Florida Senate - 2003

 $\mathbf{B}\mathbf{y}$ the Committee on Communication and Public Utilities; and Senator Atwater

_	319-2416-03
1	A bill to be entitled
2	An act relating to water supplies; providing
3	legislative findings and intent; providing for
4	the development of a water conservation
5	guidance manual by the Department of
6	Environmental Protection; providing for purpose
7	and contents of the manual and requirements
8	with respect thereto; requiring the Department
9	of Environmental Protection to adopt the manual
10	by rule by a specified date; requiring public
11	water supply utilities to develop water
12	conservation programs based upon options
13	contained in the manual; amending s. 373.0361,
14	F.S.; providing additional components of
15	regional water supply plans; providing that a
16	district water management plan may not be used
17	as criteria for the review of permits for
18	consumptive uses of water unless the plan or
19	applicable portion thereof has been adopted by
20	rule; amending s. 373.0831, F.S.; revising the
21	criteria by which water supply development
22	projects may receive priority consideration for
23	funding assistance; providing for permitting
24	and funding of a proposed alternative water
25	supply project identified in the relevant
26	approved regional water supply plan; amending
27	s. 373.1961, F.S.; encouraging water management
28	district governing boards to establish
29	revolving loan trust funds for specified
30	purposes; amending s. 373.250, F.S.; limiting
31	water management districts' authority over
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1	reclaimed water; amending s. 373.536, F.S.;
2	expanding water management districts' budget
3	reporting requirements; amending s. 378.212,
4	F.S.; authorizing the granting of a variance
5	from parts III and IV of ch. 378, F.S., the
6	Resource Extraction Reclamation Act, and from
7	part IV of ch. 373, F.S., the Florida Water
8	Resources Act of 1972, under specified
9	circumstances; providing an additional
10	circumstance for which a variance may be
11	granted; amending s. 378.404, F.S.; authorizing
12	the Department of Environmental Protection to
13	grant variances from mining reclamation
14	activities under certain conditions; amending
15	s. 403.064, F.S.; providing that conclusions of
16	described reuse feasibility studies shall
17	govern specified permitting decisions and the
18	feasibility of providing reclaimed water for
19	reuse purposes; amending s. 403.1835, F.S.;
20	authorizing the Department of Environmental
21	Protection to make specified deposits for the
22	purpose of enabling below-market interest rate
23	loans for treatment of polluted water; amending
24	s. 403.1837, F.S.; repealing provisions
25	limiting the bonding authority of the Florida
26	Water Pollution Control Financing Corporation;
27	repealing obsolete provisions; providing for a
28	study of the feasibility of discharging
29	reclaimed wastewater into canals in a specified
30	area as an environmentally acceptable means of
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1 accomplishing described objectives; requiring 2 reports; providing an effective date. 3 4 Be It Enacted by the Legislature of the State of Florida: 5 б Section 1. (1) The Legislature recognizes that the 7 proper conservation of water is an important means of 8 achieving the economic and efficient utilization of water 9 necessary to constitute a reasonable-beneficial use. The 10 Legislature encourages the development and use of water 11 conservation measures that are effective, flexible, and affordable. In the context of the use of water for public 12 supply provided by a water utility, the Legislature intends 13 for a variety of conservation measures to be available and 14 used to encourage efficient water use. The Legislature finds 15 that the social, economic, and cultural conditions of this 16 state relating to the use of public water supply vary by 17 geographic region, and thus water utilities and water 18 19 management districts must have the flexibility to tailor water conservation measures to best suit individual circumstances. 20 For purposes of this section, the term "public water supply 21 utility" shall include both publicly-owned and privately-owned 22 public water supply utilities. 23 24 (2) In furtherance of the findings in subsection (1), 25 the Department of Environmental Protection shall develop a water conservation guidance manual containing a menu of water 26 27 conservation measures from which public water supply utilities may select in the development of a comprehensive, goal-based 28 29 water conservation program tailored for their individual service areas that is effective and does not impose undue 30 31 costs or burdens on customers. The water conservation guidance

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1	manual shall promote statewide consistency in the approach to
2	utility conservation, while maintaining appropriate
3	flexibility. The manual may contain measures such as water
4	conservation audits; informative billing practices to educate
5	customers on their patterns of water use, the costs of water,
б	and ways to conserve water; ordinances requiring low-flow
7	plumbing fixtures or efficient landscape irrigation; rebate
8	programs for the installation of water-saving plumbing or
9	appliances; general water conservation educational programs
10	including bill inserts; measures to promote the more effective
11	and efficient reuse of reclaimed water; water conservation or
12	drought rate structures that encourage customers to conserve
13	water through appropriate price signals; and programs to apply
14	utility profits generated through conservation and drought
15	rates to additional water conservation programs or water
16	supply development. The department shall specifically set
17	forth in the manual that it is the responsibility of the
18	appropriate utility to determine the specific rates it will
19	charge its customers and that the role of the department or
20	water management district is confined to the review of those
21	rate structures to determine whether they encourage water
22	conservation. The department shall also set forth in the water
23	conservation guidance manual that a utility need not adopt a
24	water conservation or drought rate structure if the utility
25	employs other measures that are equally effective or more
26	effective. The manual shall provide for different levels of
27	complexity and expected levels of effort in conservation
28	programs depending on the size of the utility. However, all
29	utilities will be expected to have at least basic programs in
30	each of the following areas:
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1	(a) Individual metering, to the extent feasible as
2	determined by the utility;
3	(b) Water accounting and loss control;
4	(c) Cost of service accounting;
т 5	(d) Information programs on water conservation; and
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	(3) The water conservation guidance manual shall be
8	developed no later than June 15, 2004. The department shall
9	develop the manual in consultation with interested parties,
10	which, at a minimum shall include representatives from the
11	water management districts, three utilities that are members
12	of the American Water Works Association, two utilities that
13	are members of the Florida Water Environment Association, a
14	representative of the Florida Chamber of Commerce,
15	representatives of counties and municipalities, and
16	representatives of environmental organizations. The department
17	shall, by December 15, 2004, adopt the water conservation
18	guidance manual by rule. Once the department adopts the water
19	conservation guidance manual by rule, the water management
20	districts may apply the manual in the review of water
21	conservation requirements for obtaining a permit pursuant to
22	part II of chapter 373, Florida Statutes, without the need to
23	adopt the manual pursuant to section 120.54, Florida Statutes.
24	Once the water conservation guidance manual is adopted by
25	rule, a public water supply utility may choose to comply with
26	the standard water conservation requirements adopted by the
27	appropriate water management district for obtaining a
28	consumptive use permit from that district or may choose to
29	develop a goal-based, comprehensive water conservation program
30	from the options contained in the manual. If the utility
31	chooses to design a comprehensive water conservation program
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1 based on the water conservation guidance manual, the proposed program must include the following: 2 3 (a) An inventory of water system characteristics and conservation opportunities; 4 5 (b) Demand forecasts; An explanation of the proposed program; б (C) 7 Specific numeric water conservation targets for (d) 8 the utility as a whole and for appropriate customer classes, 9 with a justification of why the numeric targets are 10 appropriate based on that utility's particular customer 11 characteristics and conservation opportunities; (e) A demonstration that the program will promote 12 effective water conservation at least as well as standard 13 water use conservation requirements, adopted by the 14 appropriate water management district; and 15 (f) A timetable for the utility and the water 16 17 management district to evaluate progress in meeting the water conservation targets and making needed program modifications. 18 19 (4) If the utility provides reasonable assurance that the proposed conservation program is consistent with the water 20 conservation guidance manual and contains the elements above, 21 then the water management district shall approve the proposed 22 program and the program shall satisfy water conservation 23 24 requirements imposed as a condition to obtaining a permit 25 under part II of chapter 373, Florida Statutes. The department, in consultation with the aforementioned entities, 26 27 may periodically amend the water conservation guidance manual rule as appropriate to reflect changed circumstances or new 28 29 technologies or approaches. The findings and provisions in this section shall not be construed to apply to users of water 30 other than public water supply utilities. 31

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1 Section 2. Subsections (2) and (6) of section 373.0361, Florida Statutes, are amended to read: 2 3 373.0361 Regional water supply planning.--(2) Each regional water supply plan shall be based on 4 5 at least a 20-year planning period and shall include, but not б be limited to: 7 (a) A water supply development component that 8 includes: 9 1. A quantification of the water supply needs for all 10 existing and reasonably projected future uses within the 11 planning horizon. The level-of-certainty planning goal associated with identifying the water supply needs of existing 12 and future reasonable-beneficial uses shall be based upon 13 meeting those needs for a 1-in-10-year drought event. 14 2. A list of water source options for water supply 15 development, including traditional and alternative sources, 16 17 from which local government, government-owned and privately 18 owned utilities, self-suppliers, and others may choose, which 19 will exceed the needs identified in subparagraph 1. 20 3. For each option listed in subparagraph 2., the 21 estimated amount of water available for use and the estimated 22 costs of and potential sources of funding for water supply development. 23 24 4. A list of water supply development projects that meet the criteria in s. 373.0831(4). 25 (b) A water resource development component that 26 27 includes: 28 1. A listing of those water resource development 29 projects that support water supply development. 30 2. For each water resource development project listed: 31 7

1 An estimate of the amount of water to become a. 2 available through the project. 3 The timetable for implementing or constructing the b. 4 project and the estimated costs for implementing, operating, 5 and maintaining the project. б Sources of funding and funding needs. c. 7 d. Who will implement the project and how it will be 8 implemented. 9 (c) The recovery and prevention strategy described in 10 s. 373.0421(2). 11 (d) A funding strategy for water resource development projects, which shall be reasonable and sufficient to pay the 12 13 cost of constructing or implementing all of the listed 14 projects. (e) Consideration of how the options addressed in 15 paragraphs (a) and (b) serve the public interest or save costs 16 17 overall by preventing the loss of natural resources or 18 avoiding greater future expenditures for water resource 19 development or water supply development. However, unless 20 adopted by rule, these considerations do not constitute final 21 agency action. (f) The technical data and information applicable to 22 the planning region which are contained in the district water 23 24 management plan and are necessary to support the regional 25 water supply plan. (g) The minimum flows and levels established for water 26 27 resources within the planning region. 28 (h) Reservations of water adopted by rule pursuant to 29 s. 373.223(4). 30 (i) An analysis, developed in cooperation with the 31 department, of areas or instances in which the variance 8

1 provisions of s. 378.212(1)(g) may be used to create water supply development or water resource development projects. 2 3 Within boundaries of a regional water supply authority in the 4 Southwest Florida Water Management District, those parts of 5 the water supply development component of the regional water б supply plan which deal with or affect public utilities and 7 public water supply shall be developed jointly by such 8 authority and the district for those areas served by the 9 authority and its member governments. 10 (6) Nothing contained in the water supply development 11 component of the district water management plan shall be construed to require local governments, government-owned or 12 privately owned water utilities, self-suppliers, or other 13 14 water suppliers to select a water supply development option identified in the component merely because it is identified in 15 the plan, nor may the plan be used in the review of permits 16 17 under part II unless the plan, or applicable portion thereof, has been adopted by rule. However, this subsection shall not 18 19 be construed to limit the authority of the department or 20 governing board under part II. Section 3. Subsections (3) and (4) of section 21 373.0831, Florida Statutes, are amended to read: 22 23 373.0831 Water resource development; water supply 24 development. --(3) The water management districts shall fund and 25 26 implement water resource development as defined in s. 373.019. 27 The water management districts are encouraged to implement 28 water resource development as expeditiously as possible in 29 areas subject to regional water supply plans. Each governing 30 board shall include in its annual budget the amount needed for 31

1 the fiscal year to implement water resource development 2 projects, as prioritized in its regional water supply plans. 3 (4)(a) Water supply development projects which are consistent with the relevant regional water supply plans and 4 5 which meet one or more of the following criteria shall receive 6 priority consideration for state or water management district 7 funding assistance: 8 1. The project supports establishment of a dependable, 9 sustainable supply of water which is not otherwise financially 10 feasible; 11 2. The project provides substantial environmental benefits by preventing or limiting adverse water resource 12 13 impacts, but requires funding assistance to be economically competitive with other options; or 14 The project significantly implements reuse, 15 3. storage, recharge, or conservation of water in a manner that 16 17 contributes to the sustainability of regional water sources. 18 (b) Water supply development projects which meet the 19 criteria in paragraph (a) and also bring about replacement of 20 existing sources in order to help implement a minimum flow or level shall be given first consideration for state or water 21 management district funding assistance. 22 23 (c) If a proposed alternative water supply development 24 project is identified in the relevant approved regional water 25 supply plan, the project shall receive: 1. A 20-year consumptive use permit, if it otherwise 26 27 meets the permit requirements under ss. 373.223 and 373.236 28 and rules adopted thereunder. 29 Priority funding pursuant to s. 373.1961(2) with 2. 30 the implementation of the water resource development component 31 of the proposed project. 10

1 Section 4. Paragraph (a) of subsection (2) of section 2 373.1961, Florida Statutes, is amended to read: 3 373.1961 Water production.--(2) The Legislature finds that, due to a combination 4 5 of factors, vastly increased demands have been placed on б natural supplies of fresh water, and that, absent increased 7 development of alternative water supplies, such demands may 8 increase in the future. The Legislature also finds that potential exists in the state for the production of 9 10 significant quantities of alternative water supplies, 11 including reclaimed water, and that water production includes the development of alternative water supplies, including 12 13 reclaimed water, for appropriate uses. It is the intent of the Legislature that utilities develop reclaimed water systems, 14 where reclaimed water is the most appropriate alternative 15 water supply option, to deliver reclaimed water to as many 16 17 users as possible through the most cost-effective means, and 18 to construct reclaimed water system infrastructure to their 19 owned or operated properties and facilities where they have 20 reclamation capability. It is also the intent of the Legislature that the water management districts which levy ad 21 22 valorem taxes for water management purposes should share a percentage of those tax revenues with water providers and 23 24 users, including local governments, water, wastewater, and 25 reuse utilities, municipal, industrial, and agricultural water users, and other public and private water users, to be used to 26 27 supplement other funding sources in the development of 28 alternative water supplies. The Legislature finds that public 29 moneys or services provided to private entities for such uses constitute public purposes which are in the public interest. 30 31 In order to further the development and use of alternative

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1 water supply systems, including reclaimed water systems, the 2 Legislature provides the following: 3 (a) The governing boards of the water management districts where water resource caution areas have been 4 5 designated shall include in their annual budgets an amount for б the development of alternative water supply systems, including 7 reclaimed water systems, pursuant to the requirements of this 8 subsection. Beginning in 1996, such amounts shall be made available to water providers and users no later than December 9 10 31 of each year, through grants, matching grants, revolving 11 loans, or the use of district lands or facilities pursuant to the requirements of this subsection and guidelines established 12 by the districts. Without diminishing amounts available 13 through other means described in this paragraph, the governing 14 boards are encouraged to consider establishing revolving loan 15 funds to expand the total funds available to accomplish the 16 17 objectives of this section. A revolving loan fund created pursuant to this paragraph shall be a nonlapsing fund from 18 19 which the water management district may make loans with 20 interest rates below prevailing market rates to public or 21 private entities for the purposes described in this section. The governing boards may adopt resolutions to establish 22 revolving loan funds which shall specify the details of the 23 24 administration of the fund, the procedures for applying for 25 loans from the fund, the criteria for awarding loans from the fund, the initial capitalization of the fund, and the goals 26 27 for future capitalization of the fund in subsequent budget 28 years. Revolving loan funds created pursuant to this 29 paragraph shall be used to expand the total sums and sources 30 of cooperative funding available for the development of 31 alternative water supplies. The Legislature does not intend 12

1 for the creation of revolving loan trust funds to supplant or otherwise reduce existing sources or amounts of funds 2 3 currently available through other means. Section 5. Paragraph (c) is added to subsection (2) of 4 5 section 373.250, Florida Statutes, to read: б 373.250 Reuse of reclaimed water.--7 (2)(a) For purposes of this section, "uncommitted" 8 means the average amount of reclaimed water produced during 9 the three lowest-flow months minus the amount of reclaimed 10 water that a reclaimed water provider is contractually 11 obligated to provide to a customer or user. (b) Reclaimed water may be presumed available to a 12 13 consumptive use permit applicant when a utility exists which provides reclaimed water, which has uncommitted reclaimed 14 water capacity, and which has distribution facilities, which 15 are initially provided by the utility at its cost, to the site 16 17 of the affected applicant's proposed use. (c) A water management district may require the use of 18 19 reclaimed water in lieu of surface or groundwater when the use 20 of uncommitted reclaimed water is environmentally, economically, and technically feasible. However, nothing in 21 22 this paragraph shall be construed to give a water management district the authority to require a provider of reclaimed 23 24 water to redirect reclaimed water from one user to another, or 25 to provide uncommitted water to a specific user if such water is anticipated to be used by the provider, or a different user 26 selected by the provider, within a reasonable amount of time. 27 28 Section 6. Subsection (6) of section 373.536, Florida 29 Statutes, is amended to read: 30 373.536 District budget and hearing thereon .--31

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1	(6) FINAL BUDGET; ANNUAL AUDIT; CAPITAL IMPROVEMENTS
2	PLAN; WATER RESOURCE DEVELOPMENT WORK PROGRAM
3	(a) Each district must, by the date specified for each
4	item, furnish copies of the following documents to the
5	Governor, the President of the Senate, the Speaker of the
6	House of Representatives, the chairs of all legislative
7	committees and subcommittees having substantive or fiscal
8	jurisdiction over the districts, as determined by the
9	President of the Senate or the Speaker of the House of
10	Representatives as applicable, the secretary of the
11	department, and the governing board of each county in which
12	the district has jurisdiction or derives any funds for the
13	operations of the district:
14	1. The adopted budget, to be furnished within 10 days
15	after its adoption.
16	2. A financial audit of its accounts and records, to
17	be furnished within 10 days after its acceptance by the
18	governing board. The audit must be conducted in accordance
19	with the provisions of s. 11.45 and the rules adopted
20	thereunder. In addition to the entities named above, the
21	district must provide a copy of the audit to the Auditor
22	General within 10 days after its acceptance by the governing
23	board.
24	3. A 5-year capital improvements plan, to be furnished
25	within 45 days after the adoption of the final budget. The
26	plan must include expected sources of revenue for planned
27	improvements and must be prepared in a manner comparable to
28	the fixed capital outlay format set forth in s. 216.043.
29	4. A 5-year water resource development work program to
30	be furnished within 45 days after the adoption of the final
31	budget. The program must describe the district's
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COD	ING: Words stricken are deletions; words underlined are additions.

1 implementation strategy for the water resource development 2 component of each approved regional water supply plan 3 developed or revised under s. 373.0361. The work program must address all the elements of the water resource development 4 5 component in the district's approved regional water supply б plans, and must identify which projects in the work program 7 will provide water, explain how each water resource 8 development project will produce additional water available for consumptive uses, estimate the quantity of water to be 9 10 produced by each project, and provide an assessment of the 11 contribution of the district's regional water supply plans in providing sufficient water to meet the water supply needs of 12 existing and future reasonable-beneficial uses for a one in 13 14 ten year drought event. Within 45 days after its submittal, the department shall review the proposed work program and 15 submit its findings, questions, and comments to the district. 16 17 The review must include a written evaluation of the program's consistency with the furtherance of the district's approved 18 19 regional water supply plans, and the adequacy of proposed 20 expenditures. As part of the review, the department shall give interested parties the opportunity to provide written comments 21 on each district's proposed work program. Within 60 days after 22 receipt of the department's evaluation, the governing board 23 24 shall state in writing to the department which changes 25 recommended in the evaluation it will incorporate into its work program or specify the reasons for not incorporating the 26 changes. The department shall include the district's responses 27 28 in a final evaluation report and shall submit a copy of the 29 report to the Governor, the President of the Senate, and the 30 Speaker of the House of Representatives. 31

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1 (b) If any entity listed in paragraph (a) provides 2 written comments to the district regarding any document 3 furnished under this subsection, the district must respond to the comments in writing and furnish copies of the comments and 4 5 written responses to the other entities. б Section 7. Subsection (1) of section 378.212, Florida 7 Statutes, is amended to read: 8 378.212 Variances.--9 (1) Upon application, the secretary may grant a 10 variance from the provisions of this part, part IV, or the 11 rules adopted pursuant thereto. Variances and renewals thereof may be granted for any one of the following reasons: 12 (a) There is no practicable means known or available 13 to comply with the provisions of this part or the rules 14 adopted pursuant thereto. 15 (b) Compliance with a particular requirement or 16 17 requirements from which a variance is sought will necessitate the taking of measures which must be spread over a 18 19 considerable period of time. A variance granted for this reason shall prescribe a timetable for the taking of the 20 21 measures required. (c) To relieve or prevent hardship, including economic 22 hardship, of a kind other than those provided for in 23 24 paragraphs (a) and (b). (d) To accommodate specific phosphate mining, 25 processing or chemical plant uses that otherwise would be 26 27 inconsistent with the requirements of this part. 28 (e) To provide for an experimental technique that 29 would advance the knowledge of reclamation and restoration 30 methods. 31

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1	(f) To accommodate projects, including those proposing
2	offsite mitigation, that provide a significant regional
3	benefit for wildlife and the environment.
4	(g) To accommodate reclamation that provides water
5	supply development or water resource development consistent
6	with the applicable regional water supply plan approved
7	pursuant to s. 373.0361, provided that regional water
8	resources are not adversely affected. A variance may be
9	granted from the requirements of part IV of chapter 373, and
10	the rules adopted thereunder, when a project provides an
11	improvement in water availability in the basin and does not
12	cause adverse impacts to the water resources in the basin.
13	Section 8. Subsection (9) is added to section 378.404,
14	Florida Statutes, to read:
15	378.404 Department of Environmental Protection; powers
16	and dutiesThe department shall have the following powers
17	and duties:
18	(9) To grant variances from the provisions of this
19	part to accommodate reclamation that provides for water supply
20	development or water resource development, consistent with the
21	applicable regional water supply plan approved pursuant to s.
22	373.0361, appropriate stormwater management, improved wildlife
23	habitat, recreation, or a mixture thereof, provided that
24	regional water resources and public health and safety are not
25	adversely affected.
26	Section 9. Subsections (1) and (6) of section 403.064,
27	Florida Statutes, are amended to read:
28	403.064 Reuse of reclaimed water
29	(1) The encouragement and promotion of water
30	conservation, and reuse of reclaimed water, as defined by the
31	department, are state objectives and are considered to be in
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1 the public interest. The Legislature finds that the reuse of 2 reclaimed water is a critical component of meeting the state's 3 existing and future water supply needs while sustaining 4 natural systems. The Legislature further finds that for those 5 wastewater treatment plants permitted and operated under an 6 approved reuse program by the department, the reclaimed water 7 shall be considered environmentally acceptable and not a 8 threat to public health and safety. The Legislature encourages 9 the development of incentive-based programs for reuse 10 implementation. 11 (6) A reuse feasibility study prepared under subsection (2) satisfies a water management district 12 13 requirement to conduct a reuse feasibility study imposed on a 14 local government or utility that has responsibility for 15 wastewater management, and the conclusions of the study shall determine the feasibility of providing reclaimed water for 16 17 reuse under part II of chapter 373. Section 10. Paragraph (b) of subsection (3) of section 18 19 403.1835, Florida Statutes, is amended to read: 20 403.1835 Water pollution control financial 21 assistance.--(3) The department may provide financial assistance 22 through any program authorized under s. 603 of the Federal 23 24 Water Pollution Control Act (Clean Water Act), Pub. L. No. 92-500, as amended, including, but not limited to, making 25 grants and loans, providing loan guarantees, purchasing loan 26 27 insurance or other credit enhancements, and buying or 28 refinancing local debt. This financial assistance must be 29 administered in accordance with this section and applicable 30 federal authorities. The department shall administer all 31 programs operated from funds secured through the activities of 18

1 the Florida Water Pollution Control Financing Corporation 2 under s. 403.1837, to fulfill the purposes of this section. 3 (b) The department may make or request the corporation 4 to make loans, grants, and deposits to other entities eligible 5 to participate in the financial assistance programs authorized б under the Federal Water Pollution Control Act, or as a result of other federal action, which entities may pledge any revenue 7 available to them to repay any funds borrowed. Notwithstanding 8 s. 18.10, the department may make deposits to financial 9 10 institutions that earn less than the prevailing rate for 11 United States Treasury securities with corresponding maturities for the purpose of enabling such financial 12 institutions to make below-market interest rate loans to 13 14 entities qualified to receive loans under this section and the 15 rules of the department. Section 11. Subsection (6) of section 403.1837, 16 17 Florida Statutes, is amended to read: 403.1837 Florida Water Pollution Control Financing 18 19 Corporation.--20 (6) The corporation may issue and incur notes, bonds, 21 certificates of indebtedness, or other obligations or evidences of indebtedness payable from and secured by amounts 22 received from payment of loans and other moneys received by 23 24 the corporation, including, but not limited to, amounts 25 payable to the corporation by the department under a service contract entered into under subsection (5). The corporation 26 may not issue bonds in excess of an amount authorized by 27 28 general law or an appropriations act except to refund 29 previously issued bonds. The corporation may issue bonds in amounts not exceeding \$50 million in fiscal year 2000-2001, 30 31 \$75 million in fiscal year 2001-2002, and \$100 million in 19

1 fiscal year 2002-2003. The proceeds of the bonds may be used 2 for the purpose of providing funds for projects and activities 3 provided for in subsection (1) or for refunding bonds previously issued by the corporation. The corporation may 4 5 select a financing team and issue obligations through б competitive bidding or negotiated contracts, whichever is most 7 cost-effective. Any such indebtedness of the corporation does 8 not constitute a debt or obligation of the state or a pledge 9 of the faith and credit or taxing power of the state. 10 Section 12. The Legislature finds that, within the 11 area identified in the Lower East Coast Regional Water Supply Plan approved by the South Florida Water Management District 12 pursuant to section 373.0361, Florida Statutes, the 13 groundwater levels can benefit from augmentation. The 14 Legislature finds that the direct or indirect discharge of 15 reclaimed water into canals and the aquifer system for 16 17 transport and subsequent reuse may provide an environmentally acceptable means to augment water supplies and enhance natural 18 19 systems; however, the Legislature also recognizes that there 20 are water quality and water quantity issues that must be better understood and resolved. In addition, there are cost 21 savings possible by collocating enclosed conduits for 22 conveyance of water for reuse in this area within canal 23 24 rights-of-way that should be investigated. Toward that end, 25 the Department of Environmental Protection, in consultation with the South Florida Water Management District, Southeast 26 27 Florida utilities, affected local governments, including local 28 governments with principal responsibility for the operation 29 and maintenance of a water control system capable of conveying 30 reclaimed wastewater for reuse, representatives of the 31 environmental and engineering communities, public health

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1	professionals, and individuals having expertise in water
2	quality, shall conduct a study to investigate the feasibility
3	of discharging reclaimed wastewater into canals and the
4	aquifer system as an environmentally acceptable means of
5	augmenting groundwater supplies, enhancing natural systems,
6	and conveying reuse water within enclosed conduits within the
7	canal right-of-way. The study shall include an assessment of
8	the water quality, water supply, public health, technical, and
9	legal implications related to the canal discharge and
10	collocation concepts. The department shall issue a preliminary
11	written report containing draft findings and recommendations
12	for public comment by November 1, 2003. The department shall
13	provide a written report on the results of its study to the
14	Governor and the substantive committees of the House of
15	Representatives and the Senate by January 31, 2004. Nothing in
16	this section shall be used to alter the purpose of the
17	Comprehensive Everglades Restoration Plan or the
18	implementation of the Water Resources Development Act of 2000.
19	Section 13. This act shall take effect upon becoming a
20	law.
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1	STATEMENT OF SUBSTANTIAL CHANGES CONTAINED IN COMMITTEE SUBSTITUTE FOR
2	<u>SB 2316</u>
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4 5	The committee substitute for Senate Bill 2316 revises water conservation guidance manual requirements.
	It adds the following provisions:
6 7	-Authorizes a water management district to require the use of reclaimed water where environmentally, economically, and technically feasible.
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9 10	-Requires that water management districts' work programs provide additional information relating to water resource development programs.
10 11 12 13	-Authorizes DEP to grant mining reclamation variances to accommodate reclamation that provides for water supply development or water resource development, appropriate stormwater management, improved wildlife habitat, recreation, or a mixture thereof, provided that regional water resources and public health and safety are not adversely affected.
14 15	-Removes the cap on the issuance of bonds by the Florida Water Pollution Control Finance Authority to fund projects under the Clean Water State Revolving Fund.
16	It also deletes the following provisions from the bill:
17	-Prohibiting the state or a water management district from regulating water produced by domestic wastewater treatment
18	facilities.
19 20	-Requiring that the water management districts identify projects that produce additional water for consumptive use in their annual budget submissions.
21	-Exemptions from "Local Sources First" requirements for
22	utilities implementing water supply development using alternative sources, or implementing other recovery measures.
23	-Longer duration permits for applicants that implement and provide reasonable assurance and effective and efficient
24	conservation measures.
25	-Permittee compliance with declaration of water shortages or
26	emergencies with the right to challenge such a declaration.
27	-Limiting the authority of a water management district to require a utility to grant reclaimed water.
28	-Requirements that reuse feasibility studies will govern
29	permitting decisions under chapter 403 and chapter 373, F.S.
30	"Water resource development project" under the Florida Forever program does not include the construction of potable water
31	treatment facilities.
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