{deleted text} shows text that was in HB0275S01 but was deleted in HB0275S02.

inserted text shows text that was not in HB0275S01 but was inserted into HB0275S02.

DISCLAIMER: This document is provided to assist you in your comparison of the two bills. Sometimes this automated comparison will NOT be completely accurate. Therefore, you need to read the actual bills. This automatically generated document could contain inaccuracies caused by: limitations of the compare program; bad input data; or other causes.

{Representative Casey Snider}Senator Scott D. Sandall proposes the following substitute bill:

WATER AMENDMENTS

2024 GENERAL SESSION STATE OF UTAH

Chief Sponsor: ⊕ Casey Snider

LONG TITLE

General Description:

This bill addresses issues related to water.

Highlighted Provisions:

This bill:

- addresses home owners associations and water wise landscaping;
- permits the state engineer to require data be submitted in a particular format under certain circumstances;
- clarifies who is eligible for grant money for water conservation efforts other than secondary water metering; and
- makes technical changes.

Money Appropriated in this Bill:

None

Other Special Clauses:

None

Utah Code Sections Affected:

AMENDS:

57-8a-231, as last amended by Laws of Utah 2023, Chapters 139, 199

73-5-8, as last amended by Laws of Utah 2016, Chapter 58

73-10-34.5, as last amended by Laws of Utah 2023, Chapter 260

Be it enacted by the Legislature of the state of Utah:

Section 1. Section 57-8a-231 is amended to read:

57-8a-231. Water wise landscaping.

- (1) As used in this section:
- (a) "Lawn or turf" means nonagricultural land planted in closely mowed, managed grasses.
- (b) "Mulch" means material such as rock, bark, wood chips, or other materials left loose and applied to the soil.
- (c) "Overhead spray irrigation" means above ground irrigation heads that spray water through a nozzle.
- (d) (i) "Vegetative coverage" means the ground level surface area covered by the exposed leaf area of a plant or group of plants at full maturity.
- (ii) "Vegetative coverage" does not mean the ground level surface area covered by the exposed leaf area of a tree or trees.
 - (e) "Water wise landscaping" means any or all of the following:
- (i) installation of plant materials suited to the microclimate and soil conditions that can:
 - (A) remain healthy with minimal irrigation once established; or
 - (B) be maintained without the use of overhead spray irrigation;
- (ii) use of water for outdoor irrigation through proper and efficient irrigation design and water application; or
 - (iii) the use of other landscape design features that:

- (A) minimize the need of the landscape for supplemental water from irrigation;
- (B) reduce the landscape area dedicated to lawn or turf; or
- (C) encourage vegetative coverage.
- (f) "Water wise plant material" means a plant material suited to water wise landscaping as defined in this section.
- (2) An association may not enact or enforce a governing document that prohibits, or has the effect of prohibiting, a lot owner of a detached dwelling from incorporating water wise landscaping on the property owner's property.
- (3) (a) Subject to Subsection (3)(b), Subsection (2) does not prohibit an association from requiring a property owner to:
- (i) comply with a site plan review or other review process before installing water wise landscaping;
 - (ii) maintain plant material in a healthy condition; and
- (iii) follow specific water wise landscaping design requirements adopted by the association including a requirement that:
- (A) restricts or clarifies the use of mulches considered detrimental to the association's operations; and
- (B) restricts or prohibits the use of specific plant materials other than water wise plant materials.
 - (b) An association may not require a property owner to [:
- [}_(i)] \{ \} install or keep in place lawn or turf in an area [with a width less than eight feet; or \{ \}]
- [(ii) have more than 50% vegetative coverage, that is not water wise landscaping, on the property owner's property].

Section 2. Section 73-5-8 is amended to read:

73-5-8. Audits -- Reports by users to engineer.

- (1) The Division of Water Rights shall, in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, make rules specifying:
 - (a) what water use data a person shall report, pursuant to this section; and
- (b) how the Division of Water Rights shall validate the data described in Subsection (1)(a).

- (2) The Division of Water Rights may:
- (a) collect and validate water use data[.]; and
- (b) require data be submitted electronically in a particular format by a city of the first class or a water conservancy district that provides service in whole or in part within a county of the first or second class, if the city or water conservancy district is located within:
 - (i) the surveyed meander line of the Great Salt Lake;
 - (ii) the drainage areas of the Bear River or the Bear River's tributaries;
 - (iii) the drainage areas of Bear Lake or Bear Lake's tributaries;
 - (iv) the drainage areas of the Weber River or the Weber River's tributaries;
 - (v) the drainage areas of the Jordan River or the Jordan River's tributaries;
 - (vi) the drainage areas of Utah Lake or Utah Lake's tributaries;
- (vii) other water drainages lying between the Bear River and the Jordan River that are tributary to the Great Salt Lake and not included in the drainage areas described in Subsections (2)(b)(ii) through (vi); or
 - (viii) the drainage area of Tooele Valley.
- (3) Every person using water from any river system or water source, when requested by the state engineer, shall within 30 days after such request report to the state engineer in writing:
 - (a) the nature of the use of any such water;
 - (b) the area on which used;
 - (c) the kind of crops to be grown;
 - (d) water elevations on wells or tunnels; and
 - (e) quantity of water used.

Section $\frac{2}{3}$. Section 73-10-34.5 is amended to read:

73-10-34.5. Grant money for existing secondary water metering to facilitate full metering -- Other grants.

- (1) As used in this section:
- (a) "Applicant" means a secondary water supplier or group of secondary water suppliers that applies for a grant under this section.
 - (b) "Board" means the Board of Water Resources.
 - (c) "Division" means the Division of Water Resources.
 - (d) "Project" means the purchase or installation of a meter for a secondary water

system that as of May 4, 2022, provides secondary water service that is not metered.

- (e) "Secondary water" means the same as that term is defined in Section 73-10-34.
- (f) "Secondary water connection" means the same as that term is defined in Section 73-10-34.
- (g) "Secondary water supplier" means the same as that term is defined in Section 73-10-34.
- (2) (a) The board may issue grants in an amount appropriated by the Legislature in accordance with this section to an applicant to fund projects for meters on secondary water systems that before May 4, 2022, provide secondary water service that is not metered.
 - (b) The board may not issue a grant under this section to fund:
 - (i) metering of secondary water for service that begins on or after May 4, 2022; or
 - (ii) the replacement or repair of an existing secondary water meter.
- (c) Notwithstanding the other provisions of this section, the board may issue a grant under this section to a secondary water supplier to reimburse the secondary water supplier for the costs incurred by the secondary water supplier that are associated with installing meters on a secondary water system on or after March 3, 2021, but before May 4, 2022, except that the grant issued under this Subsection (2)(c):
- (i) shall be included in calculating the total grant amount under Subsections (3)(a) through (c);
- (ii) may not exceed 70% of the costs associated with a project described in this Subsection (2)(c), including installation and purchase of meters; and
 - (iii) shall comply with Subsection (6).
- (3) (a) A secondary water supplier with 7,000 secondary water connections or less is eligible for a total grant amount under this section of up to \$5,000,000.
- (b) A secondary water supplier with more than 7,000 secondary water connections is eligible for a total grant amount under this section of up to \$10,000,000.
- (c) If a secondary water supplier applies for a grant as part of a group of secondary water suppliers, the total grant amount described in Subsection (3)(a) or (b) applies to each member of the group and is not based on the number of secondary water connections of the entire group.
 - (d) (i) Subject to the other provisions of this section, a grant may not exceed the

following amounts for the costs associated with a project, including installation and purchase of meters:

- (A) for calendar year 2022, 70% of the costs of a project;
- (B) for calendar year 2023, 70% of the costs of a project;
- (C) for calendar year 2024, 65% of the costs of a project;
- (D) for calendar year 2025, 60% of the costs of a project; and
- (E) for calendar year 2026, 50% of the costs of a project.
- (ii) Beginning with calendar year 2027, a grant under this section shall consist of providing a meter or funding to obtain a meter, which may not exceed the following for costs associated with the project:
 - (A) for calendar year 2027, 40% of the costs of a project;
 - (B) for calendar year 2028, 30% of the costs of a project;
 - (C) for calendar year 2029, 20% of the costs of a project; and
 - (D) for calendar year 2030, 10% of the costs of a project.
- (e) A secondary water supplier may pay the secondary water supplier's portion of the costs of a project through a loan from the board under Section 73-10-34 by filing a separate application with the board.
- (f) A meter purchased with grant money received under this section shall allow for data communication between the meter and other devices designed to manage use of secondary water that is:
 - (i) open and available to an end user; and
 - (ii) open so that it can integrate with third-party providers.
- (4) (a) (i) To obtain a grant under this section, an applicant shall submit an application with the division during a period of time designated by the board.
- (ii) If there remains money described in Subsection (2) after the grants for applications submitted during the time period described in Subsection (4)(a) are awarded, the board may designate one or more additional time periods so that the entire amount described in Subsection (2) is awarded by December 31, 2024.
 - (b) An application submitted to the division shall include:
 - (i) a detailed project cost estimate including meter costs and installation costs;
 - (ii) a total number of pressurized secondary water connections in the applicable

secondary water supplier's system;

- (iii) the number of meters to be installed under the grant;
- (iv) a detailed estimated secondary water use reduction including:
- (A) average lot size calculations;
- (B) average irrigated acreage; and
- (C) estimated water applied before the project versus after completion of the project;
- (v) the timeline for purchase and installation of meters under the project;
- (vi) an agreement to:
- (A) provide an educational component for end users as determined by the division by rule made in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, either on a monthly statement or by a customer specific Internet portal that provides information on the customer's usage more frequently than monthly; or
- (B) bill according to usage using a tiered conservation rate and provide an educational component described in Subsection (4)(b)(vi)(A); and
 - (vii) additional information the board considers helpful.
 - (5) (a) The division shall:
 - (i) review and prioritize an application submitted under Subsection (4); and
- (ii) recommend to the board which applicants should be awarded a grant under this section.
- (b) In prioritizing applications under this Subsection (5), the division shall rank the applicants on the basis of the following weighted factors:
- (i) 60% weight based on the ratio of estimated water use reduction divided by total state investment;
- (ii) 20% weight based on an applicant facing current or potential water shortages when installation of meters and subsequent water use reductions will result in delaying or eliminating the need for new water development; and
- (iii) 20% weight based on a project's accelerated construction schedule, prompt start, and prompt finish.
- (6) As a condition of receiving a grant under this section, the recipient shall enter into an agreement with the board to use the grant money. The agreement shall:
 - (a) be executed by no later than December 31, 2024; and

- (b) require that the grant money be spent by December 31, 2026, and the project completed under the terms of the grant.
- (7) Notwithstanding the other provisions of this section, the board may issue a grant to a secondary water supplier:
 - (a) that installed meters on secondary water connections before May 4, 2022;
 - (b) that has not otherwise received a grant under this section;
 - (c) for the purpose of water conservation; and
 - (d) in an amount not to exceed \$2,000,000.
- (8) Notwithstanding the other provisions of this section, the board may issue a grant to or convert a grant previously issued to a secondary water supplier described in Subsection [73-10-34(13)(a)(iii)] 73-10-34(13)(a) who seeks to meter at strategic points under Subsection 73-10-34(13), from money appropriated under this section to fund a project that is an alternative to metering, such as lining ditches or improving head gates, if the secondary water supplier establishes to the satisfaction of the board that the alternative project will conserve more water than is expected to be conserved through metering.
- (9) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, and consistent with this section, the board may make rules establishing the procedure for applying for a grant under this section.

Section $\{3\}4$. Effective date.

This bill takes effect on May 1, 2024.