Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 24-0964.01 Richard Sweetman x4333

HOUSE BILL 24-1379

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A BILL FOR AN ACT

101 CONCERNING THE REGULATION OF STATE WATERS IN RESPONSE TO

102

RECENT FEDERAL COURT ACTION, AND, IN CONNECTION

103 THEREWITH, MAKING AN APPROPRIATION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill requires the water quality control commission (commission) in the department of public health and environment (department) to promulgate rules by May 31, 2025, as necessary to implement a state dredge and fill discharge authorization program (program) and requires the division of administration (division) in the



Amended 3rd Reading April 29, 2024 HOUSE

Amended 2nd Reading April 26, 2024

HOUSE

department to administer and enforce authorizations for activities that will result in the discharge of dredged or fill material into state waters. The rules must focus on avoidance of, minimization of, and compensation for the impacts of dredge and fill activity (activity), include application requirements, and be at least as protective as the guidelines developed pursuant to section 404 (b)(1) of the federal "Clean Water Act".

The bill establishes duties for the division in administering the program, as follows:

- The division shall issue individual authorizations consistent with the rules promulgated by the commission;
- The division shall issue general authorizations for the discharge of dredged or fill material into state waters from certain categories of activities that have minimal effects on state waters and the environment;
- The division shall utilize the existing structure of preconstruction notifications in the nationwide and regional permits established by the United States Army Corps of Engineers and issue general authorizations to be effective for categories of activities that do not require preconstruction notification; and
- The division may include conditions in a notice of authorization, on a case-by-case basis, to clarify the terms and conditions of a general authorization or to ensure that an activity will have only minimal individual and cumulative adverse effects on state waters.

Compensatory mitigation is required in all individual authorizations and in general authorizations where unavoidable adverse impacts to wetlands will affect over one-tenth of an acre or, for streams, where unavoidable adverse impacts greater than the threshold established by the commission by rule will occur. Compensatory mitigation may be accomplished through the purchase of mitigation bank credits, an in-lieu fee program, or project-proponent-responsible mitigation.

Until the rules become effective:

- The division's Clean Water Policy 17, "Enforcement of Unpermitted Discharges of Dredged and Fill Material into State Waters", continues to be effective;
- For projects that do not qualify for enforcement discretion under the division's Clean Water Policy 17, the division may issue temporary authorizations for the discharge of dredged or fill material into state waters only under certain conditions; and
- Temporary authorizations must include conditions necessary to protect the public health and the environment and to meet the intent of the bill.

The division may issue a temporary authorization for a period not to

exceed 2 years.

The bill deems certain activities exempt and therefore does not require a discharge authorization for, or otherwise require regulation of, such activities. The bill also excludes certain types of waters from the bill's regulatory requirements.

The bill clarifies that "state waters" includes wetlands.

In current law, with certain exceptions, an applicant for any water diversion, delivery, or storage facility that requires an application for a permit, license, or other approval from the United States must inform the Colorado water conservation board, the parks and wildlife commission, and the division of parks and wildlife of its application and submit a mitigation proposal. The bill extends the same requirement to an applicant for any such facility that requires an individual authorization from the division.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 25-8-205, add (1)(h)
3	as follows:
4	25-8-205. Control regulations. (1) The commission may
5	promulgate control regulations for the following purposes:
6	(h) IN ACCORDANCE WITH SECTION 25-8-205.1, TO ESTABLISH
7	REQUIREMENTS, PROHIBITIONS, AND STANDARDS FOR THE DISCHARGE OF
8	DREDGED OR FILL MATERIAL INTO STATE WATERS.
9	SECTION 2. In Colorado Revised Statutes, add 25-8-205.1 as
10	follows:
11	25-8-205.1. State waters protection - applicability - program
12	to regulate the discharge of dredged or fill material - duties of
13	commission and division - applicability and scope of section -
14	legislative declaration - definitions - rules - repeal. (1) Legislative
15	declaration. (a) The general assembly finds that:
16	(I) ON MAY 25, 2023, THE UNITED STATES SUPREME COURT
17	ISSUED AN OPINION IN SACKETT V. ENVIRONMENTAL PROTECTION AGENCY,

1 598 U.S. 651 (2023), THAT INTERPRETED THE TYPES OF WATER RESOURCES 2 THAT ARE CONSIDERED TO BE "WATERS OF THE UNITED STATES", WHICH 3 ARE SUBJECT TO FEDERAL PERMITTING REQUIREMENTS UNDER SECTION 4 404 OF THE FEDERAL "CLEAN WATER ACT", PUB.L. 92-500, CODIFIED AT 5 33 U.S.C. SEC. 1251 ET SEQ., AS AMENDED, FOR THE DISCHARGE OF 6 DREDGED OR FILL MATERIAL. THE SACKETT RULING BECAME IMMEDIATELY 7 EFFECTIVE IN COLORADO, AND THE FEDERAL ENVIRONMENTAL 8 PROTECTION AGENCY AND THE UNITED STATES ARMY CORPS OF 9 ENGINEERS SUBSEQUENTLY PUBLISHED NEW REGULATIONS SEEKING TO 10 CONFORM TO THE *SACKETT* RULING. AS A RESULT, FEDERAL PERMITTING 11 REQUIREMENTS FOR THE DISCHARGE OF DREDGED OR FILL MATERIAL NO 12 LONGER APPLY TO CERTAIN STATE WATERS, INCLUDING MANY WETLANDS.

13 (II) AS OF MARCH 2024, COLORADO HAS NOT HAD A STATE 14 PROGRAM TO AUTHORIZE THE DISCHARGE OF DREDGED OR FILL MATERIAL 15 INTO STATE WATERS AND HAS INSTEAD RELIED ON THE UNITED STATES 16 ARMY CORPS OF ENGINEERS SECTION 404 PERMIT PROGRAM. THE NEW 17 DEFINITION OF "WATERS OF THE UNITED STATES" UNDER SACKETT, WHICH 18 NARROWS FEDERAL JURISDICTION IN THIS AREA, HAS CREATED A NEED FOR 19 A STATE DREDGE AND FILL PROGRAM. WITH FEWER FEDERAL DISCHARGE 20 PERMITS BEING ISSUED BY THE UNITED STATES ARMY CORPS OF 21 ENGINEERS FOLLOWING *SACKETT*, MANY STREAMS, LAKES, AND WETLANDS 22 IN COLORADO ARE AT RISK OF IRREVERSIBLE HARM.

(III) SOME PROJECTS INVOLVING THE DISCHARGE OF DREDGED OR
FILL MATERIAL, SUCH AS THOSE FOR FLOOD CONTROL; STREAM
RESTORATION; WATER DEVELOPMENT; CONSTRUCTION OR MAINTENANCE
OF UNDERGROUND UTILITIES, ROADS, TRANSIT, RAIL, AND HOUSING; AND
SIMILAR EFFORTS THAT ARE NO LONGER REGULATED BY THE FEDERAL ACT

AS A RESULT OF *SACKETT*, FACE REGULATORY UNCERTAINTY UNLESS
 COLORADO DEVELOPS ITS OWN DREDGE AND FILL PROGRAM; AND

3 (IV) THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT LED
4 STAKEHOLDER EFFORTS DURING 2023 THAT FOCUSED ON REGULATORY
5 OPTIONS TO ADDRESS THE *SACKETT* DECISION, AND THE PROVISIONS OF
6 THIS SECTION DIRECTLY REFLECT THE INPUT RECEIVED DURING THESE
7 EFFORTS CONCERNING EXEMPTED ACTIVITIES AND EXCLUDED TYPES OF
8 WATERS.

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(b) THE GENERAL ASSEMBLY FURTHER FINDS THAT:

(I) WATER IS COLORADO'S MOST CRITICAL NATURAL RESOURCE,
AND SAFEGUARDING WATER QUALITY IS OF PARAMOUNT IMPORTANCE FOR
THE PROTECTION OF PUBLIC HEALTH AND COLORADO'S ENVIRONMENT;

(II) COLORADO'S WETLANDS AND SEASONAL STREAMS PLAY A
CRUCIAL ROLE IN MAINTAINING WATER QUALITY FOR DRINKING WATER
AND WILDLIFE HABITATS, RECHARGING GROUNDWATER, CONTROLLING
FLOODS, AND KEEPING POLLUTION FROM ENTERING LARGER BODIES OF
WATER;

18 GIVEN THE CRUCIAL ROLE THAT WETLANDS PLAY IN (III) 19 PROTECTING COLORADO'S WATER RESOURCES, IT IS IN THE STATE'S 20 INTEREST TO EXPRESSLY INCLUDE "WETLANDS" AS A CATEGORY OF "STATE 21 WATERS" IN THE DEFINITION OF THAT TERM USED IN THIS ARTICLE 8. THIS 22 CLARIFICATION IS CONSISTENT WITH AND REITERATES THE DEPARTMENT 23 OF PUBLIC HEALTH AND ENVIRONMENT'S LONGSTANDING RECOGNITION 24 THROUGH RULES AND PROGRAM IMPLEMENTATION THAT WETLANDS ARE 25 STATE WATERS DESERVING OF PROTECTION UNDER THIS ARTICLE 8.

26 (IV) DEVELOPING A STATE DREDGE AND FILL PROGRAM WILL
 27 BENEFIT THE ENTITIES THAT WISH TO ENGAGE IN DREDGE AND FILL

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PROJECTS WITHIN COLORADO BECAUSE, WITHOUT A DISCHARGE
 AUTHORIZATION FRAMEWORK, THOSE PROJECTS WILL BE PROHIBITED TO
 THE DETRIMENT OF COLORADO'S ECONOMY AND GENERAL WELFARE;

4 (V) A STATE DREDGE AND FILL PROGRAM CAN PROVIDE A
5 MECHANISM FOR PROTECTING THE CHEMICAL, PHYSICAL, AND BIOLOGICAL
6 INTEGRITY OF COLORADO'S WATER RESOURCES WHILE FACILITATING A
7 STRONG AND PROSPEROUS ECONOMY; AND

8 (VI) NOTWITHSTANDING THE NARROWER SCOPE OF WATERS 9 PROTECTED AT THE FEDERAL LEVEL AFTER THE *SACKETT* DECISION, THE 10 UNITED STATES ARMY CORPS OF ENGINEERS' SECTION 404 PERMIT 11 PROGRAM PROVIDES A WELL-ESTABLISHED AND PROTECTIVE FRAMEWORK 12 UPON WHICH COLORADO SHOULD MODEL ITS OWN DREDGE AND FILL 13 PROGRAM.

14 (c) Now, THEREFORE, THE GENERAL ASSEMBLY DECLARES THAT:
15 (I) THIS SECTION IS NECESSARY TO ESTABLISH A COMPREHENSIVE
16 DREDGE AND FILL PROGRAM TO PROTECT STATE WATERS, NO MATTER HOW
17 THE FEDERAL TERM "WATERS OF THE UNITED STATES" IS DEFINED IN THE
18 FUTURE; AND

(II) FOR THE PURPOSE OF PROVIDING CLARIFICATION CONCERNING
THE LIMITATIONS ON THE SCOPE OF COLORADO'S DREDGE AND FILL
PROGRAM GOING FORWARD, THE PROGRAM ESTABLISHED IN THIS SECTION
INCLUDES:

(A) EXPRESS EXEMPTIONS FOR CERTAIN TYPES OF ACTIVITIES THAT
ARE NOT SUBJECT TO DREDGE AND FILL PROGRAM REQUIREMENTS; AND
(B) EXPRESS EXCLUSIONS FOR CERTAIN TYPES OF WATERS THAT
MAY OTHERWISE FALL UNDER THE DEFINITION OF "STATE WATERS".

27 (2) **Applicability - limitations.** NOTHING IN THIS SECTION APPLIES

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1 TO THE ACTIVITIES OF FEDERALLY RECOGNIZED INDIAN TRIBES, INDIANS, 2 THEIR POLITICAL SUBDIVISIONS, OR TRIBALLY CONTROLLED AFFILIATES, 3 WHICH ACTIVITIES ARE UNDERTAKEN OR TO BE UNDERTAKEN ON LANDS 4 WITHIN THE BOUNDARIES OF AN INDIAN RESERVATION LOCATED WITHIN 5 THE STATE. ADDITIONALLY, NOTHING IN THIS SECTION APPLIES TO THE 6 ACTIVITIES OF THIRD-PARTY NON-INDIAN OWNERS AND OPERATORS, 7 WHICH ACTIVITIES ARE UNDERTAKEN OR TO BE UNDERTAKEN WITH 8 RESPECT TO RESERVATION WATERS ON INDIAN TRUST LANDS WITHIN THE 9 BOUNDARIES OF AN INDIAN RESERVATION LOCATED WITHIN THE STATE. 10 WITH REGARD TO PRIVATELY OWNED FEE LAND, AS DEFINED IN SECTION 11 25-7-1302 (4), WITHIN THE BOUNDARIES OF AN INDIAN RESERVATION 12 LOCATED WITHIN THE STATE, THIS SECTION APPLIES ONLY TO THE 13 DISCHARGE OF DREDGED OR FILL MATERIALS OF PERSONS WHO ARE NOT 14 INDIANS.

15 (3) Definitions. As used in this section, unless the context
16 OTHERWISE REQUIRES:

17 (a) "CLEAN WATER POLICY 17" MEANS THE DIVISION'S CLEAN
18 WATER POLICY 17, "ENFORCEMENT OF UNPERMITTED DISCHARGES OF
19 DREDGED AND FILL MATERIAL INTO STATE WATERS".

(b) "COMPENSATORY MITIGATION" MEANS THE RESTORATION,
REESTABLISHMENT, REHABILITATION, ESTABLISHMENT, CREATION,
ENHANCEMENT, OR PRESERVATION OF STATE WATERS FOR THE PURPOSE OF
OFFSETTING UNAVOIDABLE ADVERSE IMPACTS THAT REMAIN AFTER ALL
APPROPRIATE AND PRACTICABLE AVOIDANCE AND MINIMIZATION HAS
BEEN ACHIEVED.

26 (c) "CONSULTATION" MEANS TO GIVE A FEDERAL, STATE, LOCAL,
27 OR TRIBAL ENTITY THE OPPORTUNITY TO PROVIDE SPECIAL EXPERTISE TO

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AUTHORIZATION PROCESSES AND TECHNICAL GROUPS, ACT AS A
 COOPERATING AGENCY, OR ENGAGE AS MUTUALLY AGREED BY THE
 DIVISION AND THE ENTITY.

4 (d) (I) "DISCHARGE OF DREDGED OR FILL MATERIAL" MEANS,
5 EXCEPT AS DESCRIBED IN SUBSECTION (3)(d)(II) OF THIS SECTION, ANY
6 ADDITION OF DREDGED OR FILL MATERIAL INTO, INCLUDING REDEPOSIT OF
7 DREDGED OR FILL MATERIAL OTHER THAN INCIDENTAL FALLBACK WITHIN,
8 STATE WATERS. THE TERM INCLUDES:

9 (A) THE ADDITION OF DREDGED OR FILL MATERIAL TO A SPECIFIED
10 DISCHARGE SITE LOCATED IN STATE WATERS;

11 (B) RUNOFF OR OVERFLOW FROM A CONTAINED LAND OR WATER
12 DISPOSAL AREA; AND

13 (C) ANY ADDITION, INCLUDING REDEPOSIT OTHER THAN
14 INCIDENTAL FALLBACK, OF DREDGED OR FILL MATERIAL INTO STATE
15 WATERS THAT IS INCIDENTAL TO ANY ACTIVITY, INCLUDING MECHANIZED
16 LAND CLEARING, DITCHING, CHANNELIZATION, OR OTHER EXCAVATION.

17 (II) "DISCHARGE OF DREDGED OR FILL MATERIAL" DOES NOT18 INCLUDE:

(A) DISCHARGES OF POLLUTANTS INTO STATE WATERS RESULTING
FROM THE ONSHORE PROCESSING OF DREDGED MATERIAL THAT IS
EXTRACTED FOR ANY COMMERCIAL USE OTHER THAN FILL, WHICH
DISCHARGES ARE SUBJECT TO SECTION 402 OF THE FEDERAL ACT, EVEN
THOUGH THE EXTRACTION AND DEPOSIT OF SUCH MATERIAL MAY REQUIRE
A SECTION 404 PERMIT OR AN AUTHORIZATION ISSUED PURSUANT TO THIS
SECTION;

26 (B) ACTIVITIES THAT INVOLVE ONLY THE CUTTING OR REMOVING
27 OF VEGETATION ABOVE THE GROUND, SUCH AS MOWING, ROTARY CUTTING,

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1 AND CHAINSAWING, SO LONG AS THE ACTIVITY NEITHER SUBSTANTIALLY 2 DISTURBS THE VEGETATION'S ROOT SYSTEM NOR INVOLVES MECHANIZED 3 PUSHING, DRAGGING, OR OTHER SIMILAR ACTIVITIES THAT REDEPOSIT 4 EXCAVATED SOIL MATERIAL; OR 5 (C) INCIDENTAL FALLBACK. (e) (I) "DISCHARGE OF FILL MATERIAL" MEANS, EXCEPT AS 6 7 DESCRIBED IN SUBSECTION (3)(e)(II) OF THIS SECTION, THE ADDITION OF 8 FILL MATERIAL INTO STATE WATERS. THE TERM INCLUDES: 9 (A) PLACEMENT OF FILL MATERIAL THAT IS NECESSARY FOR THE 10 CONSTRUCTION OF ANY STRUCTURE OR INFRASTRUCTURE IN STATE 11 WATERS; 12 (B) THE BUILDING OF ANY STRUCTURE, INFRASTRUCTURE, OR 13 IMPOUNDMENT REQUIRING ROCK, SAND, DIRT, OR OTHER MATERIAL FOR ITS 14 CONSTRUCTION; 15 (C) SITE DEVELOPMENT FILLS FOR RECREATIONAL, INDUSTRIAL, 16 COMMERCIAL, RESIDENTIAL, OR OTHER USES; 17 (D) CAUSEWAYS OR ROAD FILLS; 18 (E) DAMS AND DIKES; 19 (F) ARTIFICIAL ISLANDS; 20 (G) PROPERTY PROTECTION OR RECLAMATION DEVICES SUCH AS 21 RIPRAP: 22 (H) LEVEES; 23 (I) PLACEMENT OF FILL MATERIAL FOR INFRASTRUCTURE SUCH AS 24 SEWAGE TREATMENT FACILITIES, INTAKE AND OUTFALL PIPES ASSOCIATED 25 WITH POWER PLANTS, AND SUBAQUEOUS UTILITY LINES; 26 (J) PLACEMENT OF FILL MATERIAL FOR CONSTRUCTION OR 27 MAINTENANCE OF ANY LINER, BERM, OR OTHER INFRASTRUCTURE

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1 ASSOCIATED WITH SOLID WASTE LANDFILLS; AND

4

2 (K) PLACEMENT OF OVERBURDEN, SLURRY, TAILINGS, OR SIMILAR
3 MINING-RELATED MATERIALS.

(II) "DISCHARGE OF FILL MATERIAL" DOES NOT INCLUDE:

5 (A) PLOWING, CULTIVATING, SEEDING, OR HARVESTING FOR THE
6 PRODUCTION OF FOOD, FIBER, OR FOREST PRODUCTS; OR

7 (B) PLACEMENT OF PILINGS IN STATE WATERS, UNLESS THE 8 PLACEMENT HAS OR WOULD HAVE THE EFFECT OF A DISCHARGE OF FILL 9 MATERIAL. PLACEMENT OF PILINGS FOR LINEAR PROJECTS, SUCH AS 10 BRIDGES, ELEVATED WALKWAYS, AND POWER LINE STRUCTURES, 11 GENERALLY DOES NOT HAVE THE EFFECT OF A DISCHARGE OF FILL 12 MATERIAL. FURTHERMORE, PLACEMENT OF PILINGS IN STATE WATERS FOR 13 A PIER, A WHARF, OR AN INDIVIDUAL HOUSE ON STILTS GENERALLY DOES 14 NOT HAVE THE EFFECT OF A DISCHARGE OF FILL MATERIAL. EXAMPLES OF 15 ACTIVITIES THAT WOULD HAVE THE EFFECT OF A DISCHARGE OF FILL 16 MATERIAL INCLUDE PROJECTS WHERE THE PILINGS ARE SO CLOSELY 17 SPACED THAT SEDIMENTATION RATES WOULD BE INCREASED, PROJECTS IN 18 WHICH THE PILINGS THEMSELVES EFFECTIVELY WOULD REPLACE THE 19 BOTTOM OF A BODY OF STATE WATERS, PROJECTS INVOLVING THE 20 PLACEMENT OF PILINGS THAT WOULD REDUCE THE REACH OR IMPAIR THE 21 FLOW OR CIRCULATION OF STATE WATERS, AND PROJECTS INVOLVING THE 22 PLACEMENT OF PILINGS THAT WOULD RESULT IN THE ADVERSE 23 ALTERATION OR ELIMINATION OF AQUATIC FUNCTIONS.

(f) "DRAINAGE DITCH" MEANS A DITCH THAT IS DESIGNED FOR AT
LEAST THE PARTIAL PURPOSE OF INCREASING DRAINAGE OF A PARTICULAR
LAND AREA OR INFRASTRUCTURE FOR PURPOSES INCLUDING AGRICULTURE;
TRANSPORTATION, INCLUDING ROADSIDE AND RAILROAD

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TRANSPORTATION; MOSQUITO ABATEMENT; AND STORMWATER
 MANAGEMENT.

3 (g) "DREDGE AND FILL ACTIVITY" MEANS AN ACTIVITY THAT
4 INCLUDES THE DISCHARGE OF DREDGED OR FILL MATERIAL.

5 (h) "DREDGE AND FILL PROGRAM" MEANS THE REGULATORY
6 DREDGE AND FILL DISCHARGE AUTHORIZATION PROGRAM DESCRIBED BY
7 THIS SECTION, INCLUDING THE RULES PROMULGATED BY THE COMMISSION,
8 AS ADMINISTERED BY THE DIVISION PURSUANT TO THIS SECTION.

9 (i) "DREDGED MATERIAL" MEANS MATERIAL THAT IS EXCAVATED
10 OR DREDGED FROM STATE WATERS.

11 (j) "DREDGED OR FILL MATERIAL" MEANS DREDGED MATERIAL OR
12 FILL MATERIAL.

13 (k) "ECOLOGICAL LIFT" MEANS AN IMPROVEMENT IN THE
14 BIOLOGICAL HEALTH, AS WELL AS THE CHEMICAL, GEOMORPHIC, OR
15 HYDROLOGIC HEALTH, OF AN AREA THAT HAS BEEN DAMAGED, DEGRADED,
16 OR DESTROYED.

(1) "FENS OR PEATLANDS" MEANS WETLANDS WITH ORGANIC SOIL
THAT ARE CLASSIFIED AS A HISTOSOL IN THE GUIDANCE DOCUMENT TITLED
"FIELD INDICATORS OF HYDRIC SOILS IN THE UNITED STATES" PUBLISHED
BY THE FEDERAL NATURAL RESOURCES CONSERVATION SERVICE.

(m) (I) "FILL MATERIAL" MEANS, EXCEPT AS DESCRIBED IN
SUBSECTION (3)(m)(III) OF THIS SECTION, MATERIAL PLACED IN STATE
WATERS WHERE THE MATERIAL HAS THE EFFECT OF:

24 (A) REPLACING ANY PORTION OF STATE WATERS WITH UPLAND; OR
25 (B) CHANGING THE BOTTOM ELEVATION OF ANY PORTION OF ANY
26 STATE WATERS.

27 (II) "FILL MATERIAL" INCLUDES ROCK, SAND, SOIL, CLAY,

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PLASTICS, CONSTRUCTION DEBRIS, WOOD CHIPS, OVERBURDEN FROM
 MINING OR OTHER EXCAVATION ACTIVITIES, AND MATERIALS USED TO
 CREATE ANY STRUCTURE OR INFRASTRUCTURE IN STATE WATERS.

4 (III) "FILL MATERIAL" DOES NOT INCLUDE SOLID WASTE.

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6 (n) "ISOLATED ORDINARY HIGH WATERMARK REACHES" MEANS
7 REACHES OF STATE WATERS WITH AN ORDINARY HIGH WATERMARK THAT
8 ARE BORDERED UPSTREAM AND DOWNSTREAM BY UPLANDS.

9 (o) "ISOLATED PONDS AND IMPOUNDMENTS" MEANS PONDS AND 10 IMPOUNDMENTS THAT ARE NOT WITHIN THE ONE-HUNDRED-YEAR 11 FLOODPLAIN OR WITHIN ONE THOUSAND FIVE HUNDRED FEET OF AN 12 ORDINARY HIGH WATERMARK OF OTHER STATE WATERS. IN THE ABSENCE 13 OF ONE-HUNDRED-YEAR FLOODPLAIN MAPPING BY THE FEDERAL 14 EMERGENCY MANAGEMENT AGENCY, THE ONE THOUSAND FIVE HUNDRED 15 FEET DISTANCE CRITERION APPLIES.

16 "ISOLATED WETLANDS" MEANS WETLANDS WHOLLY (\mathfrak{p}) SURROUNDED BY UPLANDS. "ISOLATED WETLANDS" DOES NOT INCLUDE 17 18 WETLANDS WHERE ANY PORTION OF THE WETLAND IS WITHIN THE 19 ONE-HUNDRED-YEAR FLOODPLAIN OR WITHIN ONE THOUSAND FIVE 20 HUNDRED FEET OF THE ORDINARY HIGH WATERMARK OF OTHER STATE 21 WATERS. IN THE ABSENCE OF ONE-HUNDRED-YEAR FLOODPLAIN MAPPING 22 BY THE FEDERAL EMERGENCY MANAGEMENT AGENCY, THE ONE THOUSAND 23 FIVE HUNDRED FEET DISTANCE CRITERION APPLIES.

(q) "KETTLE PONDS" MEANS LAKES, PONDS, OR WETLANDS
LOCATED WITHIN A FORMERLY GLACIATED LANDSCAPE AND FORMED BY
ICE BLOCKS LEFT BY A RETREATING GLACIER.

27 (r) "Ordinary high watermark" means that line on the

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1 SHORE ESTABLISHED BY THE FLUCTUATIONS OF WATER AND INDICATED BY 2 PHYSICAL CHARACTERISTICS, SUCH AS: 3 (I) A CLEAR, NATURAL LINE IMPRESSED ON THE BANK; 4 (II) SHELVING; 5 (III) CHANGES IN THE CHARACTER OF SOIL; 6 (IV) DESTRUCTION OF TERRESTRIAL VEGETATION; 7 (V) THE PRESENCE OF LITTER AND DEBRIS; OR 8 OTHER APPROPRIATE MEANS THAT CONSIDER THE (VI)9 CHARACTERISTICS OF THE SURROUNDING AREA. 10 (s) "Section 404 permit" means a permit issued by the United 11 STATES ARMY CORPS OF ENGINEERS PURSUANT TO SECTION 404 OF THE 12 FEDERAL ACT. THE TERM INCLUDES AN INDIVIDUAL PERMIT, ACTIVITIES 13 AUTHORIZED BY A NATIONWIDE OR REGIONAL PERMIT, AND A LETTER OF 14 PERMISSION ISSUED IN ACCORDANCE WITH REGULATIONS OF THE UNITED 15 STATES ARMY CORPS OF ENGINEERS. (t) "STATE WATERS" HAS THE MEANING SET FORTH IN SECTION 16 17 25-8-103 (19). 18 (u) "UPLAND" MEANS ANY LAND AREA THAT, UNDER NORMAL 19 CIRCUMSTANCES, IS NOT A WETLAND AND DOES NOT LIE BELOW THE 20 ORDINARY HIGH WATERMARK. 21 "WETLANDS" MEANS AREAS THAT ARE INUNDATED OR (v) 22 SATURATED BY SURFACE OR GROUNDWATER AT A FREQUENCY AND FOR A 23 DURATION SUFFICIENT TO SUPPORT, UNDER NORMAL CIRCUMSTANCES, A 24 PREVALENCE OF VEGETATION TYPICALLY ADAPTED FOR LIFE IN 25 SATURATED SOIL CONDITIONS. 26 (4) Duties of the commission. (a) (I) Rules for state dredge and 27 fill discharge authorization program - definition. The COMMISSION

1 SHALL PROMULGATE RULES BY DECEMBER 31, 2025, AS NECESSARY TO 2 IMPLEMENT A STATE DREDGE AND FILL DISCHARGE AUTHORIZATION 3 PROGRAM. THE RULES MUST FOCUS ON A VOIDANCE AND MINIMIZATION OF 4 ADVERSE IMPACTS AND ON COMPENSATION FOR UNAVOIDABLE ADVERSE 5 IMPACTS OF DREDGE AND FILL ACTIVITY AND MUST INCORPORATE THE 6 GUIDELINES DEVELOPED PURSUANT TO SECTION 404 (b)(1) of the 7 FEDERAL ACT. 8 (II) THE RULES PROMULGATED PURSUANT TO SUBSECTION (4)(a)(I)9 OF THIS SECTION MUST INCLUDE: 10 (A) PROCEDURES FOR THE ISSUANCE, MODIFICATION, AND 11 TERMINATION OF INDIVIDUAL AND GENERAL AUTHORIZATIONS, INCLUDING 12 PUBLIC NOTICE AND PARTICIPATION REQUIREMENTS; 13 THE DURATION OF AUTHORIZATIONS; EXCEPT THAT THE **(B)** 14 DURATION OF AN AUTHORIZATION MUST NOT EXCEED FIVE YEARS; 15 (C) THE ESTABLISHMENT OF AUTHORIZATION FEES THAT WILL BE 16 UTILIZED TO IMPLEMENT THE PROGRAM PURSUANT TO SECTION 25-8-210; 17 18 (D) DETAILS CONCERNING THE DIVISION'S CONSULTATION WITH 19 FEDERAL, STATE, LOCAL, AND TRIBAL ENTITIES, ESPECIALLY THOSE 20 ENTITIES WITH SPECIAL EXPERTISE WITH RESPECT TO ANY 21 ENVIRONMENTAL-, NATURAL RESOURCE-, OR AGRICULTURE-RELATED 22 ISSUE; AND 23 (E) AN EXEMPTION FOR VOLUNTARY STREAM RESTORATION 24 EFFORTS IN EPHEMERAL STREAMS THAT DO NOT REQUIRE COMPENSATORY 25 MITIGATION AND ARE DESIGNED SOLELY TO PROVIDE ECOLOGICAL LIFT 26 WHERE THE ACTIVITY IS TAKING PLACE. AS USED IN THIS SUBSECTION 27 (4)(a)(I)(E), "EPHEMERAL STREAM" MEANS A STREAM CHANNEL OR A

1	REACH OF A STREAM CHANNEL THAT CARRIES FLOW DURING, AND FOR A
2	SHORT DURATION AS THE DIRECT RESULT OF, PRECIPITATION EVENTS AND
3	THAT HAS A CHANNEL BOTTOM THAT IS ALWAYS ABOVE THE
4	GROUNDWATER TABLE.
5	(III) The rules promulgated pursuant to subsection
6	(4)(a)(I) OF THIS SECTION MAY INCLUDE:
7	(A) FURTHER MINOR CLARIFICATION OF THE TERMINOLOGY USED
8	TO DEFINE THE EXEMPTIONS AND EXCLUSIONS IN SUBSECTIONS (8)(b) AND
9	(8)(d) OF THIS SECTION WITHOUT LIMITING OR EXPANDING THE SCOPE OF
10	THE EXEMPTIONS AND EXCLUSIONS; AND
11	(B) A DEADLINE SHORTER THAN TWO YEARS FOR THE DIVISION TO
12	ACT UPON A COMPLETE APPLICATION FOR AN INDIVIDUAL AUTHORIZATION
13	FOR PROJECTS THAT INVOLVE MINIMAL TO MODERATE COSTS AND HAVE
14	MINIMAL WATER QUALITY IMPACTS OR LIMITED POTENTIAL WATER
15	QUALITY IMPACTS.
16	(IV) (A) IN PROMULGATING THE RULES DESCRIBED IN SUBSECTION
17	(4)(a)(I) OF THIS SECTION, THE COMMISSION SHALL ENSURE THAT THE
18	RULES ARE AS PROTECTIVE AS THE GUIDELINES SET FORTH IN SECTION 404
19	(b)(1) OF THE FEDERAL ACT AND IN EFFECT AS OF THE EFFECTIVE DATE OF
20	THIS SECTION.
21	(B) IF THE COMMISSION FINDS, BASED ON A DEMONSTRATION AT
22	A PUBLIC RULEMAKING HEARING, THAT THE GUIDELINES SET FORTH IN
23	<u>SECTION 404 (b)(1) OF THE FEDERAL ACT ARE NOT PROTECTING STATE</u>
24	WATERS, THE COMMISSION SHALL AMEND ITS RULES OR ADOPT NEW RULES
25	TO PROTECT STATE WATERS. SUCH A HEARING MAY BE INITIATED BY THE
26	COMMISSION UPON ITS OWN MOTION OR UPON A PETITION FROM THE
27	DIVISION. ANY INTERESTED PERSON MAY PETITION TO THE COMMISSION TO

1	INITIATE A HEARING, AND THE COMMISSION MAY GRANT OR DENY SUCH A
2	<u>REQUEST.</u>
3	(C) The commission's findings to support any changes to its
4	RULES MUST BE BASED ON SOUND SCIENTIFIC OR TECHNICAL EVIDENCE IN
5	THE RECORD DEMONSTRATING THAT RULES MORE PROTECTIVE THAN THE
6	<u>GUIDELINES SET FORTH IN SECTION 404 (b)(1) OF THE FEDERAL ACT ARE</u>
7	NECESSARY TO PROTECT THE CHEMICAL, PHYSICAL, AND BIOLOGICAL
8	INTEGRITY OF STATE WATERS. THE FINDINGS MUST BE ACCOMPANIED BY
9	A STATEMENT OF BASIS AND PURPOSE REFERRING TO AND EVALUATING
10	THE INFORMATION AND STUDIES CONTAINED IN THE RECORD, WHICH FORM
11	THE BASIS FOR THE COMMISSION'S CONCLUSION.
12	(b) Rules for individual authorizations. The commission shall
13	PROMULGATE RULES BY DECEMBER 31, 2025, CONCERNING INDIVIDUAL
14	AUTHORIZATIONS FOR DREDGE AND FILL ACTIVITIES. THE RULES MUST
15	INCLUDE:
16	(I) APPLICATION REQUIREMENTS, INCLUDING:
17	(A) PROJECT LOCATION INFORMATION;
18	(B) A PROJECT DESCRIPTION, INCLUDING SITE PLANS;
19	(C) AN ALTERNATIVES ANALYSIS;
20	(D) A PURPOSE AND NEED STATEMENT;
21	(E) A DESCRIPTION OF AVOIDANCE AND MINIMIZATION MEASURES;
22	(F) A PROJECTED IMPACTS ANALYSIS; AND
23	(G) A COMPENSATORY MITIGATION PLAN;
24	(II) A PROHIBITION AGAINST THE DISCHARGE OF DREDGED OR FILL
25	MATERIAL WHERE THERE IS A PRACTICABLE ALTERNATIVE TO THE
26	PROPOSED DISCHARGE THAT WOULD HAVE LESS ADVERSE IMPACT ON
27	STATE WATERS SO LONG AS THE ALTERNATIVE DOES NOT HAVE OTHER

1 SIGNIFICANT ADVERSE ENVIRONMENTAL CONSEQUENCES. ANY PURPOSE 2 AND NEED STATEMENT, EVALUATION OF ALTERNATIVES, AND IMPACTS 3 ANALYSIS DEVELOPED THROUGH THE SECTION 404 PERMITTING PROCESS 4 SHALL BE USED FOR THE PURPOSE OF IMPLEMENTING THIS PROHIBITION. 5 THE RULES MUST ALSO INCLUDE CRITERIA FOR THE DIVISION TO USE TO 6 IMPLEMENT THE PROHIBITION. 7 (III) DIRECTION TO THE DIVISION TO INCLUDE CONDITIONS IN 8 INDIVIDUAL AUTHORIZATIONS, WHICH CONDITIONS ARE DESIGNED TO: 9 (A) REMOVE OR REDUCE THE IMPACT TO STATE WATERS OF A 10 DISCHARGE OF DREDGED OR FILL MATERIAL; 11 (B) PROTECT DOWNSTREAM USES; 12 (C) ADDRESS THE DIRECT, INDIRECT, AND CUMULATIVE IMPACTS 13 OF THE ACTIVITY ON THE CHEMICAL, PHYSICAL, AND BIOLOGICAL 14 **INTEGRITY OF STATE WATERS; AND** 15 (D) ENSURE THAT AN AUTHORIZED ACTIVITY AS A WHOLE WILL 16 COMPLY WITH ALL APPLICABLE STATE WATER QUALITY REQUIREMENTS, 17 EITHER AS PROPOSED OR AS CONDITIONED IN THE AUTHORIZATION; AND 18 (IV)OTHER INDIVIDUAL AUTHORIZATION TERMS, SUCH AS 19 MONITORING, RECORD-KEEPING, AND REPORTING REQUIREMENTS. 20 (c) **Rules for compensatory mitigation.** THE COMMISSION SHALL 21 PROMULGATE RULES BY DECEMBER 31, 2025, TO PROVIDE DETAILS 22 CONCERNING COMPENSATORY MITIGATION REQUIREMENTS, INCLUDING 23 METHODS FOR ASSURING IMPACTS TO WETLANDS AND STREAMS ARE FULLY 24 COMPENSATED THROUGH FUNCTIONAL ASSESSMENTS AND RATIOS THAT 25 CAN BE APPLIED THROUGH INDIVIDUAL MITIGATION PROJECTS OR BY 26 APPLYING ACRE-BASED RATIOS USING THE WATERSHED APPROACH AS 27 DESCRIBED BY THE UNITED STATES ARMY CORPS OF ENGINEERS.

2 (5) Duties of the division. The DIVISION HAS THE FOLLOWING
3 DUTIES IN ADMINISTERING THE STATE DREDGE AND FILL DISCHARGE
4 AUTHORIZATION PROGRAM:

1

5 (a) Individual authorizations. (I) UPON THE COMMISSION'S
6 PROMULGATION OF RULES PURSUANT TO SUBSECTION (4) OF THIS SECTION,
7 THE DIVISION SHALL ISSUE INDIVIDUAL AUTHORIZATIONS CONSISTENT
8 WITH THE RULES PROMULGATED BY THE COMMISSION UNDER SUBSECTION
9 (4) OF THIS SECTION.

10 (II)IN ADDITION TO ANY COMPENSATORY MITIGATION 11 REQUIREMENTS THE DIVISION DETERMINES ARE NECESSARY TO COMPLY 12 WITH THE COMMISSION'S RULES AND SUBSECTION (5)(c) OF THIS SECTION, 13 FOR PROJECTS SUBJECT TO THE REQUIREMENTS OF SECTION 37-60-122.2 14 (1)(b), THE DIVISION SHALL TAKE INTO CONSIDERATION THE OFFICIAL 15 STATE POSITION REGARDING MITIGATION FOR FISH AND WILDLIFE 16 RESOURCES, WHICH POSITION IS ESTABLISHED PURSUANT TO SECTION 17 37-60-122.2 (1), AND MAY ADOPT ALL OR PART OF SUCH POSITION INTO 18 INDIVIDUAL AUTHORIZATIONS AS CONDITIONS.

19 (III) THE DIVISION SHALL ACT UPON AN APPLICATION FOR AN 20 INDIVIDUAL AUTHORIZATION WITHIN TWO YEARS AFTER RECEIVING A 21 COMPLETE APPLICATION. THIS PERIOD MAY BE EXTENDED BY A WRITTEN 22 AGREEMENT BETWEEN THE DIVISION AND THE APPLICANT. THIS PERIOD 23 MAY ALSO BE EXTENDED BY THE DIVISION IF THERE ARE SIGNIFICANT 24 CHANGES TO THE PROJECT THAT IS THE SUBJECT OF THE APPLICATION OR 25 IF THERE IS SIGNIFICANT NEW INFORMATION CONCERNING THE 26 ENVIRONMENTAL IMPACTS OF THE PROJECT, IN WHICH CASE THE DIVISION 27 SHALL PROVIDE NOTICE TO THE APPLICANT OF THE EXTENSION IN WRITING

1 ALONG WITH AN EXPLANATION OF THE BASIS FOR THE EXTENSION.

(IV) AN INDIVIDUAL AUTHORIZATION, INCLUDING ALL CONDITIONS
INCORPORATED INTO THE INDIVIDUAL AUTHORIZATION, IS SUBJECT TO
ADMINISTRATIVE RECONSIDERATION BY THE COMMISSION UNDER SECTION
25-8-403 AND THEN JUDICIAL REVIEW UNDER SECTION 25-8-404.

6 (b) General authorizations - categories - definitions. (I) IN 7 ADDITION TO THE DIVISION'S AUTHORITY IN SUBSECTION (5)(b)(III) OF THIS 8 SECTION TO ISSUE A STATEWIDE GENERAL AUTHORIZATION FOR 9 DISCHARGES TO ISOLATED STATE WATERS, THE DIVISION SHALL ISSUE 10 GENERAL AUTHORIZATIONS FOR THE DISCHARGE OF DREDGED OR FILL 11 MATERIAL INTO STATE WATERS FOR CATEGORIES OF ACTIVITIES THAT ARE 12 SIMILAR IN NATURE AND SIMILAR IN IMPACT ON THE QUALITY OF STATE 13 WATERS, CAUSE ONLY MINIMAL ADVERSE IMPACTS TO STATE WATERS 14 WHEN PERFORMED SEPARATELY, AND HAVE ONLY MINIMAL CUMULATIVE 15 ADVERSE IMPACTS ON STATE WATERS. THE CATEGORIES OF GENERAL 16 AUTHORIZATIONS MUST CORRESPOND WITH THE VARIOUS NATIONWIDE 17 AND REGIONAL PERMITS ISSUED BY THE UNITED STATES ARMY CORPS OF 18 ENGINEERS. THE DIVISION MAY TAILOR THE TERMS OF CERTAIN 19 NATIONWIDE OR REGIONAL PERMITS OR CREATE ADDITIONAL GENERAL 20 AUTHORIZATIONS TO ACHIEVE GREATER EFFICIENCY AND TO ADDRESS 21 COLORADO-SPECIFIC NEEDS, INCLUDING BUT NOT LIMITED TO EMERGENCY 22 RESPONSE TO WILDFIRE AND VOLUNTARY ECOLOGICAL RESTORATION 23 AND ENHANCEMENT PROJECTS.

(II) <u>Beginning January 1, 2025, until the rules described</u>
IN SUBSECTION (4) OF THIS SECTION ARE PROMULGATED AND THE DIVISION
ISSUES GENERAL AUTHORIZATIONS UNDER THE RULES, THE NATIONWIDE
AND REGIONAL GENERAL PERMITS ISSUED BY THE UNITED STATES ARMY

1 CORPS OF ENGINEERS, AS SUCH PERMITS APPLY TO COLORADO AND 2 SUBJECT TO SUBSECTIONS (8)(b) AND (8)(d) OF THIS SECTION, CONSTITUTE 3 VALID AUTHORIZATIONS TO DISCHARGE DREDGED OR FILL MATERIAL INTO 4 STATE WATERS THAT ARE NOT SUBJECT TO FEDERAL JURISDICTION. THE 5 DIVISION SHALL RECOGNIZE COMPLIANCE WITH THE APPLICABLE TERMS OF 6 THE NATIONWIDE AND REGIONAL GENERAL PERMITS AS CONSTITUTING 7 COMPLIANCE WITH THIS SECTION. BEGINNING JANUARY 1, 2025, AN 8 APPLICANT SEEKING AUTHORIZATION FOR DISCHARGES OF DREDGED OR 9 FILL MATERIAL INTO STATE WATERS THAT ARE NOT SUBJECT TO FEDERAL 10 JURISDICTION SHALL SUBMIT TO THE DIVISION ANY PRECONSTRUCTION 11 NOTIFICATION REQUIRED UNDER THE APPLICABLE NATIONWIDE OR 12 REGIONAL GENERAL PERMIT. IF THE APPLICABLE NATIONWIDE OR 13 REGIONAL GENERAL PERMIT REQUIRES COMPENSATORY MITIGATION, THE 14 APPLICANT SHALL OBTAIN A TEMPORARY AUTHORIZATION FROM THE 15 DIVISION PURSUANT TO SUBSECTION (6)(a)(II) OF THIS SECTION BEFORE 16 THE COMMENCEMENT OF THE ACTIVITY.

17

(III) (A) AS EXPEDITIOUSLY AS IS PRUDENT AND FEASIBLE, THE
DIVISION SHALL ISSUE A STATEWIDE GENERAL AUTHORIZATION FOR
DISCHARGES TO ISOLATED STATE WATERS. FOR PURPOSES OF THIS
SUBSECTION (5)(b)(III), "ISOLATED STATE WATERS" ARE ISOLATED
WETLANDS, ISOLATED PONDS AND IMPOUNDMENTS, AND ISOLATED
ORDINARY HIGHWATER MARK REACHES.

(B) THE DIVISION'S STATEWIDE GENERAL AUTHORIZATION FOR
DISCHARGES TO ISOLATED STATE WATERS DOES NOT INCLUDE THE
FOLLOWING STATE WATERS, WHICH MAY BE ISOLATED STATE WATERS:
FENS OR PEATLANDS OR KETTLE PONDS. DISCHARGES OF DREDGED OR FILL

MATERIAL TO THESE ISOLATED STATE WATERS OF SIGNIFICANCE REQUIRE
 AN AUTHORIZATION BY THE DIVISION AS DESCRIBED IN SUBSECTION (5)(a),
 (5)(b)(I), OR (5)(b)(II) OF THIS SECTION.

4 (C) THE DIVISION'S STATEWIDE GENERAL AUTHORIZATION FOR
5 DISCHARGES TO ISOLATED STATE WATERS MUST IDENTIFY BEST
6 MANAGEMENT PRACTICES TO PROTECT ISOLATED STATE WATERS. THE
7 STATEWIDE GENERAL AUTHORIZATION FOR DISCHARGES TO ISOLATED
8 STATE WATERS MUST NOT REQUIRE PRECONSTRUCTION NOTIFICATION AS
9 DESCRIBED IN SUBSECTION (5)(d) OF THIS SECTION.

(D) THE DIVISION'S STATEWIDE GENERAL AUTHORIZATION FOR
DISCHARGES TO ISOLATED WATERS MUST NOT AUTHORIZE A PROJECT
WHERE THE ENTIRE PROJECT'S UNAVOIDABLE ADVERSE IMPACTS EXCEED
ONE-TENTH OF AN ACRE OF WETLANDS OR THREE-HUNDREDTHS OF AN
ACRE OF STREAMBED. A PROJECT IN EXCESS OF ONE OF THESE THRESHOLDS
REQUIRES A PERMIT BY THE DIVISION AS DESCRIBED IN SUBSECTION (5)(a),
(5)(b)(I), OR (5)(b)(II) OF THIS SECTION.

17 (E) IF THE DIVISION ISSUES THE STATEWIDE AUTHORIZATION FOR 18 DISCHARGES TO ISOLATED STATE WATERS DESCRIBED IN THIS SUBSECTION 19 (5)(b)(III) PRIOR TO THE COMMISSION'S RULE-MAKING DESCRIBED IN 20 SUBSECTION (4) OF THIS SECTION, THE DIVISION SHALL NOTICE THE DRAFT 21 GENERAL AUTHORIZATION FOR PUBLIC COMMENT FOR SIXTY DAYS PRIOR 22 TO ITS ISSUANCE. THE STATEWIDE GENERAL AUTHORIZATION FOR 23 DISCHARGES TO ISOLATED STATE WATERS IS SUBJECT TO ADMINISTRATIVE 24 REVIEW BY THE COMMISSION PURSUANT TO SECTION 25-8-403.

(F) THE AUTHORIZATION TERM OF THE STATEWIDE GENERAL
AUTHORIZATION FOR DISCHARGES TO ISOLATED STATE WATERS IS FIVE
YEARS.

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(IV) GENERAL AUTHORIZATIONS ISSUED BY THE DIVISION ARE
 SUBJECT TO ADMINISTRATIVE RECONSIDERATION BY THE COMMISSION
 UNDER SECTION 25-8-403; EXCEPT THAT NOTICES OF AUTHORIZATION TO
 CONDUCT AN ACTIVITY UNDER A GENERAL AUTHORIZATION ARE NOT
 SUBJECT TO SUCH ADMINISTRATIVE RECONSIDERATION BUT ARE SUBJECT
 TO JUDICIAL REVIEW UNDER SECTION 25-8-404.

7 (c) Compensatory mitigation requirements. (I) THE DIVISION
8 SHALL INCLUDE COMPENSATORY MITIGATION REQUIREMENTS IN ALL
9 INDIVIDUAL AUTHORIZATIONS AND IN GENERAL AUTHORIZATIONS WHERE
10 THE DIVISION DETERMINES THAT THE PROPOSED DISCHARGE OF DREDGED
11 OR FILL MATERIAL WILL RESULT IN:

12 (A) GREATER THAN ONE-TENTH OF AN ACRE OF UNAVOIDABLE13 ADVERSE IMPACTS TO WETLANDS; OR

14 (B) GREATER THAN THREE-HUNDREDTHS OF AN ACRE OF
15 UNAVOIDABLE IMPACTS TO STREAMS.

16 (II) COMPENSATORY MITIGATION MUST COMPENSATE FOR ALL
17 FUNCTIONS OF STATE WATERS THAT WILL BE LOST AS A RESULT OF THE
18 AUTHORIZED ACTIVITY. COMPENSATORY MITIGATION MAY BE
19 ACCOMPLISHED THROUGH THE PURCHASE OF MITIGATION BANK CREDITS,
20 AN IN-LIEU FEE PROGRAM, OR PERMITTEE-RESPONSIBLE MITIGATION.

(d) Preconstruction notifications. The Division Shall utilize
THE EXISTING STRUCTURE OF PRECONSTRUCTION NOTIFICATIONS IN THE
NATIONWIDE AND REGIONAL PERMITS ISSUED BY THE UNITED STATES
ARMY CORPS OF ENGINEERS, INCLUDING GENERAL AUTHORIZATIONS FOR
CATEGORIES OF ACTIVITIES THAT DO NOT REQUIRE PRECONSTRUCTION
NOTIFICATION. WHERE PRECONSTRUCTION NOTIFICATION IS REQUIRED BY
A GENERAL AUTHORIZATION BEFORE THE COMMENCEMENT OF AN

ACTIVITY, THE PROJECT PROPONENT MUST PROVIDE AT LEAST THIRTY
 CALENDAR DAYS OF PRECONSTRUCTION NOTICE TO THE DIVISION UNLESS
 A SHORTER NOTICE IS ALLOWED UNDER THE TERMS OF THE APPLICABLE
 GENERAL AUTHORIZATION. AFTER PROVIDING SUCH PRECONSTRUCTION
 NOTIFICATION, THE PROJECT PROPONENT MAY COMMENCE THE ACTIVITY
 IF:

7 (I) THE DIVISION ISSUES TO THE PROJECT PROPONENT A NOTICE OF
8 AUTHORIZATION IN WRITING THAT THE PROJECT PROPONENT MAY
9 COMMENCE THE ACTIVITY; OR

10 (II) FORTY-FIVE CALENDAR DAYS ELAPSE WITHOUT THE DIVISION 11 PROVIDING THE PROJECT PROPONENT A NOTICE OF WRITTEN OBJECTION TO 12 THE ACTIVITY OR PROVIDING A NOTICE THAT THE DIVISION HAS 13 DETERMINED THE NOTIFICATION IS INCOMPLETE, THE ACTIVITY DOES NOT 14 MEET THE CRITERIA FOR THE CATEGORY OF ACTIVITIES COVERED BY THE 15 GENERAL AUTHORIZATION, OR THE ACTIVITY WILL NOT COMPLY WITH ALL 16 APPLICABLE FEDERAL AND STATE STATUTORY AND REGULATORY 17 REQUIREMENTS. A NOTICE OF WRITTEN OBJECTION PROVIDED TO A 18 PROJECT PROPONENT BY THE DIVISION MUST STATE THE BASIS OF THE 19 DIVISION'S OBJECTIONS WITH SPECIFICITY, IS SUBJECT TO DIRECT JUDICIAL 20 REVIEW UNDER SECTION 25-8-404, and is not subject to 21 ADMINISTRATIVE RECONSIDERATION UNDER SECTION 25-8-403.

(e) Notices of authorization. The DIVISION MAY ISSUE NOTICES
OF AUTHORIZATION, WHERE APPROPRIATE, TO MEMORIALIZE COVERAGE
UNDER A GENERAL AUTHORIZATION. THE DIVISION MAY INCLUDE
CONDITIONS IN NOTICES OF AUTHORIZATION , ON A CASE-BY-CASE BASIS,
TO CLARIFY THE TERMS AND CONDITIONS OF A GENERAL AUTHORIZATION
OR TO ENSURE THAT THE ACTIVITY WILL HAVE ONLY MINIMAL INDIVIDUAL

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1 AND CUMULATIVE ADVERSE IMPACTS ON STATE WATERS.

2 (f) **Administrative guidance.** THE DIVISION MAY ESTABLISH 3 GUIDANCE TO ASSIST IN ADMINISTERING THE DREDGE AND FILL DISCHARGE 4 AUTHORIZATION PROGRAM. ADDITIONALLY, THE DIVISION MAY RELY UPON 5 RELEVANT GUIDANCE FROM THE FEDERAL ENVIRONMENTAL PROTECTION 6 AGENCY AND THE UNITED STATES ARMY CORPS OF ENGINEERS, INCLUDING 7 TECHNICAL GUIDANCE AND ENVIRONMENTAL ANALYSES UNDER THE 8 FEDERAL "NATIONAL ENVIRONMENTAL POLICY ACT OF 1969", 42 U.S.C. 9 SEC. 4231 ET SEQ., AS AMENDED, IN ADMINISTERING THE PROGRAM, TO THE 10 EXTENT SUCH GUIDANCE IS CONSISTENT WITH THIS SECTION AND THE 11 COMMISSION'S RULES. 12 (g) Western slope staff. THE DIVISION MAY, TO THE EXTENT 13 RESOURCES ALLOW, ESTABLISH ONE OR MORE STAFF POSITIONS IN THE 14 WESTERN SLOPE REGION OF THE STATE TO ASSIST WITH DREDGE AND FILL 15 PROGRAM ADMINISTRATION IN THAT GEOGRAPHIC AREA. 16 (6) **Transition - repeal.** (a) UNTIL THE RULES PROMULGATED BY 17 THE COMMISSION PURSUANT TO SUBSECTION (4) OF THIS SECTION BECOME 18 EFFECTIVE AND THE DIVISION ISSUES GENERAL AUTHORIZATIONS UNDER 19 THE RULES: 20 (I)NOTWITHSTANDING SUBSECTION (8)(a) OF THIS SECTION. 21 CLEAN WATER POLICY 17 CONTINUES IN EFFECT UNTIL JANUARY 1, 2025; 22 (II) FOR ACTIVITIES THAT DO NOT QUALIFY FOR ENFORCEMENT 23 DISCRETION UNDER CLEAN WATER POLICY 17 BECAUSE THE ACTIVITIES 24 WOULD REQUIRE COMPENSATORY MITIGATION, AND FOR ACTIVITIES THAT 25 PROCEED UNDER A FEDERAL NATIONWIDE OR REGIONAL PERMIT PURSUANT

26 TO SUBSECTION (5)(b)(II) OF THIS SECTION AND THAT REQUIRE

27 COMPENSATORY MITIGATION, THE DIVISION MAY ISSUE TEMPORARY

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AUTHORIZATIONS FOR THE DISCHARGE OF DREDGED OR FILL MATERIAL
 INTO STATE WATERS:

3 (A) WHERE ANY REQUIRED COMPENSATORY MITIGATION IS
4 ASSOCIATED ONLY WITH STREAMS AND NOT WETLANDS AND WOULD
5 RESULT IN NET INCREASES IN THE FUNCTIONS AND SERVICES OF STATE
6 WATERS; OR

7 (B) WHERE THE APPLICANT SHOWS PROOF OF PURCHASE OF
8 MITIGATION BANK CREDITS THAT MEET OR EXCEED THE COMPENSATORY
9 MITIGATION REQUIREMENTS THAT WOULD HAVE BEEN APPLICABLE UNDER
10 THE FEDERAL NATIONWIDE OR REGIONAL PERMIT; AND

11 (III) TEMPORARY AUTHORIZATIONS MUST INCLUDE CONDITIONS 12 NECESSARY TO PROTECT THE PUBLIC HEALTH AND THE ENVIRONMENT AND 13 TO MEET THE INTENT OF THIS SECTION. THE DIVISION MAY ISSUE A 14 TEMPORARY AUTHORIZATION FOR A PERIOD NOT TO EXCEED TWO YEARS, 15 AND A TEMPORARY AUTHORIZATION EXPIRES AS PROVIDED IN THE 16 ISSUANCE OR DENIAL OF THE FINAL NOTICE OF AUTHORIZATION. THE FINAL 17 NOTICE OF AUTHORIZATION MUST INCLUDE SUCH TERMS AND CONDITIONS, 18 INCLUDING THOSE FOR COMPENSATORY MITIGATION, AS ARE NECESSARY 19 TO ADDRESS DISCHARGES THAT OCCURRED UNDER THE TEMPORARY 20 AUTHORIZATION.

21 (b) THIS SUBSECTION (6) IS REPEALED, EFFECTIVE SEPTEMBER 1,
2026.

(7) Relationship to section 25-8-104. THE RULES PROMULGATED
PURSUANT TO THIS SECTION ARE SUBJECT TO, AND DO NOT AMEND OR
LIMIT, THE RESTRICTIONS DESCRIBED IN SECTION 25-8-104.

26 (8) Applicability and scope of dredge and fill discharge
27 authorization program - prohibitions on discharge without an

authorization - definitions. (a) EXCEPT WHEN CONDUCTING AN
 EXEMPTED ACTIVITY DESCRIBED IN SUBSECTION (8)(b) OF THIS SECTION OR
 WHEN DISCHARGING INTO AN EXCLUDED TYPE OF WATER DESCRIBED IN
 SUBSECTION (8)(d) OF THIS SECTION, A PERSON SHALL NOT DISCHARGE
 DREDGED OR FILL MATERIAL INTO STATE WATERS WITHOUT FIRST
 OBTAINING COVERAGE UNDER A GENERAL AUTHORIZATION OR AN
 INDIVIDUAL AUTHORIZATION FOR THE DISCHARGE.

8 (b) THE FOLLOWING ACTIVITIES ARE EXEMPT FROM THE
9 REQUIREMENTS OF THIS SECTION AND DO NOT REQUIRE A DISCHARGE
10 AUTHORIZATION:

(I) ACTIVITIES IN RECEIPT OF AN ACTIVE SECTION 404 PERMIT THAT
WAS ISSUED PRIOR TO MAY 25, 2023;

(II) ACTIVITIES IN RECEIPT OF AN _____APPROVED JURISDICTIONAL
DETERMINATION ISSUED BY THE UNITED STATES ARMY CORPS OF
ENGINEERS PRIOR TO MAY 25, 2023, FINDING THAT THE STATE WATERS
INTO WHICH THE PROPOSED DISCHARGE OF DREDGED OR FILL MATERIAL
WILL OCCUR ARE NOT WATERS OF THE UNITED STATES UNLESS THERE HAS
BEEN A SIGNIFICANT HYDROLOGICAL CHANGE SINCE THE DETERMINATION
WAS ISSUED;
(III) ACTIVITIES IN RECEIPT OF AN ACTIVE SECTION 404 PERMIT

(III) ACTIVITIES IN RECEIPT OF AN ACTIVE SECTION 404 PERMIT
THAT WAS ISSUED ON OR AFTER MAY 25, 2023, EXCEPT TO THE EXTENT
THAT THE PROJECT AREA OF THE SECTION 404 PERMIT INVOLVES A
DISCHARGE OF DREDGED OR FILL MATERIAL INTO STATE WATERS THAT
HAVE BEEN DETERMINED BY THE UNITED STATES ARMY CORPS OF
ENGINEERS TO NOT BE WATERS OF THE UNITED STATES UNDER THE
SECTION 404 PERMIT AND ARE NOT OTHERWISE EXCLUDED UNDER THIS
SECTION;

(IV) ACTIVITIES ASSOCIATED WITH A PROJECT FOR WHICH THE
 PROJECT PROPONENT APPLIED FOR AN INDIVIDUAL SECTION 404 PERMIT
 PRIOR TO MAY 25, 2023;

4 (V) NORMAL FARMING, SILVICULTURE, AND RANCHING ACTIVITIES, 5 SUCH AS PLOWING; SEEDING; CULTIVATING; MINOR DRAINAGE; 6 APPLICATION OF ON-FARM CHEMICALS; HARVESTING FOR THE PRODUCTION 7 OF FOOD, FIBER, AND FOREST PRODUCTS; OR UPLAND SOIL AND WATER 8 CONSERVATION PRACTICES. AS USED IN THIS SUBSECTION (8)(b)(V), 9 "UPLAND SOIL AND WATER CONSERVATION PRACTICES" MEANS ANY 10 DISCHARGE OF DREDGED OR FILL MATERIAL INTO STATE WATERS 11 INCIDENTAL TO SOIL AND WATER CONSERVATION PRACTICES FOR THE 12 PURPOSE OF IMPROVING, MAINTAINING, OR RESTORING UPLANDS, 13 INCLUDING RANGELAND MANAGEMENT PRACTICES, EROSION CONTROL 14 PRACTICES, AND VEGETATION MANAGEMENT PRACTICES.

15 (VI) MAINTENANCE, INCLUDING EMERGENCY RECONSTRUCTION OF 16 RECENTLY DAMAGED PARTS, OF CURRENTLY SERVICEABLE STRUCTURES, 17 SUCH AS DIKES, DAMS, LEVEES, LAGOONS, GROINS, RIPRAP, BREAKWATERS, 18 CAUSEWAYS, BRIDGE ABUTMENTS OR APPROACHES, AND TRANSPORTATION 19 STRUCTURES. MAINTENANCE ALSO INCLUDES MINOR DEVIATIONS IN A 20 STRUCTURE'S CONFIGURATION OR FILLED AREA TO ACCOMMODATE 21 CHANGES IN MATERIALS, CONSTRUCTION TECHNIQUES, REGULATORY 22 REQUIREMENTS, OR CONSTRUCTION CODES OR SAFETY STANDARDS.

(VII) CONSTRUCTION OR MAINTENANCE OF FARM PONDS, STOCK
 PONDS, FARM LAGOONS, SPRINGS, RECHARGE FACILITIES LOCATED IN
 UPLANDS, AND IRRIGATION DITCHES OR ACEQUIAS, OR MAINTENANCE OF
 <u>A DRAINAGE DITCH, ROADSIDE DITCH, OR A DITCH OR CANAL CONVEYING</u>
 WASTEWATER OR WATER. CONSTRUCTION OF NEW WORK OR TO EXTEND.

<u>EXPAND, OR RELOCATE AN IRRIGATION DITCH OR ACEQUIA FOR MUNICIPAL</u>
 <u>OR INDUSTRIAL PURPOSES IS NOT AN EXEMPT ACTIVITY. AS USED IN THIS</u>
 <u>SUBSECTION (8)(b)(VII):</u>

4 (A) "CONSTRUCTION" INCLUDES NEW WORK AND WORK THAT 5 RESULTS IN AN EXTENSION OR EXPANSION OF AN EXISTING STRUCTURE, 6 AND THE CONSTRUCTION OF IRRIGATION DITCHES OR ACEQUIAS INCLUDES 7 ACTIVITIES SUCH AS PLACEMENT OF NEW CONTROL STRUCTURES, DITCH 8 RELOCATION, DITCH CONVERSION INTO PIPE, AND LINING, WHICH MEANS 9 PLACING IMPERVIOUS MATERIAL SUCH AS CONCRETE, CLAY, OR 10 GEOTEXTILE WITHIN THE FLOW PERIMETER OF AN OPEN CANAL, LATERAL, 11 OR DITCH WITH THE INTENT OF REDUCING SEEPAGE LOSSES AND 12 IMPROVING CONVEYANCE EFFICIENCY. ALL NEW LINING OF DITCHES, IN 13 INSTANCES WHERE THE DITCH HAS NOT PREVIOUSLY BEEN LINED, IS 14 CONSIDERED CONSTRUCTION.

(B) "IRRIGATION DITCH OR ACEQUIA" INCLUDES A HUMAN-MADE 15 16 FEATURE OR A MAINTAINED NATURAL FEATURE IF USE OF THE MAINTAINED 17 NATURAL FEATURE EXISTED ON JANUARY 1, 2024, and an upland swale 18 THAT MOVES OR CONVEYS WATER TO AN ULTIMATE IRRIGATION USE OR 19 PLACE OF USE, OR MOVES OR CONVEYS IRRIGATION WATER, ALSO KNOWN AS "RUNOFF", AWAY FROM IRRIGATED LANDS. "IRRIGATION DITCH OR 20 21 ACEQUIA" MAY INCLUDE A DISTRIBUTION SYSTEM OR ITS PARTS, 22 INCLUDING HUMAN-MADE CANALS, LATERALS, DITCHES, SIPHONS, PUMPS, 23 HEADGATES, WING WALLS, WEIRS, DIVERSION STRUCTURES, PIPES, PUMP 24 SYSTEMS, RETURN STRUCTURES, AND SUCH OTHER FACILITIES 25 APPURTENANT TO AND FUNCTIONALLY RELATED TO IRRIGATION DITCHES. 26 IF A DITCH CARRIES WATER THAT IS USED FOR IRRIGATION, IRRIGATION 27 RETURN FLOWS OR RETURN FLOW OBLIGATIONS, AQUIFER RECHARGE,

<u>AQUIFER OR STREAM AUGMENTATION OR REPLACEMENT, OR</u>
 <u>PRECIPITATION OR SNOWMELT THAT</u> MOVES FROM AN IRRIGATED FIELD
 EITHER TO OR AWAY FROM AN AREA SUBJECT TO BEING IRRIGATED, THAT
 DITCH IS CONSIDERED AN IRRIGATION DITCH AND NOT A DRAINAGE
 DITCH.

(C) "MAINTENANCE" MEANS MAINTENANCE PERTAINING TO A 6 7 HUMAN-MADE STRUCTURE, SUCH AS A FARM POND, STOCK POND, OR 8 MAINTAINED SPRING, OR A MAINTAINED NATURAL FEATURE CONVEYING 9 WATER FOR IRRIGATION OR WILDLIFE PURPOSE IF USE OF THE MAINTAINED 10 NATURAL FEATURE EXISTED AS OF JANUARY 1, 2024; MAINTENANCE 11 PERTAINING TO A DRAINAGE DITCH, A ROADSIDE DITCH, OR A DITCH OR 12 CANAL CONVEYING WASTEWATER OR WATER FOR IRRIGATION OR FOR 13 MUNICIPAL PURPOSES, DOMESTIC PURPOSES, INDUSTRIAL PURPOSES, 14 COMMERCIAL PURPOSES, AUGMENTATION, RECHARGE, WILDLIFE, 15 RECREATION, COMPACT COMPLIANCE, OR ANY OTHER PURPOSE; AND 16 MAINTENANCE PERTAINING TO REPAIRS TO AN EXISTING STRUCTURE OR 17 FEATURE TO KEEP IT IN ITS EXISTING STATE OR PROPER CONDITION OR TO 18 PRESERVE IT FROM FAILURE OR DECLINE. SUCH MAINTENANCE INCLUDES 19 EXCAVATION OF ACCUMULATED SEDIMENTS BACK TO ORIGINAL 20 CONTOURS; RESHAPING OF SIDE-SLOPES; BANK STABILIZATION TO PREVENT 21 EROSION WHERE REASONABLY NECESSARY USING BEST MANAGEMENT 22 PRACTICES AND, FOR MAINTENANCE OF DRAINAGE DITCHES, MATERIALS 23 THAT ARE COMPATIBLE WITH EXISTING BANK MATERIALS; ARMORING, 24 LINING, AND PIPING FOR THE PURPOSE OF REPAIRING A PREVIOUSLY 25 ARMORED, LINED, OR PIPED SECTION OF A DITCH SO LONG AS ALL WORK 26 OCCURS WITHIN THE FOOTPRINT OF THE PREVIOUS WORK; AND 27 REPLACEMENT OF EXISTING CONTROL STRUCTURES WHERE THE ORIGINAL

FUNCTION IS NOT CHANGED AND ORIGINAL APPROXIMATE CAPACITY IS NOT
 INCREASED.

3 (VIII) CONSTRUCTION OF TEMPORARY SEDIMENTATION BASINS ON
4 A CONSTRUCTION SITE, WHICH CONSTRUCTION DOES NOT INCLUDE
5 PLACEMENT OF FILL MATERIAL INTO STATE WATERS;

6 (IX) CONSTRUCTION OR MAINTENANCE OF FARM ROADS OR FOREST 7 ROADS OR TEMPORARY ROADS FOR MOVING WILDFIRE AND POST-FIRE 8 MITIGATION EQUIPMENT AND RELATED MATERIALS OR MINING EQUIPMENT 9 WHERE SUCH ROADS ARE CONSTRUCTED AND MAINTAINED, IN 10 ACCORDANCE WITH BEST MANAGEMENT PRACTICES, TO ASSURE THAT 11 FLOW AND CIRCULATION PATTERNS AND CHEMICAL AND BIOLOGICAL 12 CHARACTERISTICS OF THE STATE WATERS ARE NOT IMPAIRED, THAT THE 13 REACH OF THE STATE WATERS IS NOT REDUCED, AND THAT ANY ADVERSE 14 IMPACTS ON THE STATE WATERS WILL BE OTHERWISE MINIMIZED;

15 (X) ACTIVITIES FOR THE PURPOSE OF PROVIDING EMERGENCY 16 RESPONSE TO, PREVENTATIVE MITIGATION OF, OR RECOVERY FROM 17 DAMAGE CAUSED BY A FIRE, A FLOOD, OR OTHER NATURAL DISASTER SO 18 LONG AS THE ACTIVITY IS CONDUCTED IN A MANNER THAT MINIMIZES THE 19 LOSS OF STATE WATERS TO THE EXTENT PRACTICABLE AND IN 20 ACCORDANCE WITH BEST MANAGEMENT PRACTICES THAT DO NOT 21 INTERFERE WITH EFFORTS TO ADDRESS THE UNDERLYING EMERGENCY;

(XI) MAINTENANCE OF WATER REUSE FACILITIES, WASTEWATER
RECLAMATION FACILITIES, <u>WATER MANAGEMENT FACILITIES</u>, WATER
TREATMENT FACILITIES, OR WASTEWATER WATER TREATMENT FACILITIES.
SUCH MAINTENANCE INCLUDES RECONSTRUCTION DUE TO RECENT
DAMAGE OR MAINTENANCE OF CURRENTLY SERVICEABLE STRUCTURES,
SUCH AS PUMPS, CONTROL SYSTEMS, WEIRS, GATES, CLARIFIERS, SOLIDS

<u>HANDLING, FILTERS, SEDIMENTATION BASINS, TREATMENT PONDS AND</u>
 <u>LAGOONS, AND RELATED FEATURES, WHICH MAINTENANCE ACTIVITIES</u>
 <u>KEEP THE</u> FACILITY IN ITS EXISTING STATE OR PROPER CONDITION TO
 PRESERVE IT FROM FAILURE OR DECLINE.

5 (XII) MAINTENANCE ACTIVITIES IN OFF-CHANNEL RESERVOIRS 6 THAT DO NOT DIRECTLY AFFECT A CONNECTED NATURAL STREAM. SUCH 7 MAINTENANCE INCLUDES EMERGENCY RECONSTRUCTION DUE TO RECENT 8 DAMAGE; MAINTENANCE OF CURRENTLY SERVICEABLE STRUCTURES SUCH 9 AS SPILLWAYS, OUTLET STRUCTURES, GATES, PUMPS, AND CONTROL 10 SYSTEMS; AND RESHAPING OF SIDE SLOPES, BANK STABILIZATION, OR 11 DREDGING, WHICH MAINTENANCE ACTIVITIES KEEP AN OFF-CHANNEL 12 RESERVOIR IN ITS EXISTING STATE OR PROPER CONDITION AND TO 13 PRESERVE IT FROM FAILURE OR DECLINE.

14 (XIII) WILDLIFE HABITAT MANAGEMENT ACTIVITIES, INCLUDING 15 SEEDING, CULTIVATING, MINOR DRAINAGE, VEGETATION MANAGEMENT, 16 IRRIGATING, WATER MANAGEMENT, AND MAINTENANCE OF DITCHES, 17 DIKES, EMBANKMENTS, IMPOUNDMENTS, WATER CONTROL FEATURES, AND 18 OTHER WATER CONVEYANCE FEATURES THAT ARE HUMAN-MADE OR 19 MAINTAINED OR THAT OCCUR NATURALLY TO SUPPORT WILDLIFE HABITAT. "WILDLIFE HABITAT MANAGEMENT" MEANS ACTIVITIES THAT OCCUR ON 20 21 LAND MANAGED PRIMARILY FOR WETLAND OR RIPARIAN HABITATS TO 22 SUPPORT WETLAND AND RIPARIAN SPECIES AND DOES NOT INCLUDE 23 ACTIVITIES THAT ARE INCIDENTAL TO LAND USED FOR RESIDENTIAL, 24 INDUSTRIAL, OR COMMERCIAL PURPOSES.

(c) Recapture provision - rules. CONSISTENT WITH SECTION 404
(f)(2) OF THE FEDERAL ACT, ANY DISCHARGE OF DREDGED OR FILL
MATERIAL INTO STATE WATERS INCIDENTAL TO ANY ACTIVITY THAT

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BRINGS AN AREA OF THE STATE WATERS INTO A USE TO WHICH IT WAS NOT
 PREVIOUSLY SUBJECT, WHERE THE FLOW OR CIRCULATION OF STATE
 WATERS MAY BE IMPAIRED OR WHERE THE REACH OF SUCH WATERS MAY
 BE REDUCED, IS NOT INCLUDED WITHIN THE EXEMPTED ACTIVITIES
 DESCRIBED IN SUBSECTION (8)(b) OF THIS SECTION. THE COMMISSION MAY
 FURTHER CLARIFY THE EFFECT OF THIS SUBSECTION (8)(c) THROUGH
 RULE-MAKING.

8 (d) Excluded types of waters - definitions. NOTWITHSTANDING
9 THE DEFINITION OF "STATE WATERS" PROVIDED IN SECTION 25-8-103 (19),
10 AN AUTHORIZATION IS NOT REQUIRED FOR THE DISCHARGE OF DREDGED OR
11 FILL MATERIAL INTO THE FOLLOWING TYPES OF WATERS, AND SUCH A
12 DISCHARGE IS NOT OTHERWISE PROHIBITED OR REGULATED UNDER THIS
13 SECTION:

(I) ALL PORTIONS OF DITCHES AND CANALS THAT ARE EXCAVATED
ON UPLAND AND THAT CONVEY WATER OR WASTEWATER;

16 (II) STORM WATER CONTROL FEATURES THAT ARE CONSTRUCTED
17 TO CONVEY, TREAT, OR STORE STORM WATER AND THAT ARE CREATED IN
18 UPLAND:

19 (III) ARTIFICIALLY IRRIGATED AREAS THAT WOULD REVERT TO20 UPLANDS IF IRRIGATION CEASED;

(IV) ARTIFICIAL LAKES, LAGOONS, OR PONDS THAT ARE CREATED
ENTIRELY BY EXCAVATING OR DIKING UPLAND TO COLLECT AND RETAIN
WATER AND THAT ARE USED EXCLUSIVELY FOR STOCK WATERING,
IRRIGATION, SETTLING BASINS, OR RICE GROWING;

25 (V) WETLANDS THAT ARE ADJACENT TO A DITCH OR CANAL AND
26 SUPPORTED BY WATER IN THE ADJACENT DITCH OR CANAL;

27 (VI) RECHARGE FACILITIES, INCLUDING PONDS, INCLUDED IN

UPLANDS FOR THE PURPOSE OF FACILITATING RECHARGE OF AQUIFERS OR
 STREAMS;

3 (VII) ARTIFICIAL REFLECTING OR SWIMMING POOLS OR OTHER
4 SMALL ORNAMENTAL BODIES OF WATER CREATED BY EXCAVATING OR
5 DIKING UPLAND TO RETAIN WATER FOR PRIMARILY AESTHETIC REASONS;

6 (VIII) WATER-FILLED DEPRESSIONS CREATED IN UPLANDS
7 INCIDENTAL TO MINING OR CONSTRUCTION ACTIVITY AND PITS EXCAVATED
8 IN UPLANDS FOR THE PURPOSE OF OBTAINING FILL, SAND, OR GRAVEL
9 UNLESS AND UNTIL THE CONSTRUCTION OR EXCAVATION OPERATION IS
10 ABANDONED AND THE RESULTING WATER FEATURE IS STATE WATERS;

11 (IX) SWALES AND EROSIONAL FEATURES, SUCH AS GULLIES, SMALL
12 WASHES, AND RILLS, THAT DO NOT CONTAIN WETLANDS OR AN ORDINARY
13 HIGH WATERMARK;

14 (X) GROUNDWATER. AS USED IN THIS SUBSECTION (8)(d)(X),
15 "GROUNDWATER" MEANS SUBSURFACE WATERS IN A ZONE OF SATURATION
16 THAT ARE OR CAN BE BROUGHT TO THE SURFACE OF THE GROUND OR TO
17 SURFACE WATERS THROUGH WELLS, SPRINGS, SEEPS, OR OTHER DISCHARGE
18 AREAS. "GROUNDWATER" DOES NOT INCLUDE WETLANDS.

19 (XI) PRIOR CONVERTED CROPLAND. AS USED IN THIS SUBSECTION 20 (8)(d)(XI), "PRIOR CONVERTED CROPLAND" MEANS ANY AREA THAT, PRIOR 21 TO DECEMBER 23, 1985, WAS DRAINED OR OTHERWISE MANIPULATED FOR 22 AGRICULTURAL PURPOSES, WHICH INCLUDES LAND USE THAT MAKES THE 23 PRODUCTION OF AN AGRICULTURAL PRODUCT POSSIBLE, INCLUDING 24 GRAZING AND HAYING. CROPLAND THAT IS LEFT IDLE OR FALLOW FOR 25 CONSERVATION OR AGRICULTURAL PURPOSES FOR ANY PERIOD OF TIME 26 REMAINS IN AGRICULTURAL USE AND, IF THE CROPLAND OTHERWISE 27 QUALIFIES UNDER THIS SUBSECTION (8)(d)(XI), IS PRIOR CONVERTED

1 CROPLAND. THE COMMISSION AND THE DIVISION SHALL RECOGNIZE 2 DESIGNATIONS OF PRIOR CONVERTED CROPLAND MADE BY THE UNITED 3 STATES SECRETARY OF AGRICULTURE. AN AREA IS NO LONGER 4 CONSIDERED PRIOR CONVERTED CROPLAND IF THE AREA IS ABANDONED 5 AND HAS REVERTED TO WETLANDS. ABANDONMENT OCCURS WHEN PRIOR 6 CONVERTED CROPLAND IS NOT USED FOR, OR IN SUPPORT OF, 7 AGRICULTURAL PURPOSES AT LEAST ONCE IN THE IMMEDIATELY 8 PRECEDING FIVE YEARS. THE DIVISION SHALL DETERMINE WHETHER PRIOR 9 CONVERTED CROPLAND HAS BEEN ABANDONED, SUBJECT TO APPEAL TO 10 THE COMMISSION.

11 (9) FOR THE 2024-25 STATE FISCAL YEAR AND FOR EACH STATE 12 FISCAL YEAR THEREAFTER, IF THE TOTAL NUMBER OF AUTHORIZATIONS 13 ISSUED PURSUANT TO SUBSECTION (5) OF THIS SECTION EXCEEDS OR IS 14 PROJECTED BY THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT 15 TO EXCEED ONE HUNDRED TEN AUTHORIZATIONS, THE DEPARTMENT OF 16 PUBLIC HEALTH AND ENVIRONMENT SHALL SEEK A SUPPLEMENTAL 17 APPROPRIATION FROM THE GENERAL ASSEMBLY TO PAY THE COSTS OF 18 PROCESSING THE AUTHORIZATIONS AND TO ENSURE THAT 19 AUTHORIZATIONS ARE PROCESSED IN A TIMELY MANNER.

20 SECTION 3. In Colorado Revised Statutes, 25-8-103, amend
21 (19) as follows:

22 25-8-103. Definitions. As used in this article 8, unless the context
23 otherwise requires:

(19) "State waters" means any and all surface and subsurface
waters which THAT are contained in or flow in or through this state,
INCLUDING WETLANDS, but does not include waters in sewage systems,
waters in treatment works of disposal systems, waters in potable water

distribution systems, and all water withdrawn for use until use and
 treatment have been completed.

3 SECTION 4. In Colorado Revised Statutes, 25-8-210, add (1)(d),
 4 (4)(a)(I.5), and (4)(d) as follows:

5 25-8-210. Fees established administratively - rules -6 shareholding requirement - phase-in period - clean water cash fund 7 - creation - repeal. (1) (d) ON OR BEFORE DECEMBER 31, 2025, THE 8 COMMISSION SHALL ESTABLISH BY RULE THE AUTHORIZATION FEES FOR 9 THE DREDGE AND FILL PROGRAM, AS DEFINED IN SECTION 25-8-205.1 (3). 10 THE DIVISION SHALL TRANSMIT THE FEES COLLECTED PURSUANT TO THE 11 COMMISSION'S FEE-SETTING RULES ADOPTED UNDER THIS SUBSECTION 12 (1)(d) TO THE STATE TREASURER, WHO SHALL CREDIT THE FEES TO THE 13 CLEAN WATER CASH FUND CREATED IN SUBSECTION (4) OF THIS SECTION. 14 (4) (a) The clean water cash fund is created in the state treasury. 15 The fund consists of: 16 (I.5) MONEY THAT THE GENERAL ASSEMBLY TRANSFERS TO THE 17 FUND PURSUANT TO SUBSECTION (4)(d) OF THIS SECTION; 18 (d) FOR THE 2026-27 STATE FISCAL YEAR AND FOR EACH STATE 19 FISCAL YEAR THEREAFTER, THE STATE TREASURER SHALL TRANSFER TWO 20 HUNDRED FORTY-EIGHT THOUSAND THREE HUNDRED FOUR DOLLARS FROM 21 THE GENERAL FUND TO THE CLEAN WATER CASH FUND. 22 SECTION 5. In Colorado Revised Statutes, 37-60-122.2, amend 23 (1)(b) as follows:

37-60-122.2. Fish and wildlife resources - legislative
declaration - fund - authorization. (1) (b) Except as provided in this
paragraph (b) SUBSECTION (1)(b), the applicant for any water diversion,
delivery, or storage facility which THAT requires an application for a

1 permit, A license, or other approval from the United States, OR THAT 2 REQUIRES AN APPLICATION FOR AN INDIVIDUAL AUTHORIZATION FROM THE 3 DIVISION OF ADMINISTRATION IN THE DEPARTMENT OF PUBLIC HEALTH AND 4 ENVIRONMENT PURSUANT TO SECTION 25-8-205.1, shall inform the 5 Colorado water conservation board, parks and wildlife commission, and 6 division of parks and wildlife of its application and submit a mitigation 7 proposal pursuant to this section. Exempted from such requirement are 8 the Animas-La Plata project, the Two Forks dam and reservoir project, 9 and the Homestake water project for which definite plan reports and final 10 environmental impact statements have been approved or which THAT are 11 awaiting approval of the same; applicants for site specific 404 FEDERAL 12 dredge and fill permits OR INDIVIDUAL AUTHORIZATIONS UNDER SECTION 13 25-8-205.1 (5)(a) for operations ACTIVITIES not requiring construction of 14 a reservoir; and applicants for section 404 federal nationwide permits OR 15 GENERAL AUTHORIZATIONS ISSUED PURSUANT TO SECTION 25-8-205.1 16 (5)(b). If an applicant that is subject to the provisions of this section and 17 the commission agree upon a mitigation plan for the facility, the 18 commission shall forward such agreement to the Colorado water 19 conservation board, and the board shall adopt such agreement at its next 20 meeting as the official state position on the mitigation actions required of 21 the applicant. In all cases, the commission shall proceed expeditiously 22 and, no later than sixty days from AFTER the applicant's notice, unless 23 extended in writing by the applicant, make its evaluation regarding the 24 probable impact of the proposed facility on fish and wildlife resources 25 and their habitat and to make its recommendation regarding such 26 reasonable mitigation actions as may be needed.

1	SECTION 6. In Colorado Revised Statutes, 39-29-109.3, amend
2	(1) introductory portion; and add (11) as follows:
3	39-29-109.3. Severance tax operational fund - core reserve -
4	grant program reserve - definitions - repeal. (1) The executive director
5	of the department of natural resources shall submit with the department's
6	budget request for each fiscal year a list and description of the programs
7	the executive director recommends to be funded from the severance tax
8	operational fund created in section 39-29-109 (2)(b), referred to in this
9	section as the "operational fund". Except as otherwise provided in
10	subsection (10) SUBSECTIONS (10) AND (11) of this section, the general
11	assembly may appropriate money from the total money available in the
12	operational fund to fund recommended programs as follows:
13	(11) (a) ON JULY 1, 2024, THE STATE TREASURER SHALL TRANSFER
14	SEVEN HUNDRED FORTY-EIGHT THOUSAND DOLLARS FROM THE
15	OPERATIONAL FUND TO THE CLEAN WATER CASH FUND CREATED IN
16	SECTION $25-8-210$ (4) For use by the department of public health
17	AND ENVIRONMENT IN ADMINISTERING THE PROGRAM DESCRIBED IN
18	SECTION 25-8-205.1.
19	(b) This subsection (11) is repealed, effective July 1, 2027.
20	
21	SECTION 7. In Colorado Revised Statutes, 25-8-305, add (5) as
22	<u>follows:</u>
23	25-8-305. Annual report - repeal. (5) (a) ON OR BEFORE
24	October 1, 2026, and for each year thereafter, the report
25	DESCRIBED IN SUBSECTION (1) OF THIS SECTION MUST PROVIDE AN
26	OVERALL UNDERSTANDING OF THE STATE OF IMPLEMENTATION OF THE
27	DREDGE AND FILL DISCHARGE AUTHORIZATION PROGRAM DESCRIBED IN

1	SECTION 25-8-205.1. FOR THIS PURPOSE, THE DIVISION SHALL DEVELOP A
2	TWELVE-MONTH REPORTING PERIOD. AT A MINIMUM, THE REPORT MUST
3	INCLUDE:
4	(I) PROGRAM STAFFING AND BUDGET OVER THE TWELVE-MONTH
5	<u>REPORTING PERIOD;</u>
6	(II) GENERAL AUTHORIZATION PROGRAM COMPONENTS OVER THE
7	TWELVE-MONTH REPORTING PERIOD, INCLUDING:
8	(A) THE TOTAL NUMBER OF PRECONSTRUCTION NOTIFICATIONS OR
9	COVERAGE VERIFICATION REQUESTS RECEIVED DURING THE
10	TWELVE-MONTH REPORTING PERIOD;
11	(B) THE TOTAL NUMBER OF PROJECTS AUTHORIZED TO PROCEED
12	DURING THE TWELVE-MONTH REPORTING PERIOD;
13	(C) THE TOTAL NUMBER OF PROJECTS AUTHORIZED TO PROCEED
14	DURING THE TWELVE-MONTH REPORTING PERIOD THAT INCLUDED SPECIAL
15	<u>CONDITIONS;</u>
16	(D) THE TOTAL NUMBER OF PROJECTS AUTHORIZED TO PROCEED
17	UNDER SECTION 25-8-205.1 (5)(d) DURING THE TWELVE-MONTH
18	<u>REPORTING PERIOD;</u>
19	(E) The total number of projects denied general
20	AUTHORIZATION COVERAGE DURING THE TWELVE-MONTH REPORTING
21	PERIOD AND A SUMMARY OF THE REASONS FOR DENIALS;
22	(F) The range of time and average time required to process
23	PRECONSTRUCTION NOTIFICATIONS AND COVERAGE VERIFICATION
24	REQUESTS FROM RECEIPT TO FINAL DECISION DURING THE TWELVE-MONTH
25	<u>REPORTING PERIOD; AND</u>
26	(G) THE TOTAL NUMBER OF FULL-TIME EMPLOYEES TASKED WITH
27	PROCESSING PRECONSTRUCTION NOTIFICATIONS, COVERAGE VERIFICATION

1	REQUESTS, AND TECHNICAL ASSISTANCE DURING THE TWELVE-MONTH
2	REPORTING PERIOD; AND
3	(III) INDIVIDUAL AUTHORIZATION PROGRAM COMPONENTS,
4	INCLUDING:
5	(A) THE TOTAL NUMBER OF AUTHORIZATION APPLICATIONS
6	RECEIVED DURING THE TWELVE-MONTH REPORTING PERIOD;
7	(B) THE TOTAL NUMBER OF PROJECTS AUTHORIZED TO PROCEED
8	DURING THE TWELVE-MONTH REPORTING PERIOD;
9	(C) THE TOTAL NUMBER OF PROJECTS DENIED AUTHORIZATION
10	COVERAGE DURING THE TWELVE-MONTH REPORTING PERIOD AND A
11	SUMMARY OF THE REASONS FOR DENIALS;
12	(D) THE TOTAL NUMBER OF APPLICATIONS AWAITING ACTION AT
13	THE END OF THE TWELVE-MONTH REPORTING PERIOD;
14	(E) The range of time and average time required to
15	PROCESS INDIVIDUAL AUTHORIZATION APPLICATIONS FROM RECEIPT TO
16	FINAL DECISION DURING THE TWELVE-MONTH REPORTING PERIOD; AND
17	(F) THE TOTAL NUMBER OF FULL-TIME EMPLOYEES TASKED WITH
18	PROCESSING INDIVIDUAL AUTHORIZATIONS DURING THE TWELVE-MONTH
19	<u>REPORTING PERIOD.</u>
20	(b) ON A QUARTERLY BASIS, THE DIVISION SHALL REPORT TO THE
21	JOINT BUDGET COMMITTEE THE NUMBER OF INDIVIDUAL DREDGE AND FILL
22	AUTHORIZATIONS AND NOTICES OF AUTHORIZATION THAT THE DIVISION
23	<u>PROJECTS TO ISSUE FOR THE FISCAL YEAR. THE DIVISION SHALL SUBMIT</u>
24	THESE REPORTS SO THAT THEY COINCIDE WITH QUARTERLY BUDGET
25	FORECASTS.
26	SECTION <u>8.</u> Appropriation. (1) For the 2024-25 state fiscal
27	year, \$747,639 is appropriated to the department of public health and

1 environment. This appropriation is from the clean water cash fund created 2 in section 25-8-210 (4)(a), C.R.S. Any money appropriated in this section 3 not expended prior to July 1, 2025, is further appropriated to the 4 department for the 2025-26 state fiscal year for the same purpose. To 5 implement this act, the department may use this appropriation as follows: 6 (a) \$726,900 for use by the water quality control division for clean 7 water program costs, which amount is based on an assumption that the 8 division will require an additional 8.7 FTE; and 9 (b) \$20,739 for the purchase of legal services. 10 (2) For the 2024-25 state fiscal year, \$20,739 is appropriated to 11 the department of law. This appropriation is from reappropriated funds 12 received from the department of public health and environment under 13 subsection (1)(b) of this section and is based on an assumption that the

department of law will require an additional 0.1 FTE. To implement this
act, the department of law may use this appropriation to provide legal
services for the department of public health and environment.

17 **SECTION** <u>9.</u> **Safety clause.** The general assembly finds, 18 determines, and declares that this act is necessary for the immediate 19 preservation of the public peace, health, or safety or for appropriations for 20 the support and maintenance of the departments of the state and state 21 institutions.