2016 SESSION

16102370D **HOUSE BILL NO. 438** 1 Offered January 13, 2016 2 3 4 5 Prefiled January 7, 2016 A BILL to amend the Code of Virginia by adding a section numbered 62.1-44.19:21.1, relating to sediment reduction credits for MS4s. 6 Patrons-Bulova and Lingamfelter 7 8 Referred to Committee on Agriculture, Chesapeake and Natural Resources 9 10 Be it enacted by the General Assembly of Virginia: 1. That the Code of Virginia is amended by adding a section numbered 62.1-44.19:21.1 as follows: 11 § 62.1-44.19:21.1. Sediment credit use by regulated MS4s. 12 13 A. Subject to the conditions and limitations of subsections B, C, and D, an MS4 permittee may 14 acquire and use sediment credits for purposes of compliance with any waste load allocations established 15 by total maximum daily loads for the Chesapeake Bay or its tidal tributaries applied in an MS4 permit issued pursuant to § 62.1-44.15:25, where such credit use is part of an integrated compliance plan for 16 17 the MS4 permittee to address such nutrient and sediment total maximum daily loads. B. Such method of compliance may be approved by the Department following review of an integrated 18 19 compliance plan submitted by the permittee that includes the use of sediment credits. The permittee may 20 use such credits for compliance purposes only if (i) the credits are generated and applied for purposes of compliance for the same calendar year; (ii) the credits are acquired no later than June 1 immediately 21 22 following the calendar year to which the credits are applied; (iii) no later than June 1 immediately 23 following the calendar year to which credits are applied, the permittee certifies on a form supplied by the Department that he has acquired sufficient credits to satisfy his compliance obligations; (iv) the 24 25 credits are generated in the same tributary; and (v) the credits are derived from (a) implementation of best management practices outside of an MS4 service area, in which case the necessary baseline 26 27 sediment reduction for such land shall be achieved prior to the permittee's use of additional reductions 28 as credit or (b) a point source waste load allocation established by the Chesapeake Bay total maximum 29 daily load, in which case the credit is the difference between the waste load allocation specified as an 30 annual mass load and any lower monitored annual mass load that is discharged as certified on a 31 discharge monitoring report. C. This section shall not be construed to limit or otherwise affect the authority of the Board to 32

33 establish and enforce more stringent water quality-based effluent limitations in permits where those 34 limitations are necessary to protect local water quality. The exchange or acquisition of credits pursuant 35 to this article shall not affect any requirement to comply with such local water quality-based limitations. 36 D. The Board may adopt regulations for the purpose of establishing procedures for the certification 37 of nonpoint source sediment credits. Such regulations shall be consistent wherever appropriate with regulations adopted pursuant to § 62.1-44.19:20 for certification of nonpoint source nutrient credits, 38 39 including the opportunity for public notification and sediment baseline attainment as a condition on 40 generation and use of nonpoint source sediment credits.

41 *E.* For the purposes of this section, "sediment credit" means a sediment or total suspended solids 42 reduction that is expressed in pounds delivered to tidal waters within the Chesapeake Bay Watershed. HB438