend a

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1	basin management plan is not limited; requiring
2	that the department verify at representative
3	sites the effectiveness of interim measures,
4	best management practices, and other measures
5	adopted by rule; requiring that the department
6	use its best professional judgment in making
7	initial verifications that best management
8	practices are not effective; requiring notice
9	to the appropriate water management district
10	and the Department of Agriculture and Consumer
11	Services under certain conditions; establishing
12	a presumption of compliance for implementation
13	of practices initially verified to be effective
14	or verified to be effective at representative
15	sites; limiting the institution of proceedings
16	by the department against the owner of a source
17	of pollution to recover costs or damages
18	associated with the contamination of surface
19	water or groundwater caused by those
20	pollutants; requiring the Department of
21	Agriculture and Consumer Services to institute
22	a reevaluation of best management practices or
23	other measures where water quality problems are
24	detected or predicted during the development or
25	amendment of a basin management action plan;
26	providing for rule revisions; providing the
27	department with rulemaking authority; requiring
28	that a report be submitted to the Governor, the
29	President of the Senate, and the Speaker of the
30	House of Representatives containing
31	recommendations on rules for pollutant trading
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1	prior to the adoption of those rules; requiring
2	that recommendations be adopted in cooperation
3	with a technical advisory committee containing
4	experts in pollutant trading and
5	representatives of potentially affected
6	parties; deleting a requirement that no
7	pollutant trading program shall become
8	effective prior to review and ratification by
9	the Legislature; amending ss. 373.4595 and
10	570.085, F.S.; correcting cross-references;
11	amending s. 403.885, F.S.; revising
12	requirements relating to the department's grant
13	program for water quality improvement and water
14	restoration project grants; eliminating grants
15	for water quality improvement, water
16	management, and drinking water projects;
17	authorizing grants for wastewater management;
18	creating additional criteria for funding storm
19	water grants; requiring local matching funds;
20	providing an exception from matching fund
21	requirements for financially disadvantaged
22	small local governments; creating s. 403.890,
23	F.S.; establishing the Water Protection and
24	Sustainability Program; establishing a funding
25	formula for the distribution of revenues
26	generated by the bonding provisions as provided
27	in s. 215.6197, F.S.; establishing funding for
28	alternative water supply development as
29	provided in s. 373.1961, F.S., the development
30	and implementation of total maximum daily load
31	projects as provided in s. 403.067, F.S.,

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1 surface water improvement and management plans 2 and programs as provided in ss. 373.451 and 373.459, F.S., the Clean Water State Revolving 3 4 Loan Grants Program as provided in s. 403.1835, 5 F.S., the Drinking Water State Revolving Loan б Grant Program as provided in s. 403.8532, F.S., 7 and the Disadvantaged Small Community 8 Wastewater Grant Program as provided in s. 9 403.1838, F.S.; providing for legislative 10 review; providing an effective date. 11 12 Be It Enacted by the Legislature of the State of Florida: 13 Section 1. Paragraph (d) of subsection (1) and 14 subsections (6) and (8) of section 201.15, Florida Statutes, 15 16 are amended, and subsection (15) is added to that section, to 17 read: 201.15 Distribution of taxes collected.--All taxes 18 collected under this chapter shall be distributed as follows 19 and shall be subject to the service charge imposed in s. 20 21 215.20(1), except that such service charge shall not be levied 22 against any portion of taxes pledged to debt service on bonds 23 to the extent that the amount of the service charge is required to pay any amounts relating to the bonds: 24 25 (1) Sixty-two and sixty-three hundredths percent of the remaining taxes collected under this chapter shall be used 26 27 for the following purposes: 2.8 (d) The remainder of the moneys distributed under this 29 subsection, after the required payments under paragraphs (a), (b), and (c), shall be paid into the State Treasury to the 30 credit of the General Revenue Fund of the state to be used and 31 9

1 expended for the purposes for which the General Revenue Fund 2 was created and exists by law or to the Ecosystem Management and Restoration Trust Fund, or to the Marine Resources 3 Conservation Trust Fund as provided in subsection (11), or to 4 the Water Protection and Sustainability Program Trust Fund of 5 6 the Department of Environmental Protection as provided in s. 7 215.6197. Moneys available under this paragraph shall first be 8 used to pay debt service due on any water protection and sustainability bonds or to make any other payments required by 9 10 the bond documents authorizing the issuance before such moneys are used for other purposes authorized by this paragraph. 11 12 (6) Two and fifty-three twenty eight hundredths 13 percent of the remaining taxes collected under this chapter 14 shall be paid into the State Treasury to the credit of the Invasive Plant Control Trust Fund to carry out the purposes 15 set forth in ss. 369.22 and 369.252. 16 17 (8) One-quarter of one percent of the remaining taxes 18 collected under this chapter shall be paid into the State Treasury to the credit of the Department of Agriculture and 19 Consumer Services General Inspection Trust Fund to address 20 21 water-quality impacts associated with agricultural nonpoint 2.2 sources. One half of one percent of the remaining taxes 23 collected under this chapter shall be paid into the State 2.4 Treasury and divided equally to the credit of the Department 25 of Environmental Protection Water Quality Assurance Trust Fund 26 to address water quality impacts associated with 27 nonagricultural nonpoint sources and to the credit of the 2.8 Department of Agriculture and Consumer Services General 29 Inspection Trust Fund to address water quality impacts associated with agricultural nonpoint sources, respectively. 30 These funds shall be used for research, development, 31

1	demonstration, and implementation of suitable best management
2	practices or other measures used to achieve water quality
3	standards in surface waters and water segments identified
4	pursuant to ss. 303(d) of the Clean Water Act, Pub. L. No.
5	92-500, 33 U.S.C. ss. 1251 et seq. Implementation of best
6	management practices and other measures may include cost-share
7	grants, technical assistance, implementation tracking, and
8	conservation leases or other agreements for water quality
9	improvement. The Department of Environmental Protection and
10	the Department of Agriculture and Consumer Services may adopt
11	rules governing the distribution of funds for implementation
12	of best management practices. The unobligated balance of funds
13	received from the distribution of taxes collected under this
14	chapter to address water quality impacts associated with
15	nonagricultural nonpoint sources will be excluded when
16	calculating the unobligated balance of the Water Quality
17	Assurance Trust Fund as it relates to the determination of the
18	applicable excise tax rate.
19	(15) Each fiscal year, the Legislature should use
20	nonrecurring revenue sources, when available, for all or a
21	portion of the annual \$500 million funding in lieu of issuing
22	bonds for the Water Protection and Sustainability Program
23	<u>created in s. 215.6197.</u>
24	Section 2. Section 215.6197, Florida Statutes, is
25	created to read:
26	215.6197 Bonds for Water Protection and Sustainability
27	Program
28	(1) The issuance of water protection and
29	sustainability bonds is authorized. The water protection and
30	sustainability bonds may be issued over the next 10 fiscal
31	years, commencing on July 1, 2005, in an amount not exceeding
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1 \$500 million in any fiscal year, subject to s. 403.890 and s. 11(e), Art. VII of the State Constitution. The duration of 2 each series of bonds issued may not exceed 20 annual 3 4 maturities. Except for refunding bonds, a series of bonds may 5 not be issued unless an amount equal to the debt service 6 coming due in the year of issuance has been specifically 7 appropriated in the General Appropriations Act. 8 (2) The state covenants with the holders of water protection and sustainability bonds that, as long as the bonds 9 10 are outstanding, it will not take any action that will materially and adversely affect the rights of such holders, 11 12 including, but not limited to, a reduction in the portion of 13 documentary stamp taxes distributable to the Water Protection and Sustainability Program Trust Fund of the Department of 14 Environmental Protection for payment of debt service. 15 (3) Bonds issued under this section shall be payable 16 17 from taxes distributable to the Water Protection and Sustainability Program Trust Fund of the Department of 18 19 Environmental Protection under s. 201.15(1)(d). Bonds issued 20 under this section do not constitute a general obligation of, 21 or a pledge of the full faith and credit of, the state. 22 (4) The Department of Environmental Protection shall 23 request the Division of Bond Finance of the State Board of Administration to issue the water protection and 2.4 sustainability bonds authorized by this section. The Division 25 of Bond Finance shall issue such bonds pursuant to the State 26 27 Bond Act. 2.8 (5) The proceeds from the sale of bonds issued under this section, less the costs of issuance, the costs of funding 29 reserve accounts, and other costs with respect to the bonds 30 shall be deposited into the Water Protection and 31

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1 Sustainability Program Trust Fund of the Department of 2 Environmental Protection as provided in s. 403.890. (6) The sale, disposition, lease, easement, license, 3 4 or other use of any land, water areas, or related property interests acquired or improved with proceeds of water 5 6 protection and sustainability bonds which would cause all or 7 any portion of the interest of such bonds to lose the 8 exclusion from gross income for federal income tax purposes is 9 prohibited. 10 (7) The initial series of water protection and sustainability bonds shall be validated in addition to any 11 12 other bonds required to be validated under s. 215.82. Any 13 complaint for validation of bonds issued under this section shall be filed only in the circuit court of the county where 14 the seat of state government is situated, the notice required 15 to be published by s. 75.06 shall be published only in the 16 17 county where the complaint is filed, and the complaint and 18 order of the circuit court shall be served only on the state attorney of the circuit in which the action is pending. 19 20 Section 3. In accordance with section 215.98(1), 21 Florida Statutes, the Legislature determines that the issuance of water protection and sustainability bonds under section 2 2.2 23 is in the best interest of the state and should be 2.4 implemented. Section 4. Section 373.019, Florida Statutes, is 25 amended to read: 26 27 373.019 Definitions.--When appearing in this chapter 2.8 or in any rule, regulation, or order adopted pursuant thereto, 29 the term following words shall, unless the context clearly 30 indicates otherwise, mean: 31

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1	(1) "Alternative water supplies" means salt water;
2	brackish surface and groundwater; surface water captured
3	predominately during wet-weather flows; sources made available
4	through the addition of new storage capacity for surface or
5	groundwater, water that has been reclaimed after one or more
6	public supply, municipal, industrial, commercial, or
7	agricultural uses; the downstream augmentation of water bodies
8	with reclaimed water; stormwater; and any other water supply
9	source that is designated as nontraditional for a water supply
10	planning region in the applicable regional water supply plan.
11	(2) "Capital costs" means planning, design,
12	engineering, and project construction costs. Any use of bond
13	proceeds to pay these costs which would cause all or any
14	portion of the interest of such bonds to lose the exclusion
15	from gross income for federal income tax purposes is
16	prohibited.
17	(3)(1) "Coastal waters" means waters of the Atlantic
18	Ocean or the Gulf of Mexico within the jurisdiction of the
19	state.
20	(4)(2) "Department" means the Department of
21	Environmental Protection or its successor agency or agencies.
22	(5)(3) "District water management plan" means the
23	regional water resource plan developed by a governing board
24	under s. 373.036.
25	(6)(4) "Domestic use" means the use of water for the
26	individual personal household purposes of drinking, bathing,
27	cooking, or sanitation. All other uses shall not be considered
28	domestic.
29	(7)(5) "Florida water plan" means the state-level
30	water resource plan developed by the department under s.
31	373.036.

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1 (8)(6) "Governing board" means the governing board of a water management district. 2 (9)(7) "Groundwater" means water beneath the surface 3 4 of the ground, whether or not flowing through known and definite channels. 5 б (10)(8) "Impoundment" means any lake, reservoir, pond, 7 or other containment of surface water occupying a bed or 8 depression in the earth's surface and having a discernible 9 shoreline. 10 (11)(9) "Independent scientific peer review" means the review of scientific data, theories, and methodologies by a 11 12 panel of independent, recognized experts in the fields of 13 hydrology, hydrogeology, limnology, and other scientific disciplines relevant to the matters being reviewed under s. 14 373.042. 15 (12) "Multijurisdictional water supply entity" means 16 two or more water utilities or local governments that have 17 organized into a larger entity, or entered into an interlocal 18 agreement or contract, for the purpose of more efficiently 19 pursuing water supply development or alternative water supply 2.0 21 development projects listed pursuant to a regional water 22 supply plan. 23 (13)(10) "Nonregulated use" means any use of water which is exempted from regulation by the provisions of this 2.4 25 chapter. (14)(11) "Other watercourse" means any canal, ditch, 26 27 or other artificial watercourse in which water usually flows 2.8 in a defined bed or channel. It is not essential that the 29 flowing be uniform or uninterrupted. 30 (15)(12) "Person" means any and all persons, natural or artificial, including any individual, firm, association, 31 15

1 organization, partnership, business trust, corporation, 2 company, the United States of America, and the state and all political subdivisions, regions, districts, municipalities, 3 and public agencies thereof. The enumeration herein is not 4 intended to be exclusive or exhaustive. 5 б (16)(13) "Reasonable-beneficial use" means the use of 7 water in such quantity as is necessary for economic and 8 efficient utilization for a purpose and in a manner which is both reasonable and consistent with the public interest. 9 (17)(14) "Regional water supply plan" means a detailed 10 water supply plan developed by a governing board under s. 11 12 373.0361. 13 (18)(15) "Stream" means any river, creek, slough, or natural watercourse in which water usually flows in a defined 14 bed or channel. It is not essential that the flowing be 15 uniform or uninterrupted. The fact that some part of the bed 16 17 or channel has been dredged or improved does not prevent the 18 watercourse from being a stream. (19)(16) "Surface water" means water upon the surface 19 of the earth, whether contained in bounds created naturally or 20 21 artificially or diffused. Water from natural springs shall be 22 classified as surface water when it exits from the spring onto 23 the earth's surface. (20)(17) "Water" or "waters in the state" means any 2.4 and all water on or beneath the surface of the ground or in 25 26 the atmosphere, including natural or artificial watercourses, 27 lakes, ponds, or diffused surface water and water percolating, 2.8 standing, or flowing beneath the surface of the ground, as 29 well as all coastal waters within the jurisdiction of the 30 state. 31

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1 (21)(18) "Water management district" means any flood 2 control, resource management, or water management district operating under the authority of this chapter. 3 4 (22)(19) "Water resource development" means the formulation and implementation of regional water resource 5 6 management strategies, including the collection and evaluation 7 of surface water and groundwater data; structural and 8 nonstructural programs to protect and manage water resources; the development of regional water resource implementation 9 programs; the construction, operation, and maintenance of 10 major public works facilities to provide for flood control, 11 12 surface and underground water storage, and groundwater 13 recharge augmentation; and related technical assistance to local governments and to government-owned and privately owned 14 water utilities. 15 (23)(20) "Water resource implementation rule" means 16 17 the rule authorized by s. 373.036, which sets forth goals, objectives, and guidance for the development and review of 18 programs, rules, and plans relating to water resources, based 19 on statutory policies and directives. The waters of the state 20 21 are among its most basic resources. Such waters should be 22 managed to conserve and protect water resources and to realize 23 the full beneficial use of these resources. (24)(21) "Water supply development" means the 2.4 25 planning, design, construction, operation, and maintenance of 26 public or private facilities for water collection, production, 27 treatment, transmission, or distribution for sale, resale, or 2.8 end use. 29 (25)(22) For the sole purpose of serving as the basis 30 for the unified statewide methodology adopted pursuant to s. 373.421(1), as amended, "wetlands" means those areas that are 31

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1 inundated or saturated by surface water or groundwater at a 2 frequency and a duration sufficient to support, and under normal circumstances do support, a prevalence of vegetation 3 typically adapted for life in saturated soils. Soils present 4 5 in wetlands generally are classified as hydric or alluvial, or 6 possess characteristics that are associated with reducing soil 7 conditions. The prevalent vegetation in wetlands generally 8 consists of facultative or obligate hydrophytic macrophytes that are typically adapted to areas having soil conditions 9 described above. These species, due to morphological, 10 physiological, or reproductive adaptations, have the ability 11 12 to grow, reproduce, or persist in aquatic environments or 13 anaerobic soil conditions. Florida wetlands generally include swamps, marshes, bayheads, bogs, cypress domes and strands, 14 sloughs, wet prairies, riverine swamps and marshes, hydric 15 16 seepage slopes, tidal marshes, mangrove swamps and other 17 similar areas. Florida wetlands generally do not include 18 longleaf or slash pine flatwoods with an understory dominated by saw palmetto. Upon legislative ratification of the 19 methodology adopted pursuant to s. 373.421(1), as amended, the 20 21 limitation contained herein regarding the purpose of this 22 definition shall cease to be effective. 23 (26) (23) "Works of the district" means those projects and works, including, but not limited to, structures, 2.4 25 impoundments, wells, streams, and other watercourses, together 26 with the appurtenant facilities and accompanying lands, which 27 have been officially adopted by the governing board of the 2.8 district as works of the district. 29 Section 5. Section 373.196, Florida Statutes, is 30 amended to read: (Substantial rewording of section. See 31

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1 s. 373.196, F.S., for present text.) 2 373.196 Alternative water supply development.--3 (1) The purpose of this section is to encourage 4 cooperation in the development of water supplies and to 5 provide for alternative water supply development. б (a) Demands on natural supplies of fresh water to meet 7 the needs of a rapidly growing population and the needs of the 8 environment, agriculture, industry, and mining will continue 9 to increase. 10 (b) There is a need for the development of alternative water supplies for Florida to sustain its economic growth, 11 12 economic viability, and natural resources. 13 (c) Cooperative efforts between municipalities, counties, special districts, water management districts, and 14 the Department of Environmental Protection are mandatory in 15 order to meet the water needs of rapidly urbanizing areas in a 16 17 manner that will supply adequate and dependable supplies of 18 water where needed without resulting in adverse effects upon the areas from which such water is withdrawn. Such efforts 19 should use all practical means of obtaining water, including, 2.0 21 but not limited to, withdrawals of surface water and 2.2 groundwater, reuse, and desalinization, and will necessitate 23 not only cooperation but also well-coordinated activities. Municipalities, counties, and special districts are encouraged 2.4 to create regional water supply authorities as authorized in 25 s. 373.1962 or multijurisdictional water supply entities. 26 27 (d) Alternative water supply development must receive 2.8 priority funding attention to increase the available supplies of water to meet all existing and future reasonable-beneficial 29 30 uses and to benefit the natural systems. 31

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1	(e) Cooperation between counties, municipalities,
2	regional water supply authorities, multijurisdictional water
3	supply entities, special districts, and publicly owned and
4	privately owned water utilities in the development of
5	countywide and multi-countywide alternative water supply
6	projects will allow for necessary economies of scale and
7	efficiencies to be achieved in order to accelerate the
8	development of new, dependable, and sustainable alternative
9	water supplies.
10	(f) It is in the public interest that county,
11	municipal, industrial, agricultural, and other public and
12	private water users, the Department of Environmental
13	Protection, and the water management districts cooperate and
14	work together in the development of alternative water supplies
15	to avoid the adverse effects of competition for limited
16	supplies of water. Public moneys or services provided to
17	private entities for alternative water supply development may
18	constitute public purposes that also are in the public
19	interest.
20	(2)(a) Sufficient water must be available for all
21	existing and future reasonable-beneficial uses and the natural
22	systems, and the adverse effects of competition for water
23	supplies must be avoided.
24	(b) Water supply development and alternative water
25	supply development must be conducted in coordination with
26	water management district regional water supply planning.
27	(c) Funding for the development of alternative water
28	supplies shall be a shared responsibility of water suppliers
29	and users, the State of Florida, and the water management
30	districts, with water suppliers and users having the primary
31	responsibility and the State of Florida and the water

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1	management districts being responsible for providing funding
2	assistance.
3	(3) The primary roles of the water management
4	<u>districts in water resource development as it relates to</u>
5	supporting alternative water resource development are:
6	(a) The formulation and implementation of regional
7	water resource management strategies that support alternative
8	water supply development;
9	(b) The collection and evaluation of surface water and
10	groundwater data to be used for a planning level assessment of
11	the feasibility of alternative water supply development
12	projects;
13	(c) The construction, operation, and maintenance of
14	major public works facilities for flood control, surface and
15	underground water storage, and groundwater recharge
16	augmentation to support alternative water supply development;
17	(d) Planning for alternative water supply development
18	as provided in regional water supply plans in coordination
19	with local governments, regional water supply authorities,
20	multijurisdictional water supply entities, special districts,
21	and publicly owned and privately owned water utilities and
22	<u>self-suppliers;</u>
23	(e) The formulation and implementation of structural
24	and nonstructural programs to protect and manage water
25	resources in support of alternative water supply projects; and
26	(f) The provision of technical and financial
27	assistance to local governments and publicly owned and
28	privately owned water utilities for alternative water supply
29	projects.
30	(4) The primary roles of local government, regional
31	water supply authorities, multijurisdictional water supply

1 entities, special districts, and publicly owned and privately 2 owned water utilities in alternative water supply development 3 shall be: 4 (a) The planning, design, construction, operation, and maintenance of alternative water supply development projects, 5 6 with funding assistance from the state and the water 7 management districts; (b) The formulation and implementation of alternative 8 water supply development strategies and programs; 9 10 (c) The planning, design, construction, operation, and maintenance of facilities to collect, divert, produce, treat, 11 12 transmit, and distribute water for sale, resale, or end use; 13 and (d) The coordination of alternative water supply 14 development activities with the appropriate water management 15 district having jurisdiction over the activity. 16 17 (5) Nothing in this section shall be construed to 18 preclude the various special districts, municipalities, and 19 counties from continuing to operate existing water production and transmission facilities or to enter into cooperative 20 21 agreements with other special districts, municipalities, and 2.2 counties for the purpose of meeting their respective needs for 23 dependable and adequate supplies of water; however, the obtaining of water through such operations shall not be done 2.4 in a manner that results in adverse effects upon the areas 25 from which such water is withdrawn. 26 27 (6)(a) The statewide funds provided pursuant to the 2.8 Water Protection and Sustainability Program serve to supplement existing water management district funding for 29 alternative water supply development assistance and should not 30 result in a reduction of such funding. Therefore, the water 31

1	management districts shall include, in the annual tentative
2	and adopted budget submittals required under this chapter the
3	amount of funds allocated for water resource development that
4	supports alternative water supply development and the funds
5	allocated for alternative water supply projects selected for
б	inclusion in the Water Protection and Sustainability Program.
7	It shall be the goal of each water management district that
8	the combined funds allocated annually for these purposes be,
9	at a minimum, the equivalent of 25 percent of the state
10	funding provided to the water management district for
11	alternative water supply development. If this goal is not
12	achieved, the water management district shall provide in the
13	budget submittal an explanation of the reasons or constraints
14	that prevent this goal from being met.
15	(b) State funds from the Water Protection and
16	Sustainability Program created in s. 403.890 shall be made
17	available for financial assistance for the capital costs of
18	alternative water supply development projects selected by a
19	water management district governing board for inclusion in the
20	program.
21	Section 6. Section 373.1961, Florida Statutes, is
22	amended to read:
23	373.1961 Water production; general powers and duties;
24	identification of needs; funding criteria; economic
25	incentives; reuse funding
26	(1) <u>POWERS AND DUTIES OF BOARD</u> In the performance
27	of, and in conjunction with, its other powers and duties, the
28	governing board of a water management district existing
29	pursuant to this chapter:
30	(a) Shall engage in planning to assist counties,
31	municipalities, special districts, publicly owned and
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1 privately owned water private utilities, multijurisdictional 2 water supply entities, or regional water supply authorities in meeting water supply needs in such manner as will give 3 priority to encouraging conservation and reducing adverse 4 environmental effects of improper or excessive withdrawals of 5 6 water from concentrated areas. As used in this section and s. 7 <u>373.196</u>, regional water supply authorities are regional water authorities created under s. 373.1962 or other laws of this 8 9 state. 10 (b) Shall assist counties, municipalities, special districts, publicly owned or privately owned water private 11 12 utilities, multijurisdictional water supply entities, or 13 regional water supply authorities in meeting water supply needs in such manner as will give priority to encouraging 14 conservation and reducing adverse environmental effects of 15 16 improper or excessive withdrawals of water from concentrated 17 areas. 18 (c) May establish, design, construct, operate, and maintain water production and transmission facilities for the 19 purpose of supplying water to counties, municipalities, 20 21 special districts, publicly owned and privately owned water 22 private utilities, multijurisdictional water supply entities, 23 or regional water supply authorities. The permit required by part II of this chapter for a water management district 2.4 25 engaged in water production and transmission shall be granted, 26 denied, or granted with conditions by the department.

27 (d) Shall not engage in local <u>water supply</u>28 distribution.

(e) Shall not deprive, directly or indirectly, any
county wherein water is withdrawn of the prior right to the
reasonable and beneficial use of water which is required to

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1 supply adequately the reasonable and beneficial needs of the 2 county or any of the inhabitants or property owners therein. 3 (f) May provide water and financial assistance to 4 regional water supply authorities, but may not provide water to counties and municipalities which are located within the 5 6 area of such authority without the specific approval of the 7 authority or, in the event of the authority's disapproval, the 8 approval of the Governor and Cabinet sitting as the Land and Water Adjudicatory Commission. The district may supply water 9 at rates and upon terms mutually agreed to by the parties or, 10 if they do not agree, as set by the governing board and 11 12 specifically approved by the Governor and Cabinet sitting as 13 the Land and Water Adjudicatory Commission. (g) May acquire title to such interest as is necessary 14 in real property, by purchase, gift, devise, lease, eminent 15 domain, or otherwise, for water production and transmission 16 17 consistent with this section and s. 373.196. However, the 18 district shall not use any of the eminent domain powers herein granted to acquire water and water rights already devoted to 19 reasonable and beneficial use or any water production or 20 21 transmission facilities owned by any county, municipality, or 22 regional water supply authority. The district may exercise 23 eminent domain powers outside of its district boundaries for the acquisition of pumpage facilities, storage areas, 2.4 transmission facilities, and the normal appurtenances thereto, 25 26 provided that at least 45 days prior to the exercise of 27 eminent domain, the district notifies the district where the 2.8 property is located after public notice and the district where 29 the property is located does not object within 45 days after 30 notification of such exercise of eminent domain authority. 31

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1 (h) In addition to the power to issue revenue bonds 2 pursuant to s. 373.584, may issue revenue bonds for the purposes of paying the costs and expenses incurred in carrying 3 out the purposes of this chapter or refunding obligations of 4 the district issued pursuant to this section. Such revenue 5 6 bonds shall be secured by, and be payable from, revenues 7 derived from the operation, lease, or use of its water 8 production and transmission facilities and other water-related facilities and from the sale of water or services relating 9 10 thereto. Such revenue bonds may not be secured by, or be payable from, moneys derived by the district from the Water 11 12 Management Lands Trust Fund or from ad valorem taxes received 13 by the district. All provisions of s. 373.584 relating to the issuance of revenue bonds which are not inconsistent with this 14 section shall apply to the issuance of revenue bonds pursuant 15 to this section. The district may also issue bond 16 17 anticipation notes in accordance with the provisions of s. 18 373.584. (i) May join with one or more other water management 19 districts, counties, municipalities, special districts, 20 21 publicly owned or privately owned water private utilities, 22 multijurisdictional water supply entities, or regional water 23 supply authorities for the purpose of carrying out any of its powers, and may contract with such other entities to finance 2.4 acquisitions, construction, operation, and maintenance. 25 The contract may provide for contributions to be made by each 26 27 party thereto, for the division and apportionment of the 2.8 expenses of acquisitions, construction, operation, and 29 maintenance, and for the division and apportionment of the 30 benefits, services, and products therefrom. The contracts may 31

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1 contain other covenants and agreements necessary and 2 appropriate to accomplish their purposes. 3 (2) IDENTIFICATION OF WATER SUPPLY NEEDS IN DISTRICT 4 BUDGET. -- The water management district shall implement its 5 responsibilities as expeditiously as possible in areas subject 6 to regional water supply plans. Each district's governing 7 board shall include in its annual budget the amount needed for the fiscal year to assist in implementing alternative water 8 supply development projects. The Legislature finds that, due 9 10 to a combination of factors, vastly increased demands have been placed on natural supplies of fresh water, and that, 11 12 absent increased development of alternative water supplies, 13 such demands may increase in the future. The Legislature also finds that potential exists in the state for the production of 14 significant quantities of alternative water supplies, 15 16 including reclaimed water, and that water production includes 17 the development of alternative water supplies, including 18 reclaimed water, for appropriate uses. It is the intent of the Legislature that utilities develop reclaimed water systems, 19 where reclaimed water is the most appropriate alternative 2.0 21 water supply option, to deliver reclaimed water to as many 2.2 users as possible through the most cost effective means, and 23 to construct reclaimed water system infrastructure to their 2.4 owned or operated properties and facilities where they have reclamation capability. It is also the intent of the 25 Legislature that 26 27 (3) FUNDING.--2.8 (a) The water management districts and the state shall 29 which levy ad valorem taxes for water management purposes 30 should share a percentage of those tax revenues with water providers and users, including local governments, water, 31

1	wastewater, and reuse utilities, municipal, special district,
2	industrial, and agricultural water users, and other public and
3	private water users, to be used to supplement other funding
4	sources in the development of alternative water supplies. The
5	Legislature finds that public moneys or services provided to
6	private entities for such uses constitute public purposes
7	which are in the public interest. In order to further the
8	development and use of alternative water supply systems,
9	including reclaimed water systems, the Legislature provides
10	the following:
11	(b) Beginning in fiscal year 2005-2006, the state
12	shall annually provide a portion of those revenues received
13	from the sale of bonds authorized in s. 215.6197 for the
14	purpose of providing funding assistance for the development of
15	alternative water supplies pursuant to the Water Protection
16	and Sustainability Program. At the beginning of each fiscal
17	year, beginning with fiscal year 2005-2006, such revenues
18	shall be distributed by the department into the alternative
19	water supply trust fund accounts created by each district for
20	the purpose of alternative supply development under the
21	following funding formula:
22	1. Forty percent to the South Florida Water Management
23	<u>District;</u>
24	2. Twenty-five percent to the Southwest Florida Water
25	Management District;
26	3. Twenty-five percent to the St. Johns River Water
27	Management District;
28	4. Five percent to the Suwannee River Water Management
29	District; and
30	5. Five percent to the Northwest Florida Water
31	Management District.
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1 (c) The financial assistance for alternative water 2 supply projects allocated in each district's budget as required in s. 373.196(6) shall be combined with the state 3 4 funds and used to assist in funding the capital costs of alternative water supply projects selected by the governing 5 6 board. If the district has not completed any regional water 7 supply plan, or the regional water supply plan does not 8 identify the need for any alternative water supply projects, funds deposited in that district's trust fund may be used for 9 10 water resource development projects, including, but not limited to, springs protection. 11 12 (d) All projects submitted to the governing board for 13 consideration shall reflect the total capital cost for implementation. The costs shall be segregated pursuant to the 14 categories described in the definition of capital costs. 15 (e) Applicants for projects that may receive funding 16 17 assistance pursuant to the Water Protection and Sustainability 18 Program shall, at a minimum, be required to pay 60 percent of the project's capital costs. The water management districts 19 may, at their discretion, totally or partially waive this 2.0 21 requirement for projects sponsored by financially 2.2 disadvantaged small local governments as defined in s. 23 403.885(4). (f) The governing boards shall determine those 2.4 projects that will be selected for financial assistance. The 25 governing boards may establish factors to determine project 26 27 funding; however, significant weight shall be given to the 2.8 following factors: Whether the project provides substantial 29 environmental benefits by preventing or limiting adverse water 30 resource impacts. 31

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1	2. Whether the project reduces competition for water
2	supplies.
3	3. Whether the project brings about replacement of
4	traditional sources in order to help implement a minimum flow
5	or level or a reservation.
6	4. Whether the project will be implemented by a
7	consumptive use permittee that has achieved the targets
8	contained in a goal-based water conservation program approved
9	pursuant to s. 373.227.
10	5. The quantity of water supplied by the project as
11	compared to its cost.
12	6. Projects in which the construction and delivery to
13	end users of reuse water is a major component.
14	7. Whether the project will be implemented by a
15	multijurisdictional water supply entity or regional water
16	supply authority.
17	(q) Additional factors to be considered in determining
18	project funding shall include:
19	1. Whether the project is part of a plan to implement
20	two or more alternative water supply projects, all of which
21	will be operated to produce water at a uniform rate for the
22	participants in a multijurisdictional water supply entity or
23	regional water supply authority.
24	2. The percentage of project costs to be funded by the
25	water supplier or water user.
26	3. Whether the project proposal includes sufficient
27	preliminary planning and engineering to demonstrate that the
28	project can reasonably be implemented within the timeframes
29	provided in the regional water supply plan.
30	4. Whether the project is a subsequent phase of an
31	alternative water supply project that is underway.

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1	5. Whether and in what percentage a local government
2	or local government utility is transferring water supply
3	system revenues to the local government general fund in excess
4	of reimbursements for services received from the general fund,
5	including direct and indirect costs and legitimate payments in
б	lieu of taxes.
7	(h) After conducting one or more meetings to solicit
8	public input on eligible projects for implementation of
9	alternative water supply projects, the governing board of each
10	water management district shall select projects for funding
11	assistance based upon the criteria set forth in paragraphs (f)
12	and (q). The governing board may select a project identified
13	or listed as an alternative water supply development project
14	in the regional water supply plan, or allocate up to 20
15	percent of the funding for alternative water supply projects
16	that are not identified or listed in the regional water supply
17	plan but are consistent with the goals of the plan.
18	(a) The governing boards of the water management
19	districts where water resource caution areas have been
20	designated shall include in their annual budgets an amount for
21	the development of alternative water supply systems, including
22	reclaimed water systems, pursuant to the requirements of this
23	subsection. Beginning in 1996, such amounts shall be made
24	available to water providers and users no later than December
25	31 of each year, through grants, matching grants, revolving
26	loans, or the use of district lands or facilities pursuant to
27	the requirements of this subsection and guidelines established
28	by the districts. In making grants or loans, funding priority
29	must be given to projects in accordance with s. 373.0831(4).
30	(i) Without diminishing amounts available through
31	other means described in this paragraph, the governing boards
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1 are encouraged to consider establishing revolving loan funds 2 to expand the total funds available to accomplish the objectives of this section. A revolving loan fund created 3 under this paragraph must be a nonlapsing fund from which the 4 water management district may make loans with interest rates 5 6 below prevailing market rates to public or private entities 7 for the purposes described in this section. The governing 8 board may adopt resolutions to establish revolving loan funds which must specify the details of the administration of the 9 10 fund, the procedures for applying for loans from the fund, the criteria for awarding loans from the fund, the initial 11 12 capitalization of the fund, and the goals for future 13 capitalization of the fund in subsequent budget years. Revolving loan funds created under this paragraph must be used 14 to expand the total sums and sources of cooperative funding 15 available for the development of alternative water supplies. 16 17 The Legislature does not intend for the creation of revolving 18 loan funds to supplant or otherwise reduce existing sources or amounts of funds currently available through other means. 19 (j) For each utility that receives financial 20 21 assistance from the state or a water management district for 22 alternative water supply development projects, the appropriate 23 rate-setting authority must develop rate structures for all water, wastewater, and other alternative water facilities in 2.4 the service area of the utility receiving assistance. Rate 25 structures must: 26 27 1. Promote the development of alternative water supply 2.8 systems; 29 2. Promote the conservation of water; 30 31

1	3. Appropriately distribute costs among all the users
2	of water, wastewater, and alternative water supplies within
3	the service area; and
4	4. Prohibit rate discrimination within classes of
5	utility users.
б	(b) It is the intent of the Legislature that for each
7	reclaimed water utility, or any other utility, which receives
8	funds pursuant to this subsection, the appropriate
9	rate setting authorities should develop rate structures for
10	all water, wastewater, and reclaimed water and other
11	alternative water supply utilities in the service area of the
12	funded utility, which accomplish the following:
13	1. Provide meaningful progress toward the development
14	and implementation of alternative water supply systems,
15	including reclaimed water systems;
16	2. Promote the conservation of fresh water withdrawn
17	from natural systems;
18	3. Provide for an appropriate distribution of costs
19	for all water, wastewater, and alternative water supply
20	utilities, including reclaimed water utilities, among all of
21	the users of those utilities; and
22	4. Prohibit rate discrimination within classes of
23	utility users.
24	(c) Funding assistance provided by the water
25	management districts for a water reuse system project may
26	include the following grant or loan conditions for that
27	project if the water management district determines that such
28	conditions will encourage water use efficiency:
29	1. Metering of reclaimed water use for the following
30	activities: residential irrigation, agricultural irrigation,
31	industrial uses except for electric utilities as defined in s.
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1 366.02(2), landscape irrigation, irrigation of other public 2 access areas, commercial and institutional uses such as toilet flushing, and transfers to other reclaimed water utilities. 3 2. Implementation of reclaimed water rate structures 4 5 based on actual use of reclaimed water for the types of reuse б activities listed in subparagraph 1. 7 3. Implementation of education programs to inform the 8 public about water issues, water conservation, and the 9 importance and proper use of reclaimed water. 10 4. Development of location data for key reuse facilities. 11 12 (d) In order to be eligible for funding pursuant to this subsection, a project must be consistent with a local 13 government comprehensive plan and the governing body of the 14 local government must require all appropriate new facilities 15 16 within the project's service area to connect to and use the 17 project's alternative water supplies. The appropriate local 18 government must provide written notification to the appropriate district that the proposed project is consistent 19 20 with the local government comprehensive plan. 21 (e) Any and all revenues disbursed pursuant to this 2.2 subsection shall be applied only for the payment of capital or 23 infrastructure costs for the construction of alternative water supply systems that provide alternative water supplies. 2.4 25 (k)(f) By January 1 of each year, The governing boards 26 shall establish a process make available written guidelines for the disbursal of revenues pursuant to this subsection. 27 2.8 Such quidelines shall include at minimum: 29 1. An application process and a deadline for filing 30 applications annually. 31

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1 2. A process for determining project eligibility 2 pursuant to the requirements of paragraphs (d) and (e). 3 A process and criteria for funding projects pursuant to this subsection that cross district boundaries or 4 5 that serve more than one district. б (g) The governing board of each water management 7 district shall establish an alternative water supplies grants 8 advisory committee to recommend to the governing board 9 projects for funding pursuant to this subsection. The advisory 10 committee members shall include, but not be limited to, one or more representatives of county, municipal, and investor owned 11 12 private utilities, and may include, but not be limited to, 13 representatives of agricultural interests and environmental interests. Each committee member shall represent his or her 14 interest group as a whole and shall not represent any specific 15 entity. The committee shall apply the quidelines and project 16 17 eligibility criteria established by the governing board in 18 reviewing proposed projects. After one or more hearings to solicit public input on eligible projects, the committee shall 19 rank the eligible projects and shall submit them to the 2.0 21 governing board for final funding approval. The advisory 2.2 committee may submit to the governing board more projects than 23 the available grant money would fund. (1)(h) All revenues made available annually pursuant 2.4 25 to this subsection must be encumbered annually by the governing board when if it approves projects sufficient to 26 expend the available revenues. Funds must be disbursed within 27 2.8 36 months after encumbrance. (i) For purposes of this subsection, alternative water 29 30 supplies are supplies of water that have been reclaimed after one or more public supply, municipal, industrial, commercial, 31

1 or agricultural uses, or are supplies of stormwater, or 2 brackish or salt water, that have been treated in accordance 3 with applicable rules and standards sufficient to supply the 4 intended use. 5 $(\underline{m})(\underline{j})$ This subsection <u>is</u> shall not be subject to the б rulemaking requirements of chapter 120. 7 (n)(k) By March 1 January 30 of each year, as part of 8 a consolidated annual report, each water management district shall submit <u>a</u> an annual report to the Governor, the President 9 of the Senate, and the Speaker of the House of Representatives 10 which accounts for the disbursal of all budgeted amounts 11 12 pursuant to this section subsection. Such report shall 13 describe all <u>alternative water supply</u> projects funded <u>as well</u> as the quantity of new water to be created as a result of such 14 projects and shall account separately for <u>any other</u> moneys 15 16 provided through grants, matching grants, revolving loans, and 17 the use of district lands or facilities to implement regional 18 water supply plans. (0)(1) The Florida Public Service Commission shall 19 allow entities under its jurisdiction constructing or 20 21 participating in constructing facilities that provide 22 alternative water supplies supply facilities, including but 23 not limited to aquifer storage and recovery wells, to recover 2.4 their the full, prudently incurred cost of constructing such facilities through their rate structure. If construction of a 25 26 facility or participation in construction is pursuant to or in 27 furtherance of a regional water supply plan, the cost shall be 2.8 deemed to be prudently incurred. Every component of an 29 alternative water supply facility constructed by an investor-owned utility shall be recovered in current rates. 30 31

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1 Any state or water management district cost-share is not 2 subject to the recovery provisions allowed in this paragraph. (4) FUNDING FOR REUSE. -- Funding assistance provided by 3 4 the water management districts for a water reuse system may 5 include the following conditions for that project if a water 6 management district determines that such conditions will 7 encourage water use efficiency: (a) Metering of reclaimed water use for residential 8 irrigation, agricultural irrigation, industrial uses, except 9 10 for electric utilities as defined in s. 366.02(2), landscape irrigation, golf course irrigation, irrigation of other public 11 12 access areas, commercial and institutional uses such as toilet 13 flushing, and transfers to other reclaimed water utilities; (b) Implementation of reclaimed water rate structures 14 based on actual use of reclaimed water for the reuse 15 16 activities listed in paragraph (a); 17 (c) Implementation of education programs to inform the 18 public about water issues, water conservation, and the importance and proper use of reclaimed water; or 19 (d) Development of location data for key reuse 2.0 21 facilities. 22 Section 7. Subsections (1) and (5) of section 23 373.1962, Florida Statutes, are amended to read: 373.1962 Regional water supply authorities.--2.4 (1) By <u>interlocal agreement between counties</u>, 25 municipalities, or special districts, as applicable agreement 26 27 between local governmental units created or existing pursuant 2.8 to the provisions of Art. VIII of the State Constitution, 29 pursuant to the Florida Interlocal Cooperation Act of 1969, s. 163.01, and upon the approval of the Secretary of 30 Environmental Protection to ensure that such agreement will be 31

1 in the public interest and complies with the intent and 2 purposes of this act, regional water supply authorities may be created for the purpose of developing, recovering, storing, 3 and supplying water for county or municipal purposes in such a 4 manner as will give priority to reducing adverse environmental 5 6 effects of excessive or improper withdrawals of water from 7 concentrated areas. In approving said agreement the Secretary of Environmental Protection shall consider, but not be limited 8 9 to, the following: (a) Whether the geographic territory of the proposed 10 authority is of sufficient size and character to reduce the 11 12 environmental effects of improper or excessive withdrawals of 13 water from concentrated areas. (b) The maximization of economic development of the 14 water resources within the territory of the proposed 15 16 authority. 17 (c) The availability of a dependable and adequate 18 water supply. (d) The ability of any proposed authority to design, 19 construct, operate, and maintain water supply facilities in 20 21 the locations, and at the times necessary, to ensure that an 22 adequate water supply will be available to all citizens within 23 the authority. (e) The effect or impact of any proposed authority on 2.4 25 any municipality, county, or existing authority or authorities. 26 27 (f) The existing needs of the water users within the 2.8 area of the authority. (5) Each county, special district, or municipality 29 that which is a party to an agreement pursuant to subsection 30 (1) shall have a preferential right to purchase water from the 31 38

1 regional water supply authority for use by such county, 2 special district, or municipality. Section 8. Subsection (5) is added to section 373.223, 3 Florida Statutes, to read: 4 5 373.223 Conditions for a permit.-б (5) In evaluating an application for consumptive use 7 of water which proposes the use of an alternative water supply 8 project as described in the regional water supply plan and provides reasonable assurances of the applicant's capability 9 to design, construct, operate, and maintain the project, the 10 governing board or department shall presume that the 11 12 alternative water supply use is consistent with the public 13 interest under s. 373.223(1)(c). This subsection does not effect evaluation of the use pursuant to the provisions of ss. 14 373.223(1)(a) and (b), (2), and (3), 373.2295, and 373.233. 15 16 Section 9. Subsection (4) is added to section 373.236, 17 Florida Statutes, to read: 18 373.236 Duration of permits; compliance reports.--(4) Permits approved for the development of 19 alternative water supplies shall be granted for a term of at 2.0 21 least 20 years. However, if the permittee issues bonds for the construction of the project, upon request of the permittee 2.2 23 prior to the expiration of the permit, that permit shall be extended for such additional time as is required for the 2.4 retirement of bonds, not including any refunding or 25 refinancing of such bonds, provided that the governing board 26 27 determines that the use will continue to meet the conditions 2.8 for the issuance of the permit. Such a permit is subject to compliance reports under subsection (3). 29 30 Section 10. Section 373.459, Florida Statutes, is amended to read: 31

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1 373.459 Funds for surface water improvement and 2 management. --3 (1) Legislative appropriations provided to the water 4 management districts for surface water improvement and management activities shall be available for detailed planning 5 б and plan and program implementation. 7 (2) An entity that receives state funding for the 8 implementation of programs specified in ss. 373.451-373.459, including a water management district, federal, local, or 9 10 regional agency, university, or nonprofit or private organization, shall provide a 50-percent match of cash or 11 12 in-kind services towards the implementation of the specific 13 project for which it is contracting. (3)(2) The Ecosystem Management and Restoration Trust 14 Fund shall be used for the deposit of funds appropriated by 15 the Legislature for the purposes of ss. 373.451-373.4595. The 16 17 department shall administer all funds appropriated to or 18 received for surface water improvement and management activities. Expenditure of the moneys shall be limited to the 19 costs of detailed planning and plan and program implementation 20 21 for priority surface water bodies. Moneys from the fund shall 22 not be expended for planning for, or construction or expansion 23 of, treatment facilities for domestic or industrial waste 2.4 disposal. (4) (3) The department shall authorize the release of 25 money from the fund in accordance with the provisions of s. 26 27 373.501(2) and procedures in s. 373.59(4) and (5). 2.8 (5) (4) Moneys in the fund which are not needed to meet 29 current obligations incurred under this section shall be transferred to the State Board of Administration, to the 30 credit of the trust fund, to be invested in the manner 31 40

1 provided by law. Interest received on such investments shall be credited to the trust fund. 2 Section 11. Section 373.0361, Florida Statutes, is 3 4 amended to read: 5 (Substantial rewording of section. See 6 s. s. 373.0361, F.S., for present text.) 7 373.0361 Regional water supply planning .--8 (1) The governing board of each water management district shall conduct water supply planning for any water 9 10 supply planning region within the district identified in the appropriate district water supply plan under s. 373.036, where 11 12 it determines that existing sources of water are not adequate 13 to supply water for all existing and future reasonable-beneficial uses and to sustain the water resources 14 and related natural systems for the planning period. The 15 planning must be conducted in an open public process, in 16 17 coordination and cooperation with local governments, regional 18 water supply authorities, government-owned and privately owned water utilities, self-suppliers, and other affected and 19 interested parties. The districts will actively engage in 2.0 21 public education and outreach to all affected local entities and their officials, as well as members of the public, in the 2.2 23 planning process and in seeking input. During preparation, but prior to completion of the regional water supply plan, the 2.4 district must conduct at least one public workshop to discuss 25 the technical data and modeling tools anticipated to be used 26 27 to support the regional water supply plan. The district shall 2.8 also hold several public meetings to communicate the status, overall conceptual intent, and impacts of the plan on existing 29 and future reasonable-beneficial uses and natural systems. A 30 determination by the governing board that initiation of a 31

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1 regional water supply plan for a specific planning region is 2 not needed pursuant to this section shall be subject to s. 120.569. The governing board shall reevaluate such a 3 4 determination at least once every 5 years and shall initiate a regional water supply plan, if needed, pursuant to this 5 6 subsection. 7 (2) Each regional water supply plan shall be based on 8 at least a 20-year planning period and shall include, but is not limited to: 9 10 (a) A water supply development component for each water supply planning region identified by the district which 11 12 includes: 13 1. A quantification of the water supply needs for all existing and future reasonable-beneficial uses within the 14 planning horizon. The level-of-certainty planning goal 15 associated with identifying the water supply needs of existing 16 17 and future reasonable-beneficial uses shall be based upon 18 meeting those needs for a 1-in-10-year drought event. Population projections used for determining public water 19 20 supply needs must be based upon the best available data. In 21 determining the best available data, the district shall consider the University of Florida's Bureau of Economic and 2.2 23 Business Research (BEBR) medium population projections and any population projection data and analysis submitted by a local 2.4 government pursuant to the public workshop described in 25 subsection (1) if the data and analysis support the local 26 27 government's comprehensive plan. Any adjustment of or 2.8 deviation from the BEBR projections must be fully described, and the original BEBR data must be presented along with the 29 30 <u>adjusted data.</u> 31

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1	2. A list of water supply development project options,
2	including traditional and alternative water supply project
3	options, from which local government, government-owned and
4	privately owned utilities, self-suppliers, and others may
5	choose for water supply development. In addition to projects
6	listed by the district, such users may propose specific
7	projects for inclusion in the list of alternative water supply
8	projects. If such users propose a project to be listed as an
9	alternative water supply project, the district shall determine
10	whether it meets the goals of the plan, and, if so, it shall
11	be included in the list. The total capacity of the projects
12	included in the plan shall exceed the needs identified in
13	subparagraph 1. and shall take into account water conservation
14	and other demand management measures, as well as water
15	resources constraints, including adopted minimum flows and
16	levels and water reservations. Where the district determines
17	it is appropriate, the plan should specifically identify the
18	need for multijurisdictional approaches to project options
19	that, based on planning level analysis, are appropriate to
20	supply the intended uses and that, based on such analysis,
21	appear to be permittable and financially and technically
22	feasible.
23	3. For each project option identified in subparagraph
24	2., the following shall be provided:
25	a. An estimate of the amount of water to become
26	available through the project.
27	b. The timeframe in which the project option should be
28	implemented and the estimated planning-level costs for capital
29	investment and operating and maintaining the project.
30	c. An analysis of funding needs and sources of
31	possible funding options.
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1 d. Identification of the entity that should implement 2 each project option and the current status of project 3 implementation. 4 (b) A water resource development component that 5 includes: б 1. A listing of those water resource development 7 projects that support water supply development. 8 2. For each water resource development project listed: 9 An estimate of the amount of water to become a. 10 available through the project. b. The timeframe in which the project option should be 11 12 implemented and the estimated planning-level costs for capital 13 investment and for operating and maintaining the project. c. An analysis of funding needs and sources of 14 possible funding options. 15 Identification of the entity that should implement 16 17 each project option and the current status of project 18 implementation. 19 (c) The recovery and prevention strategy described in s. 373.0421(2). 20 21 (d) A funding strategy for water resource development projects, which shall be reasonable and sufficient to pay the 2.2 23 cost of constructing or implementing all of the listed 2.4 projects. 25 (e) Consideration of how the project options addressed in paragraph (a) serve the public interest or save costs 26 27 overall by preventing the loss of natural resources or 2.8 avoiding greater future expenditures for water resource development or water supply development. However, unless 29 30 adopted by rule, these considerations do not constitute final agency action. 31

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1	(f) The technical data and information applicable to
2	each planning region which are necessary to support the
3	regional water supply plan.
4	(q) The minimum flows and levels established for water
5	resources within each planning region.
б	(h) Reservations of water adopted by rule pursuant to
7	s. 373.223(4) within each planning region.
8	(i) Identification of surface waters or aquifers for
9	which minimum flows and levels are scheduled to be adopted.
10	(j) An analysis, developed in cooperation with the
11	department, of areas or instances in which the variance
12	provisions of s. 378.212(1)(q) or s. 378.404(9) may be used to
13	create water supply development or water resource development
14	projects.
15	(3) The water supply development component of a
16	regional water supply plan which deals with or affects public
17	utilities and public water supply for those areas served by a
18	regional water supply authority and its member governments
19	within the boundary of the Southwest Florida Water Management
20	District shall be developed jointly by the authority and the
21	district. In areas not served by regional water supply
22	authorities, or other multijurisdictional water supply
23	entities, and where opportunities exist to meet water supply
24	needs more efficiently through multijurisdictional projects
25	identified pursuant to s. 372.0361(2)(a), water management
26	districts are directed to assist in developing
27	multijurisdictional approaches to water supply project
28	development jointly with affected water utilities, special
29	districts, and local governments.
30	(4) Governing board approval of a regional water
31	supply plan shall not be subject to the rulemaking

1 requirements of chapter 120. However, any portion of an 2 approved regional water supply plan which affects the substantial interests of a party shall be subject to s. 3 4 120.569. 5 (5) Annually and in conjunction with the reporting requirements of s. 373.536(6)(a)4., the department shall 6 7 submit to the Governor and the Legislature a report on the 8 status of regional water supply planning in each district. The report shall include: 9 10 (a) A compilation of the estimated costs of and potential sources of funding for water resource development 11 12 and water supply development projects as identified in the 13 water management district regional water supply plans. (b) The percentage and amount, by district, of 14 district ad valorem tax revenues or other district funds made 15 available to develop alternative water supplies. 16 17 (c) A description of each district's progress toward 18 achieving its water resource development objectives, including 19 the district's implementation of its 5-year water resource development work program. 2.0 21 (d) An assessment of the specific progress being made 2.2 to implement each alternative water supply project option 23 chosen by the entities and identified for implementation in 2.4 the plan. (e) An overall assessment of the progress being made 25 to develop water supply in each district, including, but not 26 27 limited to, an explanation of how each project, either 2.8 alternative or traditional, will produce, contribute to, or account for additional water being made available for 29 consumptive uses, an estimate of the quantity of water to be 30 produced by each project, and an assessment of the 31

1	contribution of the district's regional water supply plan in
2	providing sufficient water to meet the needs of existing and
3	future reasonable-beneficial uses for a 1-in-10 year drought
4	event, as well as the needs of the natural systems.
5	(6) Nothing contained in the water supply development
б	component of a regional water supply plan shall be construed
7	to require local governments, government-owned or privately
8	owned water utilities, special districts, self-suppliers,
9	regional water supply authorities, or other water suppliers to
10	select a water supply development project identified in the
11	component merely because it is identified in the plan. Except
12	as provided in s. 373.223(3) and (5), the plan may not be used
13	in the review of permits under part II unless the plan or an
14	applicable portion thereof has been adopted by rule. However,
15	this subsection does not prohibit a water management district
16	from employing the data or other information used to establish
17	the plan in reviewing permits under part II, nor does it limit
18	the authority of the department or governing board under part
19	<u>II.</u>
20	(7) Where the water supply component of a water supply
21	planning region shows the need for one or more alternative
22	water supply projects, the district shall notify the affected
23	local governments and make every reasonable effort to educate
24	and involve local public officials in working toward solutions
25	in conjunction with the districts and, where appropriate,
26	other local and regional water supply entities.
27	(a) Within 6 months following approval or amendment of
28	its regional water supply plan, each water management district
29	shall notify by certified mail each entity identified in
30	sub-subparagraph (2)(a)3.d. of that portion of the plan
31	relevant to the entity. Upon request of such an entity, the

1 water management district shall appear before and present its 2 findings and recommendations to the entity. (b) Within 1 year after the notification by a water 3 4 management district pursuant to paragraph (a), each entity 5 identified in sub-subparagraph (2)(a)3.d. shall provide to the 6 water management district written notification of the 7 following: the water supply projects that it has developed or intends to develop, if any; an estimate of the quantity of 8 water to be produced by each project; the status of project 9 10 implementation, including development of the financial plan, facilities master planning, permitting, and efforts in 11 12 coordinating multijurisdictional projects, if applicable. The 13 information provided in the notification shall be updated annually and a progress report shall be provided by November 14 15 of each year to the water management district. If an entity 15 does not intend to develop one of the alternative water supply 16 17 project options identified in the regional water supply plan, 18 the entity shall propose, within 1 year after notification by a water management district pursuant to paragraph (a), another 19 alternative water supply project option sufficient to address 2.0 21 the needs identified in paragraph (2)(a) within the entity's jurisdiction and shall provide an estimate of the quantity of 2.2 23 water to be produced by the project and the status of project implementation as described in this paragraph. The entity may 2.4 request that the water management district consider the other 25 project for inclusion in the regional water supply plan. 26 27 (8) For any regional water supply plan that is 2.8 scheduled to be updated before December 31, 2005, the deadline for such update shall be extended to December 1, 2006. 29 30 Section 12. Paragraph (c) of subsection (6) of section 163.3177, Florida Statutes, is amended to read: 31

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1 163.3177 Required and optional elements of 2 comprehensive plan; studies and surveys .--3 (6) In addition to the requirements of subsections 4 (1)-(5), the comprehensive plan shall include the following 5 elements: б (C) A general sanitary sewer, solid waste, drainage, 7 potable water, and natural groundwater aquifer recharge 8 element correlated to principles and guidelines for future land use, indicating ways to provide for future potable water, 9 10 drainage, sanitary sewer, solid waste, and aquifer recharge protection requirements for the area. The element may be a 11 12 detailed engineering plan including a topographic map 13 depicting areas of prime groundwater recharge. The element shall describe the problems and needs and the general 14 facilities that will be required for solution of the problems 15 and needs. The element shall also include a topographic map 16 17 depicting any areas adopted by a regional water management 18 district as prime groundwater recharge areas for the Floridan or Biscayne aquifers, pursuant to s. 373.0395. These areas 19 shall be given special consideration when the local government 20 21 is engaged in zoning or considering future land use for said 22 designated areas. For areas served by septic tanks, soil 23 surveys shall be provided which indicate the suitability of soils for septic tanks. By December 1, 2006, or within 12 2.4 months after the governing board approves an updated regional 25 water supply plan, whichever occurs later, the element must 26 incorporate the alternative water supply project or projects 27 2.8 selected by the local government from those identified in the regional water supply plan pursuant to s. 373.0361(2)(a) or 29 proposed by the local government under s. 373.0361(7)(a) 30 31 consider the appropriate water management district's regional

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1 water supply plan approved pursuant to s. 373.0361. The 2 element must identify such alternative water supply projects and traditional water supply projects and conservation and 3 4 reuse necessary to meet the water needs identified in s. 373.0361(2)(a) within the local government's jurisdiction and 5 б include a work plan, covering the comprehensive plan's 7 established at least a 10 year planning period, for building 8 public, private, and regional water supply facilities. including development of alternative water supplies, which 9 10 that are identified in the element as necessary to serve existing and new development and for which the local 11 12 government is responsible. The work plan shall be updated, at 13 a minimum, every 5 years within 12 months after the governing board of a water management district approves an updated 14 regional water supply plan. Local governments, public and 15 private utilities, regional water supply authorities, and 16 17 water management districts are encouraged to cooperatively 18 plan for the development of multijurisdictional water supply facilities sufficient to meet projected demands for 19 established planning periods, including the development of 20 21 alternative water sources to supplement traditional sources of 22 groundwater and surface water supplies. Amendments to 23 incorporate the work plan do not count toward the limitation on the frequency of adoption of amendments to the 2.4 25 comprehensive plan. Section 13. Paragraph (a) of subsection (2) of section 26 27 163.3180, Florida Statutes, is amended to read: 2.8 163.3180 Concurrency.--29 (2)(a) Consistent with public health and safety, sanitary sewer, solid waste, drainage, adequate water 30 supplies, and potable water facilities shall be in place and 31 50

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1 available to serve new development no later than certificate 2 of occupancy the issuance by the local government's approval 3 to commence construction government of a certificate of 4 occupancy or its functional equivalent. Section 14. Paragraph (1) of subsection (2) of section 5 б 163.3191, Florida Statutes, is amended to read: 7 163.3191 Evaluation and appraisal of comprehensive 8 plan.--9 (2) The report shall present an evaluation and 10 assessment of the comprehensive plan and shall contain appropriate statements to update the comprehensive plan, 11 12 including, but not limited to, words, maps, illustrations, or 13 other media, related to: (1) The report must evaluate whether the local 14 government has been successful in identifying water supply 15 sources, including conversation and reuse, necessary to meet 16 17 existing and projected water use demand for the comprehensive 18 plan's established planning period. The report must also evaluate the degree to which the local government has 19 implemented the work plan for water supply facilities included 20 21 in the potable water element. The evaluation must consider the appropriate water management district's regional water supply 22 23 plan approved pursuant to s. 373.0361. The potable water 2.4 element must be revised to include a work plan, covering at 25 least a 10 year planning period, for building any water supply 26 facilities that are identified in the element as necessary to 27 serve existing and new development and for which the local 2.8 government is responsible. Section 15. Subsections (6), (7), (8), and (11) of 29 30 section 403.067, Florida Statutes, are amended to read: 31

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1 403.067 Establishment and implementation of total 2 maximum daily loads. --3 (6) CALCULATION AND ALLOCATION. --4 (a) Calculation of total maximum daily load. 5 1. Prior to developing a total maximum daily load 6 calculation for each water body or water body segment on the 7 list specified in subsection (4), the department shall coordinate with applicable local governments, water management 8 districts, the Department of Agriculture and Consumer 9 Services, other appropriate state agencies, local soil and 10 water conservation districts, environmental groups, regulated 11 12 interests, and affected pollution sources to determine the 13 information required, accepted methods of data collection and analysis, and quality control/quality assurance requirements. 14 The analysis may include mathematical water quality modeling 15 using approved procedures and methods. 16 17 2. The department shall develop total maximum daily 18 load calculations for each water body or water body segment on the list described in subsection (4) according to the priority 19 ranking and schedule unless the impairment of such waters is 20 21 due solely to activities other than point and nonpoint sources 22 of pollution. For waters determined to be impaired due solely 23 to factors other than point and nonpoint sources of pollution, no total maximum daily load will be required. A total maximum 2.4 daily load may be required for those waters that are impaired 25 26 predominantly due to activities other than point and nonpoint 27 sources. The total maximum daily load calculation shall 2.8 establish the amount of a pollutant that a water body or water 29 body segment may receive from all sources without exceeding water quality standards, and shall account for seasonal 30 variations and include a margin of safety that takes into 31

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1 account any lack of knowledge concerning the relationship 2 between effluent limitations and water quality. The total maximum daily load may be based on a pollutant load reduction 3 goal developed by a water management district, provided that 4 5 such pollutant load reduction goal is promulgated by the 6 department in accordance with the procedural and substantive 7 requirements of this subsection. 8 (b) Allocation of total maximum daily loads. The total maximum daily loads shall include establishment of reasonable 9 10 and equitable allocations of the total maximum daily load between or among point and nonpoint sources that will alone, 11 12 or in conjunction with other management and restoration 13 activities, provide for the attainment of the pollutant reductions established pursuant to paragraph (a) to achieve 14 water quality standards for the pollutant causing impairment 15 water quality standards and the restoration of impaired 16 17 waters. The allocations may establish the maximum amount of 18 the water pollutant from a given source or category of sources that may be discharged or released into the water body or 19 water body segment in combination with other discharges or 20 21 releases. Allocations may also be made to individual basins 22 and sources or as a whole to all basins and sources or 23 categories of sources of inflow to the water body or water body segments. An initial allocation of allowable pollutant 2.4 loads between or among point and nonpoint sources may be 25 developed as part of the total maximum daily load. However, in 26 27 such cases, the detailed allocation to specific point sources 2.8 and specific categories of nonpoint sources shall be established in the basin management action plan pursuant to 29 subsection (7). The initial and detailed allocations shall be 30 designed to attain the pollutant reductions established 31

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1 pursuant to paragraph (a) water quality standards and shall be 2 based on consideration of the following: 1. Existing treatment levels and management practices; 3 4 2. Best management practices established and implemented pursuant to paragraph (7)(c); 5 б 3. Enforceable treatment levels established pursuant 7 to state or local law or permit; 8 4.2. Differing impacts pollutant sources and forms of 9 pollutant may have on water quality; 10 5.3. The availability of treatment technologies, management practices, or other pollutant reduction measures; 11 12 6.4. Environmental, economic, and technological 13 feasibility of achieving the allocation; 7.5. The cost benefit associated with achieving the 14 allocation; 15 8.6. Reasonable timeframes for implementation; 16 17 9.7. Potential applicability of any moderating 18 provisions such as variances, exemptions, and mixing zones; 19 and 10.8. The extent to which nonattainment of water 20 21 quality standards is caused by pollution sources outside of 22 Florida, discharges that have ceased, or alterations to water 23 bodies prior to the date of this act. (c) Not later than February 1, 2001, the department 2.4 25 shall submit a report to the Governor, the President of the 26 Senate, and the Speaker of the House of Representatives 27 containing recommendations, including draft legislation, for 2.8 any modifications to the process for allocating total maximum daily loads, including the relationship between allocations 29 and the watershed or basin management planning process. Such 30 recommendations shall be developed by the department in 31

1 cooperation with a technical advisory committee which includes 2 representatives of affected parties, environmental 3 organizations, water management districts, and other 4 appropriate local, state, and federal government agencies. The 5 technical advisory committee shall also include such members б as may be designated by the President of the Senate and the 7 Speaker of the House of Representatives. 8 (c)(d) Adoption of rules. The total maximum daily load calculations and allocations established under this subsection 9 10 for each water body or water body segment shall be adopted by rule by the secretary pursuant to ss. 120.536(1), 120.54, and 11 12 403.805. Where additional data collection and analysis are 13 needed to increase the scientific precision and accuracy of the total maximum daily load, the department is authorized to 14 adopt phased total maximum daily loads that are subject to 15 change as additional data becomes available. Where phased 16 17 total maximum daily loads are proposed, the department shall, 18 in the detailed statement of facts and circumstances justifying the rule, explain why the data are inadequate so as 19 to justify a phased total maximum daily load. The rules 2.0 21 adopted pursuant to this paragraph shall not be subject to 22 approval by the Environmental Regulation Commission. As part 23 of the rule development process, the department shall hold at least one public workshop in the vicinity of the water body or 2.4 water body segment for which the total maximum daily load is 25 being developed. Notice of the public workshop shall be 26 27 published not less than 5 days nor more than 15 days before 2.8 the public workshop in a newspaper of general circulation in 29 the county or counties containing the water bodies or water body segments for which the total maximum daily load 30 calculation and allocation are being developed. 31

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1	(7) DEVELOPMENT OF BASIN MANAGEMENT PLANS AND
2	IMPLEMENTATION OF TOTAL MAXIMUM DAILY LOADS
3	(a) Basin management action plans
4	1. In developing and implementing the total maximum
5	daily load for a water body, the department, or the department
6	in conjunction with a water management district, may develop a
7	basin management action plan that addresses some or all of the
8	watersheds and basins tributary to the water body. Such a plan
9	shall integrate the appropriate management strategies
10	available to the state through existing water guality
11	protection programs to achieve the total maximum daily loads
12	and may provide for phased implementation of these management
13	strategies to promote timely, cost-effective actions as
14	provided for in s. 403.151. The plan shall establish a
15	schedule for implementing the management strategies and shall
16	identify feasible funding strategies for implementing the
17	management strategies. The management strategies may include
18	regional treatment systems or other public works, where
19	appropriate, to achieve the needed pollutant load reductions.
20	2. A basin management action plan shall equitably
21	allocate, pursuant to paragraph (6)(b), pollutant reductions
22	to individual basins, as a whole to all basins, or to each
23	identified point source or category of nonpoint sources, as
24	appropriate. For nonpoint sources for which best management
25	practices have been adopted, the initial requirement specified
26	by the plan shall be those practices developed pursuant to
27	paragraph (c). Where appropriate, the plan may provide
28	pollutant-load-reduction credits to dischargers that have
29	implemented management strategies to reduce pollutant loads,
30	including best management practices, prior to the development
31	<u>of the basin management action plan. The plan shall also</u>

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1 identify the mechanisms by which potential future sources of 2 pollution will be addressed, whether the future source is a result of the expansion of, or increased loading from, an 3 4 existing source, a land-use change, a new discharge, or similar circumstances. 5 б The basin management action planning process is 7 intended to involve the broadest possible range of interested 8 parties, with the objective of encouraging the greatest amount of cooperation and consensus possible. In developing a basin 9 10 management action plan, the department shall assure that key stakeholders, including, but not limited to, applicable local 11 12 governments, water management districts, the Department of 13 Agriculture and Consumer Services, other appropriate state agencies, local soil and water conservation districts, 14 environmental groups, regulated interests, and affected 15 pollution sources, are invited to participate in the process. 16 17 The department shall hold at least one public meeting in the 18 vicinity of the watershed or basin to discuss and receive comments during the planning process and shall otherwise 19 20 encourage public participation to the greatest practicable 21 extent. Notice of the public meeting shall be published in a 2.2 newspaper of general circulation in each county in which the 23 watershed or basin lies not less than 5 days nor more than 15 days before the public meeting. A basin management action plan 2.4 shall not supplant or otherwise alter any assessment made 25 under subsection (3) or subsection (4) or any calculation or 26 27 preliminary allocation made under subsection (6). 2.8 4. The department shall adopt all or any part of a basin management action plan by secretarial order pursuant to 29 chapter 120 to implement the provisions of this section. If a 30 basin management action plan alters the calculation or 31

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1 preliminary allocation made under subsection (6), the revised 2 calculation or final allocation shall be adopted by rule. 5. The basin management action plan shall include 3 4 milestones for implementation and water quality improvement, 5 and an associated water quality monitoring component б sufficient to evaluate whether reasonable progress in 7 pollutant load reductions is being achieved over time. An 8 assessment of progress toward these milestones shall be conducted every 5 years, and revisions to the plan shall be 9 10 made as appropriate. Revisions to the basin management strategies required for nonpoint sources shall follow the 11 procedures set forth in subparagraph (c)4. Revised basin 12 13 management action plans shall be adopted pursuant to 14 subparagraph 4. (b)(a) Total maximum daily load implementation.--15 1. The department shall be the lead agency in 16 17 coordinating the implementation of the total maximum daily 18 loads through existing water quality protection programs. Application of a total maximum daily load by a water 19 management district shall be consistent with this section and 20 21 shall not require the issuance of an order or a separate 22 action pursuant to s. 120.536(1) or s. 120.54 for adoption of 23 the calculation and allocation previously established by the department. Management strategies to achieve the total maximum 2.4 daily load Such programs may include, but are not limited to: 25 <u>a.1.</u> Permitting and other existing regulatory 26 27 programs, including water-quality-based effluent limitations; 28 b.2. Nonregulatory and incentive-based programs, including best management practices, cost sharing, waste 29 30 minimization, pollution prevention, agreements established pursuant to s. 403.061(21), and public education; 31

1 c.3. Other water quality management and restoration 2 activities, for example surface water improvement and management plans approved by water management districts or 3 4 watershed or basin management plans developed pursuant to this 5 subsection; б d.4. Pollutant trading or other equitable economically 7 based agreements; 8 e.5. Public works including capital facilities; or 9 <u>f.</u>6. Land acquisition. 10 2. For a basin management action plan adopted pursuant to subparagraph (a)4., any management strategies and pollutant 11 12 reduction requirements associated with a pollutant of concern 13 for which a total maximum daily load has been developed, including effluent limits set forth for a discharger subject 14 to NPDES permitting, if any, shall be included in a timely 15 manner in subsequent NPDES permits or permit modifications for 16 17 that discharger. The department shall not impose limits or 18 conditions implementing an adopted total maximum daily load in an NPDES permit until the permit expires, the discharge is 19 modified, or the permit is reopened pursuant to an adopted 2.0 21 basin management action plan. 22 For holders of NPDES municipal separate storm sewer а. 23 system permits and other stormwater sources, implementation of a total maximum daily load or basin management action plan 2.4 shall be achieved, to the maximum extent practicable, through 25 the use of best management practices or other management 26 27 measures. 2.8 b. The basin management action plan does not relieve the discharger from any requirement to obtain, renew, or 29 30 modify an NPDES permit or to abide by other requirements of 31

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1 the permit, including effluent limits and other requirements 2 associated with other pollutants. 3 c. Management strategies set forth in a basin 4 management action plan to be implemented by a discharger 5 subject to permitting by the department shall be completed 6 pursuant to the schedule set forth in the basin management 7 action plan. This implementation schedule may extend beyond the 5-year term of an NPDES permit. 8 9 Management strategies and pollution reduction d. 10 requirements set forth in a basin management action plan for a specific pollutant of concern shall not be subject to 11 12 challenge under chapter 120 at the time the plan is incorporated, in an identical form, into a subsequent NPDES 13 permit or permit modification. 14 For nonagricultural pollutant sources not subject 15 e. to NPDES permitting but permitted pursuant to other state, 16 17 regional, or local water quality programs, the pollutant 18 reduction actions adopted in a basin management action plan shall be implemented to the maximum extent practicable as part 19 of those permitting programs. 2.0 21 f. A nonpoint source discharger included in a basin 2.2 management action plan shall demonstrate compliance with the 23 pollutant reductions established pursuant to subsection (6) by either implementing the appropriate best management practices 2.4 established pursuant to paragraph (c) or conducting water 25 quality monitoring prescribed by the department or a water 26 27 management district. 2.8 q. A nonpoint source discharger included in a basin management action plan may be subject to enforcement action by 29 30 the department or a water management district based upon the 31

1 failure to implement the responsibilities set forth in 2 sub-subparagraph f. 3 h. A landowner, discharger, or other responsible 4 person who is implementing applicable management strategies 5 specified in an adopted basin management action plan shall not be required by permit, enforcement action, or otherwise to б 7 implement additional management strategies to reduce pollutant 8 loads to attain the pollutant reductions pursuant to subsection (6) and shall be deemed to be in compliance with 9 10 this section. This subparagraph does not limit the authority of the department to amend a basin management action plan as 11 12 specified in subparagraph (a)5. 13 (b) In developing and implementing the total maximum daily load for a water body, the department, or the department 14 15 in conjunction with a water management district, may develop a 16 watershed or basin management plan that addresses some or all 17 of the watersheds and basins tributary to the water body. These plans will serve to fully integrate the management 18 strategies available to the state for the purpose of 19 20 implementing the total maximum daily loads and achieving water 21 quality restoration. The watershed or basin management 2.2 planning process is intended to involve the broadest possible 23 range of interested parties, with the objective of encouraging 2.4 the greatest amount of cooperation and consensus possible. The department or water management district shall hold at least 25 one public meeting in the vicinity of the watershed or basin 26 27 to discuss and receive comments during the planning process 2.8 and shall otherwise encourage public participation to the 29 greatest practical extent. Notice of the public meeting shall be published in a newspaper of general circulation in each 30 county in which the watershed or basin lies not less than 5 31

1 days nor more than 15 days before the public meeting. A 2 watershed or basin management plan shall not supplant or 3 otherwise alter any assessment made under s. 403.086(3) and (4), or any calculation or allocation made under s. 4 403.086(6). 5 б (c) Best management practices.--7 1. The department, in cooperation with the water 8 management districts and other interested parties, as 9 appropriate, may develop suitable interim measures, best 10 management practices, or other measures necessary to achieve the level of pollution reduction established by the department 11 12 for nonagricultural nonpoint pollutant sources in allocations 13 developed pursuant to subsection (6) and this subsection paragraph (6)(b). These practices and measures may be adopted 14 by rule by the department and the water management districts 15 pursuant to ss. 120.536(1) and 120.54, and, where adopted by 16 17 rule, shall may be implemented by those parties responsible for nonagricultural nonpoint source pollution pollutant 18 sources and the department and the water management districts 19 20 shall assist with implementation. Where interim measures, best 21 management practices, or other measures are adopted by rule, 2.2 the effectiveness of such practices in achieving the levels of 23 pollution reduction established in allocations developed by 2.4 the department pursuant to paragraph (6)(b) shall be verified by the department. Implementation, in accordance with 25 26 applicable rules, of practices that have been verified by the 27 department to be effective at representative sites shall 2.8 provide a presumption of compliance with state water quality 29 standards and release from the provisions of s. 376.307(5) for 30 those pollutants addressed by the practices, and the department is not authorized to institute proceedings against 31

1 the owner of the source of pollution to recover costs or 2 damages associated with the contamination of surface or ground water caused by those pollutants. Such rules shall also 3 4 incorporate provisions for a notice of intent to implement the 5 practices and a system to assure the implementation of the 6 practices, including recordkeeping requirements. Where water 7 quality problems are detected despite the appropriate 8 implementation, operation, and maintenance of best management 9 practices and other measures according to rules adopted under 10 this paragraph, the department or the water management districts shall institute a reevaluation of the best 11 12 management practice or other measures. 13 2.(d)1. The Department of Agriculture and Consumer Services may develop and adopt by rule pursuant to ss. 14 120.536(1) and 120.54 suitable interim measures, best 15 16 management practices, or other measures necessary to achieve 17 the level of pollution reduction established by the department 18 for agricultural pollutant sources in allocations developed pursuant to subsection (6) and this subsection paragraph 19 (6)(b). These practices and measures may be implemented by 20 21 those parties responsible for agricultural pollutant sources 2.2 and the department, the water management districts, and the 23 Department of Agriculture and Consumer Services shall assist 2.4 with implementation. Where interim measures, best management 25 practices, or other measures are adopted by rule, the 26 effectiveness of such practices in achieving the levels of 27 pollution reduction established in allocations developed by 2.8 the department pursuant to paragraph (6)(b) shall be verified by the department. Implementation, in accordance with 29 applicable rules, of practices that have been verified by the 30 31 department to be effective at representative sites shall

1 provide a presumption of compliance with state water quality 2 standards and release from the provisions of s. 376.307(5) for 3 those pollutants addressed by the practices, and the 4 department is not authorized to institute proceedings against 5 the owner of the source of pollution to recover costs or 6 damages associated with the contamination of surface or ground 7 water caused by those pollutants. In the process of developing 8 and adopting rules for interim measures, best management practices, or other measures, the Department of Agriculture 9 10 and Consumer Services shall consult with the department, the Department of Health, the water management districts, 11 12 representatives from affected farming groups, and 13 environmental group representatives. Such rules shall also incorporate provisions for a notice of intent to implement the 14 practices and a system to assure the implementation of the 15 practices, including recordkeeping requirements. Where water 16 17 quality problems are detected despite the appropriate 18 implementation, operation, and maintenance of best management practices and other measures according to rules adopted under 19 this paragraph, the Department of Agriculture and Consumer 2.0 21 Services shall institute a reevaluation of the best management 2.2 practice or other measure. 23 3. Where interim measures, best management practices, or other measures are adopted by rule, the effectiveness of 2.4 25 such practices in achieving the levels of pollution reduction established in allocations developed by the department 26 27 pursuant to subsection (6) and this subsection shall be 2.8 verified at representative sites by the department. The department shall use its best professional judgment in making 29 the initial verification that the best management practices 30 are effective and, where applicable, shall notify the 31

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1	appropriate water management district and the Department of
2	Agriculture and Consumer Services of its initial verification
3	prior to the adoption of a rule proposed pursuant to this
4	paragraph. Implementation by the department, in accordance
5	with rules adopted under this paragraph, of practices that
6	have been initially verified to be effective, or verified to
7	be effective by monitoring at representative sites, shall
8	provide a presumption of compliance with state water quality
9	standards and release from the provisions of s. 376.307(5) for
10	those pollutants addressed by the practices, and the
11	department is not authorized to institute proceedings against
12	the owner of the source of pollution to recover costs or
13	damages associated with the contamination of surface water or
14	groundwater caused by those pollutants.
15	4. Where water quality problems are demonstrated in
16	the development or amendment of a basin management action
17	plan, despite the appropriate implementation, operation, and
18	maintenance of best management practices and other measures
19	according to rules adopted under this paragraph, the
20	department, a water management district, or the Department of
21	Agriculture and Consumer Services shall institute a
22	reevaluation of the best management practice or other measure.
23	If the reevaluation determines that the best management
24	practice or other measure requires modification, the
25	department, a water management district, or the Department of
26	Agriculture and Consumer Services, as appropriate, shall
27	revise the rule to require implementation of the modified
28	practice within a reasonable time period as specified in the
29	rule.
30	5.2. Individual agricultural records relating to
31	processes or methods of production, or relating to costs of
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1	production, profits, or other financial information which are
2	otherwise not public records, which are reported to the
3	Department of Agriculture and Consumer Services pursuant to
4	subparagraphs 3. and 4. this paragraph or pursuant to any rule
5	adopted pursuant to <u>subparagraph 2.</u> this paragraph shall be
6	confidential and exempt from s. $119.07(1)$ and s. $24(a)$, Art. I
7	of the State Constitution. Upon request of the department or
8	any water management district, the Department of Agriculture
9	and Consumer Services shall make such individual agricultural
10	records available to that agency, provided that the
11	confidentiality specified by this subparagraph for such
12	records is maintained. This subparagraph is subject to the
13	Open Government Sunset Review Act of 1995 in accordance with
14	s. 119.15, and shall stand repealed on October 2, 2006, unless
15	reviewed and saved from repeal through reenactment by the
16	Legislature.
17	6.(e) The provisions of subparagraphs 1. and 2.
18	paragraphs (c) and (d) shall not preclude the department or
19	water management district from requiring compliance with water
20	quality standards or with current best management practice
21	requirements set forth in any applicable regulatory program
22	authorized by law for the purpose of protecting water quality.
23	Additionally, <u>subparagraphs 1. and 2.</u> paragraphs (c) and (d)
24	are applicable only to the extent that they do not conflict
25	with any rules <u>adopted</u> promulgated by the department that are
26	necessary to maintain a federally delegated or approved
27	program.
28	(8) RULESThe department is authorized to adopt
29	rules pursuant to ss. 120.536(1) and 120.54 for:
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1 (a) Delisting water bodies or water body segments from 2 the list developed under subsection (4) pursuant to the guidance under subsection (5); 3 4 (b) Administration of funds to implement the total maximum daily load and basin management action planning 5 б programs program; 7 (c) Procedures for pollutant trading among the 8 pollutant sources to a water body or water body segment, including a mechanism for the issuance and tracking of 9 pollutant credits. Such procedures may be implemented through 10 permits or other authorizations and must be legally binding;-11 12 No rule implementing a pollutant trading program shall become 13 effective prior to review and ratification by the Legislature; 14 and (d) The total maximum daily load calculation in 15 accordance with paragraph (6)(a) immediately upon the 16 17 effective date of this act, for those eight water segments 18 within Lake Okeechobee proper as submitted to the United States Environmental Protection Agency pursuant to subsection 19 (2)<u>; and</u>. 2.0 21 (e) Implementation of other specific provisions. 22 23 Prior to adopting rules for pollutant trading under paragraph (c), and no later than November 30, 2006, the Department of 2.4 Environmental Protection shall submit a report to the 25 Governor, the President of the Senate, and the Speaker of the 26 27 House of Representatives containing recommendations on such 2.8 rules, including the proposed basis for equitable economically based agreements and the tracking and accounting of pollution 29 credits or other similar mechanisms. Such recommendations 30 shall be developed in cooperation with a technical advisory 31

1 committee that includes experts in pollutant trading and 2 representatives of potentially affected parties. (11) IMPLEMENTATION OF ADDITIONAL PROGRAMS. --3 4 (a) The department shall not implement, without prior legislative approval, any additional regulatory authority 5 б pursuant to s. 303(d) of the Clean Water Act or 40 C.F.R. part 7 130, if such implementation would result in water quality 8 discharge regulation of activities not currently subject to 9 regulation. 10 (b) Interim measures, best management practices, or other measures may be developed and voluntarily implemented 11 12 pursuant to subparagraphs paragraph (7)(c) 1. and 2. or 13 paragraph (7)(d) for any water body or segment for which a total maximum daily load or allocation has not been 14 established. The implementation of such pollution control 15 programs may be considered by the department in the 16 17 determination made pursuant to subsection (4). 18 Section 16. Paragraph (c) of subsection (3) of section 373.4595, Florida Statutes, is amended to read: 19 20 373.4595 Lake Okeechobee Protection Program.--21 (3) LAKE OKEECHOBEE PROTECTION PROGRAM. -- A protection 22 program for Lake Okeechobee that achieves phosphorus load 23 reductions for Lake Okeechobee shall be immediately implemented as specified in this subsection. The program shall 2.4 address the reduction of phosphorus loading to the lake from 25 26 both internal and external sources. Phosphorus load reductions 27 shall be achieved through a phased program of implementation. 2.8 Initial implementation actions shall be technology-based, 29 based upon a consideration of both the availability of appropriate technology and the cost of such technology, and 30 shall include phosphorus reduction measures at both the source 31

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1 and the regional level. The initial phase of phosphorus load 2 reductions shall be based upon the district's Technical Publication 81-2 and the district's WOD program, with 3 subsequent phases of phosphorus load reductions based upon the 4 total maximum daily loads established in accordance with s. 5 6 403.067. In the development and administration of the Lake 7 Okeechobee Protection Program, the coordinating agencies shall 8 maximize opportunities provided by federal cost-sharing 9 programs and opportunities for partnerships with the private 10 sector. (c) Lake Okeechobee Watershed Phosphorus Control 11 12 Program. -- The Lake Okeechobee Watershed Phosphorus Control 13 Program is designed to be a multifaceted approach to reducing phosphorus loads by improving the management of phosphorus 14 sources within the Lake Okeechobee watershed through continued 15 implementation of existing regulations and best management 16 17 practices, development and implementation of improved best 18 management practices, improvement and restoration of the hydrologic function of natural and managed systems, and 19 utilization of alternative technologies for nutrient 20 21 reduction. The coordinating agencies shall facilitate the 22 application of federal programs that offer opportunities for 23 water quality treatment, including preservation, restoration, or creation of wetlands on agricultural lands. 2.4 1. Agricultural nonpoint source best management 25 practices, developed in accordance with s. 403.067 and 26 27 designed to achieve the objectives of the Lake Okeechobee 2.8 Protection Program, shall be implemented on an expedited basis. By March 1, 2001, the coordinating agencies shall 29 develop an interagency agreement pursuant to ss. 373.046 and 30 373.406(5) that assures the development of best management 31

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1 practices that complement existing regulatory programs and 2 specifies how those best management practices are implemented and verified. The interagency agreement shall address measures 3 to be taken by the coordinating agencies during any best 4 5 management practice reevaluation performed pursuant to 6 sub-subparagraph d. The department shall use best professional 7 judgment in making the initial determination of best 8 management practice effectiveness. a. As provided in <u>s. 403.067(7)(c)</u> s. 403.067(7)(d), 9 by October 1, 2000, the Department of Agriculture and Consumer 10 Services, in consultation with the department, the district, 11 12 and affected parties, shall initiate rule development for 13 interim measures, best management practices, conservation plans, nutrient management plans, or other measures necessary 14 for Lake Okeechobee phosphorus load reduction. The rule shall 15 include thresholds for requiring conservation and nutrient 16 17 management plans and criteria for the contents of such plans. 18 Development of agricultural nonpoint source best management practices shall initially focus on those priority basins 19 listed in subparagraph (b)1. The Department of Agriculture and 20 21 Consumer Services, in consultation with the department, the 22 district, and affected parties, shall conduct an ongoing

23 program for improvement of existing and development of new 24 interim measures or best management practices for the purpose 25 of adoption of such practices by rule.

b. 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 the

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1 district's WOD program by conducting monitoring prescribed by 2 the department or the district. Owners or operators of agricultural nonpoint sources who implement interim measures 3 4 or best management practices adopted by rule of the Department of Agriculture and Consumer Services shall be subject to the 5 6 provisions of s. 403.067(7). The Department of Agriculture and 7 Consumer Services, in cooperation with the department and the district, shall provide technical and financial assistance for 8 implementation of agricultural best management practices, 9 10 subject to the availability of funds. c. The district or department shall conduct monitoring 11 12 at representative sites to verify the effectiveness of 13 agricultural nonpoint source best management practices. d. Where water quality problems are detected for 14 agricultural nonpoint sources despite the appropriate 15 implementation of adopted best management practices, the 16 17 Department of Agriculture and Consumer Services, in 18 consultation with the other coordinating agencies and affected parties, shall institute a reevaluation of the best management 19 practices and make appropriate changes to the rule adopting 20 21 best management practices. 22 2. Nonagricultural nonpoint source best management 23 practices, developed in accordance with s. 403.067 and designed to achieve the objectives of the Lake Okeechobee 2.4 Protection Program, shall be implemented on an expedited 25 basis. By March 1, 2001, the department and the district shall 26 27 develop an interagency agreement pursuant to ss. 373.046 and 2.8 373.406(5) that assures the development of best management 29 practices that complement existing regulatory programs and 30 specifies how those best management practices are implemented and verified. The interagency agreement shall address measures 31

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1 to be taken by the department and the district during any best 2 management practice reevaluation performed pursuant to 3 sub-subparagraph d. 4 a. The department and the district are directed to work with the University of Florida's Institute of Food and 5 б Agricultural Sciences to develop appropriate nutrient 7 application rates for all nonagricultural soil amendments in 8 the watershed. As provided in s. 403.067(7)(c), by January 1, 2001, the department, in consultation with the district and 9 affected parties, shall develop interim measures, best 10 management practices, or other measures necessary for Lake 11 12 Okeechobee phosphorus load reduction. Development of 13 nonagricultural nonpoint source best management practices shall initially focus on those priority basins listed in 14 subparagraph (b)1. The department, the district, and affected 15 parties shall conduct an ongoing program for improvement of 16 17 existing and development of new interim measures or best 18 management practices. The district shall adopt technology-based standards under the district's WOD program 19 for nonagricultural nonpoint sources of phosphorus. 20 21 b. Where nonagricultural nonpoint source best 22 management practices or interim measures have been developed 23 by the department and adopted by the district, the owner or operator of a nonagricultural nonpoint source shall implement 2.4 25 interim measures or best management practices and be subject to the provisions of s. 403.067(7). The department and 26 27 district shall provide technical and financial assistance for 2.8 implementation of nonagricultural nonpoint source best management practices, subject to the availability of funds. 29 30 31

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1 c. The district or the department shall conduct 2 monitoring at representative sites to verify the effectiveness of nonagricultural nonpoint source best management practices. 3 4 d. Where water quality problems are detected for nonagricultural nonpoint sources despite the appropriate 5 б implementation of adopted best management practices, the 7 department and the district shall institute a reevaluation of 8 the best management practices. 3. The provisions of subparagraphs 1. and 2. shall not 9 10 preclude the department or the district from requiring compliance with water quality standards or with current best 11 12 management practices requirements set forth in any applicable 13 regulatory program authorized by law for the purpose of protecting water quality. Additionally, subparagraphs 1. and 14 2. are applicable only to the extent that they do not conflict 15 with any rules promulgated by the department that are 16 17 necessary to maintain a federally delegated or approved 18 program. 4. Projects which reduce the phosphorus load 19 originating from domestic wastewater systems within the Lake 20 21 Okeechobee watershed shall be given funding priority in the 22 department's revolving loan program under s. 403.1835. The 23 department shall coordinate and provide assistance to those local governments seeking financial assistance for such 2.4 25 priority projects. 5. Projects that make use of private lands, or lands 26 27 held in trust for Indian tribes, to reduce nutrient loadings 2.8 or concentrations within a basin by one or more of the following methods: restoring the natural hydrology of the 29 basin, restoring wildlife habitat or impacted wetlands, 30 reducing peak flows after storm events, increasing aquifer 31 73

1 recharge, or protecting range and timberland from conversion 2 to development, are eligible for grants available under this section from the coordinating agencies. For projects of 3 otherwise equal priority, special funding priority will be 4 5 given to those projects that make best use of the methods 6 outlined above that involve public-private partnerships or 7 that obtain federal match money. Preference ranking above the 8 special funding priority will be given to projects located in a rural area of critical economic concern designated by the 9 Governor. Grant applications may be submitted by any person or 10 tribal entity, and eligible projects may include, but are not 11 12 limited to, the purchase of conservation and flowage 13 easements, hydrologic restoration of wetlands, creating treatment wetlands, development of a management plan for 14 natural resources, and financial support to implement a 15 16 management plan. 17 6.a. The department shall require all entities

18 disposing of domestic wastewater residuals within the Lake Okeechobee watershed and the remaining areas of Okeechobee, 19 Glades, and Hendry Counties to develop and submit to the 20 21 department an agricultural use plan that limits applications 22 based upon phosphorus loading. By July 1, 2005, phosphorus 23 concentrations originating from these application sites shall not exceed the limits established in the district's WOD 2.4 25 program.

b. Private and government-owned utilities within
Monroe, Dade, Broward, Palm Beach, Martin, St. Lucie, Indian
River, Okeechobee, Highlands, Hendry, and Glades Counties that
dispose of wastewater 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

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1 wastewater residual treatment and disposal if such disposal 2 and treatment is done by approved alternative treatment methodology at a facility located within the areas designated 3 by the Governor as rural areas of critical economic concern 4 pursuant to s. 288.0656. This additional line item is an 5 6 environmental protection disposal fee above the present sewer 7 rate and shall not be considered a part of the present sewer 8 rate to customers, notwithstanding provisions to the contrary 9 in chapter 367. The fee shall be established by the county commission or its designated assignee in the county in which 10 the alternative method treatment facility is located. The fee 11 12 shall be calculated to be no higher than that necessary to 13 recover the facility's prudent cost of providing the service. Upon request by an affected county commission, the Florida 14 Public Service Commission will provide assistance in 15 establishing the fee. Further, for utilities and utility 16 17 authorities that use the additional line item environmental 18 protection disposal fee, such fee shall not be considered a rate increase under the rules of the Public Service Commission 19 and shall be exempt from such rules. Utilities using the 20 21 provisions of this section may immediately include in their 22 sewer invoicing the new environmental protection disposal fee. 23 Proceeds from this environmental protection disposal fee shall be used for treatment and disposal of wastewater residuals, 2.4 including any treatment technology that helps reduce the 25 26 volume of residuals that require final disposal, but such 27 proceeds shall not be used for transportation or shipment 2.8 costs for disposal or any costs relating to the land 29 application of residuals in the Lake Okeechobee watershed. 30 c. No less frequently than once every 3 years, the Florida Public Service Commission or the county commission 31

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1 through the services of an independent auditor shall perform a 2 financial audit of all facilities receiving compensation from an environmental protection disposal fee. The Florida Public 3 Service Commission or the county commission through the 4 services of an independent auditor shall also perform an audit 5 6 of the methodology used in establishing the environmental 7 protection disposal fee. The Florida Public Service Commission 8 or the county commission shall, within 120 days after completion of an audit, file the audit report with the 9 President of the Senate and the Speaker of the House of 10 Representatives and shall provide copies to the county 11 12 commissions of the counties set forth in sub-subparagraph b. 13 The books and records of any facilities receiving compensation from an environmental protection disposal fee shall be open to 14 the Florida Public Service Commission and the Auditor General 15 16 for review upon request. 17 7. The Department of Health shall require all entities 18 disposing of septage within the Lake Okeechobee watershed and the remaining areas of Okeechobee, Glades, and Hendry Counties 19 to develop and submit to that agency, by July 1, 2003, an 20 21 agricultural use plan that limits applications based upon

22 phosphorus loading. By July 1, 2005, phosphorus 23 concentrations originating from these application sites shall 24 not exceed the limits established in the district's WOD 25 program.

8. The Department of Agriculture and Consumer Services
 shall initiate rulemaking requiring entities within the Lake
 Okeechobee watershed and the remaining areas of Okeechobee,
 Glades, and Hendry Counties which land-apply animal manure to
 develop conservation or nutrient management plans that limit
 application, based upon phosphorus loading. Such rules may

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1 include criteria and thresholds for the requirement to develop 2 a conservation or nutrient management plan, requirements for plan approval, and recordkeeping requirements. 3 9. Prior to authorizing a discharge into works of the 4 district, the district shall require responsible parties to 5 6 demonstrate that proposed changes in land use will not result 7 in increased phosphorus loading over that of existing land 8 uses. 9 The district, the department, or the Department of 10. Agriculture and Consumer Services, as appropriate, shall 10 implement those alternative nutrient reduction technologies 11 12 determined to be feasible pursuant to subparagraph (d)6. 13 Section 17. Subsection (1) of section 570.085, Florida Statutes, is amended to read: 14 570.085 Department of Agriculture and Consumer 15 Services; agricultural water conservation.--The department 16 17 shall establish an agricultural water conservation program that includes the following: 18 (1) A cost-share program, coordinated where 19 appropriate with the United States Department of Agriculture 20 21 and other federal, state, regional, and local agencies, for 22 irrigation system retrofit and application of mobile 23 irrigation laboratory evaluations for water conservation as provided in this section and, where applicable, for water 2.4 quality improvement pursuant to s. 403.067(7)(c) s. 25 403.067(7)(d). 26 27 Section 18. Section 403.885, Florida Statutes, is 2.8 amended to read: 29 403.885 <u>Stormwater management; wastewater management;</u> 30 Water Quality Improvement and Water Restoration Grant 31 Program.--

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1	(1) The Department of Environmental Protection shall
2	develop and administer a competitive grant program to use
3	funds transferred pursuant to s. 212.20 to the Ecosystem
4	Management and Restoration Trust Fund or other moneys as
5	appropriated by the Legislature for stormwater management,
6	wastewater management, water quality improvement and water
7	restoration project grants. Eligible recipients of such grants
8	include counties, municipalities, water management districts,
9	and special districts that have legal responsibilities for
10	water quality improvement, water management, storm water
11	management, <u>wastewater management, and water</u> sewer system
12	operations, and lake and river restoration projects. <u>Drinking</u>
13	water projects are not eligible for funding pursuant to this
14	section.
15	(2) The competitive grant program shall provide for
16	the evaluation of annual grant proposals. The department
17	shall evaluate such proposals to determine if they:
18	(a) Protect public health and the environment.
19	(b) Implement plans developed pursuant to the Surface
20	Water Improvement and Management Act created in part IV of
21	chapter 373, other water restoration plans required by law,
22	management plans prepared pursuant to s. 403.067, or other
23	plans adopted by local government for water quality
24	improvement and water restoration.
25	(3) In addition to meeting the criteria in subsection
26	(2), annual grant proposals must also meet the following
27	requirements:
28	(a) An application for a stormwater management project
29	may be funded only if the application is approved by the water
30	management district with jurisdiction in the project area.
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1 District approval must be based on a determination that the 2 project provides a benefit to a priority water body. 3 (b) Except as provided in paragraph (c), an 4 application for a wastewater management project may be funded 5 only if: б 1. The project has been funded previously through a 7 line item in the General Appropriations Act; and 8 2. The project is under construction. 9 (c) An application for a wastewater management project 10 that would qualify as a water pollution control project and activity in s. 403.1838 may be funded only if the project 11 12 sponsor has submitted an application to the department for 13 funding pursuant to that section. (4) All project applicants must provide local matching 14 funds as follows: 15 (a) An applicant for state funding of a stormwater 16 17 management project shall provide local matching funds equal to at least 50 percent of the total cost of the project; and 18 (b) An applicant for state funding of a wastewater 19 management project shall provide matching funds equal to at 20 21 least 25 percent of the total cost of the project. 22 23 The requirement for matching funds may be waived if the applicant is a financially disadvantaged small local 2.4 25 government as defined in subsection (5). (3) The department shall evaluate the annual grant 26 27 proposals and present the annual list of projects recommended 2.8 to be funded to the Governor and the Legislature as part of 29 its annual budget request submitted pursuant to chapter 216 30 beginning with fiscal year 2003 2004. 31

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1	(5)(4) Each fiscal year, at least 20 percent of the
2	funds available pursuant to this section subsection (1) shall
3	be used for projects to assist financially disadvantaged small
4	local governments. For purposes of this section, the term
5	"financially disadvantaged small local government" means a
6	municipality having a population of 7,500 or less, a county
7	having a population of 35,000 or less, according to the latest
8	decennial census and a per capita annual income less than the
9	state per capita annual income as determined by the United
10	States Department of Commerce, or a county in an area
11	designated by the Governor as a rural area of critical
12	economic concern pursuant to s. 288.0656. Grants made to these
13	eligible local governments shall not require matching local
14	funds.
15	<u>(6)</u> (5) No later than February 1 of Each year,
16	stormwater management and wastewater management water quality
17	improvement projects and water restoration projects submitted
18	for funding through the legislative process shall be submitted
19	to the department by the appropriate fiscal committees of the
20	House of Representatives and the Senate. The department shall
21	review the projects for funding eligibility and must , no later
22	than March 1 of each year, provide each fiscal committee with
23	a list of projects that <u>appear to</u> meet the eligibility
24	requirements under this grant program.
25	(6) The department may adopt rules necessary to
26	administer this section, including, but not limited to, rules
27	governing timeframes for submitting grant applications,
28	evaluation criteria, forms, matching criteria, maximum grant
29	amounts, and allocation of appropriated funds based upon
30	project and applicant size.
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1 Section 19. Section 403.890, Florida Statutes, is 2 created to read: 3 403.890 Water Protection and Sustainability Program; 4 intent; goals; purposes. --5 (1) Revenues transferred from the Department of б Revenue pursuant to s. 215.6197 shall be deposited into the 7 Water Protection and Sustainability Program Trust Fund in the 8 Department of Environmental Protection. Revenues shall be distributed by the Department of Environmental Protection in 9 the following manner: 10 (a) Forty-five percent to the Department of 11 12 Environmental Protection for the implementation of an 13 alternative water supply program as provided in s. 373.1961. (b) Twenty-five percent for the implementation of best 14 management practices and capital project expenditures 15 necessary for the implementation of the goals of the total 16 17 maximum daily loads program established in s. 403.067. Of 18 these funds, 85 percent shall be transferred to the credit of the Department of Environmental Protection Water Quality 19 Assurance Trust Fund to address water quality impacts 2.0 21 associated with nonagricultural nonpoint sources. Fifteen 2.2 percent of these funds shall be transferred to the Department 23 of Agriculture and Consumer Services General Inspection Trust Fund to address water quality impacts associated with 2.4 agricultural nonpoint sources. These funds shall be used for 25 research, development, demonstration, and implementation of 26 27 suitable best management practices or other measures used to 2.8 achieve water quality standards in surface waters and water segments identified pursuant to s. 303(d) of the Clean Water 29 Act, Pub. L. No. 92-500, 33 U.S.C. ss. 1251 et seq. 30 Implementation of best management practices and other measures 31

1 may include cost-share grants, technical assistance, 2 implementation tracking, and conservation leases or other agreements for water quality improvement. The Department of 3 4 Environmental Protection and the Department of Agriculture and Consumer Services may adopt rules governing the distribution 5 6 of funds for implementation of best management practices. 7 These funds shall not be used to abrogate the financial 8 responsibility of those point and nonpoint sources that have contributed to the degradation of water or land areas. 9 10 Increased priority shall be given by the department and the water management district governing boards to those projects 11 12 that have secured a cost-sharing agreement allocating 13 responsibility for the cleanup of point and nonpoint sources. (c) Fifteen percent shall be disbursed for the 14 purposes of funding projects pursuant to ss. 373.451-373.459 15 or surface water restoration activities in 16 17 water-management-district-designated priority water bodies. 18 The Secretary of Environmental Protection shall ensure that each water management district receives the following 19 percentage of funds annually: 2.0 21 Thirty-five percent to the South Florida Water 2.2 Management District; 23 Twenty-five percent to the Southwest Florida Water 2.4 Management District; 3. Twenty-five percent to the St. Johns River Water 25 Management District; 26 27 4. Seven and one-half percent to the Suwannee River 2.8 Water Management District; and Seven and one-half percent to the Northwest Florida 29 30 Water Management District. 31

1 (d) Fifteen percent to the Department of Environmental 2 Protection for the implementation of the stormwater, drinking 3 water, and wastewater programs. These funds shall be divided 4 equally among the following programs: 5 1. The Clean Water State Revolving Loan Grants Program б as provided in s. 403.1835; 7 2. The Drinking Water State Revolving Loan Grant 8 Program as provided in s. 403.8532; and 9 The Disadvantaged Small Community Wastewater Grant 3. 10 Program as provided in s. 403.1838. 11 12 Prior to the end of the 2008 Regular Session, the Legislature 13 must review the distribution of funds under the Water Protection and Sustainability Program to determine if 14 revisions to the funding formula are required. At the 15 discretion of the President of the Senate and the Speaker of 16 17 the House of Representatives, the appropriate substantive 18 committees of the Legislature may conduct an interim project 19 to review the Water Protection and Sustainability Program and the funding formula and make written recommendations to the 20 21 Legislature proposing necessary changes, if any. 22 Section 20. This act shall take effect upon becoming a 23 law. 2.4 25 26 27 28 29 30 31

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Florida Senate - 2005 585-2190-05

CS for CS for SB 444

1	STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR
2	<u>CS for Senate Bill 444</u>
4	The committee substitute for committee substitute makes
5	numerous technical, grammatical and conforming changes. Substantive changes made to the committee substitute include:
6	changing the match provision to reflect an increase to 60 percent in the contribution level needed from the grant
7	applicant; the creation of definitions to be utilized by the program; clarification on the intent of the legislature to
8	utilize non-recurring revenues in lieu of bonding for funding the program; refining the requirements concerning local
9	9 governments requirements to include alternative water supply projects in their capital improvement elements; and creating more specific reporting requirements for information contain
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