<u>2SSB 6117</u> - S AMD 199 By Senator Fraser

Strike everything after the enacting clause and insert the following:

"NEW SECTION. Sec. 1. (1) Since the 1992 enactment of the 3 4 reclaimed water act, the value of reclaimed water as a new source of supply has received increasing recognition across the state and across 5 6 the nation. New information on the matters in this section has 7 increased awareness of the need to better manage, protect, and conserve 8 water resources and to use reclaimed water in that process. The 9 legislature now finds the following:

(a) Global warming and climate change. Global warming has reduced 10 11 the volume of glaciers in the North Cascade mountains to between 12 eighteen to thirty-two percent since 1983, and up to seventy-five percent of the glaciers are at risk of disappearing under projected 13 14 temperatures for this century. Mountain snow pack has declined at 15 virtually every measurement location in the Pacific Northwest, reducing 16 the proportion of annual river flow to Puget Sound during summer months by eighteen percent since 1948. Global warming has also shifted peak 17 18 stream flows earlier in the year in watersheds covering much of Washington state, including the Columbia river basin, jeopardizing the 19 20 state's salmon fisheries. The state's recent report on the economic 21 impacts of climate change indicate that water resources will be one of 22 the areas most affected, and that many utilities may need to invest 23 major resources in new supply and conservation measures. Developing 24 and implementing adaptation strategies, such as water conservation that includes the use of reclaimed water, can extend existing water supply 25 26 systems to help address the global warming impacts. In particular, 27 because reclaimed water uses existing sources of supply and fairly 28 constant base flows of wastewater, it has year-round dependability, 29 without regard to any given year's climate variability. This is

particularly important during summer months, when outdoor demands peak
 and stream flows are critical for fish.

3 (b) Puget Sound. The governor has initiated a Puget Sound 4 partnership, with a request for an initial strategy to address high 5 priority problems. In December, the partnership delivered a strategy 6 that includes expanded use of reclaimed water both in order to improve 7 the Puget Sound's water quality by reducing wastewater discharges and 8 by replacing current sources of supply for nonpotable uses that 9 detrimentally affect stream flows and habitat.

10 (c) Salmon recovery. The federal fisheries services recently approved a salmon recovery plan for the Puget Sound, which was 11 12 developed across multiple watersheds by numerous local governments, 13 tribal governments, and other parties to achieve sustainable populations of salmon and other species. That plan includes an 14 adaptive management component where continued efforts will be made to 15 address issues, including problems with instream flows, identified as 16 17 a limiting factor in virtually all the watersheds, through strategies that will be developed by regional and watershed implementation groups. 18 A potentially significant strategy may be the substitution of reclaimed 19 water for nonpotable uses where it will benefit streams and habitat. 20

(d) Water quality. Increasingly stringent federal standards for water quality are forcing a number of communities to develop strategies for wastewater treatment that, in addition to providing higher treatment levels, will reduce the quantity of discharges. For many of those communities, facilities to produce reclaimed water will be a necessary approach to achieve both water quality and water supply objectives.

(e) Watershed plans. Under the watershed planning act of 1997,
approximately two-thirds of the watersheds in the state have used a
bottoms-up approach to developing collaborative plans for meeting
future water supply needs. Many of those plans include the use of
reclaimed water for meeting those needs.

(f) Columbia river water management. Pursuant to legislation and funding provided in 2006, federal, state, and local governments and agencies, along with tribal governments, user groups, environmental organizations, and others are developing a comprehensive strategy for the mainstem Columbia that will ensure supplies for future growth while protecting stream flows and fish habitat. The strategy will include 1 multiple tools that may include the potential development of new 2 storage, conservation measures, and water use efficiency. One pathway 3 toward conservation and efficiency is likely to be identification and 4 implementation of reclaimed water opportunities.

5 (g) Development schedule. The time frame required to plan, design, construct, and begin use of reclaimed water can be extensive due to the 6 7 public information and acceptance efforts required in addition to and 8 planning, design, environmental assessment required for This extended time frame necessitates the 9 infrastructure projects. initiation of reclaimed water projects as soon as possible. 10

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(2) It is therefore the intent of the legislature to:

12 (a) Effectuate and reinvigorate the original intent behind the 13 reclaimed water act to expand the use of reclaimed water for nonpotable 14 uses throughout the state;

(b) Restate and emphasize the use of reclaimed water as a matter of water resource management policy;

17 (c) Address current barriers to the use of reclaimed water, where18 changes in state law will resolve such issues;

(d) Develop information from the state agencies responsible for promoting the use of reclaimed water and address regulatory, financial, planning, and other barriers to the expanded use of reclaimed water, relying on state agency expertise and experience with reclaimed water;

(e) Facilitate achieving state, regional, and local objectives through use of reclaimed water for water supply purposes in high priority areas of the state, and in regional and local watershed and water planning;

(f) Provide planning tools to local governments to incorporate reclaimed water and related water conservation into land use plans, consistent with water planning;

30 (g) Expand the scope of work of the advisory committee established 31 under chapter 279, Laws of 2006 to identify other reclaimed water 32 issues that should be addressed; and

(h) Provide initial funding, and evaluate options for providingadditional direct state funding, for reclaimed water projects.

35 **Sec. 2.** RCW 90.46.005 and 2001 c 69 s 1 are each amended to read 36 as follows:

37 The legislature finds that by encouraging the use of reclaimed

1 water while assuring the health and safety of all Washington citizens 2 and the protection of its environment, the state of Washington will 3 continue to use water in the best interests of present and future 4 generations.

To facilitate the <u>immediate</u> use of reclaimed water ((as soon as is 5 practicable, the legislature encourages the cooperative efforts of the 6 7 public and private sectors and the use of pilot projects)) for uses approved by the departments of ecology and health, the state shall 8 expand both direct financial support and financial incentives for 9 capital investments in water reuse and reclaimed water to effectuate 10 the goals of this chapter. The legislature further directs the 11 12 department of health and the department of ecology to coordinate 13 efforts towards developing an efficient and streamlined process for 14 creating and implementing processes for the use of reclaimed water.

15 It is hereby declared that the people of the state of Washington 16 have a primary interest in the development of facilities to provide 17 reclaimed water to replace potable water in nonpotable applications, to 18 supplement existing surface and ground water supplies, and to assist in 19 meeting the future water requirements of the state.

The legislature further finds and declares that the utilization of 20 21 reclaimed water by local communities for domestic, agricultural, 22 industrial, recreational, and fish and wildlife habitat creation and enhancement purposes, including wetland enhancement, will contribute to 23 24 the peace, health, safety, and welfare of the people of the state of 25 To the extent reclaimed water is appropriate for Washington. beneficial uses, it should be so used to preserve potable water for 26 27 drinking purposes, contribute to the restoration and protection of instream flows that are crucial to preservation of the state's salmonid 28 fishery resources, contribute to the restoration of Puget Sound by 29 reducing wastewater discharge, provide a drought resistant source of 30 water supply for nonpotable needs, and be a source of supply integrated 31 into state, regional, and local strategies to respond to population 32 growth and global warming. Use of reclaimed water constitutes the 33 development of new basic water supplies needed for future generations 34 35 and local and regional water management planning should consider 36 coordination of infrastructure, development, storage, water reclamation 37 and reuse, and source exchange as strategies to meet water demands associated with population growth and impacts of global warming. 38

1 The legislature further finds and declares that the use of 2 reclaimed water is not inconsistent with the policy of antidegradation 3 of state waters announced in other state statutes, including the water 4 pollution control act, chapter 90.48 RCW and the water resources act, 5 chapter 90.54 RCW.

6 The legislature finds that other states, including California, 7 Florida, and Arizona, have successfully used reclaimed water to 8 supplement existing water supplies without threatening existing 9 resources or public health.

10 It is the intent of the legislature that the department of ecology 11 and the department of health undertake the necessary steps to encourage 12 the development of water reclamation facilities so that reclaimed water 13 may be made available to help meet the growing water requirements of 14 the state.

The legislature further finds and declares that reclaimed water 15 facilities are water pollution control facilities as defined in chapter 16 17 70.146 RCW and are eligible for financial assistance as provided in chapter 70.146 RCW. The legislature finds that funding demonstration 18 projects will ensure the future use of reclaimed water. 19 The demonstration projects in RCW 90.46.110 are varied in nature and will 20 21 provide the experience necessary to test different facets of the 22 standards and refine a variety of technologies so that water purveyors can begin to use reclaimed water technology in a more cost-effective 23 24 manner. This is especially critical in smaller cities and communities 25 where the feasibility for such projects is great, but there are scarce resources to develop the necessary facilities. 26

The legislature further finds that the agricultural processing industry can play a critical and beneficial role in promoting the efficient use of water by having the opportunity to develop and reuse agricultural industrial process water from food processing.

31 Sec. 3. RCW 90.46.120 and 2003 1st sp.s. c 5 s 13 are each amended 32 to read as follows:

(1) The owner of a wastewater treatment facility that is reclaiming water with a permit issued under this chapter has the exclusive right to any reclaimed water generated by the wastewater treatment facility. Use ((and)), distribution ((of the)), and the recovery from aquifer storage of reclaimed water by the owner of the wastewater treatment facility is exempt from the permit requirements of RCW 90.03.250 and 90.44.060. Revenues derived from the reclaimed water facility shall be used only to offset the cost of operation of the wastewater utility fund or other applicable source of system-wide funding.

5 (2) If the proposed use or uses of reclaimed water are intended to augment or replace potable water supplies or create the potential for 6 7 the development of additional potable water supplies, such use or uses shall be considered in the development of ((the)) any regional water 8 supply plan or plans addressing potable water supply service by 9 multiple water purveyors. Such water supply plans include plans 10 developed by multiple jurisdictions under the relevant provisions of 11 chapters 43.20, 70.116, 90.44, and 90.82 RCW, and the water supply 12 13 provisions under the utility element of chapter 36.70A RCW. The method 14 by which such plans are approved shall remain unchanged. The owner of a wastewater treatment facility that proposes to reclaim water shall be 15 included as a participant in the development of such regional water 16 17 supply plan or plans.

(3) Where opportunities for the use of reclaimed water exist within 18 the period of time addressed by a water system plan, a water supply 19 plan, or <u>a</u> coordinated water system plan developed under chapters 43.20 20 21 ((or)), 70.116, 90.44, and 90.82 RCW, and the water supply provisions under the utility element of chapter 36.70A RCW, these plans must be 22 developed and coordinated to ensure that opportunities for reclaimed 23 24 water are evaluated. The requirements of this subsection (3) do not 25 apply to water system plans developed under chapter 43.20 RCW for utilities serving less than one thousand service connections. 26

27 **Sec. 4.** RCW 90.46.130 and 2002 c 329 s 5 are each amended to read 28 as follows:

(1)(a) Except as provided in subsection (2) of this section, 29 facilities that reclaim water under this chapter shall not impair any 30 31 existing water right downstream from any freshwater discharge points of such facilities unless there is compensation or mitigation for such 32 33 impairment ((is agreed to by the holder of the affected water right)). 34 For purposes of this section, there is no impairment in the following circumstances: (i) There is recovery and use of reclaimed water in 35 36 lieu of discharge of wastewater, which leads to return flows to the water body in substantially the same quantity and location as a 37

wastewater discharge previously authorized by a national pollutant 1 discharge elimination system wastewater discharge permit or state 2 permit; (ii) there is discharge of reclaimed water or recovery and use 3 of reclaimed water in lieu of the discharge of wastewater into marine 4 water; and (iii) proposals to replace failing or inadequate septic 5 facilities with a reclaimed water facility or project that is part of б a new or expanded wastewater treatment and reclaimed water facility. 7 This presumption only applies if there is no claim of impairment by an 8 existing downstream water right after compliance with the requirements 9 in subsection (3) of this section. 10

(b) Nothing in this section may be construed as affecting or 11 diminishing the right to use reclaimed water or the exemption from 12 13 water right permit requirements provided to the owner of the wastewater treatment facility in RCW 90.46.120. Further, nothing in this section 14 may be construed as affecting or diminishing the ability of the owner 15 of a wastewater treatment facility to modify its facilities or 16 discharges in order to comply with state or federal water quality 17 standards or permit requirements under chapter 90.48 RCW. 18

19 (2) Agricultural water use of agricultural industrial process water and use of industrial reuse water under this chapter shall not impair 20 21 existing water rights within the water source that is the source of 22 supply for the agricultural processing plant or the industrial processing and, if the water source is surface water, the existing 23 24 water rights are downstream from the agricultural processing plant's discharge points existing on July 22, 2001, or from the industrial 25 26 processing's discharge points existing on June 13, 2002.

27 (3) For purposes of determining a claim of impairment under subsection (1)(a) and (b) of this section, of a downstream water right 28 existing August 18, 1997, the applicant for a reclaimed water permit 29 shall publish notice of an application for a permit for a reclaimed 30 water facility in the same manner as provided for in RCW 90.48.170. If 31 the department receives a claim of impairment within thirty days of the 32 last publication of notice, the department shall investigate the claim 33 of impairment and issue a written decision. The decision shall include 34 any conditions the department finds necessary to mitigate any 35 36 impairment. The decision shall be issued within one hundred eighty days and shall be appealable by any party pursuant to RCW 43.21B.310 37 upon the issuance of the decision or as part of the overall reclaimed 38

water permit upon the issuance of a reclaimed water permit. This 1 2 section shall not be construed as exempting a reclaimed water project from the provisions of chapter 43.21C RCW. 3

(4) This section shall not be construed as establishing any right 4 for a downstream water right holder to the continued discharge from an 5 upstream wastewater treatment plant or reclaimed water facility. б

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Sec. 5. 2006 c 279 s 3 (uncodified) is amended to read as follows: (1) In order to identify and pursue other measures to facilitate 8 achieving the objectives in RCW 90.46.005 for expanded, appropriate, 9 and safe use of reclaimed water, the department of ecology and the 10 department of health shall provide the legislature with relevant 11 12 information through periodic progress reports, as provided in this 13 section.

(2) The department of ecology ((must present)) shall provide 14 interim reports to the appropriate committees of the legislature by 15 16 January 1, 2008, and January 1, 2009, that summarize the steps taken to 17 that date towards the final rule making required by ((section 1 of this act)) RCW 90.46.015. The reports ((must)) shall include, at a minimum, 18 a summary of participation in the <u>rule</u> advisory ((group and)) 19 20 committee, the topics considered by the department, and issues 21 identified by the rule advisory committee as barriers to expanded use of reclaimed water that may not be addressed within the rules to be 22 23 adopted by the department.

(3) In addition to subsection (2) of this section, the department 24 shall form a subtask force consisting of not more than ten members 25 26 chosen from the existing rule advisory committee to further identify and recommend actions to increase the promotion of reclaimed water as 27 a water supply and water resource management option. At a minimum, the 28 subtask force shall consider (a) issues assigned by the rule advisory 29 committee; (b) staffing levels, resources, and roles within both state 30 agencies; (c) optimizing organizational structure; and (d) unresolved 31 legal issues specific to reclaimed water use. Information regarding 32 these topics shall be appended to the required interim reports as the 33 34 topics are considered by the advisory group.

Sec. 6. RCW 90.82.043 and 2003 1st sp.s. c 4 s 3 are each amended 35 36 to read as follows:

(1) Within one year of accepting funding under RCW 90.82.040(2)(e),
 the planning unit must complete a detailed implementation plan.
 Submittal of a detailed implementation plan to the department is a
 condition of receiving grants for the second and all subsequent years
 of the phase four grant.

6 (2) Each implementation plan must contain strategies to provide 7 sufficient water for: (a) Production agriculture; (b) commercial, 8 industrial, and residential use; and (c) instream flows. Each 9 implementation plan must contain timelines to achieve these strategies 10 and interim milestones to measure progress.

(3) The implementation plan must clearly define coordination and oversight responsibilities; any needed interlocal agreements, rules, or ordinances; any needed state or local administrative approvals and permits that must be secured; and specific funding mechanisms.

15 (4) In developing the implementation plan, the planning unit must 16 consult with other entities planning in the watershed management area 17 and identify and seek to eliminate any activities or policies that are 18 duplicative or inconsistent.

19 (5)(a) By December 1, 2003, and by December 1st of each subsequent 20 year, the director of the department shall report to the appropriate 21 legislative standing committees regarding statutory changes necessary 22 to enable state agency approval or permit decision making needed to 23 implement a plan approved under this chapter.

24 (b) Beginning with the December 1, 2007, report, and then every two years thereafter, the director shall include in each report the extent 25 to which reclaimed water has been identified in the watershed plans as 26 27 potential sources or strategies to meet future water needs, and provisions in any watershed implementation plans that discuss barriers 28 to implementation of the water reuse elements of those plans. The 29 department's report shall include an estimate of the potential cost of 30 reclaimed water facilities and identification of potential sources of 31 funding for them. 32

33 <u>NEW SECTION.</u> Sec. 7. (1) By January 1, 2008, the department of 34 health shall file a brief report with the appropriate committees of the 35 legislature on the general status of:

36 (a) Development of permit fees for industrial and commercial uses37 of reclaimed water as required by RCW 90.46.030;

(b) Development of standards and guidelines for greywater use as
 required by RCW 90.46.140; and

3 (c) Permitting of greywater use by local health officers and 4 plumbing officials in accordance with standards and guidelines 5 developed pursuant to RCW 90.46.140.

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(2) The report shall also identify:

7 (a) A general description of the number, type, and location of
8 reclaimed water opportunities included in water supply and coordinated
9 water system plans since 2003, as required by RCW 90.46.140;

10 (b) The best information currently available regarding potential 11 public health risks associated with reclaimed water, if any, any known 12 occurrences of any public health incidents associated with reclaimed 13 water use, the approaches to reclaimed water-related public health 14 issues taken in other states, and resource needs of the department to 15 evaluate any known public health risks; and

16 (c) A description of a basic public information and public 17 acceptance program necessary to generate public support for the 18 beneficial use of reclaimed water.

19 (3) In order to ensure brevity of the report, the department should 20 include references to existing documents, reports, internet sites, and 21 other sources of detailed information on the foregoing issues.

22 **Sec. 8.** RCW 90.54.020 and 1997 c 442 s 201 are each amended to 23 read as follows:

Utilization and management of the waters of the state shall be guided by the following general declaration of fundamentals:

26 (1) Uses of water for domestic, stock watering, industrial, commercial, agricultural, irrigation, hydroelectric power production, 27 mining, fish and wildlife maintenance and enhancement, recreational, 28 29 thermal power production purposes, and preservation and of environmental and aesthetic values, and all other uses compatible with 30 31 the enjoyment of the public waters of the state, are declared to be beneficial. 32

(2) Allocation of waters among potential uses and users shall be
 based generally on the securing of the maximum net benefits for the
 people of the state. Maximum net benefits shall constitute total
 benefits less costs including opportunities lost.

(3) The quality of the natural environment shall be protected and,
 where possible, enhanced as follows:

(a) Perennial rivers and streams of the state shall be retained 3 with base flows necessary to provide for preservation of wildlife, 4 5 fish, scenic, aesthetic and other environmental values, and navigational values. Lakes and ponds shall be retained substantially 6 7 in their natural condition. Withdrawals of water which would conflict therewith shall be authorized only in those situations where it is 8 clear that overriding considerations of the public interest will be 9 served. 10

(b) Waters of the state shall be of high quality. Regardless of 11 the quality of the waters of the state, all wastes and other materials 12 and substances proposed for entry into said waters shall be provided 13 with all known, available, and reasonable methods of treatment prior to 14 entry. Notwithstanding that standards of quality established for the 15 waters of the state would not be violated, wastes and other materials 16 17 and substances shall not be allowed to enter such waters which will reduce the existing quality thereof, except in those situations where 18 it is clear that overriding considerations of the public interest will 19 be served. Technology-based effluent limitations or standards for 20 discharges for municipal water treatment plants located on the 21 22 Chehalis, Columbia, Cowlitz, Lewis, or Skagit river shall be adjusted to reflect credit for substances removed from the plant intake water 23 24 if:

(i) The municipality demonstrates that the intake water is drawn
from the same body of water into which the discharge is made; and

(ii) The municipality demonstrates that no violation of receiving water quality standards or appreciable environmental degradation will result.

30 (4) The development of multipurpose water storage facilities shall 31 be a high priority for programs of water allocation, planning, 32 management, and efficiency. The department, other state agencies, local governments, and planning units formed under section 107 or 108 33 of this act shall evaluate the potential for the development of new 34 storage projects and the benefits and effects of storage in reducing 35 damage to stream banks and property, increasing the use of land, 36 37 providing water for municipal, industrial, agricultural, power generation, and other beneficial uses, and improving stream flow
 regimes for fisheries and other instream uses.

3 (5) Adequate and safe supplies of water shall be preserved and 4 protected in potable condition to satisfy human domestic needs.

5 (6) Multiple-purpose impoundment structures are to be preferred 6 over single-purpose structures. Due regard shall be given to means and 7 methods for protection of fishery resources in the planning for and 8 construction of water impoundment structures and other artificial 9 obstructions.

10 (7) Federal, state, and local governments, individuals, corporations, groups and other entities shall be encouraged to carry 11 out practices of conservation as they relate to the use of the waters 12 13 of the state. In addition to traditional development approaches, 14 improved water use efficiency ((and)), conservation, and use of reclaimed water shall be emphasized in the management of the state's 15 water resources and in some cases will be a potential new source of 16 17 water with which to meet future needs throughout the state. Use of reclaimed water should be employed through state and local planning and 18 programs with incentives for state financial assistance recognizing 19 programs and plans that encourage the use of conservation and reclaimed 20 21 water use, and state agencies shall continue to review and reduce regulatory barriers and streamline permitting for the use of reclaimed 22 water where appropriate. 23

(8) Development of water supply systems, whether publicly or privately owned, which provide water to the public generally in regional areas within the state shall be encouraged. Development of water supply systems for multiple domestic use which will not serve the public generally shall be discouraged where water supplies are available from water systems serving the public.

30 (9) Full recognition shall be given in the administration of water 31 allocation and use programs to the natural interrelationships of 32 surface and ground waters.

(10) Expressions of the public interest will be sought at allstages of water planning and allocation discussions.

35 (11) Water management programs, including but not limited to, water 36 quality, flood control, drainage, erosion control and storm runoff are 37 deemed to be in the public interest. 1 Sec. 9. RCW 90.54.180 and 1989 c 348 s 5 are each amended to read
2 as follows:

Consistent with the fundamentals of water resource policy set forth in this chapter, state and local governments, individuals, corporations, groups and other entities shall be encouraged to carry out water use efficiency and conservation programs and practices consistent with the following:

8 (1) Water efficiency and conservation programs should utilize an 9 appropriate mix of economic incentives, cost share programs, regulatory 10 programs, and technical and public information efforts. Programs which 11 encourage voluntary participation are preferred.

12 (2) Increased water use efficiency and reclaimed water should 13 receive consideration as a potential source of water in state and local 14 water resource planning processes. In determining the costeffectiveness of alternative water sources, consideration should be 15 given to the benefits of conservation, waste water recycling, and 16 17 impoundment of waters. Where reclaimed water is a feasible replacement source of water, it shall be used by state agencies and state 18 facilities for nonpotable water uses in lieu of the use of potable 19 water. For purposes of this requirement, feasible replacement source 20 21 means (a) the reclaimed water is of adequate quality and quantity for the proposed use; (b) the proposed use is approved by the departments 22 of ecology and health; (c) the reclaimed water can be reliably supplied 23 24 by a local public agency or public water system; and (d) the cost of the reclaimed water is reasonable relative to the costs of conservation 25 or other potentially available supplies of potable water, after taking 26 27 into account all costs and benefits, including environmental costs and benefits. 28

(3) In determining the cost-effectiveness of alternative water sources, full consideration should be given to the benefits of storage which can reduce the damage to stream banks and property, increase the utilization of land, provide water for municipal, industrial, agricultural, and other beneficial uses, provide for the generation of electric power from renewable resources, and improve stream flow regimes for fishery and other instream uses.

36 (4) Entities receiving state financial assistance for construction37 of water source expansion or acquisition of new sources shall develop,

1 and implement if cost-effective, a water use efficiency and 2 conservation element of a water supply plan pursuant to RCW 3 43.20.230(1).

(5) State programs to improve water use efficiency should focus on 4 5 those areas of the state in which water is overappropriated; areas that experience diminished streamflows or aquifer levels; regional areas 6 7 that the governor has identified as high priority for investments in improved water quality and quantity, including the Spokane river, the 8 Columbia river basin, and the Puget Sound; areas most likely to be 9 affected by global warming; and areas where projected water needs, 10 including those for instream flows, exceed available supplies. 11

12 (6) Existing and future generations of citizens of the state of 13 Washington should be made aware of the importance of the state's water resources and the need for wise and efficient use and development of 14 this vital resource. In order to increase this awareness, state 15 agencies should integrate public ((education)) information programs on 16 17 increasing water use efficiency into existing public information This effort shall be coordinated with other levels of 18 efforts. government, including local governments and Indian tribes. 19

20 <u>NEW SECTION.</u> Sec. 10. A new section is added to chapter 58.17 RCW 21 to read as follows:

In determining whether a proposed short plat, short subdivision, or subdivision meets the requirements for potable water supplies as required under RCW 58.17.060 or 58.17.110, and otherwise serves the public use and interest, the city, town, or county may require:

(1) Conformance to any water conservation ordinances or plansadopted by the city, town, or county;

(2) Use of water conservation measures consistent with any regional watershed plan adopted under chapter 90.82 RCW, or any regional water supply plan as described in RCW 90.46.120 if the city or county determines that the measures contained within such a regional supply plan conform to its respective conservation ordinances and water, sewer, and comprehensive land use plan; and

(3) Use of reclaimed water where potable water is not required, if
 it is consistent with any applicable local ordinance adopted for water
 reuse or use of reclaimed water.

<u>NEW SECTION.</u> Sec. 11. A new section is added to chapter 90.46 RCW
 to read as follows:

(1) The department of ecology shall establish a subtask force from 3 the existing rule advisory committee by July 31, 2007, composed of no 4 more than ten members including a representative from the department of 5 ecology, who shall serve as chair, a representative from the department 6 7 of health, and representatives from city, county, and water-sewer district utilities, and the environmental and business communities. By 8 January 1, 2008, the subtask force shall submit to the appropriate 9 10 legislative committees a recommendation for a long-term dedicated funding program to construct reclaimed water facilities. To minimize 11 12 the administrative burden, the subtask force shall work toward a 13 coordinated effort with the current clean water state revolving fund and centennial clean water fund integrated program under which 14 reclaimed water projects with a water quality benefit are currently 15 eligible and shall review the "2006 Inventory of State Infrastructure 16 17 Programs" produced by the joint legislative audit and review committee. The subtask force shall also review current existing conservation and 18 water reuse plans or programs for cities, counties, and districts and 19 provide a report to the appropriate legislative committees regarding 20 21 the number, general nature, and extent that conservation and reclaimed 22 water use is identified or incorporated into such plans. The subtask force also shall consider, and recommend, provisions on the inclusion 23 24 of reclaimed water use criteria or requirements as an element of water use efficiency requirements required under RCW 70.119A.180 and for 25 water system, public water system, and/or regional water plans as 26 27 required under chapters 43.20 and 70.119 RCW.

(2) The recommendation shall provide a comprehensive funding, loan,and grant program that includes the following:

30 (a) Eligibility requirements: Eligible components should include
31 the additional water reclamation components to treat wastewater
32 effluent to reclaimed water standards, distribution pump stations,
33 storage, trunk lines, and distribution lines, and multiple-purpose
34 projects in proportion to the costs allocated to reclaimed water;

35 (b) Competitive process for funding: The funding should be 36 competitive and establish a maximum percentage or maximum funding 37 amount available to any applicant;

(c) Priorities for funding that target reclaimed water projects 1 2 ready to proceed, local support for the project, projects in areas that have adopted mandatory use ordinances or letters of intent to execute 3 user contracts, projects providing broader public benefits to 4 5 environmental water quality or water resource needs such as Puget Sound restoration, Columbia river water management strategies, water quality 6 7 improvements, wetlands habitat, and instream flows, projects with benefits that clearly extend to citizens other than the utility 8 9 ratepayers; and

10 (d) A proposed grant program for projects in identified high 11 priority areas.

12 <u>NEW SECTION.</u> Sec. 12. A new section is added to chapter 90.46 RCW 13 to read as follows:

14 (1) The legislature finds that the state should take a lead in15 increasing the visibility of the use of reclaimed water.

(2) The department of general administration shall develop a 16 17 proposal to provide a comprehensive campus-wide plan for the use of nonpotable water in lieu of the use of potable water for irrigation and 18 19 related outdoor uses, to serve as a demonstration project for the use of reclaimed water. The department of general administration shall 20 21 work with the city of Olympia to provide a report to the legislature by 22 December 1, 2007, of the needed infrastructure, cost, and potential 23 funding sources for the project."

2SSB 6117 - S AMD By Senator

On page 1, line 1 of the title, after "water;" strike the remainder of the title and insert "amending RCW 90.46.005, 90.46.120, 90.46.130, 90.82.043, 90.54.020, and 90.54.180; amending 2006 c 279 s 3 (uncodified); adding a new section to chapter 58.17 RCW; adding new sections to chapter 90.46 RCW; and creating new sections."

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