

	LEGISLATIVE ACTION	
Senate		House
Comm: RCS		
03/01/2022		
	•	
	•	

The Committee on Appropriations (Burgess) recommended the following:

Senate Substitute for Amendment (638546) (with title amendment)

Delete lines 86 - 255

5 and insert:

1 2

3

4

6

7

8

9

10

governmental entities seeking to meet an assigned basin management action plan allocation or reasonable assurance plan or for the purpose of achieving net improvement pursuant to s. 373.414(1)(b)3. after the governmental entity has provided reasonable assurance of meeting department rules for design and

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32 33

34

35

36

37

38

39



construction of all onsite stormwater management.

- (c) A water quality enhancement area must be used to address contributions of one or more pollutants or other constituents in the watershed, basin, sub-basin, targeted restoration area, water body, or section of water body, as determined by the department, in which the water quality enhancement area is located which do not meet applicable state water quality criteria.
- (d) A water quality enhancement area must be employed to use, create, or improve natural systems in order to improve water quality.
- (e) A governmental entity may use a water quality enhancement area for its own water quality needs. However, a governmental entity may not act as a sponsor to construct, operate, manage, or maintain a water quality enhancement area or market enhancement credits to third parties.
- (f) A local government may not require a permit or otherwise impose regulations governing the operation of a water quality enhancement area.
- (g) This section does not eliminate the obligation of an applicant for a water quality enhancement area permit or an applicant proposing to use enhancement credits to comply with all requirements of this part pertaining to adverse impacts to water quality in receiving waters and adjacent lands or wetlands.
  - (4) WATER QUALITY ENHANCEMENT AREA PERMIT.-
- (a) To obtain a water quality enhancement area permit, the applicant must provide reasonable assurances that the proposed water quality enhancement area will be used to:

41

42 43

44

45

46

47

48

49

50

51

52

53

54

55

56

57

58

59

60

61

62

6.3

64

65

66

67

68



- 1. Meet the requirements for issuance of an environmental resource permit;
  - 2. Benefit water quality in the watershed in which the water quality enhancement area is located;
  - 3. Meet defined performance or success criteria for the reduction of one or more pollutants or other constituents that prevent receiving waters from meeting applicable state water quality criteria;
  - 4. Ensure long-term pollutant reduction through effective operation and maintenance in perpetuity by designation of a responsible long-term maintenance entity supported by an endowment or other long-term financial assurance sufficient to assure perpetual operation and maintenance;
  - 5. Demonstrate sufficient legal or equitable interest in the property to ensure access to and perpetual protection and management of the land within the water quality enhancement area; and
  - 6. Provide for permanent preservation of the water quality enhancement area which meets the requirements of s. 704.06.
  - (b) The water quality enhancement area permit must provide for the assessment, valuation, and award of credits based on units of pollutant removed.
  - (c) The department shall base its determination of the award of enhancement credits on standard numerical models or analytical tools that establish the water quality enhancement area's ability to remove pollutants or constituents.
  - 1. Where a basin management action plan exists for the watershed in which the water quality enhancement area is located, the applicant must use the same numerical models or

70

71

72

73

74

75 76

77

78

79

80

81 82

83

84

85

86 87

88 89

90

91

92

93

94

95

96

97



analytical tools used for that basin management action plan in the water quality enhancement area permit application.

- 2. If a basin management action plan does not exist for the watershed in which the water quality enhancement area is located, the applicant, with the approval of the department, may submit as part of the water quality enhancement area permit application model parameters and results used in a numerical model or analytical tool used by the department to develop a basin management action plan for a watershed with similar physical characteristics and pollutants as that where the proposed water quality enhancement area is to be located.
- 3. If the department determines that its numerical model or analytical tool used for a basin management action plan is not appropriate for the proposed water quality enhancement area, the applicant must use a standard numerical model or analytical tool for the proposed water quality enhancement area.
- 4. To assist the department in evaluating and determining enhancement credits, a water quality enhancement area permit application must include the numerical model or analytical tool results used to establish the water quality enhancement area's efficacy. Supporting information must include, but need not be limited to:
- a. Rainfall data over the longest period of record available, collected from the closest site to the proposed water quality enhancement area, preferably within the same drainage basin.
- b. Anticipated average annual water quality and quantity inflows to the proposed water quality enhancement area, based on published local data collected over a period of record which

99

100

101

102

103

104

105

106

107

108

109

110

111

112

113

114

115

116 117

118

119

120

121

122

123

124

125

126



most closely matches the rainfall data under this paragraph.

- c. Site-specific conditions affecting the anticipated performance of the proposed water quality enhancement area, including the proposed treatment type and the anticipated associated reduction rates, as demonstrated by the performance of other areas where the treatment type has been established and operating over a minimum of two consecutive wet and dry seasons.
- 5. Data provided pursuant to sub-subparagraphs 4.a. and 4.b. must be from monitoring stations the department deems sufficient to determine flows and local water quality conditions.
- (d) The issuance of a water quality enhancement area permit under this section does not preclude the responsibility of an applicant to obtain other applicable federal, state, and local permits for the construction activities associated with the water quality enhancement area.
- (5) WATER QUALITY ENHANCEMENT SERVICE AREA.—The department shall establish a water quality enhancement service area for each water quality enhancement area. Enhancement credits may be withdrawn and used only to address adverse impacts in the enhancement service area. The boundaries of the enhancement service area shall depend upon the geographic area where the enhancement area could reasonably be expected to address adverse impacts. Enhancement service areas may overlap, and enhancement service areas for two or more enhancement areas may be approved for a regional watershed.
  - (6) MONITORING AND VERIFICATION. -
- (a) An applicant for a water quality enhancement area permit must propose a performance and success criteria



monitoring and verification plan, with protocols to be implemented once the water quality enhancement area is operational. The protocols must be appropriate for the water quality enhancement area and sufficient to demonstrate that the area is meeting defined performance or success criteria for the reduction of pollutants or contaminants for which credits are awarded by the department.

- (b) If a permittee fails to comply with the conditions of a water quality enhancement area permit, the department must revoke the permittee's ability to sell enhancement credits until the water quality enhancement area is compliant with the permit conditions.
  - (7) ENHANCEMENT CREDITS.-

127

128

129

130

131

132

133

134

135

136

137

138

139

140

141

142

143

144

145

146

147

148 149

150

151

152

153

154

155

- (a) The department or water management district shall authorize the sale and use of enhancement credits to governmental entities to address adverse water quality impacts of activities regulated under this part or to assist governmental entities seeking to meet required nonpoint source contribution reductions assigned in a basin management action plan or reasonable assurance plan pursuant to s. 403.067.
- (b) Before approving the use of enhancement credits, the department or water management district must determine that the enhancement credits used by an applicant seeking a permit under this part are appropriate for a specific permit use.
- (c) Water quality improvement projects using natural systems or land use modifications, including, but not limited to, constructed wetlands or minor impoundments that reduce pollutants to a receiving water body, may be used by an applicant to generate enhancement credits if approved by the

157

158

159

160

161

162 163

164

165

166

167

168

169

170

171

172 173

174

175

176

177

178

179

180

181

182

183

184



department. Water quality enhancement areas may not be located on lands purchased for conservation pursuant to the Florida Forever Act or the Florida Preservation 2000 Act.

- (d) The department shall provide for and maintain a ledger that tracks the award, release, and use of enhancement credits.
- 1. A water management district that authorizes applicants seeking permits under this part to use enhancement credits to address water quality impacts must report to the department the amount of enhancement credits used by the applicants.
- 2. The operator of a water quality enhancement area shall notify the department of the amount of enhancement credits sold or used within 30 days after the date the enhancement credit transaction is completed.
- (e) Reductions in pollutant loading required under any state regulatory program are not eligible to be considered as enhancement credits.
- (f) Enhancement credits may not be used by point source dischargers to satisfy regulatory requirements other than those necessary to obtain an environmental resource permit for construction and operation of the surface water management system of the site.
- (q) Use of enhancement credits made available by water quality enhancement areas is voluntary.
- (h) Any landowner, discharger, or other responsible person regulated under this part or s. 403.067 implementing applicable management strategies specified in an adopted basin management action plan or reasonable assurance plan may not be required by any permit or other enforcement action to use enhancement credits to reduce pollutant loads to achieve the pollutant



reductions established pursuant to s. 403.067.

- (i) A local government may not deny the use of enhancement credits due to the location of the water quality enhancement area outside the jurisdiction of the local government.
- (j) Notwithstanding any other provision of law, nothing in this section may be construed to limit or restrict the authority of the department to deny the use of enhancement credits when the department is not reasonably assured that the use of the credits will not cause or contribute to a violation of water quality standards, even if the project being implemented by the governmental entity is within the enhancement service area. If the department receives a request for the use of enhancement credits and it determines that their use will not cause or contribute to a violation of water quality standards, the department may allow their use.
- (8) AUTHORITY.—The authority granted to the department under this section is supplemental to the authority granted under s. 403.067(8).
- (9) RULES.—The department shall adopt rules to implement this section. This section may not be implemented until the department adopts such rules.

======== T I T L E A M E N D M E N T ========= And the title is amended as follows:

Delete lines 6 - 19

210 and insert:

185

186

187

188

189

190

191

192

193 194

195

196

197

198

199

200

201

202

203

204

205

206 207

208

209

211

212

213

quality enhancement areas and permits; providing requirements for such water quality enhancement area permits; requiring the Department of Environmental

215

216

217

218

219

220

221

222

223

224

225

226

227

228

229

230

231

232

233



Protection to establish water quality enhancement service areas; providing requirements for the boundaries of such areas; requiring applicants to propose performance and success criteria monitoring and verification plans that meet certain requirements; requiring the Department of Environmental Protection to revoke a permit under certain conditions; providing requirements for enhancement credits; requiring the department and water management districts to authorize the sale and use of enhancement credits to governmental entities to address certain adverse water quality impacts and to meet certain water quality requirements; requiring the department to maintain enhancement credit ledgers; authorizing the department to deny or authorize the use of enhancement credits under certain circumstances; providing construction; requiring the department to adopt rules; delaying implementation of certain provisions until the adoption of such rules; amending s. 403.892, F.S.; correcting a