# Clean Water Service Delivery Act (Act 76/S. 96)

August 15, 2019

Vermont Department of Environmental Conservation

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# **Outline**

Act 76 Overview

Act 76 Accountability

Transition to Act 76 Funding Programs

**ANR-DEC Organizational Changes** 

# **Vermonters care about clean water**







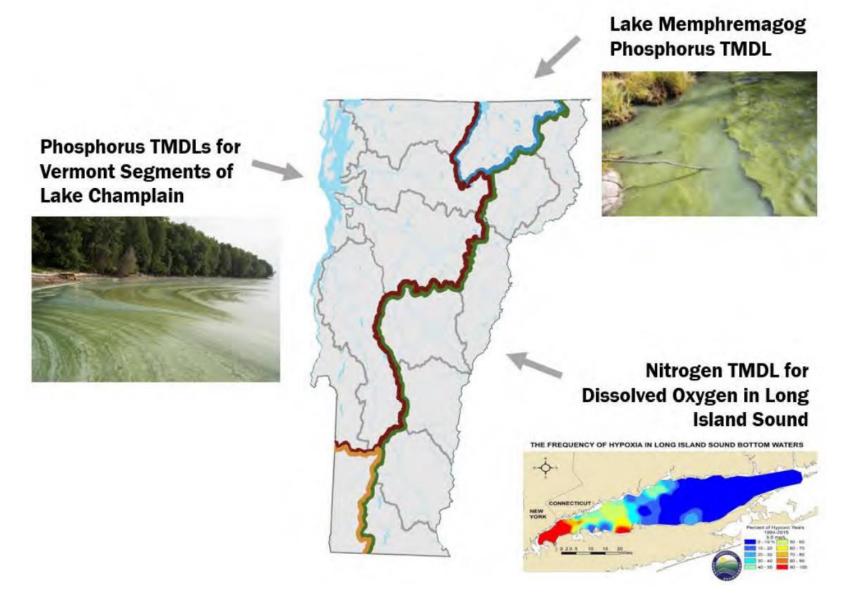








# Vermont's Clean Water Priorities and Clean Water Restoration Plans (i.e., Total Maximum Daily Loads, or TMDLs)



Vermont Clean Water Act (Act 64 of 2015)

"All-in for Clean Water"

Reasonable assurance to meet nonpoint source targets

Water quality regulations

Clean Water Fund

Tracking, accounting, and reporting requirements







# Clean Water Service Delivery Act (Act 76 of 2019/S. 96)

Long term clean water funding source, updated priorities

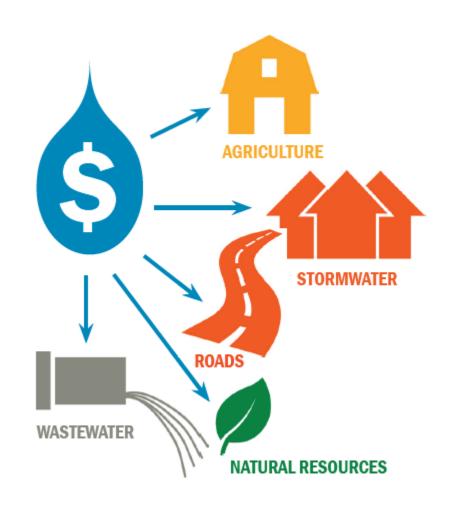
Four new grant programs

Clean water service providers (CWSP)

Assurances to meet non-regulatory targets

Assurances of project operation and maintenance

Interim targets, enhanced accounting



## **Long Term Clean Water Funding Source**

Clean Water Fund: 6% Rooms and Meals Tax

Property Transfer Tax Clean Water Surcharge

Escheats from unreturned bottle deposits

State Fiscal Year 2021 budget targets:

from the Meals and Rooms Tax Allocation, Property Transfer Tax Surcharge, and Unclaimed Bottle Deposits.



# **Clean Water Funding Updated Priorities New Grant Programs\***

Tier 1: Inspection, verification, operation, and maintenance

Water Quality Restoration Formula Grants\*

Agency of Agriculture water quality programs

**Water Quality Enhancement Grants\*** 

Basin planning and basin water quality councils

Tier 2: Repair riparian conditions for flood resiliency

Education and outreach on forest AMPs

**Municipal Stormwater Implementation Grants\*** 

Innovative/alternative technologies or practices

Purchase agricultural land

Tier 3: Developed Lands Implementation Grants\*

# **Water Quality Enhancement Grants**

Recipient(s)	Includes watershed organizations, regional planning commissions, conservation districts, municipalities
Geographic Focus	Connecticut River Basin, Hudson River Basin
Project Types	Natural resources restoration: rivers, wetlands, forests, lake shore
Funding Level	Determined by Clean Water Board; at least 20% of annual Clean Water Fund not to exceed \$5 million; administrative costs capped at 15% of total award
Fund Dispersal	Competitive process
Effective Date	November 1, 2021

# **Municipal Stormwater Implementation Grants**

Recipient(s)	Municipalities
Geographic Focus	Statewide
Project Types	Municipal stormwater projects required by stormwater regulation (e.g., Municipal Roads General Permit, 3-acre permit, MS4 permit)
Funding Level	Determined by Clean Water Board; administrative costs capped at 15% of total award; contingent on CWSP satisfactory progress
Fund Dispersal	Competitive process
Effective Date	November 1, 2021

# **Developed Lands Implementation Grants**

Recipient(s)	Individuals
Geographic Focus	Initially, Lake Champlain and Lake Memphremagog basins and stormwater impaired watersheds; other basins in 2033
Project Types	Stormwater treatment practices required to comply with 3-acre permit
Funding Level	Determined by Clean Water Board complemented with CWSRF financing; administrative costs capped at 15% of total award; contingent on CWSP satisfactory progress
Fund Dispersal	Competitive process
Effective Date	November 1, 2021

## **Water Quality Restoration Formula Grants**

Recipient(s)	Clean Water Service Providers (CWSP) advised by Basin Water Quality Councils*
Geographic Focus	Lake Champlain and Lake Memphremagog basins by tactical basin planning watershed
Project Types	Non-regulatory clean water projects
Funding Level	Determined by Clean Water Board; administrative costs capped at 15% of total award
Fund Dispersal	Formula based on phosphorus reduction target and cost/unit phosphorus reduction
Effective Date	November 1, 2021

<sup>\*</sup> At least \$500,000 available to partners for basin planning, basin water quality council participation, education, and outreach

### **Establishing Clean Water Service Providers (CWSPs)**

### SFY 2020 Quarter 1 (July – September 2019)

Outreach to stakeholders; establish request for qualifications (RFQ) advisory group



SFY 2020 Quarter 2 (October – December 2019)
Issue RFQ



SFY 2020 Quarter 3 (January – March 2020)

Evaluate RFQ responses; outline contents of Rule



#### **SFY 2020 Quarter 4 (April – June 2020)**

Draft Rule and conduct pre-rulemaking outreach; Internal State Rule Evaluation (ICAR)



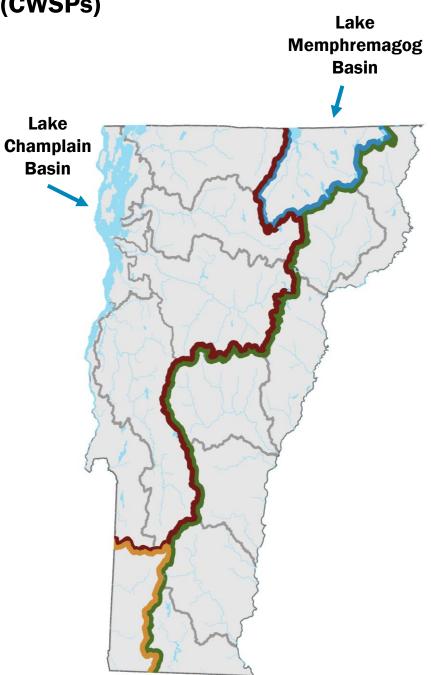
SFY 2021 Quarter 1 (July – September 2020)

Public comment



### SFY 2021 Quarter 2 (October – December 2020)

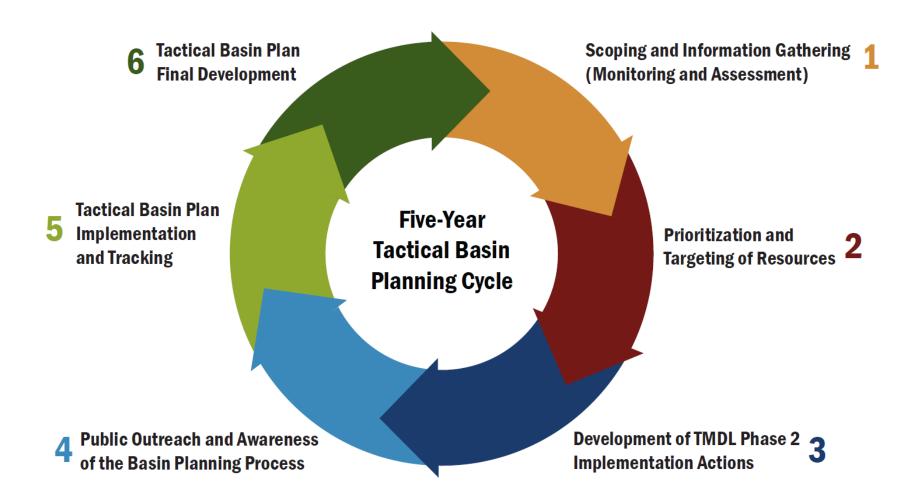
Legislative Committee on Administrative Rule (LCAR)
Approval; CWSPs established through rulemaking (due
November 1st)



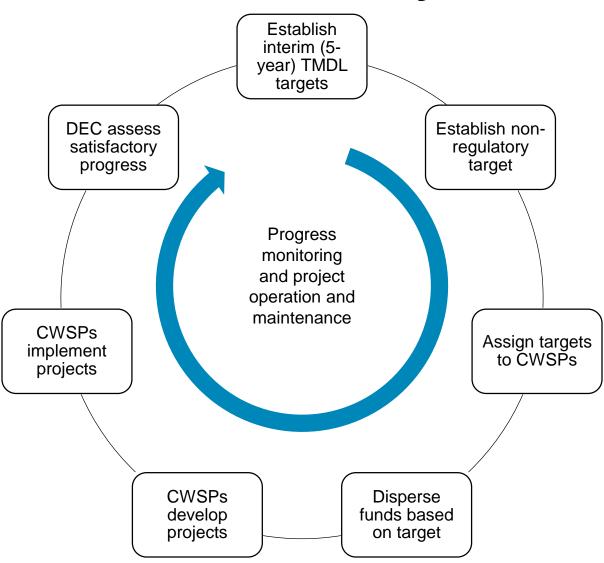
# **Clean Water Service Providers (CWSPs) Roles and Responsibilities**

CWSPs	ANR-DEC
Facilitate and staff basin water quality	Establish CWSP through rulemaking
councils	Participate on basin water quality councils
Follow Water Quality Restoration Formula Grant guidelines	Establish Water Quality Restoration Formula Grant guidelines
Identify, prioritize, develop, and implement non-regulatory projects to meet target	Establish interim (5-year) non-regulatory targets for CWSPs
Develop partnerships and subcontract/subgrant work	Establish standard cost per unit phosphorus reduction
Operate and maintain non-regulatory projects	Support Clean Water Board's dispersal of funds to CWSPs
Report progress to DEC	Provide technical assistance to CWSPs
	Oversee and determine CWSPs' satisfactory progress

## **Act 76 Technical Elements: Basin Planning**



# Act 76 Technical Elements: Target-Setting and Accountability



# **Act 76 Technical Elements: Accounting**

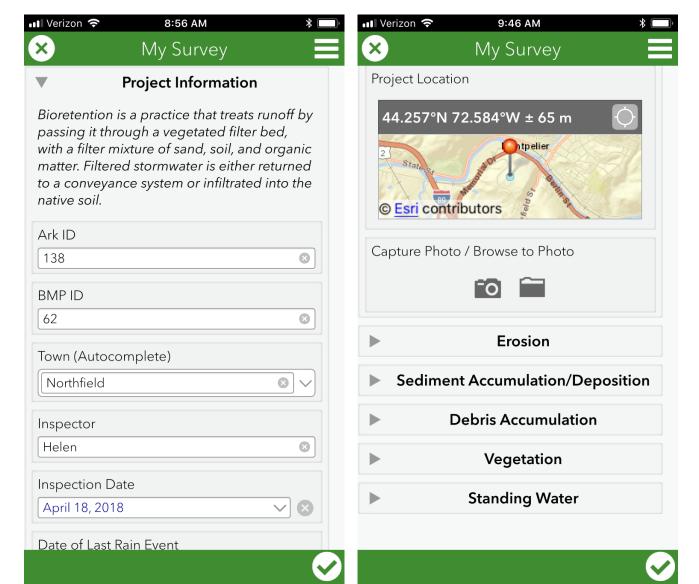
#### Key

Currently have ability to account for nutrient pollution reduction

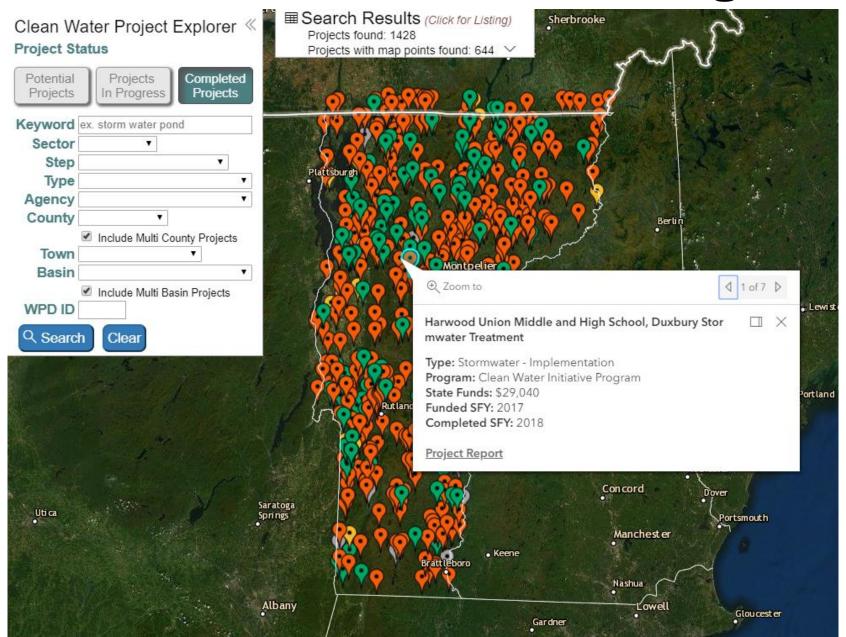
Do not currently have ability to account for nutrient pollution reduction

Project Type	Lake Champlain	Lake Memphremagog	Connecticut River
Agricultural cropland and pasture conservation practices	Phosphorus	Phosphorus	Nitrogen
Agricultural forested riparian buffers	Phosphorus	Phosphorus	Nitrogen
Barnyard and production area management practices	Phosphorus	Phosphorus	Nitrogen
River and floodplain restoration	Phosphorus	Phosphorus	Nitrogen
Riparian buffer restoration	Phosphorus	Phosphorus	Nitrogen
Lakeshore restoration	Phosphorus	Phosphorus	Nitrogen
Wetland restoration	Phosphorus	Phosphorus	Nitrogen
Forest erosion control	Phosphorus	Phosphorus	Nitrogen
Stormwater treatment practices	Phosphorus	Phosphorus	Nitrogen
Road erosion control practices	Phosphorus	Phosphorus	Nitrogen
Wastewater treatment upgrades	Phosphorus	Phosphorus	Nitrogen
Combined sewer overflow abatement	Phosphorus	Phosphorus	Nitrogen
Summary of status to expand tracking and accounting ability	Developing methodologies to account for phosphorus reductions from all project types (where feasible) in 2017-2018. Expanded ability to quantify road erosion controls in SFY 2017.	Lake Memphremagog TMDL finalized in 2017, providing phosphorus pollution rates for this region. Use Lake Champlain methods to estimate phosphorus reduction efficiencies by project type.	Need Vermont nitrogen land loading rates to quantify the nitrogen load for land treated by practices (depends on timing and results of EPA's regional Nitrogen Reduction Strategy).

# Act 76 Technical Elements: Operation and Maintenance Standards, Verification



# **Act 76 Technical Elements: Data Management**



### SFY 2020 Spending Plan: Transition to Act 76 Grant Programs

- Building partner capacity to manage funds through block grants and grants-in-aid programs
- 2. Enhancing project identification, prioritization, and development activities to increase project readiness
- 3. Bridging gaps in state's ability to establish interim targets and account for phosphorus reductions

For more information, see: <a href="https://dec.vermont.gov/watershed/cwi/grants/">https://dec.vermont.gov/watershed/cwi/grants/</a>

### **SFY 2020 Spending Plan: Status and Funding Opportunities**

Program	Area of Focus	Grant Size	Status
Ecosystem Restoration Grants	To support development and implementation of projects identified in tactical basin plans and listed in the Watershed Projects Database.	Minimum grant size: \$20,000	80% obligated (natural resources restoration funds remaining for fall round)
Municipal Roads Grants-in-Aid Program	To provide funds to municipalities to implement road erosion control projects that bring hydrologically connected road segments into full compliance with the Municipal Roads General Permit, including purchase of equipment.	Disbursement formula based on municipal hydrologically connected road-miles	100% obligated
Design/ Implementation Block Grant	To support partners in managing multiple projects involving preliminary design, final design and/or implementation. Individual projects are identified in tactical basin plans and listed in DEC Watershed Projects Database. A minimum of 50% of the award must support projects that cost at or below \$20,000.	Minimum grant size: \$500,000	100% obligated
River Corridor Easement Block Grant	To support river restoration and protection through implementation of multiple river corridor easements.	Minimum grant size: \$20,000	RFP open, proposals due August 12 <sup>th</sup>
Woody Buffer Block Grant	To support multiple woody buffer restoration projects along river corridors, floodplains, shorelands, and wetlands.	Minimum grant size: \$50,000	0% obligated, pending competitive process
Watershed Work Crew Block Grant	To support work crew implementation of clean water projects.	Minimum grant size: \$20,000	0% obligated, pending competitive process
Project Development and Technical Capacity Block Grant	To prepare for Act 76 by supporting project development to move projects towards design and implementation; support partnerships via technical outreach and capacity building (e.g., train-the-trainer).	Minimum grant size: \$20,000	0% obligated, pending competitive process

### **SFY 2020 Spending Plan: Act 76 Technical Elements**

#### VIII. Program Development Related to Act 76 of 2019

•	SUBTOTAL (VIII)	\$0	\$760,000	\$760,000
27	Grant and Financial Management Personnel		\$200,000	\$200,000
26	Project Development and Technical Capacity Block Grant		\$260,000	\$260,000
25	Technical Development of Tracking, Accounting, Target-Setting		\$300,000	\$300,000

- Interim target setting for TMDL streams allocation and phosphorus accounting for river/floodplain and wetland restoration projects (RFP open, proposals due September 25<sup>th</sup>)
- Interim target setting for TMDL forests allocation and phosphorus accounting for forest restoration projects (RFP under development)
- Development of operation and maintenance standards for clean water projects (RFP under development)
- Development of standard cost per unit phosphorus reduced by clean water projects (RFP under development)

### **Act 76 Working Groups**

### **Land and Water Conservation Study**

January 2020 report on a framework for statewide land conservation to maximize WQ benefits and other state priorities.

### **Water Quality Protection on Farms**

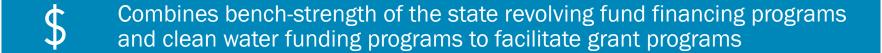
January 2020 report on how to most effectively deliver funding to the agricultural community.



### **ANR-DEC Organizational Changes to support Act 76**



DEC has created a new Division dedicated to water infrastructure planning, financing, engineering, and reporting





Provides coordinated tactical basin planning support to bridge between DEC regulatory programs and municipal and CWSP-led efforts



Provides for evolution of granting programs to align with Act 76



Supports engineering services across all aspects of clean and drinking water infrastructure

## For more information:

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