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2007

# A bill to be entitled

2 An act relating to surface water protection programs; 3 amending s. 373.414, F.S.; providing for the regulation of peat mines in certain wetlands; providing legislative 4 5 intent; providing definitions; providing specific rule authority to the Department of Environmental Protection; 6 7 providing applicability of variance provisions for 8 activities in surface waters and wetlands in the Northwest 9 Florida Water Management District; amending s. 373.4142, F.S.; providing an exemption for certain water quality 10 standards in the Northwest Florida Water Management 11 District; amending s. 373.459, F.S.; exempting the 12 Suwannee River Water Management District, the Northwest 13 Florida Water Management District, and specified local 14 governments from certain funding requirements for the 15 implementation of surface water improvement and management 16 17 projects; eliminating provisions subject to expiration for the deposit, expenditure, release, and transfer of funds 18 relating to the Ecosystem Restoration and Management Trust 19 20 Fund and the Water Protection and Sustainability Trust Fund; amending s. 373.4595, F.S.; authorizing the 21 Department of Environmental Protection and the South 22 23 Florida Water Management District to adopt basin-specific 24 criteria under the Lake Okeechobee Watershed Phosphorus 25 Control Program; eliminating certain requirements for the 26 authorization of discharges related to proposed changes in land use; amending s. 378.403, F.S.; revising definitions 27 relating to the regulation of surface waters; defining the 28 Page 1 of 33

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29 term "peat"; amending s. 378.503, F.S.; conforming 30 provisions; amending s. 378.804, F.S.; revising the exemption provided to certain mine operators from the 31 requirement to notify the secretary of the department when 32 beginning to mine certain substances; amending s. 403.067, 33 F.S.; providing for the trading of water quality credits 34 35 in the total maximum daily load program in areas that have adopted a basin action plan; providing for rules and 36 37 specifying what the rules must address; amending s. 403.088, F.S.; providing for the revision of water 38 pollution operation permits; repealing s. 403.265, F.S., 39 relating to the permitting of peat mining; providing an 40 effective date. 41 42 43 Be It Enacted by the Legislature of the State of Florida: 44 Paragraph (e) is added to subsection (6) of 45 Section 1. section 373.414, Florida Statutes, and subsection (17) of that 46 47 section is amended to read: 373.414 Additional criteria for activities in surface 48 49 waters and wetlands. --50 (6) 51 (e) The Legislature recognizes that the state's 52 horticultural industry contributes to the economic strength of Florida and that high-quality peat is a limited resource that is 53 54 an important component of horticultural production. The Legislature further recognizes that obtaining high-quality peat 55 typically and uniquely requires the mining of wetlands and other 56 Page 2 of 33

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57	surface waters and that the use of recycled and renewable
58	material to replace or reduce the use of natural peat is
59	necessary for the future of the horticultural industry.
60	1. As used in this paragraph, the term:
61	a. "High-quality peat" means peat from a freshwater
62	herbaceous wetland that grades H1 to H4 on the von Post
63	Humification Scale and has a pH less than 7.
64	b. "Horticultural industry" means the industry that
65	cultivates plants, including, but not limited to, trees, shrubs,
66	flowers, annuals, perennials, tropical foliage, liners, ferns,
67	vines, bulbs, grafts, scions, or buds, but excludes turf grasses
68	grown or kept for or capable of propagation or distribution for
69	retail, wholesale, or rewholesale purposes.
70	2. The department shall develop rules for permitting and
71	mitigation of peat mines in herbaceous or historically
72	herbaceous wetlands where high-quality peat is extracted
73	predominately for use in the horticultural industry provided:
74	a. The permitting and mitigation rules shall be applicable
75	where no less than 80 percent of the extracted peat is high-
76	quality peat and 80 percent of the high-quality peat is used by
77	the horticultural industry in products that incorporate other
78	renewable or recycled materials to replace or reduce the use of
79	natural peat;
80	b. No extraction is occurring in the underlying sand or
81	rock strata;
82	c. No portion of the extraction or mitigation area is part
83	of an existing or proposed larger plan of development; and
84	d. No portion of the mine is located in a body of water
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85	designated as Outstanding Florida Waters.
86	3. In adopting rules as directed in subparagraph 2.,
87	design modifications shall not be required to reduce or
88	eliminate adverse impacts to herbaceous wetlands that score
89	below a specific value, as provided by rule using the uniform
90	mitigation assessment method of evaluation, except to require
91	that the project meet water quality standards, not cause adverse
92	offsite flooding, not adversely impact significant historical
93	and archeological resources pursuant to s. 267.061, and not
94	cause adverse impacts to listed species or their habitats. In
95	assessing mitigation for mines that are not required to reduce
96	or eliminate adverse impacts, retaining a percentage of the
97	reclaimed wetland as open water shall be deemed appropriate
98	wetland mitigation. The rules must establish the amount of open
99	water allowable as mitigation based upon a consideration of the
100	type and amount of other wetland mitigation proposed, the value
101	of those wetlands as evaluated using the uniform mitigation
102	assessment method, and the amount of preservation of wetlands.
103	The amount of open water shall not exceed 60 percent of the
104	premining wetlands within the extracted area.
105	4. Rule 62-345.600, Florida Administrative Code, shall not
106	be applied to mitigation for mines qualifying under this
107	paragraph.
108	5. The department shall initiate rulemaking within 90 days
109	after July 1, 2007, and water management districts may implement
110	the proposed rules without adoption pursuant to s. 120.54.
111	(17) The variance provisions of s. 403.201 are applicable
112	to the provisions of this section or any rule adopted pursuant

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113 to this section hereto. The governing boards and the department 114 are authorized to review and take final agency action on 115 petitions requesting such variances for those activities they 116 regulate under this part <u>and s. 373.4145</u>.

Section 2. Section 373.4142, Florida Statutes, is amended to read:

119 373.4142 Water quality within stormwater treatment systems.--State surface water quality standards applicable to 120 121 waters of the state, as defined in s. 403.031(13), shall not 122 apply within a stormwater management system which is designed, 123 constructed, operated, and maintained for stormwater treatment in accordance with a valid permit or noticed exemption issued 124 125 pursuant to chapter 62-25 <del>17-25</del>, Florida Administrative Code; a 126 valid permit or exemption under s. 373.4145 within the Northwest Florida Water Management District; a valid permit issued on or 127 128 subsequent to April 1, 1986, within the Suwannee River Water 129 Management District or the St. Johns River Water Management 130 District pursuant to this part; a valid permit issued on or 131 subsequent to March 1, 1988, within the Southwest Florida Water Management District pursuant to this part; or a valid permit 132 133 issued on or subsequent to January 6, 1982, within the South 134 Florida Water Management District pursuant to this part. Such inapplicability of state water quality standards shall be 135 136 limited to that part of the stormwater management system located upstream of a manmade water control structure permitted, or 137 approved under a noticed exemption, to retain or detain 138 stormwater runoff in order to provide treatment of the 139 stormwater. The additional use of such a stormwater management 140 Page 5 of 33

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141 system for flood attenuation or irrigation shall not divest the 142 system of the benefits of this exemption. This section shall not 143 affect the authority of the department and water management 144 districts to require reasonable assurance that the water quality 145 within such stormwater management systems will not adversely 146 impact public health, fish and wildlife, or adjacent waters.

Section 3. Subsection (6) of section 373.459, FloridaStatutes, is amended to read:

149 373.459 Funds for surface water improvement and150 management.--

151 (6) (a) The match requirement of subsection (2) shall not 152 apply to the Suwannee River Water Management District, the 153 Northwest Florida Water Management District, or a financially 154 disadvantaged small local government as defined in s. 155 403.885(5).

156 (b) Notwithstanding the requirements of subsection (3), 157 the Ecosystem Management and Restoration Trust Fund and the 158 Water Protection and Sustainability Trust Fund shall be used for 159 the deposit of funds appropriated by the Legislature for the 160 purposes of ss. 373.451 373.4595. The department shall 161 administer all funds appropriated to or received for surface 162 water improvement and management activities. Expenditure of the 163 moneys shall be limited to the costs of details planning and 164 plan and program implementation for priority surface water bodies. Moneys from the funds shall not be expended for planning 165 for, or construction or expansion of, treatment facilities for 166 167 domestic or industrial waste disposal.

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168 (c) Notwithstanding the requirements of subsection (4), 169 the department shall authorize the release of money from the funds in accordance with the provisions of s. 373.501(2) and 170 171 procedures in s. 373.59(4) and (5). 172 (d) Notwithstanding the requirements of subsection (5), moneys in the Ecosystem Restoration and Management Trust Fund 173 174 that are not needed to meet current obligations incurred under 175 this section shall be transferred to the State Board of 176 Administration, to the credit of the trust fund, to be invested 177 in the manner provided by law. Interest received on such investments shall be credited to the trust fund. 178 (e) This subsection expires July 1, 2007. 179 Section 4. Paragraph (c) of subsection (3) of section 180 181 373.4595, Florida Statutes, is amended to read: 182 373.4595 Lake Okeechobee Protection Program. --183 (3) LAKE OKEECHOBEE PROTECTION PROGRAM. -- A protection program for Lake Okeechobee that achieves phosphorus load 184 185 reductions for Lake Okeechobee shall be immediately implemented 186 as specified in this subsection. The program shall address the 187 reduction of phosphorus loading to the lake from both internal 188 and external sources. Phosphorus load reductions shall be 189 achieved through a phased program of implementation. Initial 190 implementation actions shall be technology-based, based upon a consideration of both the availability of appropriate technology 191 and the cost of such technology, and shall include phosphorus 192 reduction measures at both the source and the regional level. 193 The initial phase of phosphorus load reductions shall be based 194 195 upon the district's Technical Publication 81-2 and the Page 7 of 33

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district's WOD program, with subsequent phases of phosphorus load reductions based upon the total maximum daily loads established in accordance with s. 403.067. In the development and administration of the Lake Okeechobee Protection Program, the coordinating agencies shall maximize opportunities provided by federal cost-sharing programs and opportunities for partnerships with the private sector.

203 Lake Okeechobee Watershed Phosphorus Control (C) 204 Program. -- The Lake Okeechobee Watershed Phosphorus Control 205 Program is designed to be a multifaceted approach to reducing 206 phosphorus loads by improving the management of phosphorus sources within the Lake Okeechobee watershed through continued 207 implementation of existing regulations and best management 208 209 practices, development and implementation of improved best management practices, improvement and restoration of the 210 211 hydrologic function of natural and managed systems, and 212 utilization of alternative technologies for nutrient reduction. 213 The coordinating agencies shall facilitate the application of 214 federal programs that offer opportunities for water quality treatment, including preservation, restoration, or creation of 215 216 wetlands on agricultural lands.

217 Agricultural nonpoint source best management practices, 1. developed in accordance with s. 403.067 and designed to achieve 218 the objectives of the Lake Okeechobee Protection Program, shall 219 be implemented on an expedited basis. The coordinating agencies 220 221 shall develop an interagency agreement pursuant to ss. 373.046 and 373.406(5) that assures the development of best management 222 practices that complement existing regulatory programs and 223 Page 8 of 33

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

231 As provided in s. 403.067(7)(c), the Department of a. Agriculture and Consumer Services, in consultation with the 232 233 department, the district, and affected parties, shall initiate 234 rule development for interim measures, best management practices, conservation plans, nutrient management plans, or 235 other measures necessary for Lake Okeechobee phosphorus load 236 237 reduction. The rule shall include thresholds for requiring 238 conservation and nutrient management plans and criteria for the 239 contents of such plans. Development of agricultural nonpoint source best management practices shall initially focus on those 240 priority basins listed in subparagraph (b)1. The Department of 241 242 Agriculture and Consumer Services, in consultation with the department, the district, and affected parties, shall conduct an 243 244 ongoing program for improvement of existing and development of 245 new interim measures or best management practices for the purpose of adoption of such practices by rule. 246

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
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252 practices or demonstrate compliance with the district's WOD 253 program by conducting monitoring prescribed by the department or the district. Owners or operators of agricultural nonpoint 254 255 sources who implement interim measures or best management 256 practices adopted by rule of the Department of Agriculture and 257 Consumer Services shall be subject to the provisions of s. 258 403.067(7). The Department of Agriculture and Consumer Services, 259 in cooperation with the department and the district, shall 260 provide technical and financial assistance for implementation of 261 agricultural best management practices, subject to the availability of funds. 262

c. The district or department shall conduct monitoring at
 representative sites to verify the effectiveness of agricultural
 nonpoint source best management practices.

Where water quality problems are detected for 266 d. 267 agricultural nonpoint sources despite the appropriate implementation of adopted best management practices, the 268 269 Department of Agriculture and Consumer Services, in consultation 270 with the other coordinating agencies and affected parties, shall institute a reevaluation of the best management practices and 271 272 make appropriate changes to the rule adopting best management 273 practices.

274 2. Nonagricultural nonpoint source best management 275 practices, developed in accordance with s. 403.067 and designed 276 to achieve the objectives of the Lake Okeechobee Protection 277 Program, shall be implemented on an expedited basis. The 278 department and the district shall develop an interagency 279 agreement pursuant to ss. 373.046 and 373.406(5) that assures Page 10 of 33

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the development of best management practices that complement existing regulatory programs and specifies how those best management practices are implemented and verified. The interagency agreement shall address measures to be taken by the department and the district during any best management practice reevaluation performed pursuant to sub-subparagraph d.

286 The department and the district are directed to work a. with the University of Florida's Institute of Food and 287 288 Agricultural Sciences to develop appropriate nutrient application rates for all nonagricultural soil amendments in the 289 watershed. As provided in s. 403.067(7)(c), the department, in 290 consultation with the district and affected parties, shall 291 292 develop interim measures, best management practices, or other measures necessary for Lake Okeechobee phosphorus load 293 294 reduction. Development of nonagricultural nonpoint source best 295 management practices shall initially focus on those priority 296 basins listed in subparagraph (b)1. The department, the 297 district, and affected parties shall conduct an ongoing program 298 for improvement of existing and development of new interim measures or best management practices. The district shall adopt 299 300 technology-based standards under the district's WOD program for 301 nonagricultural nonpoint sources of phosphorus. Nothing in this 302 sub-subparagraph shall affect the authority of the department or the district to adopt basin-specific criteria under this part to 303 prevent harm to the water resources of the district. 304

b. Where nonagricultural nonpoint source best management
 practices or interim measures have been developed by the
 department and adopted by the district, the owner or operator of
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308 a nonagricultural nonpoint source shall implement interim 309 measures or best management practices and be subject to the 310 provisions of s. 403.067(7). The department and district shall 311 provide technical and financial assistance for implementation of 312 nonagricultural nonpoint source best management practices, 313 subject to the availability of funds.

314 c. The district or the department shall conduct monitoring 315 at representative sites to verify the effectiveness of 316 nonagricultural nonpoint source best management practices.

317 d. Where water quality problems are detected for 318 nonagricultural nonpoint sources despite the appropriate 319 implementation of adopted best management practices, the 320 department and the district shall institute a reevaluation of 321 the best management practices.

The provisions of subparagraphs 1. and 2. shall not 322 3. 323 preclude the department or the district from requiring 324 compliance with water quality standards or with current best 325 management practices requirements set forth in any applicable 326 regulatory program authorized by law for the purpose of protecting water quality. Additionally, subparagraphs 1. and 2. 327 328 are applicable only to the extent that they do not conflict with 329 any rules promulgated by the department that are necessary to 330 maintain a federally delegated or approved program.

4. Projects which reduce the phosphorus load originating
from domestic wastewater systems within the Lake Okeechobee
watershed shall be given funding priority in the department's
revolving loan program under s. 403.1835. The department shall

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335 coordinate and provide assistance to those local governments336 seeking financial assistance for such priority projects.

Projects that make use of private lands, or lands held 337 5. 338 in trust for Indian tribes, to reduce nutrient loadings or 339 concentrations within a basin by one or more of the following 340 methods: restoring the natural hydrology of the basin, restoring 341 wildlife habitat or impacted wetlands, reducing peak flows after storm events, increasing aquifer recharge, or protecting range 342 343 and timberland from conversion to development, are eligible for grants available under this section from the coordinating 344 345 agencies. For projects of otherwise equal priority, special funding priority will be given to those projects that make best 346 use of the methods outlined above that involve public-private 347 348 partnerships or that obtain federal match money. Preference ranking above the special funding priority will be given to 349 350 projects located in a rural area of critical economic concern designated by the Governor. Grant applications may be submitted 351 352 by any person or tribal entity, and eligible projects may 353 include, but are not limited to, the purchase of conservation and flowage easements, hydrologic restoration of wetlands, 354 355 creating treatment wetlands, development of a management plan 356 for natural resources, and financial support to implement a 357 management plan.

358 6.a. The department shall require all entities disposing
359 of domestic wastewater residuals within the Lake Okeechobee
360 watershed and the remaining areas of Okeechobee, Glades, and
361 Hendry Counties to develop and submit to the department an
362 agricultural use plan that limits applications based upon
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363 phosphorus loading. By July 1, 2005, phosphorus concentrations 364 originating from these application sites shall not exceed the 365 limits established in the district's WOD program.

366 Private and government-owned utilities within Monroe, b. 367 Dade, Broward, Palm Beach, Martin, St. Lucie, Indian River, 368 Okeechobee, Highlands, Hendry, and Glades Counties that dispose 369 of wastewater residual sludge from utility operations and septic 370 removal by land spreading in the Lake Okeechobee watershed may use a line item on local sewer rates to cover wastewater 371 372 residual treatment and disposal if such disposal and treatment 373 is done by approved alternative treatment methodology at a facility located within the areas designated by the Governor as 374 rural areas of critical economic concern pursuant to s. 375 376 288.0656. This additional line item is an environmental 377 protection disposal fee above the present sewer rate and shall 378 not be considered a part of the present sewer rate to customers, 379 notwithstanding provisions to the contrary in chapter 367. The 380 fee shall be established by the county commission or its 381 designated assignee in the county in which the alternative method treatment facility is located. The fee shall be 382 383 calculated to be no higher than that necessary to recover the 384 facility's prudent cost of providing the service. Upon request 385 by an affected county commission, the Florida Public Service Commission will provide assistance in establishing the fee. 386 Further, for utilities and utility authorities that use the 387 additional line item environmental protection disposal fee, such 388 fee shall not be considered a rate increase under the rules of 389 the Public Service Commission and shall be exempt from such 390 Page 14 of 33

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391 rules. Utilities using the provisions of this section may 392 immediately include in their sewer invoicing the new 393 environmental protection disposal fee. Proceeds from this 394 environmental protection disposal fee shall be used for 395 treatment and disposal of wastewater residuals, including any 396 treatment technology that helps reduce the volume of residuals 397 that require final disposal, but such proceeds shall not be used for transportation or shipment costs for disposal or any costs 398 399 relating to the land application of residuals in the Lake Okeechobee watershed. 400

401 No less frequently than once every 3 years, the Florida с. Public Service Commission or the county commission through the 402 services of an independent auditor shall perform a financial 403 404 audit of all facilities receiving compensation from an 405 environmental protection disposal fee. The Florida Public 406 Service Commission or the county commission through the services 407 of an independent auditor shall also perform an audit of the 408 methodology used in establishing the environmental protection 409 disposal fee. The Florida Public Service Commission or the county commission shall, within 120 days after completion of an 410 411 audit, file the audit report with the President of the Senate 412 and the Speaker of the House of Representatives and shall provide copies to the county commissions of the counties set 413 414 forth in sub-subparagraph b. The books and records of any facilities receiving compensation from an environmental 415 416 protection disposal fee shall be open to the Florida Public Service Commission and the Auditor General for review upon 417 request. 418

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419 7. The Department of Health shall require all entities 420 disposing of septage within the Lake Okeechobee watershed and the remaining areas of Okeechobee, Glades, and Hendry Counties 421 to develop and submit to that agency an agricultural use plan 422 423 that limits applications based upon phosphorus loading. By July 424 1, 2005, phosphorus concentrations originating from these 425 application sites shall not exceed the limits established in the 426 district's WOD program.

427 8. The Department of Agriculture and Consumer Services shall initiate rulemaking requiring entities within the Lake 428 429 Okeechobee watershed and the remaining areas of Okeechobee, Glades, and Hendry Counties which land-apply animal manure to 430 develop conservation or nutrient management plans that limit 431 432 application, based upon phosphorus loading. Such rules may include criteria and thresholds for the requirement to develop a 433 434 conservation or nutrient management plan, requirements for plan approval, and recordkeeping requirements. 435

9. Prior to authorizing a discharge into works of the
district, the district shall require responsible parties to
demonstrate that proposed changes in land use will not result in
increased phosphorus loading over that of existing land uses.

<u>9.10.</u> The district, the department, or the Department of
Agriculture and Consumer Services, as appropriate, shall
implement those alternative nutrient reduction technologies
determined to be feasible pursuant to subparagraph (d)6.

444 Section 5. Section 378.403, Florida Statutes, is amended 445 to read:

446

378.403 Definitions.--As used in this part, the term: Page 16 of 33

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(1) "Agency" means an official, committee, department,
commission, officer, division, authority, bureau, council,
board, section, or unit of government within the state,
including a county, municipal, or other local or regional entity
or special district.

(2) "Annual report" means a detailed report, including
maps and aerial photographs, submitted for each mine, which
describes and delineates mining operations and reclamation or
restoration activities undertaken in the previous calendar year.

456 (3) "Department" means the Department of Environmental457 Protection.

(4) "Existing mine" means any area upon which an operationis being conducted, or has been conducted, on October 1, 1986.

(5) "Extraction" or "resource extraction" means the removal of resources from their location so as to make them suitable for commercial, industrial, or construction use; but does not include excavation solely in aid of onsite farming or onsite construction, nor the process of searching, prospecting, exploring, or investigating for resources by drilling.

(6) "Fuller's earth clay" means clay possessing a high
absorptive capacity consisting largely of montmorillonite or
palygorskite. Fuller's earth clay includes attapulgite.

(7) "Heavy minerals" means those resources found in conjunction with sand deposits which have a specific gravity of not less than 2.8, and includes an admixture of such resources as zircon, staurolite, and titanium minerals as generally mined in this state.

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(8) "Limestone" means any extracted material composed Page 17 of 33

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475 principally of calcium or magnesium carbonate.

(9) "Local government" means any county or municipality.
(10) "Mine" means an area of land upon which mining
operations have been conducted, are being conducted, or are
planned to be conducted, as the term is commonly used in the
trade.

481 (11) "New mine" means any mine that is not an existing 482 mine.

(12) "Operation" means any activity, other than
prospecting, necessary for site preparation, extraction, waste
disposal, storage, or reclamation.

486

(13) "Operator" means any person engaged in an operation.

487 (14) "Overburden" means soil and rock removed to gain
488 access to the resource in the process of extraction and means
489 such soil or rock before or after its removal.

490 (15) "Peat" means a naturally occurring substance derived
 491 primarily from plant materials in a range of decomposing
 492 conditions and formed in a water-saturated environment.

493 <u>(16)(15)</u> "Reclamation" means the reasonable rehabilitation 494 of land where resource extraction has occurred.

495 <u>(17)(16)</u> "Resource" means soil, clay, peat, stone, gravel, 496 sand, limerock, metallic ore, or any other solid substance of 497 commercial value found in natural deposits on or in the earth, 498 except phosphate, which is regulated by part III.

499 <u>(18)</u> (17) "Secretary" means the Secretary of Environmental 500 Protection.

501(19)(18)"Wetlands" means any area as defined in s.502373.019, as delineated using the methodology adopted by rule and

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503 ratified pursuant to s. 373.421(1). For areas included in an 504 approved conceptual reclamation plan or modification application 505 submitted prior to July 1, 1994, wetlands means any area having 506 dominant vegetation as defined and listed in rule 67-301.200 507 Department of Environmental Regulation rule 17-4.022, Florida 508 Administrative Code, regardless of whether the area is within 509 the department's Department of Environmental Regulation's 510 jurisdiction or whether the water bodies are connected. Section 6. Paragraph (d) of subsection (7) of section 511 378.503, Florida Statutes, is amended to read: 512 513 378.503 Limestone reclamation performance standards.--Resource extraction which results in a water body 514 (7)shall provide one of the following shoreline treatments: 515 516 (d) Slope requirements of the United States Army Corps of 517 Engineers or the department under part IV of chapter 373 of 518 Environmental Regulation under the Warren S. Henderson Wetlands 519 Protection Act of 1984. 520 Section 7. Section 378.804, Florida Statutes, is amended 521 to read: 378.804 Exemption. -- Any operator who extracts resources 522 523 from 1 acre or less at any one site in a given year, not to 524 exceed 20 5 acres over the life of the mine, or who extracts 525 peat for agricultural purposes is exempt from the provisions of 526 s. 378.801. Section 8. Subsections (7) and (8) of section 403.067, 527 Florida Statutes, are amended to read: 528 403.067 Establishment and implementation of total maximum 529 daily loads. --530

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531 (7) DEVELOPMENT OF BASIN MANAGEMENT PLANS AND
532 IMPLEMENTATION OF TOTAL MAXIMUM DAILY LOADS.--

533

(a) Basin management action plans. --

In developing and implementing the total maximum daily 534 1. 535 load for a water body, the department, or the department in 536 conjunction with a water management district, may develop a 537 basin management action plan that addresses some or all of the 538 watersheds and basins tributary to the water body. Such a plan 539 must shall integrate the appropriate management strategies available to the state through existing water quality protection 540 programs to achieve the total maximum daily loads and may 541 provide for phased implementation of these management strategies 542 to promote timely, cost-effective actions as provided for in s. 543 544 403.151. The plan must shall establish a schedule for implementing the management strategies, establish a basis for 545 546 evaluating the plan's effectiveness, and identify feasible 547 funding strategies for implementing the plan's management 548 strategies. The management strategies may include regional 549 treatment systems or other public works, where appropriate, and 550 voluntary trading of water quality credits in areas that have 551 adopted a basin management action plan to achieve the needed 552 pollutant load reductions.

2. A basin management action plan <u>must</u> shall equitably
allocate, pursuant to paragraph (6) (b), pollutant reductions to
individual basins, as a whole to all basins, or to each
identified point source or category of nonpoint sources, as
appropriate. For nonpoint sources for which best management
practices have been adopted, the initial requirement specified
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559 by the plan must shall be those practices developed pursuant to 560 paragraph (c). The plan shall, in accordance with rules adopted pursuant to paragraph (8)(c), allow point or nonpoint sources 561 562 that will achieve greater pollutant load reductions than 563 required by a load or wasteload allocation in an adopted TMDL to 564 generate, register, and trade water quality credits for such 565 excess reductions to other sources as a method for the latter to achieve their allocation; provided, however, that the generation 566 567 of water quality credits shall not remove the obligation of a 568 source or activity to meet otherwise applicable technology 569 requirements or adopted best management practices. The plan 570 shall allow trading between NPDES permittees and trading, which may or may not involve NPDES permittees, where the generation or 571 572 use of the credits involves an entity or activity not otherwise subject to department water discharge permits whose owner 573 voluntarily elects to become subject to the requirements of this 574 575 section. Where appropriate, the plan may take into account the 576 benefits of provide pollutant load reduction achieved by point 577 or nonpoint sources <del>credits to dischargers</del> that have implemented management strategies to reduce pollutant loads, including best 578 579 management practices, prior to the development of the basin 580 management action plan. The plan must shall also identify the 581 mechanisms that will address by which potential future increases 582 in pollutant loading will be addressed.

583 3. The basin management action planning process is 584 intended to involve the broadest possible range of interested 585 parties, with the objective of encouraging the greatest amount 586 of cooperation and consensus possible. In developing a basin Page 21 of 33

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587 management action plan, the department shall assure that key 588 stakeholders, including, but not limited to, applicable local 589 governments, water management districts, the Department of 590 Agriculture and Consumer Services, other appropriate state 591 agencies, local soil and water conservation districts, 592 environmental groups, regulated interests, and affected 593 pollution sources, are invited to participate in the process. 594 The department shall hold at least one public meeting in the 595 vicinity of the watershed or basin to discuss and receive comments during the planning process and shall otherwise 596 encourage public participation to the greatest practicable 597 extent. Notice of the public meeting must shall be published in 598 a newspaper of general circulation in each county in which the 599 600 watershed or basin lies not less than 5 days nor more than 15 601 days before the public meeting. A basin management action plan 602 shall not supplant or otherwise alter any assessment made under 603 subsection (3) or subsection (4) or any calculation or initial 604 allocation.

4. The department shall adopt all or any part of a basin
management action plan <u>and any amendment to such plan</u> by
secretarial order pursuant to chapter 120 to implement the
provisions of this section.

5. The basin management action plan <u>must</u> shall include milestones for implementation and water quality improvement, and an associated water quality monitoring component sufficient to evaluate whether reasonable progress in pollutant load reductions is being achieved over time. An assessment of progress toward these milestones <u>must</u> shall be conducted every 5 Page 22 of 33

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615 years, and revisions to the plan <u>must</u> <u>shall</u> be made as 616 appropriate. Revisions to the basin management action plan shall 617 be made by the department in cooperation with basin 618 stakeholders. Revisions to the management strategies required 619 for nonpoint sources <u>must</u> <del>shall</del> follow the procedures set forth 620 in subparagraph (c)4. Revised basin management action plans <u>must</u> 621 <del>shall</del> be adopted pursuant to subparagraph 4.

6. The provisions of the department's rule relating to the equitable abatement of pollutants into surface waters may not be applied to water bodies or water body segments for which a basin management plan that takes into account future new or expanded activities or discharges has been adopted pursuant to this section.

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(b) Total maximum daily load implementation .--

629 The department shall be the lead agency in coordinating 1. 630 the implementation of the total maximum daily loads through existing water quality protection programs. Application of a 631 632 total maximum daily load by a water management district must 633 shall be consistent with this section and shall not require the issuance of an order or a separate action pursuant to s. 634 635 120.536(1) or s. 120.54 for the adoption of the calculation and 636 allocation previously established by the department. Such 637 programs may include, but are not limited to:

a. Permitting and other existing regulatory programs,
 including water-quality-based effluent limitations;

b. Nonregulatory and incentive-based programs, including
best management practices, cost sharing, waste minimization,
pollution prevention, agreements established pursuant to s.

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643 403.061(21), and public education;

c. Other water quality management and restoration
activities, for example surface water improvement and management
plans approved by water management districts or basin management
action plans developed pursuant to this subsection;

d. <u>Trading of water quality credits</u> <del>Pollutant trading</del> or
 other equitable economically based agreements;

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e. Public works including capital facilities; or

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f. Land acquisition.

For a basin management action plan adopted pursuant to 652 2. 653 paragraph (a) subparagraph (a)4., any management strategies and pollutant reduction requirements associated with a pollutant of 654 concern for which a total maximum daily load has been developed, 655 656 including effluent limits set forth for a discharger subject to NPDES permitting, if any, must shall be included in a timely 657 658 manner in subsequent NPDES permits or permit modifications for 659 that discharger. The department shall not impose limits or 660 conditions implementing an adopted total maximum daily load in 661 an NPDES permit until the permit expires, the discharge is 662 modified, or the permit is reopened pursuant to an adopted basin 663 management action plan.

664 Absent a detailed allocation, total maximum daily loads а. 665 must shall be implemented through NPDES permit conditions that provide for afford a compliance schedule. In such instances, a 666 facility's NPDES permit must shall allow time for the issuance 667 of an order adopting the basin management action plan. The time 668 allowed for the issuance of an order adopting the plan must 669 shall not exceed 5 years. Upon issuance of an order adopting the 670 Page 24 of 33

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671 plan, the permit <u>must</u> shall be reopened, as necessary, and 672 permit conditions consistent with the plan <u>must</u> shall be 673 established. Notwithstanding the other provisions of this 674 subparagraph, upon request by a NPDES permittee, the department 675 as part of a permit issuance, renewal, or modification may 676 establish individual allocations prior to the adoption of a 677 basin management action plan.

b. For holders of NPDES municipal separate storm sewer
system permits and other stormwater sources, implementation of a
total maximum daily load or basin management action plan <u>must</u>
shall be achieved, to the maximum extent practicable, through
the use of best management practices or other management
measures.

c. The basin management action plan does not relieve the
discharger from any requirement to obtain, renew, or modify an
NPDES permit or to abide by other requirements of the permit.

d. Management strategies set forth in a basin management
action plan to be implemented by a discharger subject to
permitting by the department <u>must shall</u> be completed pursuant to
the schedule set forth in the basin management action plan. This
implementation schedule may extend beyond the 5-year term of an
NPDES permit.

e. Management strategies and pollution reduction
requirements set forth in a basin management action plan for a
specific pollutant of concern shall not be subject to challenge
under chapter 120 at the time they are incorporated, in an
identical form, into a subsequent NPDES permit or permit
modification.

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699 f. For nonagricultural pollutant sources not subject to 700 NPDES permitting but permitted pursuant to other state, 701 regional, or local water quality programs, the pollutant 702 reduction actions adopted in a basin management action plan <u>must</u> 703 shall be implemented to the maximum extent practicable as part 704 of those permitting programs.

9. A nonpoint source discharger included in a basin 9. A nonpoint source discharger included in a basin 9. management action plan <u>must shall</u> demonstrate compliance with 9. the pollutant reductions established <u>under pursuant to</u> 9. subsection (6) by either implementing the appropriate best 9. management practices established pursuant to paragraph (c) or 9. conducting water quality monitoring prescribed by the department 9. or a water management district.

h. A nonpoint source discharger included in a basin
management action plan may be subject to enforcement action by
the department or a water management district based upon a
failure to implement the responsibilities set forth in subsubparagraph g.

717 i. A landowner, discharger, or other responsible person who is implementing applicable management strategies specified 718 719 in an adopted basin management action plan shall not be required 720 by permit, enforcement action, or otherwise to implement 721 additional management strategies to reduce pollutant loads to attain the pollutant reductions established pursuant to 722 subsection (6) and must shall be deemed to be in compliance with 723 this section. This subparagraph does not limit the authority of 724 the department to amend a basin management action plan as 725 specified in subparagraph (a)5. 726

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(c) Best management practices. --

728 1. The department, in cooperation with the water management districts and other interested parties, as 729 730 appropriate, may develop suitable interim measures, best 731 management practices, or other measures necessary to achieve the 732 level of pollution reduction established by the department for 733 nonagricultural nonpoint pollutant sources in allocations 734 developed pursuant to subsection (6) and this subsection. These 735 practices and measures may be adopted by rule by the department 736 and the water management districts pursuant to ss. 120.536(1) 737 and 120.54, and, where adopted by rule, shall be implemented by 738 those parties responsible for nonagricultural nonpoint source 739 pollution.

740 2. The Department of Agriculture and Consumer Services may 741 develop and adopt by rule pursuant to ss. 120.536(1) and 120.54 742 suitable interim measures, best management practices, or other 743 measures necessary to achieve the level of pollution reduction 744 established by the department for agricultural pollutant sources 745 in allocations developed pursuant to subsection (6) and this subsection or for programs implemented pursuant to paragraph 746 747 (11) (b). These practices and measures may be implemented by 748 those parties responsible for agricultural pollutant sources and 749 the department, the water management districts, and the 750 Department of Agriculture and Consumer Services must shall assist with implementation. In the process of developing and 751 adopting rules for interim measures, best management practices, 752 or other measures, the Department of Agriculture and Consumer 753 754 Services shall consult with the department, the Department of Page 27 of 33

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Health, the water management districts, representatives from affected farming groups, and environmental group representatives. Such rules <u>must</u> shall also incorporate provisions for a notice of intent to implement the practices and a system to assure the implementation of the practices, including recordkeeping requirements.

761 3. Where interim measures, best management practices, or 762 other measures are adopted by rule, the effectiveness of such 763 practices in achieving the levels of pollution reduction established in allocations developed by the department pursuant 764 765 to subsection (6) and this subsection or in programs implemented 766 pursuant to paragraph (11)(b) must shall be verified at representative sites by the department. The department must 767 768 shall use best professional judgment in making the initial 769 verification that the best management practices are reasonably 770 expected to be effective and, where applicable, must shall 771 notify the appropriate water management district or the 772 Department of Agriculture and Consumer Services of its initial 773 verification prior to the adoption of a rule proposed pursuant 774 to this paragraph. Implementation, in accordance with rules 775 adopted under this paragraph, of practices that have been 776 initially verified to be effective, or verified to be effective 777 by monitoring at representative sites, by the department, shall 778 provide a presumption of compliance with state water quality standards and release from the provisions of s. 376.307(5) for 779 those pollutants addressed by the practices, and the department 780 is not authorized to institute proceedings against the owner of 781 782 the source of pollution to recover costs or damages associated Page 28 of 33

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783 with the contamination of surface water or groundwater caused by 784 those pollutants. Research projects funded by the department, a 785 water management district, or the Department of Agriculture and 786 Consumer Services to develop or demonstrate interim measures or 787 best management practices shall be granted a presumption of 788 compliance with state water quality standards and a release from 789 the provisions of s. 376.307(5). The presumption of compliance 790 and release is shall be limited to the research site and only 791 for those pollutants addressed by the interim measures or best management practices. Eligibility for the presumption of 792 793 compliance and release is shall be limited to research projects 794 on sites where the owner or operator of the research site and 795 the department, a water management district, or the Department 796 of Agriculture and Consumer Services have entered into a contract or other agreement that, at a minimum, specifies the 797 798 research objectives, the cost-share responsibilities of the 799 parties, and a schedule that details the beginning and ending 800 dates of the project.

801 4. Where water quality problems are demonstrated, despite the appropriate implementation, operation, and maintenance of 802 803 best management practices and other measures according to rules 804 adopted under this paragraph, the department, a water management 805 district, or the Department of Agriculture and Consumer Services, in consultation with the department, shall institute a 806 reevaluation of the best management practice or other measure. 807 Should the reevaluation determine that the best management 808 practice or other measure requires modification, the department, 809 a water management district, or the Department of Agriculture 810 Page 29 of 33

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and Consumer Services, as appropriate, shall revise the rule to
require implementation of the modified practice within a
reasonable time period as specified in the rule.

Agricultural records relating to processes or methods 814 5. 815 of production, costs of production, profits, or other financial 816 information held by the Department of Agriculture and Consumer 817 Services pursuant to subparagraphs 3. and 4. or pursuant to any rule adopted pursuant to subparagraph 2. are confidential and 818 819 exempt from s. 119.07(1) and s. 24(a), Art. I of the State 820 Constitution. Upon request, records made confidential and exempt 821 pursuant to this subparagraph shall be released to the department or any water management district if provided that the 822 confidentiality specified by this subparagraph for such records 823 824 is maintained.

825 6. The provisions of subparagraphs 1. and 2. do shall not 826 preclude the department or water management district from 827 requiring compliance with water quality standards or with 828 current best management practice requirements set forth in any 829 applicable regulatory program authorized by law to protect for the purpose of protecting water quality. Additionally, 830 831 subparagraphs 1. and 2. are applicable only to the extent that 832 they do not conflict with any rules adopted by the department 833 which that are necessary to maintain a federally delegated or 834 approved program.

(8) RULES.--The department is authorized to adopt rulespursuant to ss. 120.536(1) and 120.54 for:

837 (a) Delisting water bodies or water body segments from the
 838 list developed under subsection (4) pursuant to the guidance
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839 under subsection (5).

(b) <u>Administering</u> Administration of funds to implement the
 total maximum daily load and basin management action planning
 programs.;

843 (C) Water quality credit Procedures for pollutant trading 844 among the pollutant sources to a water body or water body 845 segment. By July 1, 2007, the department must initiate rulemaking that provides for the following:, including a 846 mechanism for the issuance and tracking of pollutant credits. 847 848 Such procedures may be implemented through permits or other authorizations and must be legally binding. Prior to adopting 849 850 rules for pollutant trading under this paragraph, and no later than November 30, 2006, the Department of Environmental 851 852 Protection shall submit a report to the Governor, the President 853 of the Senate, and the Speaker of the House of Representatives 854 containing recommendations on such rules, including the proposed 855 basis for equitable economically based agreements and the 856 tracking and accounting of pollution credits or other similar 857 mechanisms. Such recommendations shall be developed in 858 cooperation with a technical advisory committee that includes 859 experts in pollutant trading and representatives of potentially 860 affected parties; 861 The process to be used to determine how credits are 1. generated, quantified, and validated; 862

2. A publicly accessible water quality credit trading
 registry that tracks water quality credits and trades and lists
 the prices paid for such credits; provided, however, that the
 department shall not participate in the establishment of such

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867 prices; 3. Limitations on the availability and use of water 868 869 quality credits, including a list of eligible pollutants or 870 parameters and minimum water quality requirements and, where 871 appropriate, adjustments to reflect best-management practice 872 performance uncertainties and water-segment-specific location 873 factors; 4. The timing and duration of credits and allowance for 874 875 credit transferability; and 5. Mechanisms for determining and ensuring compliance for 876 trades including recordkeeping, monitoring, reporting, and 877 878 inspections. Generators of traded credits are responsible for achieving the load reductions upon which the credits are based. 879 880 (d) The total maximum daily load calculation in accordance with paragraph (6)(a) immediately upon the effective date of 881 882 this act, for those eight water segments within Lake Okeechobee 883 proper as submitted to the United States Environmental 884 Protection Agency pursuant to subsection (2).; and 885 (e) Implementation of other specific provisions. 886 Section 9. Paragraphs (e) and (f) of subsection (2) of 887 section 403.088, Florida Statutes, are amended to read: 888 403.088 Water pollution operation permits; conditions.--889 (2)However, if the discharge will not meet permit 890 (e) conditions or applicable statutes and rules, the department may 891 issue, renew, revise, or reissue the operation permit if: 892 The applicant is constructing, installing, or placing 893 1. 894 into operation, or has submitted plans and a reasonable schedule Page 32 of 33

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895 for constructing, installing, or placing into operation, an 896 approved pollution abatement facility or alternative waste 897 disposal system;

2. The applicant needs permission to pollute the waters within the state for a period of time necessary to complete research, planning, construction, installation, or operation of an approved and acceptable pollution abatement facility or alternative waste disposal system;

3. There is no present, reasonable, alternative means of disposing of the waste other than by discharging it into the waters of the state;

906 4. The granting of an operation permit will be in the907 public interest; or

5. The discharge will not be unreasonably destructive to
the quality of the receiving waters; or.

910 <u>6. A water quality credit trade that meets the</u>
911 <u>requirements of a total maximum daily load allocation has been</u>
912 <u>approved in a final order issued under s. 403.067(7)(a)4.</u>

913 (f) A permit issued, renewed, <u>revised</u>, or reissued 914 pursuant to paragraph (e) shall be accompanied by an order 915 establishing a schedule for achieving compliance with all permit 916 conditions. Such permit may require compliance with the 917 accompanying order.

918 Section 10. <u>Section 403.265</u>, Florida Statutes, is 919 <u>repealed</u>.

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Section 11. This act shall take effect July 1, 2007.

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