CHAMBER ACTION

<u>Senate</u> <u>House</u>

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Representative Payne offered the following:

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Between lines 706 and 707, insert:

Amendment (with title amendment)

Section 6. Subsection (20) is added to section 373.414, Florida Statutes, to read:

373.414 Additional criteria for activities in surface waters and wetlands.—

(20) If land located within sections 2 through 5, 8
through 11, 14 through 17, and 21 through 28 of Township 26
South, Range 32 East, in Osceola County, contiguous with Lake
Conlin or within the Cat Island Swamp, is used for mitigation of adverse impacts within drainage basin 18, St. Johns River

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(Canaveral Marshes to Wekiva), or within drainage basin 19, Econlockhatchee River nested in basin 18, as depicted in figure 10.2.8-2 of the "Environmental Resource Permit Applicant's Handbook, Volume I (General and Environmental)" as incorporated by reference in rule 62-330.010, Florida Administrative Code, and if the mitigation offsets the adverse impacts within the drainage basin, the department and the St. Johns River Water Management District shall consider the activity regulated under part IV of chapter 373 in order to meet the cumulative impact requirements of paragraph (8)(a).

Section 7. Paragraph (b) of subsection (1) of section 373.4135, Florida Statutes, is amended to read: 373.4135 Mitigation banks and offsite regional mitigation.—

(1) The Legislature finds that the adverse impacts of activities regulated under this part may be offset by the creation, maintenance, and use of mitigation banks and offsite regional mitigation. Mitigation banks and offsite regional mitigation can enhance the certainty of mitigation and provide ecological value due to the improved likelihood of environmental success associated with their proper construction, maintenance, and management. Therefore, the department and the water management districts are directed to participate in and encourage the establishment of private and public mitigation banks and offsite regional mitigation. Mitigation banks and offsite regional mitigation should emphasize the restoration and

enhancement of degraded ecosystems and the preservation of uplands and wetlands as intact ecosystems rather than alteration of landscapes to create wetlands. This is best accomplished through restoration of ecological communities that were historically present.

- (b) Notwithstanding the provisions of this section, a governmental entity may not create or provide mitigation for a project other than its own unless the governmental entity uses land that was not previously purchased for conservation and unless the governmental entity provides the same financial assurances as required for mitigation banks permitted under s. 373.4136. This paragraph does not apply to:
- 1. Mitigation banks permitted before December 31, 2011, under s. 373.4136;
- 2. Mitigation areas created by a local government which were awarded mitigation credits under a permit issued before December 31, 2011, when such mitigation credits were awarded pursuant to the uniform mitigation assessment method as provided in chapter 62-345, Florida Administrative Code, and when credits are not available at:
 - a. A mitigation bank permitted under s. 373.4136; or
- <u>b. An</u> offsite regional mitigation <u>area</u> areas established before December 31, 2011, under subsection (6);

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3. Mitigation for transportation projects under ss. 373.4137 and 373.4139;

- 4. Mitigation for impacts from mining activities under s. 373.41492;
 - 5. Mitigation provided for single-family lots or homeowners under subsection (7);
 - 6. Entities authorized in chapter 98-492, Laws of Florida;
 - 7. Mitigation provided for electric utility impacts certified under part II of chapter 403; or
 - 8. Mitigation provided on sovereign submerged lands under subsection (6).
 - Section 8. Paragraph (d) of subsection (9) of section 373.4598, Florida Statutes, is amended and paragraph (f) is added to that subsection to read:
 - 373.4598 Water storage reservoirs.
 - (9) C-51 RESERVOIR PROJECT.-
 - (d) If state funds are appropriated for Phase I or Phase II of the C-51 reservoir project:
 - 1. The district, to the extent practicable, must shall operate either Phase I or Phase II of the reservoir project to maximize the reduction of high-volume Lake Okeechobee regulatory releases to the St. Lucie or Caloosahatchee estuaries, in addition to maximizing the reduction of harmful discharges providing relief to the Lake Worth Lagoon. However, the operation of Phase I of the C-51 reservoir project must be in accordance with any operation and maintenance agreement adopted by the district;

	2.	Water	made	avai	llable	by	Phase) I	or	Phase	e I]	I of	the	
rese	rvoir	must	shall	- be	used	for	natuı	ral	sys	stems	in	addi	Ltion	to
any	permi	tted a	alloca	ted	amoun	ts	for wa	atei	r sı	upply;	ar	nd		

- 3. Any Water received from Lake Okeechobee may only not be available to support consumptive use permits if such use is in accordance with district rules.
- (f) The district may enter into a capacity allocation agreement with a water supply entity for a pro rata share of unreserved capacity in the water storage facility and may request the department to waive repayment of all or a portion of the loan issued pursuant to s. 373.475. The department may authorize such waiver if the department determines it has received reasonable value for such waiver. The district is not responsible for repaying any portion of a loan issued pursuant to s. 373.475 which is waived pursuant to this paragraph.
- Section 9. Section 403.1839, Florida Statutes, is created to read:
- 403.1839 Blue star collection system assessment and maintenance program.—
 - (1) DEFINITIONS.—As used in this section, the term:
- 109 (a) "Domestic wastewater" has the same meaning as provided
 110 in s. 367.021.
 - (b) "Domestic wastewater collection system" has the same meaning as provided in s. 403.866.
 - (c) "Program" means the blue star collection system 816455

114	assessment	and	maintenance	program.

- (d) "Sanitary sewer overflow" means the unauthorized overflow, spill, release, discharge or diversion of untreated or partially treated domestic wastewater.
 - (2) LEGISLATIVE FINDINGS.—The Legislature finds that:
- (a) The implementation of domestic wastewater collection system assessment and maintenance practices has been shown to effectively limit sanitary sewer overflows and the unauthorized discharge of pathogens.
- (b) The voluntary implementation of domestic wastewater collection system assessment and maintenance practices beyond those required by law has the potential to further limit sanitary sewer overflows.
- (c) The unique geography, community, growth, size, and age of domestic wastewater collection systems across the state require diverse responses, using the best professional judgment of local utility operators, to ensure that programs designed to limit sanitary sewer overflows are effective.
- (3) ESTABLISHMENT AND PURPOSE.—There is established in the department a blue star collection system assessment and maintenance program. The purpose of this voluntary incentive program is to assist public and private utilities in limiting sanitary sewer overflows and the unauthorized discharge of pathogens.
 - (4) APPROVAL AND STANDARDS.-

(a) The department shall adopt rules to administer the
program, including the certification standards for the program
in paragraph (b), and shall review and approve public and
private domestic wastewater utilities that apply for
certification or renewal under the program and that demonstrate
maintenance of program certification pursuant to paragraph (c)
based upon the certification standards.

- (b) A utility must provide reasonable documentation of the following certification standards in order to be certified under the program:
- 1. The implementation of periodic collection system and pump station structural condition assessments and the performance of as-needed maintenance and replacements.
- 2. The rate of reinvestment determined necessary by the utility for its collection system and pump station structural condition assessment and maintenance and replacement program.
- 3. The implementation of a program designed to limit the presence of fats, roots, oils, and grease in the collection system.
- 4. If the applicant is a public utility, a local law or building code requiring the private pump stations and lateral lines connecting to the public system to be free of:
 - a. Cracks, holes, missing parts, or similar defects; and
- b. Direct stormwater connections that allow the direct inflow of stormwater into the private system and the public

domestic wastewater collection system.

- 5. A power outage contingency plan that addresses mitigation of the impacts of power outages on the utility's collection system and pump stations.
- (c) Program certifications shall expire after 5 years. A utility shall document its implementation of the program on an annual basis with the department and must demonstrate that the utility meets all program standards in order to maintain its program certification. The approval of an application for renewal certification must be based on the utility demonstrating maintenance of program standards. A utility applying for renewal certification must demonstrate maintenance of program standards and progress in implementing the program.
- (5) PUBLICATION.—The department shall annually publish on its website a list of certified blue star utilities beginning on January 1, 2020.
- (6) FEDERAL PROGRAM PARTICIPATION.—The department shall allow public and private, nonprofit utilities to participate in the Clean Water State Revolving Fund Program for any purpose of the program that is consistent with federal requirements for participating in the Clean Water State Revolving Fund Program.
- (7) REDUCED PENALTIES.—In the calculation of penalties pursuant to s. 403.161 for a sanitary sewer overflow, the department may reduce the penalty based on a utility's status as a certified blue star utility in accordance with this section.

The	depa	rtment	may	also	reduc	ce a	penal	Lty	bas	ed on	a ce	rtified	<u>l</u>
blu	e sta	r util	ity's	inv	estmer	nt in	asse	essm	nent	and m	naint	enance	
<u>act</u>	iviti	es to	ident	ify a	and ac	ddres	s cor	ndit	cion	s that	may	cause	
san	itary	sewer	over	flows	s or i	nter	rupti	ion	of	servio	ce to	custon	ners
due	to a	physi	cal c	ondi	tion o	or de	fect	in	the	syste	em.		

Section 10. Paragraph (c) of subsection (7) of section 403.067, Florida Statutes, is amended to read:

403.067 Establishment and implementation of total maximum daily loads.—

- (7) DEVELOPMENT OF BASIN MANAGEMENT PLANS AND IMPLEMENTATION OF TOTAL MAXIMUM DAILY LOADS.—
 - (c) Best management practices.-
- 1. The department, in cooperation with the water management districts and other interested parties, as appropriate, may develop suitable interim measures, best management practices, or other measures necessary to achieve the level of pollution reduction established by the department for nonagricultural nonpoint pollutant sources in allocations developed pursuant to subsection (6) and this subsection. These practices and measures may be adopted by rule by the department and the water management districts and, where adopted by rule, shall be implemented by those parties responsible for nonagricultural nonpoint source pollution.
- 2. The Department of Agriculture and Consumer Services may develop and adopt by rule pursuant to ss. 120.536(1) and 120.54

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suitable interim measures, best management practices, or other
measures necessary to achieve the level of pollution reduction
established by the department for agricultural pollutant sources
in allocations developed pursuant to subsection (6) and this
subsection or for programs implemented pursuant to paragraph
(12) (b). These practices and measures may be implemented by
those parties responsible for agricultural pollutant sources and
the department, the water management districts, and the
Department of Agriculture and Consumer Services shall assist
with implementation. In the process of developing and adopting
rules for interim measures, best management practices, or other
measures, the Department of Agriculture and Consumer Services
shall consult with the department, the Department of Health, the
water management districts, representatives from affected
farming groups, and environmental group representatives. Such
rules must also incorporate provisions for a notice of intent to
implement the practices and a system to assure the
implementation of the practices, including site inspection and
recordkeeping requirements.

3. Where interim measures, best management practices, or other measures are adopted by rule, the effectiveness of such practices in achieving the levels of pollution reduction established in allocations developed by the department pursuant to subsection (6) and this subsection or in programs implemented pursuant to paragraph (12) (b) must be verified at representative

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sites by the department. The department shall use best
professional judgment in making the initial verification that
the best management practices are reasonably expected to be
effective and, where applicable, must notify the appropriate
water management district or the Department of Agriculture and
Consumer Services of its initial verification before the
adoption of a rule proposed pursuant to this paragraph.
Implementation, in accordance with rules adopted under this
paragraph, of practices that have been initially verified to be
effective, or verified to be effective by monitoring at
representative sites, by the department, shall provide a
presumption of compliance with state water quality standards and
release from the provisions of s. 376.307(5) for those
pollutants addressed by the practices, and the department is not
authorized to institute proceedings against the owner of the
source of pollution to recover costs or damages associated with
the contamination of surface water or groundwater caused by
those pollutants. Research projects funded by the department, a
water management district, or the Department of Agriculture and
Consumer Services to develop or demonstrate interim measures or
best management practices shall be granted a presumption of
compliance with state water quality standards and a release from
the provisions of s. $376.307(5)$. The presumption of compliance
and release is limited to the research site and only for those
pollutants addressed by the interim measures or best management

practices. Eligibility for the presumption of compliance and release is limited to research projects on sites where the owner or operator of the research site and the department, a water management district, or the Department of Agriculture and Consumer Services have entered into a contract or other agreement that, at a minimum, specifies the research objectives, the cost-share responsibilities of the parties, and a schedule that details the beginning and ending dates of the project.

- 4. Where water quality problems are demonstrated, despite the appropriate implementation, operation, and maintenance of best management practices and other measures required by rules adopted under this paragraph, the department, a water management district, or the Department of Agriculture and Consumer Services, in consultation with the department, shall institute a reevaluation of the best management practice or other measure. Should the reevaluation determine that the best management practice or other measure requires modification, the department, a water management district, or the Department of Agriculture 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.
- 5. Agricultural records relating to processes or methods of production, costs of production, profits, or other financial information held by the Department of Agriculture and Consumer Services pursuant to subparagraphs 3. and 4. or pursuant to any

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rule adopted pursuant to subparagraph 2. are confidential and exempt from s. 119.07(1) and s. 24(a), Art. I of the State Constitution. Upon request, records made confidential and exempt pursuant to this subparagraph shall be released to the department or any water management district provided that the confidentiality specified by this subparagraph for such records is maintained.

- 6. The provisions of subparagraphs 1. and 2. do not preclude the department or water management district from requiring compliance with water quality standards or with current best management practice requirements set forth in any applicable regulatory program authorized by law for the purpose of protecting water quality. Additionally, subparagraphs 1. and 2. are applicable only to the extent that they do not conflict with any rules adopted by the department that are necessary to maintain a federally delegated or approved program.
- 7. The department must provide a domestic wastewater utility with a presumption of compliance with state water quality standards for pathogens when the utility demonstrates a history of compliance with wastewater disinfection requirements incorporated in the utility's operating permit for any discharge into the impaired surface water, and the utility implements and maintains a program as a certified blue star utility in accordance with s. 403.1839.
- Section 11. Subsection (11) is added to section 403.087, 816455

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314	Florida Statutes, to read:
315	403.087 Permits; general issuance; denial; revocation;
316	prohibition; penalty
317	(11) Subject to the permit duration limits for a utility
318	permitted pursuant to s. 403.0885, a blue star utility certified
319	pursuant to s. 403.1839 shall be issued a 10-year permit for the
320	same fee and under the same conditions as a 5-year permit upon
321	approval of its application for permit renewal by the department
322	if the certified blue star utility demonstrates that it:
323	(a) Is in compliance with any consent order or an
324	accompanying administrative order to its permit;
325	(b) Does not have any pending enforcement action against
326	it by the United States Environmental Protection Agency, the
327	department, or a local program; and
328	(c) If applicable, has submitted annual program
329	implementation reports demonstrating progress in the
330	implementation of the program.
331	Section 12. Subsection (6) of section 403.161, Florida
332	Statutes, is renumbered as subsection (7), and a new subsection
333	(6) is added to that section, to read:
334	403.161 Prohibitions, violation, penalty, intent
335	(6) Notwithstanding any other law, the department may
336	reduce the amount of a penalty based on the person's investment
337	in the assessment, maintenance, rehabilitation, or expansion of
338	the permitted facility.

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339	Section 13. Subsection (2) and paragraphs (a) and (b) of
340	subsection (3) of section 403.1838, Florida Statutes, are
341	amended to read:
342	403.1838 Small Community Sewer Construction Assistance
343	Act.—
344	(2) The department shall use funds specifically
345	appropriated to award grants under this section to assist
346	financially disadvantaged small communities with their needs for
347	adequate sewer facilities. The department may use funds
348	specifically appropriated to award grants under this section to
349	assist private, nonprofit utilities providing wastewater
350	services to financially disadvantaged small communities. For
351	purposes of this section, the term "financially disadvantaged
352	small community" means a county, municipality, or special
353	district that has a population of 10,000 or fewer, according to
354	the latest decennial census, and a per capita annual income less
355	than the state per capita annual income as determined by the
356	United States Department of Commerce. For purposes of this
357	subsection, the term "special district" has the same meaning as
358	provided in s. 189.012 and includes only those special districts
359	whose public purpose includes water and sewer services, utility
360	systems and services, or wastewater systems and services. $\underline{ ext{The}}$
361	department may waive the population requirement for an
362	independent special district that serves fewer than 10,000
363	wastewater customers, is located within a watershed with an

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adopted total maximum daily load or basin management action plan for pollutants associated with domestic wastewater pursuant to s. 403.067, and is wholly located within a rural area of opportunity as defined in s. 288.0656.

- (3) (a) In accordance with rules adopted by the Environmental Regulation Commission under this section, the department may provide grants, from funds specifically appropriated for this purpose, to financially disadvantaged small communities and to private, nonprofit utilities serving financially disadvantaged small communities for up to 100 percent of the costs of planning, assessing, designing, constructing, upgrading, or replacing wastewater collection, transmission, treatment, disposal, and reuse facilities, including necessary legal and administrative expenses. Grants issued pursuant to this section may also be used for planning and implementing domestic wastewater collection system assessment programs to identify conditions that may cause sanitary sewer overflows or interruption of service to customers due to a physical condition or defect in the system.
- (b) The rules of the Environmental Regulation Commission must:
- 1. Require that projects to plan, <u>assess</u>, design, construct, upgrade, or replace wastewater collection, transmission, treatment, disposal, and reuse facilities be costeffective, environmentally sound, permittable, and

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- 2. Require appropriate user charges, connection fees, and other charges sufficient to ensure the long-term operation, maintenance, and replacement of the facilities constructed under each grant.
- 3. Require grant applications to be submitted on appropriate forms with appropriate supporting documentation, and require records to be maintained.
- 4. Establish a system to determine eligibility of grant applications.
- 5. Establish a system to determine the relative priority of grant applications. The system must consider public health protection and water pollution abatement.
- 6. Establish requirements for competitive procurement of engineering and construction services, materials, and equipment.
- 7. Provide for termination of grants when program requirements are not met.

| TITLE AMENDMENT

Remove line 40 and insert:

requirements; amending s. 373.414, F.S.; requiring that the Department of Environmental Protection and the St. Johns River Water Management District consider

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mitigation on specified land as meeting cumulative impact requirements under certain conditions; amending s. 373.4135, F.S.; providing an exemption from certain requirements for mitigation areas created by a local government under a permit issued before a specified date and for certain mitigation banks; amending s. 373.4598, F.S.; revising requirements related to the operation of water storage and use for Phase I and Phase II of the C-51 reservoir project if state funds are appropriated for such phases; authorizing the South Florida Water Management District to enter into certain capacity allocation agreements and to request a waiver for repayment of certain loans; authorizing the Department of Environmental Protection to waive such loan repayment under certain conditions; providing that the district is not responsible for repayment of such loans; creating s. 403.1839, F.S.; providing definitions; providing legislative findings; establishing the blue star collection system assessment and maintenance program and providing its purpose; requiring the Department of Environmental Protection to adopt rules and review and approve program applications for certification; specifying the documentation utilities must submit to qualify for certification; providing for certification expiration

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and renewal; requiring the department to publish an annual list of certified blue star utilities; requiring the department to allow public and private, nonprofit utilities to participate in the Clean Water State Revolving Fund Program under certain conditions; authorizing the department to reduce penalties for sanitary sewer overflows at certified utilities and for investments in certain assessment and maintenance activities; amending s. 403.067, F.S.; creating a presumption of compliance for certain total maximum daily load requirements for certified utilities; amending s. 403.087, F.S.; requiring the department to issue extended operating permits to certified utilities under certain conditions; amending s. 403.161, F.S.; authorizing the department to reduce penalties based on certain system investments for permitted facilities; amending s. 403.1838, F.S.; authorizing additional recipients and uses of Small Community Sewer Construction grants; providing an effective date.

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