HOUSE FILE 2156

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A BILL FOR

- 1 An Act relating to water quality standards, including by
- 2 providing for the regulation of animal feeding operations,
- 3 providing penalties, and making penalties applicable.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 455B.173, subsection 2, Code 2024, is
2 amended to read as follows:

2. <u>a.</u> Establish, modify, or repeal water quality standards,
4 pretreatment standards, and effluent standards in accordance
5 with the provisions of this chapter.

6 a. b. The effluent standards may provide for maintaining
7 the existing quality of the water of the state that is a
8 navigable water of the United States under the federal Water
9 Pollution Control Act where the quality thereof exceeds the
10 requirements of the water quality standards.

b. c. If the federal environmental protection agency has 11 12 promulgated an effluent standard or pretreatment standard 13 pursuant to section 301, 306, or 307 of the federal Water 14 Pollution Control Act, a pretreatment or effluent standard 15 adopted pursuant to this section shall not be more stringent 16 than the federal effluent or pretreatment standard for such 17 source. This section may does not preclude the establishment 18 of a more restrictive effluent limitation in the permit 19 for a particular point source than the federal effluent or 20 pretreatment standard for such source if the more restrictive 21 effluent limitation is necessary to meet water quality 22 standards, or the establishment of an effluent standard for a 23 source or class of sources for which the federal environmental 24 protection agency has not promulgated standards pursuant to 25 section 301, 306, or 307 of the federal Water Pollution Control 26 Act. Except as required by federal law or regulation, the 27 commission shall not adopt an effluent standard more stringent 28 with respect to any pollutant than is necessary to reduce the 29 concentration of that pollutant in the effluent to the level 30 due to natural causes, including the mineral and chemical 31 characteristics of the land, existing in the water of the state 32 to which the effluent is discharged. Notwithstanding any other 33 provision of this part 1 of subchapter III or chapter 459, 34 subchapter III, any new source, the construction of which was 35 commenced after October 18, 1972, and which was constructed

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1 as to meet all applicable standards of performance for the 2 new source or any more stringent effluent limitation required 3 to meet water quality standards, shall not be subject to any 4 more stringent effluent limitations during a ten-year period 5 beginning on the date of completion of construction or during 6 the period of depreciation or amortization of the pollution 7 control equipment for the facility for the purposes of section 8 167 or 169 or both sections of the Internal Revenue Code, 9 whichever period ends first.

10 Sec. 2. Section 459.102, Code 2024, is amended by adding the 11 following new subsections:

12 <u>NEW SUBSECTION</u>. 14A. "Concentrated animal feeding operation" 13 means the same as defined in 40 C.F.R. §122.23.

"Effluent" means water-carried manure. 14 28A. NEW SUBSECTION. 30A. "Federal Water Pollution Control Act" 15 NEW SUBSECTION. 16 means the federal Water Pollution Control Act of 1972, 33 17 U.S.C. ch. 26, as amended, and 40 C.F.R. pts. 122 and 412. 18 NEW SUBSECTION. 35A. *Large concentrated animal feeding* 19 operation" means the same as defined in 40 C.F.R. §122.23. 20 NEW SUBSECTION. 41A. "Medium concentrated animal feeding 21 operation" means the same as defined in 40 C.F.R. §122.23. 41B. "NPDES permit" means a permit issued 22 NEW SUBSECTION. 23 by the department in administering the NPDES permit program. 24 NEW SUBSECTION. 41C. "NPDES permit program" means the 25 national pollutant discharge elimination system (NPDES) permit 26 program pursuant to the federal Water Pollution Control Act. 27 52A. "Small concentrated animal feeding NEW SUBSECTION. 28 operation" means the same as defined in 40 C.F.R. §122.23. 29 Sec. 3. Section 459.103, Code 2024, is amended to read as 30 follows:

31 459.103 General authority — commission and department.
32 1. The commission shall establish by rule adopted pursuant
33 to chapter 17A, requirements relating to the construction,
34 including expansion, or operation of animal feeding operations,
35 including related animal feeding operation structures. The

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1 requirements shall include but are not limited to minimum 2 manure control, the issuance <u>construction</u> of permits, and 3 departmental investigations, inspections, and testing. <u>The</u> 4 <u>commission shall establish by rule adopted pursuant to chapter</u> 5 <u>17A requirements relating to the storage, treatment, and</u> 6 <u>application of manure and other effluent originating from</u> 7 animal feeding operations.

8 Any provision referring generally to compliance with 2. 9 the requirements of this chapter as applied to animal feeding 10 operations also includes compliance with requirements in 11 rules adopted by the commission pursuant to this section, 12 orders issued by the department as authorized under this 13 chapter, and the terms and conditions applicable to licenses, 14 certifications, construction permits, or manure management 15 plans required under subchapter III. However, for purposes of 16 approving or disapproving an application for a construction 17 permit as provided in section 459.304, conditions for the 18 approval of an application based on results produced by a 19 master matrix are not requirements of this chapter until the 20 department approves or disapproves an application based on 21 those results.

22 Sec. 4. Section 459.301, Code 2024, is amended by adding the 23 following new subsection:

NEW SUBSECTION. 4A. For purposes of determining compliance with the rules adopted by the commission to implement and administer the NPDES permit program, the department shall count all animals according to type as used to determine whether an animal feeding operation is a small concentrated animal feeding operation, medium concentrated animal feeding operation, or large concentrated animal feeding operation.

31 Sec. 5. <u>NEW SECTION</u>. **459.301A Federal law — NPDES permit** 32 program.

This subchapter establishes minimum requirements for
 managing animal feeding operations to protect water quality.
 The commission shall establish by rule adopted pursuant to

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1 chapter 17A requirements relating to the implementation and 2 administration of the NPDES permit program, including the 3 issuance of NPDES permits in accordance with the requirements 4 of this subchapter and the federal Water Pollution Control Act. 5 2. The commission shall establish permitting requirements 6 under the NPDES permit program by rule adopted pursuant 7 to chapter 17A governing an animal feeding operation that 8 is a medium concentrated animal feeding operation or large 9 concentrated animal feeding.

10 3. a. NPDES permit conditions adopted by commission rule 11 applying to a medium concentrated animal feeding operation 12 under this section may exceed any applicable federal standard 13 applying to that medium concentrated animal feeding operation, 14 including under the federal Water Pollution Control Act.

15 b. NPDES permit conditions adopted by commission rule 16 applying to a large concentrated animal feeding operation 17 under this section may exceed any applicable federal standard 18 applying to that large concentrated animal feeding operation, 19 including under the federal Water Pollution Control Act.

4. NPDES permit conditions adopted by commission rule
applying to a medium concentrated animal feeding operation or
a large concentrated animal feeding operation must require
that the owner or operator of such concentrated animal feeding
operation do all of the following:

a. Conduct representative effluent monitoring, including
monitoring for pollutants originating from the concentrated
animal feeding operation that is discharged to navigable waters
through groundwater.

b. Report data collected from monitoring for pollutants
described in paragraph "a" to the department each ninety days.
The department shall publish the data on its internet site.
Sec. 6. Section 459.311, Code 2024, is amended to read as

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33 follows:

34 459.311 Minimum requirements for manure control.
35 1. a. A confinement feeding operation shall retain all

1 manure produced by the operation between periods of manure
2 disposal.

3 <u>b.</u> For purposes of this section, dry manure may be retained
4 by stockpiling as provided in this subchapter. <u>The stockpiled</u>
5 <u>manure shall be deemed part of the confinement feeding</u>
6 operation where the manure originated.

7 <u>c.</u> A confinement feeding operation shall not discharge
8 manure directly into water of the state or into a tile line
9 that discharges directly into water of the state.

10 2. Notwithstanding subsection 1, a A confinement feeding 11 operation that is a concentrated animal feeding operation as 12 defined in 40 C.F.R. §122.23(b) shall comply with applicable 13 rules adopted by the commission to implement and administer the 14 national pollutant discharge elimination system permit program 15 requirements as provided in the federal Water Pollution Control 16 Act, 33 U.S.C. ch. 26, as amended, and 40 C.F.R. pts. 122 and 17 412, pursuant to rules that shall be adopted by the commission. 18 Any rules adopted pursuant to this subsection shall be no more 19 stringent than requirements under the federal Water Pollution 20 Control Act, 33 U.S.C. ch. 26, as amended, and 40 C.F.R. pts. 21 122 and 412 section 459.301A. The commission shall adopt 22 separate requirements for confinement feeding operations, 23 open feedlot operations, and animal truck wash facilities as 24 provided in chapter 459A.

3. Manure from an animal feeding operation shall be disposed of in a manner which will that does not cause surface water or groundwater pollution. Disposal in accordance with the provisions of state law, including this chapter, rules adopted pursuant to the provisions of state law, including this chapter, guidelines adopted pursuant to this chapter, and section 459.314, shall be deemed as compliance with this requirement.

33 4. The department may require that the owner of a
34 confinement feeding operation <u>shall</u> install and operate a water
35 pollution monitoring system as part of an unformed manure

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1 storage structure the confinement feeding operation. The 2 monitoring system shall record data regarding the type and 3 quantity of effluent originating from a confinement feeding 4 operation that is discharged to the groundwater or a surface 5 water source. The owner or operator of the confinement feeding 6 operation shall report the data to the department each ninety The department shall publish the data on its internet 7 days. 8 site. 9 5. The owner of the confinement feeding operation which 10 that discontinues the use of the operation shall remove all 11 manure from related confinement feeding operation structures 12 used to store manure, by a date specified in an order issued to 13 the operation by the department, or six months following the 14 date that the confinement feeding operation is discontinued, 15 whichever is earlier. 16 Sec. 7. Section 459A.102, subsections 11 and 24, Code 2024, 17 are amended to read as follows: "Concentrated animal feeding operation" means the same as 18 11. 19 defined in 40 C.F.R. §122.23 section 459.102. 20 "NPDES permit" means a permit issued by the department 24. 21 under the national pollutant discharge elimination system 22 pursuant to the federal Water Pollution Control Act of 1972, 33 23 U.S.C. ch. 26, as amended, and 40 C.F.R. pts. 122 and 412 the 24 same as defined in section 459.102. 25 Sec. 8. Section 459A.401, subsection 2, Code 2024, is 26 amended to read as follows: 27 2. Notwithstanding subsection 1, an open feedlot operation 28 that is a concentrated animal feeding operation shall comply 29 with applicable rules adopted by the commission implementing 30 and administering the NPDES permit requirements program as 31 provided in the federal Water Pollution Control Act, pursuant 32 to rules that shall be adopted by the commission. Any rules 33 adopted pursuant to this subsection shall be no more stringent 34 than requirements under the federal Act section 459.301A. 35 Sec. 9. Section 459A.502, Code 2024, is amended to read as

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1 follows: 459A.502 Violations — civil penalty. 2 1. *a*. A Except as provided in paragraph b'', a person 3 4 who violates this chapter shall be subject to a civil penalty 5 which shall be established, assessed, and collected in the same 6 manner as provided in section 455B.191. 7 b. A person who violates a provision regulating an open 8 feedlot operation is subject to a civil penalty which shall 9 be established, assessed, and collected in the same manner as 10 provided in section 455B.109 or 455B.191. 2. Any collected civil penalty and interest on a civil 11 12 penalty collected under this section shall be credited to the 13 Iowa nutrient research fund created in section 466B.46. 3. A person shall not be subject to a penalty under this 14 15 section and a penalty under section 459.603 for the same 16 violation. 17 EXPLANATION 18 The inclusion of this explanation does not constitute agreement with 19 the explanation's substance by the members of the general assembly. 20 BACKGROUND — STATE LAW. This bill amends provisions 21 regulating animal feeding operations (AFOs) in which 22 agricultural animals are confined and fed and maintained 23 for 45 days or more in any 12-month period, and includes 24 all structures used for the storage of manure from animals 25 in the operation and the discharge of manure or effluent 26 originating from the AFO (Code chapters 459 and 459A). The 27 regulations are administered and enforced by the department of 28 natural resources (DNR) including the environmental protection 29 commission (EPC). State law recognizes several types of 30 AFOs, including confinement feeding operations (CFOs) in 31 which animals are housed (confined) under roof (Code chapter 32 459). Special provisions govern open feedlots where animals 33 are kept in unroofed or partially roofed structures (Code 34 chapter 459A). In both cases, natural vegetation is not 35 available to the animals. In Iowa, a CFO is subject to both

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1 air and water protection statutes and rules. Under water 2 quality regulations, the owner or operator of an AFO may be 3 required to obtain authorization from DNR to do business. The 4 authorization takes the form of a construction permit for 5 a CFO (Code section 459.304) or an open feedlot operation 6 (Code section 459A.205) or a manure management plan for a CFO 7 (Code section 459.312) or nutrient management plan for an open 8 feedlot operation (Code section 459A.208). The EPC may by 9 rule require the owner or operator of a CFO to install a water 10 pollution monitoring system as part of an unformed (dirt or 11 clay) manure storage structure (Code section 459.311). The 12 level of regulation sometimes depends upon a formula that 13 calculates the degree to which the AFO presents a threat to 14 water quality measured by: (1) the type of animals maintained 15 and (2) the number of animals maintained. For example, a 16 construction permit is required for a CFO that has an animal 17 unit capacity (AUC) of 1,000 animal units (AUs) (Code section 18 459.303) and each head of butcher or breeding swine weighing 19 more than 55 pounds is assigned a special equivalency factor of 20 0.4 animal units (Code section 459.102) (0.4 AU x 1,000 AUC = 21 400 head).

22 BACKGROUND — FEDERAL LAW. AFOs are also regulated under 23 federal law by the environmental protection agency (EPA) that 24 administers and enforces the national pollutant discharge 25 elimination system (NPDES) program pursuant to the federal 26 Water Pollution Control Act of 1972 (33 U.S.C. ch. 26, as 27 amended, and 40 C.F.R. pts. 122 and 412). EPA contracts with 28 DNR to administer and enforce the NPDES program. Under the 29 NPDES program, AFOs are referred to as concentrated animal 30 feeding operations (CAFOs). A CAFO is classified by its own 31 formula that also factors the type and number of animals kept. 32 The regulations apply to large, medium, and small CAFOs. For 33 example, a small CAFO includes less than 750 head of swine 34 weighing 55 or more pounds, a medium CAFO includes between 750 35 and 2,499 head, and a large CAFO includes 2,500 or more head.

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1 BACKGROUND - STATE AND FEDERAL REGULATION. The purpose 2 of both state and federal regulation is to prevent manure or 3 effluent from contaminating groundwater and surface water. 4 In compliance with federal law, manure from a CAFO cannot be 5 disposed (discharged) in a manner that will cause surface 6 water or groundwater pollution (Code section 459.311). A CAFO 7 must retain all manure between periods of disposal (i.e., land 8 application). An open feedlot must install structures that 9 filter manure and effluent runoff (Code section 459A.401). 10 However, in all cases involving the treatment of wastewater, 11 and the discharge of manure and effluent originating from an 12 AFO, rules adopted by the EPC can be no more stringent than 13 federal law (Code sections 455B.173, 459.311, and 459A.401). 14 BILL'S PROVISIONS. The bill eliminates the provision that 15 prevent EPC rules regulating wastewater, or manure or effluent 16 originating from an AFO, from being more stringent than federal 17 law. The bill provides that statutes regulating AFOs are 18 minimum requirements, and that the EPC is to adopt permitting 19 requirements by rule under the NPDES program, including for 20 those AFOs classified as medium and large under federal law. 21 The EPC rules may exceed applicable federal standards applying 22 to a medium or large CAFO. In addition, the owner or operator 23 of a medium or large CAFO must conduct effluent monitoring 24 of pollutants discharged to navigable waters through the 25 groundwater. The owner or operator must report the collected 26 data to DNR which must publish it on its internet site. 27 CIVIL PENALTIES. Compliance with a statutory regulation 28 includes compliance with a rule adopted by DNR (Code section 29 459.103). A person violating a water quality regulation under 30 Code chapter 459 is subject to the administrative assessment 31 of a civil penalty by DNR of not more than \$10,000 or a 32 judicial assessment of a civil penalty of \$5,000 (Code sections 33 455B.109, 455B.191 and 459.603). Currently, a person violating 34 a water quality regulation applying to an open feedlot is 35 subject to the judicially assessed civil penalty (Code section

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1 459A.502). The bill also provides that the person is subject 2 to the administratively assessed civil penalty.