IN THE SENATE

SENATE BILL NO. 1218

BY AGRICULTURAL AFFAIRS COMMITTEE

AN ACT

RELATING TO ENVIRONMENTAL QUALITY; AMENDING SECTION 25-4011, IDAHO CODE, TO 2 REVISE FACTORS TO BE CONSIDERED WHEN THE DIRECTOR OF THE IDAHO STATE DE-3 PARTMENT OF AGRICULTURE IS DECIDING WHETHER TO DESIGNATE A POULTRY ANI-4 5 MAL FEEDING OPERATION; AMENDING SECTION 25-4012, IDAHO CODE, TO PROVIDE THAT SPECIFIED LAW SHALL NOT AFFECT THE AUTHORITY OF THE DEPARTMENT OF 6 ENVIRONMENTAL QUALITY TO ADMINISTER AND ENFORCE AN IDAHO NPDES PROGRAM 7 FOR POULTRY OPERATIONS AND DOES NOT ALTER THE REQUIREMENTS, LIABILITIES 8 AND AUTHORITIES WITH RESPECT TO OR ESTABLISHED BY AN IDAHO NPDES PRO-9 10 GRAM, TO PROVIDE THAT THE DIRECTORS OF THE DEPARTMENT OF ENVIRONMENTAL QUALITY AND THE IDAHO STATE DEPARTMENT OF AGRICULTURE ARE AUTHORIZED TO 11 ESTABLISH CERTAIN AGREEMENTS, TO AUTHORIZE THE DIRECTOR OF THE IDAHO 12 STATE DEPARTMENT OF AGRICULTURE TO EXERCISE CERTAIN OTHER AUTHORITIES 13 DELEGATED BY THE DIRECTOR OF THE DEPARTMENT OF ENVIRONMENTAL QUALITY 14 15 AND TO PROVIDE THAT THE DIRECTOR OF THE DEPARTMENT OF ENVIRONMENTAL QUALITY SHALL CONSULT WITH THE DIRECTOR OF THE IDAHO STATE DEPARTMENT 16 OF AGRICULTURE BEFORE CERTIFYING DISCHARGES FROM POULTRY OPERATIONS; 17 AMENDING CHAPTER 40, TITLE 25, IDAHO CODE, BY THE ADDITION OF A NEW 18 19 SECTION 25-4015, IDAHO CODE, TO DECLARE POLICY AND STATE LEGISLATIVE INTENT; AMENDING SECTION 39-175B, IDAHO CODE, TO PROVIDE THAT THE DE-20 PARTMENT OF ENVIRONMENTAL QUALITY SHALL NOT REQUIRE CERTAIN PERMITS FOR 21 ACTIVITIES AND SOURCES NOT REQUIRED TO HAVE PERMITS BY THE UNITED STATES 22 ENVIRONMENTAL PROTECTION AGENCY; AMENDING SECTION 39-175C, IDAHO CODE, 23 TO PROVIDE FOR THE IDAHO POLLUTANT DISCHARGE ELIMINATION SYSTEM PRO-24 25 GRAM, TO LIMIT AUTHORITY REGARDING THE ISSUANCE OF PERMITS, TO CLARIFY AN EXCLUSION, TO REVISE RULEMAKING PROVISIONS, AND TO REVISE PROVISIONS 26 REGARDING MEMORANDUMS OF AGREEMENT TO MAINTAIN APPROVAL TO OPERATE AN 27 IDAHO POLLUTANT DISCHARGE ELIMINATION SYSTEM PROGRAM; AMENDING CHAPTER 28 1, TITLE 39, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 39-175F, IDAHO 29 CODE, TO PROVIDE FOR THE IDAHO POLLUTANT DISCHARGE ELIMINATION SYSTEM 30 PROGRAM FUND; AND DECLARING AN EMERGENCY. 31

32 Be It Enacted by the Legislature of the State of Idaho:

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33 SECTION 1. That Section 25-4011, Idaho Code, be, and the same is hereby 34 amended to read as follows:

25-4011. DESIGNATION. (1) The director may, on a case by case basis,
designate a poultry AFO as a medium poultry CAFO if it is determined that
the AFO is a significant contributor of pollutants to waters of the state.
The designated medium poultry CAFO will be required to follow all permit requirements for a medium poultry CAFO.

40 (2) The designation shall be provided to the operator of the poultry AFO41 in writing, setting forth the basis for the director's decision.

(3) The director shall consider the following factors when decidingwhether to designate a poultry AFO:

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(a) Size of the poultry AFO and the amount of manure, process wastewater and runoff reaching waters of the state;

(b) Location of the poultry AFO relative to waters of the state;

6 (c) Means of conveyance of manure, process wastewater and runoff into
7 waters of the state;

8 (d) Slope, vegetation, precipitation and other factors affecting the
 9 likelihood or frequency of discharge of manure, process wastewater or
 10 runoff into waters of the state; and

(e) Unauthorized discharges into waters of the state through a man-made ditch, flushing system or other similar man-made device;

13 (f) Unauthorized discharges directly into waters of the state that 14 originate outside of and pass over, across or through the facility or 15 otherwise come into direct contact with the animals confined in the AFO; 16 and

17 (g) Repeated instances of noncompliance.

(4) Upon request by the operator, the director shall redesignate a facility previously designated under subsection (1) of this section if the facility is no longer a significant contributor of pollution to waters of the
state. Such redesignation shall be provided to the operator in writing and
any fees or assessments paid by the operation due to the designation will not
be refundable to the operation.

24 SECTION 2. That Section 25-4012, Idaho Code, be, and the same is hereby 25 amended to read as follows:

25-4012. AUTHORITY TO PROMULGATE RULES. (1) The legislature finds 27 that poultry AFOs require adequate control through state regulatory mecha-28 nisms in order to prevent such operations from posing a threat to the state's 29 water resources. The <u>Idaho state</u> department of agriculture is in the best 30 position to administer and implement rules to provide an adequate regulatory 31 framework for poultry feeding operations.

(2) The director is authorized to modify the department's administrative rules and to make new rules for permitting and regulating poultry AFOs.
Such regulations may include, but are not limited to, the information required on a permit application and the conditions for the issuance and maintenance of a permit, as the director deems necessary.

37 (3) Nothing in this chapter prohibits the board of county commissioners
 38 of any county from adopting regulations that are more stringent than those
 39 adopted by the state.

(4) Nothing in this chapter shall affect the authority of the depart-40 ment of environmental quality to administer and enforce an Idaho national 41 42 pollutant discharge elimination system (NPDES) program for poultry operations, including without limitation the authority to issue permits, access 43 records, conduct inspections and take enforcement action, as set forth in 44 chapter 1, title 39, Idaho Code, and the rules adopted pursuant thereto. The 45 provisions of this chapter do not alter the requirements, liabilities and 46 47 authorities with respect to or established by an Idaho NPDES program.

48 (5) The director of the department of environmental quality and the di 49 rector of the Idaho state department of agriculture shall, as appropriate,

establish an agreement relating to the administration of an Idaho NPDES pro-1 2 gram that recognizes the expertise of the Idaho state department of agriculture. The director shall have the authority to exercise any other author-3 ities delegated by the director of the department of environmental quality 4 5 regarding the protection of ground water, surface water and other natural resources associated with poultry operations, and this shall be the author-6 7 ity for the director of the department of environmental quality to so delegate. 8 (6) The director of the department of environmental quality shall con-9 sult with the director of the Idaho state department of agriculture before 10 certifying discharges from poultry operations as provided under 33 U.S.C. 11 1341. 12

SECTION 3. That Chapter 40, Title 25, Idaho Code, be, and the same is
 hereby amended by the addition thereto of a <u>NEW SECTION</u>, to be known and des ignated as Section 25-4015, Idaho Code, and to read as follows:

DECLARATION OF POLICY AND STATEMENT OF LEGISLATIVE IN-16 25-4015. 17 TENT. (1) The legislature recognizes the importance of protecting state natural resources including surface water and ground water. It is the intent 18 of the legislature to protect the quality of these natural resources while 19 maintaining an ecologically sound, economically viable and socially respon-20 sible poultry industry in the state. The poultry industry produces manure 21 and process wastewater that, when properly used, supplies valuable nutri-22 ents and organic matter to soils and is protective of the environment, but 23 may, when improperly stored and managed, create adverse impacts on natural 24 resources, including waters of the state. This chapter is intended to ensure 25 26 that manure and process wastewater associated with poultry operations are handled in a manner that protects the natural resources of the state. 27

(2) Successful implementation of this chapter is dependent upon the 28 department receiving adequate funding from the legislature. Moreover, the 29 legislature recognizes that it is important for the state to obtain a dele-30 gated national pollutant discharge elimination system (NPDES) program from 31 the United States environmental protection agency under the clean water act. 32 The department's authority to enforce this chapter should be consistent and 33 coordinated with the department of environmental quality's authorities pur-34 35 suant to title 39, Idaho Code, to protect state ground and surface waters and to obtain approval from the United States environmental protection agency to 36 37 implement and administer an Idaho NPDES program governing the discharge of pollutants to the waters of the United States as defined in the federal clean 38 water act. 39

40 SECTION 4. That Section 39-175B, Idaho Code, be, and the same is hereby 41 amended to read as follows:

42 39-175B. RELATIONSHIP BETWEEN STATE AND FEDERAL LAW. The legislature 43 cannot conveniently or advantageously set forth in this chapter all the re-44 quirements of all of the regulations which have been or will be established 45 under the clean water act. However, any state permitting program must avoid 46 the existence of duplicative, overlapping or conflicting state and federal 47 regulatory systems. Further, the board may promulgate rules to implement 1 a state permitting program but such rules shall not impose conditions or 2 requirements more stringent or broader in scope than the clean water act 3 and regulations adopted pursuant thereto. Further, the department will not 4 require NPDES Idaho pollutant discharge elimination system (IPDES) permits 5 for activities and sources not required to have permits by the United States 6 environmental protection agency.

7 SECTION 5. That Section 39-175C, Idaho Code, be, and the same is hereby 8 amended to read as follows:

39-175C. APPROVAL OF STATE NPDES IDAHO POLLUTANT DISCHARGE ELIMINA-9 TION SYSTEM PROGRAM. (1) The department is authorized to pursue approval of 10 an NPDES implement an Idaho pollutant discharge elimination system (IPDES) 11 program consistent with the requirements of this section. The department 12 shall submit a complete application consistent with the requirements of the 13 clean water act and 40 CFR 123 to the environmental protection agency to 14 obtain approval for a state NPDES program by September 1, 2016 The program 15 16 shall not include the authority to issue permits for any discharge of sewage 17 from vessels, effluent from properly functioning marine engines, laundry, shower, and galley sink wastes, or any other discharge incidental to the 18 normal operation of a vessel. This exclusion does not apply to rubbish, 19 trash, garbage, or other such materials discharged overboard; nor to other 20 21 discharges when the vessel is operating in a capacity other than as a means of transportation, such as when used as an energy or mining facility, a storage 22 facility or a seafood processing facility, or when secured to a storage fa-23 cility or a seafood processing facility or when secured to the bed of a lake 24 or river, contiguous zone or waters of the United States for the purpose of 25 26 mineral or oil exploration or development.

The board is authorized to proceed with negotiated rulemaking and 27 (2) all other actions that may eventually be necessary to obtain maintain ap-28 proval of a state NPDES the IPDES program by the United States environmental 29 protection agency including rules authorizing the collection of reason-30 able fees for processing and implementing an NPDES IPDES permit program. 31 Such fees shall not be assessed or collected until unless the state obtains 32 maintains an approved NPDES IPDES program consistent with the requirements 33 of this section. 34

(3) Any memorandum of agreement executed <u>negotiated</u> by the director to
 obtain <u>maintain</u> approval to operate a state <u>NPDES</u> an <u>IPDES</u> program shall not
 be binding on the state of Idaho <u>unless authorized by upon</u> enactment of a
 <u>this</u> statute. Any memorandum of agreement not authorized in the above manner shall be of no force and effect.

(4) Implementation of a state NPDES the IPDES program shall not occur
 prior to statutory enactment of implementing legislation and authorization
 of a memorandum of agreement as specified in subsection (3) of this section.

(5) The director, as appropriate, shall establish agreements with
 other state agencies with expertise to administer the NPDES IPDES program.

(6) No provision of this chapter shall be interpreted as to supersede,
abrogate, injure or create rights to divert or store water and apply water to
beneficial uses established under section 3, article XV, of the constitution
of the state of Idaho, and title 42, Idaho Code.

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(7) Nothing in this section is intended to supersede any existing
 agreements between federal, state or local agencies regarding authority
 over inspections, enforcement or other obligations under the clean water
 act.

5 SECTION 6. That Chapter 1, Title 39, Idaho Code, be, and the same is 6 hereby amended by the addition thereto of a <u>NEW SECTION</u>, to be known and des-7 ignated as Section 39-175F, Idaho Code, and to read as follows:

39-175F. IPDES PROGRAM FUND ESTABLISHED. (1) There is hereby created 8 in the state treasury a fund to be known as the "IPDES Program Fund," which 9 shall consist of all moneys received from fees collected from facilities ob-10 taining an Idaho pollutant discharge elimination system (IPDES) permit or 11 12 coverage under a general permit pursuant to section 39-175C(2), Idaho Code, and the rules promulgated pursuant thereto. Such fees shall be collected by 13 the department and shall be paid into the IPDES program fund, which is hereby 14 established, reserved, set aside, appropriated and made available until ex-15 16 pended, used and administered consistent with this section.

17 (2) All moneys deposited in the IPDES program fund and all interest earned thereon shall be kept in the IPDES program fund and shall be expended 18 pursuant to appropriation for the costs and expenses incurred by the de-19 partment in performing the duties and the exercise of its powers in carrying 20 21 out the IPDES program including, but not limited to, compliance, training, technical, legal and administrative support and proceedings necessary for 22 23 implementing the program required under the IPDES program as provided in this chapter. 24

(3) Pending such expenditure and use, surplus moneys in the IPDES program fund established in this section shall be invested by the state treasurer in the manner provided for idle state moneys in the state treasury by
section 67-1210, Idaho Code. Interest earned on all such investments shall
be paid into the IPDES program fund.

30 SECTION 7. An emergency existing therefor, which emergency is hereby 31 declared to exist, this act shall be in full force and effect on and after its 32 passage and approval.