${\bf By}$  Senator Latvala

	16-00531A-11 20111514
1	A bill to be entitled
2	An act relating to permitting of consumptive uses of
3	water; amending s. 373.236, F.S.; requiring
4	consumptive use permits to be issued for a period of
5	20 years; providing exceptions; deleting legislative
6	findings requiring the Department of Environmental
7	Protection to provide certain information to
8	agricultural applicants; eliminating requirements for
9	permit compliance reports; removing the authority of
10	the department and the water management district
11	governing boards to request permit compliance reports
12	and to modify or revoke consumptive use permits;
13	providing for the modification of existing consumptive
14	use permits under certain conditions; amending s.
15	373.250, F.S.; providing requirements for water
16	management districts in evaluating applications for
17	the consumptive use of water in mandatory reuse zones;
18	providing applicability; creating s. 373.255, F.S.;
19	requiring water management districts to implement a
20	sustainable water use permit program for public water
21	utilities; providing program criteria; providing
22	permit application and issuance requirements;
23	providing requirements for permit monitoring,
24	compliance, and performance metrics; amending ss.
25	373.2234 and 373.243, F.S.; conforming cross-
26	references; directing each water management district
27	to consult with the Department of Environmental
28	Protection to examine options for improving the
29	coordination between the consumptive use permitting

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30	process and the water supply planning process by
31	extending and reconciling certain permitting
32	provisions; requiring each water management district
33	to provide a report to the Governor and the
34	Legislature; providing an effective date.
35	
36	Be It Enacted by the Legislature of the State of Florida:
37	
38	Section 1. Section 373.236, Florida Statutes, is amended to
39	read:
40	373.236 Duration of permits <del>; compliance reports</del>
41	(1) Permits shall be granted for a period of 20 years
42	unless an applicant requests that the permit be issued for a
43	shorter period of time, if requested for that period of time, if
44	there is sufficient data to provide reasonable assurance that
45	the conditions for permit issuance will be met for the duration
46	of the permit; otherwise, permits may be issued for shorter
47	durations which reflect the period for which such reasonable
48	assurances can be provided. The governing board or the
49	department may base the duration of permits on a reasonable
50	system of classification according to source of supply or type
51	<del>of use, or both</del> .
52	(2) The Legislature finds that some agricultural landowners
53	remain unaware of their ability to request a 20-year consumptive
54	use permit under subsection (1) for initial permits or for
55	renewals. Therefore, the water management districts shall inform
56	agricultural applicants of this option in the application form.
57	(2) <del>(3)</del> The governing board or the department may authorize
58	a permit of duration of up to 50 years in the case of a

16-00531A-11 20111514 59 municipality or other governmental body or of a public works or 60 public service corporation where such a period is required to provide for the retirement of bonds for the construction of 61 62 waterworks and waste disposal facilities. 63 (4) Where necessary to maintain reasonable assurance that the conditions for issuance of a 20-year permit can continue to 64 65 be met, the governing board or department, in addition to any 66 conditions required pursuant to s. 373.219, may require a compliance report by the permittee every 10 years during the 67 68 term of a permit. The Suwannee River Water Management District may require a compliance report by the permittee every 5 years 69 70 through July 1, 2015, and thereafter every 10 years during the 71 term of the permit. This report shall contain sufficient data to maintain reasonable assurance that the initial conditions for 72 73 permit issuance are met. Following review of this report, the 74 governing board or the department may modify the permit to 75 ensure that the use meets the conditions for issuance. Permit 76 modifications pursuant to this subsection shall not be subject 77 to competing applications, provided there is no increase in the 78 permitted allocation or permit duration, and no change in source, except for changes in source requested by the district. 79 This subsection shall not be construed to limit the existing 80 authority of the department or the governing board to modify or 81 82 revoke a consumptive use permit. 83 (3) (5) Permits approved for the development of alternative

83 <u>(3)(5)</u> Permits approved for the development of alternative 84 water supplies shall be granted for a term of at least 20 years. 85 However, if the permittee issues bonds for the construction of 86 the project, upon request of the permittee prior to the 87 expiration of the permit, that permit shall be extended for such

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16-00531A-11 20111514 88 additional time as is required for the retirement of bonds, not 89 including any refunding or refinancing of such bonds, provided that the governing board determines that the use will continue 90 91 to meet the conditions for the issuance of the permit. Such a 92 permit is subject to compliance reports under subsection (4). (4) (4) (6) (a) The Legislature finds that the need for 93 94 alternative water supply development projects to meet 95 anticipated public water supply demands of the state is so important that it is essential to encourage participation in and 96 97 contribution to these projects by private-rural-land owners who characteristically have relatively modest near-term water 98 99 demands but substantially increasing demands after the 20-year 100 planning period in s. 373.709. Therefore, where such landowners 101 make extraordinary contributions of lands or construction 102 funding to enable the expeditious implementation of such 103 projects, the governing board water management districts and the department may grant permits for such projects for a period of 104 105 up to 50 years to municipalities, counties, special districts, regional water supply authorities, multijurisdictional water 106 107 supply entities, and publicly or privately owned utilities, with the exception of any publicly or privately owned utilities 108 created for or by a private landowner after April 1, 2008, which 109 110 have entered into an agreement with the private landowner for the purpose of more efficiently pursuing alternative public 111 112 water supply development projects identified in a district's 113 regional water supply plan and meeting water demands of both the applicant and the landowner. 114

(b) A permit under paragraph (a) may be granted only for that period for which there is sufficient data to provide

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117	reasonable assurance that the conditions for permit issuance
118	will be met. Such a permit shall require a compliance report by
119	the permittee every 5 years during the term of the permit. The
120	report shall contain sufficient data to maintain reasonable
121	assurance that the conditions for permit issuance applicable at
122	the time of district review of the compliance report are met.
123	After review of this report, the governing board or the
124	department may modify the permit to ensure that the use meets
125	the conditions for issuance. This subsection does not limit the
126	existing authority of the department or the governing board to
127	modify or revoke a consumptive use permit.
128	(5)-(7) A permit approved for a renewable energy generating

129 facility or the cultivation of agricultural products on lands 130 consisting of 1,000 acres or more for use in the production of 131 renewable energy, as defined in s. 366.91(2)(d), shall be 132 granted for a term of at least 25 years at the applicant's 133 request based on the anticipated life of the facility if there 134 is sufficient data to provide reasonable assurance that the 135 conditions for permit issuance will be met for the duration of 136 the permit; otherwise, a permit may be issued for a shorter 137 duration if requested by the applicant that reflects the longest 138 period for which such reasonable assurances are provided. Such a 139 permit is subject to compliance reports under subsection (4).

140 (6) If requested by an existing consumptive use permit
 141 holder, the governing board shall modify the permit to bring it
 142 into compliance with this section.

Section 2. Subsections (4), (5), and (6) of section 373.250, Florida Statutes, are renumbered as subsections (5), (6), and (7), respectively, and a new subsection (4) is added to

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146	that section to read:
147	373.250 Reuse of reclaimed water
148	(4)(a) In evaluating an application for the consumptive use
149	of water, a water management district shall recognize a
150	mandatory reuse zone created by a local government or special
151	district pursuant to applicable law that requires persons
152	specified by the local government or special district to connect
153	to a reclaimed water system for irrigation and other nonpotable
154	uses, as follows:
155	1. If reclaimed water is available and technically and
156	environmentally feasible for the proposed use, the water
157	management district shall presume that reclaimed water is
158	economically feasible in a mandatory reuse zone, and the
159	applicant shall bear the burden of overcoming the presumption.
160	2. Any applicant in a mandatory reuse zone seeking
161	authorization for a nonpotable use shall consider the
162	feasibility of using available reclaimed water. This requirement
163	applies to all regulated water uses, regardless of the type of
164	permit or authorization, excluding exemptions from permitting.
165	3. In a mandatory reuse zone, the use of reclaimed water
166	shall be prioritized over other water sources for nonpotable
167	uses and shall be required if determined to be technically,
168	environmentally, and economically feasible.
169	(b) This subsection does not limit the authority of a reuse
170	utility, local government, or special district to restrict the
171	use of potable water, supplied by the potable water distribution
172	system serving its customers, for the purposes of irrigation or
173	other nonpotable uses that may be met by reclaimed water.
174	Section 3. Section 373.255, Florida Statutes, is created to

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175	read:
176	373.255 Sustainable water use permit
177	(1) Each water management district shall implement a
178	sustainable water use permit program for public water utilities
179	that:
180	(a) Provides a single permitting process authorizing the
181	use of water from multiple water sources.
182	(b) Encourages and facilitates the use of alternative water
183	sources.
184	(c) Stores excess captured surface water flow in off-stream
185	reservoirs or aquifer storage and recovery wellfields.
186	(d) Recovers stored water in order to reliably meet public
187	demand.
188	(e) Provides for use of traditional groundwater as a
189	supplemental source during drought conditions when stored water
190	is reduced, to the extent necessary to meet the public demand
191	for water in a reliable and efficient manner.
192	(f) Preserves traditional water supply sources for use by
193	future generations.
194	(2) A public water utility applying for a sustainable water
195	use permit must identify each source from which water is
196	proposed to be withdrawn and demonstrate for each source that
197	the withdrawal is a reasonable-beneficial use as defined in s.
198	373.019, is consistent with the public interest, and will not
199	interfere with any presently existing legal use of water.
200	(3) A sustainable water use permit:
201	(a) Shall specify all sources from which water may be
202	withdrawn and the conditions under which such withdrawals may be
203	made in order to meet the reasonable public water supply demands

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204	of the utility.
205	(b) May be issued without specifying the quantity of water
206	that is permitted to be withdrawn from any individual source.
207	(c) Shall be issued for a period of not less than 20 years,
208	with the reasonable expectation of renewal in the absence of
209	readily quantifiable changed conditions.
210	(4) Monitoring, compliance, and performance metrics for
211	sustainable water use permits shall acknowledge and accommodate
212	the natural variability and inherent uncertainty of the climate,
213	weather, and hydrology of the relevant region while
214	simultaneously enabling public water supply utilities to meet
215	the potable water demands of their customers in a reliable,
216	efficient, and cost-effective manner.
217	Section 4. Section 373.2234, Florida Statutes, is amended
218	to read:
219	373.2234 Preferred water supply sourcesThe governing
220	board of a water management district is authorized to adopt
221	rules that identify preferred water supply sources for
222	consumptive uses for which there is sufficient data to establish
223	that a preferred source will provide a substantial new water
224	supply to meet the existing and projected reasonable-beneficial
225	uses of a water supply planning region identified pursuant to s.
226	373.709(1), while sustaining existing water resources and
227	natural systems. At a minimum, such rules must contain a
228	description of the preferred water supply source and an
229	assessment of the water the preferred source is projected to
230	produce. If an applicant proposes to use a preferred water
231	supply source, that applicant's proposed water use is subject to
232	s. 373.223(1), except that the proposed use of a preferred water

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16-00531A-11 20111514 233 supply source must be considered by a water management district 234 when determining whether a permit applicant's proposed use of 235 water is consistent with the public interest pursuant to s. 236 373.223(1)(c). A consumptive use permit issued for the use of a 237 preferred water supply source must be granted, when requested by 238 the applicant, for at least a 20-year period and may be subject 239 to the compliance reporting provisions of s. 373.236(4). Nothing 240 in this section shall be construed to exempt the use of preferred water supply sources from the provisions of ss. 241 242 373.016(4) and 373.223(2) and (3), or be construed to provide that permits issued for the use of a nonpreferred water supply 243 244 source must be issued for a duration of less than 20 years or 245 that the use of a nonpreferred water supply source is not 246 consistent with the public interest. Additionally, nothing in 247 this section shall be interpreted to require the use of a 248 preferred water supply source or to restrict or prohibit the use 249 of a nonpreferred water supply source. Rules adopted by the 250 governing board of a water management district to implement this 251 section shall specify that the use of a preferred water supply 252 source is not required and that the use of a nonpreferred water 253 supply source is not restricted or prohibited. 254 Section 5. Subsection (4) of section 373.243, Florida 255 Statutes, is amended to read:

256 373.243 Revocation of permits.—The governing board or the 257 department may revoke a permit as follows:

(4) For nonuse of the water supply allowed by the permit
for a period of 2 years or more, the governing board or the
department may revoke the permit permanently and in whole unless
the user can prove that his or her nonuse was due to extreme

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262	hardship caused by factors beyond the user's control. For a
263	permit issued pursuant to s. 373.236 <u>(5)<del>(7)</del>,</u> the governing board
264	or the department may revoke the permit only if the nonuse of
265	the water supply allowed by the permit is for a period of 4
266	years or more.
267	Section 6. In consultation with the Department of
268	Environmental Protection, each water management district is
269	directed to examine options for improving the coordination
270	between the consumptive use permitting process under part II of
271	chapter 373, Florida Statutes, and the water supply planning
272	process under part VII of chapter 373, Florida Statutes, by
273	extending and reconciling the duration of issued consumptive use
274	permits to provide for the simultaneous expiration and renewal
275	of the permits, at the request of an applicant, on a rolling
276	basin-specific basis. Each water management district shall
277	report its findings and recommendations to the Governor, the
278	President of the Senate, and the Speaker of the House of
279	Representatives by January 1, 2012. This section does not affect
280	the term of any consumptive use permit issued in accordance with
281	Florida law.
282	Section 7. This act shall take effect July 1, 2011.