

#### 115TH CONGRESS 1ST SESSION

# H. R. 2355

To provide for integrated plan permits, to establish an Office of the Municipal Ombudsman, to promote green infrastructure, and to require the revision of financial capability guidance.

### IN THE HOUSE OF REPRESENTATIVES

May 4, 2017

Mr. Latta (for himself, Mr. Joyce of Ohio, Mrs. Napolitano, Mrs. Bustos, Mr. Smucker, and Ms. Fudge) introduced the following bill; which was referred to the Committee on Transportation and Infrastructure, and in addition to the Committee on Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

## A BILL

To provide for integrated plan permits, to establish an Office of the Municipal Ombudsman, to promote green infrastructure, and to require the revision of financial capability guidance.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Water Infrastructure
- 5 Flexibility Act".

### 1 SEC. 2. DEFINITION OF ADMINISTRATOR.

2	In this Act, the term "Administrator" means the Ad-
3	ministrator of the Environmental Protection Agency.
4	SEC. 3. INTEGRATED PLANS.
5	(a) Integrated Plans.—Section 402 of the Fed-
6	eral Water Pollution Control Act (33 U.S.C. 1342) is
7	amended by adding at the end the following:
8	"(s) Integrated Plan Permits.—
9	"(1) Definitions.—In this subsection:
10	"(A) GREEN INFRASTRUCTURE.—The
11	term 'green infrastructure' means the range of
12	measures that use plant or soil systems, per-
13	meable pavement or other permeable surfaces
14	or substrates, stormwater harvest and reuse, or
15	landscaping to store, infiltrate, or
16	evapotranspirate stormwater and reduce flows
17	to sewer systems or to surface waters.
18	"(B) Integrated plan.—The term inte-
19	grated plan' has the meaning given in Part III
20	of the Integrated Municipal Stormwater and
21	Wastewater Planning Approach Framework,
22	issued by the Environmental Protection Agency
23	and dated June 5, 2012.
24	"(C) Municipal discharge.—
25	"(i) In general.—The term 'munic-
26	ipal discharge' means a discharge from a

1	treatment works (as defined in section
2	212) or a discharge from a municipal
3	storm sewer under subsection (p).
4	"(ii) Inclusion.—The term 'munic-
5	ipal discharge' includes a discharge of
6	wastewater or storm water collected from
7	multiple municipalities if the discharge is
8	covered by the same permit issued under
9	this section.
10	"(2) Integrated plan.—
11	"(A) IN GENERAL.—The Administrator (or
12	a State, in the case of a permit program ap-
13	proved under subsection (b)) shall inform a mu-
14	nicipal permittee or multiple municipal permit-
15	tees of the opportunity to develop an integrated
16	plan.
17	"(B) Scope of Permit Incorporating
18	INTEGRATED PLAN.—A permit issued under
19	this subsection that incorporates an integrated
20	plan may integrate all requirements under this
21	Act addressed in the integrated plan, including
22	requirements relating to—
23	"(i) a combined sewer overflow;

1	"(ii) a capacity, management, oper-
2	ation, and maintenance program for sani-
3	tary sewer collection systems;
4	"(iii) a municipal stormwater dis-
5	charge;
6	"(iv) a municipal wastewater dis-
7	charge; and
8	"(v) a water quality-based effluent
9	limitation to implement an applicable
10	wasteload allocation in a total maximum
11	daily load.
12	"(3) Compliance schedules.—
13	"(A) IN GENERAL.—A permit for a munic-
14	ipal discharge by a municipality that incor-
15	porates an integrated plan may include a sched-
16	ule of compliance, under which actions taken to
17	meet any applicable water quality-based effluent
18	limitation may be implemented over more than
19	one permit term if the compliance schedules are
20	authorized by State water quality standards.
21	"(B) Inclusion.—Actions subject to a
22	compliance schedule under subparagraph (A)
23	may include green infrastructure if imple-
24	mented as part of a water quality-based effluent
25	limitation.

1	"(C) REVIEW.—A schedule of compliance
2	may be reviewed each time the permit is re-
3	newed.
4	"(4) Existing authorities retained.—
5	"(A) Applicable standards.—Nothing
6	in this subsection modifies any obligation to
7	comply with applicable technology and water
8	quality-based effluent limitations under this
9	Act.
10	"(B) Flexibility.—Nothing in this sub-
11	section reduces or eliminates any flexibility
12	available under this Act, including the authority
13	of—
14	"(i) a State to revise a water quality
15	standard after a use attainability analysis
16	under section 131.10(g) of title 40, Code
17	of Federal Regulations (or a successor reg-
18	ulation), subject to the approval of the Ad-
19	ministrator under section 303(c); and
20	"(ii) the Administrator or a State to
21	authorize a schedule of compliance that ex-
22	tends beyond the date of expiration of a
23	permit term if the schedule of compliance
24	meets the requirements of section 122.47
25	of title 40. Code of Federal Regulations

1	(as in effect on the date of enactment of
2	this subsection).
3	"(5) Clarification of state authority.—

"(A) IN GENERAL.—Nothing in section 301(b)(1)(C) precludes a State from authorizing in the water quality standards of the State the issuance of a schedule of compliance to meet water quality-based effluent limitations in permits that incorporate provisions of an integrated plan.

"(B) Transition rule.—In any case in which a discharge is subject to a judicial order or consent decree as of the date of enactment of this subsection resolving an enforcement action under this Act, any schedule of compliance issued pursuant to an authorization in a State water quality standard shall not revise a schedule of compliance in that order or decree unless the order or decree is modified by agreement of the parties and the court."

### (b) Municipal Ombudsman.—

(1) ESTABLISHMENT.—There is established within the Office of the Administrator an Office of the Municipal Ombudsman.

1	(2) General Duties.—The duties of the mu-
2	nicipal ombudsman shall include the provision of—
3	(A) technical assistance to municipalities
4	seeking to comply with the Federal Water Pol-
5	lution Control Act (33 U.S.C. 1251 et seq.) and
6	the Safe Drinking Water Act (42 U.S.C. 300f
7	et seq.); and
8	(B) information to the Administrator to
9	help the Administrator ensure that agency poli-
10	cies are implemented by all offices of the Envi-
11	ronmental Protection Agency, including regional
12	offices.
13	(3) Actions required.—The municipal om-
14	budsman shall work with appropriate offices at the
15	headquarters and regional offices of the Environ-
16	mental Protection Agency to ensure that the munici-
17	pality seeking assistance is provided information—
18	(A) about available Federal financial as-
19	sistance for which the municipality is eligible;
20	(B) about flexibility available under the
21	Federal Water Pollution Control Act (33 U.S.C.
22	1251 et seq.) and, if applicable, the Safe Drink-
23	ing Water Act (42 U.S.C. 300f et seq.); and
24	(C) regarding the opportunity to develop
25	an integrated plan, as defined in section

1	402(s)(1)(B) of the Federal Water Pollution
2	Control Act (as added by subsection (a)).
3	(4) Information sharing.—The municipal
4	ombudsman shall publish on the website of the Envi-
5	ronmental Protection Agency—
6	(A) general information relating to—
7	(i) the technical assistance referred to
8	in paragraph (2)(A);
9	(ii) the financial assistance referred to
10	in paragraph (3)(A);
11	(iii) the flexibility referred to in para-
12	graph (3)(B); and
13	(iv) any resources related to inte-
14	grated plans developed by the Adminis-
15	trator; and
16	(B) a copy of each permit, order, or judi-
17	cial consent decree that implements or incor-
18	porates an integrated plan.
19	(c) Municipal Enforcement.—Section 309 of the
20	Federal Water Pollution Control Act (33 U.S.C. 1319) is
21	amended by adding at the end the following:
22	"(h) Implementation of Integrated Plans
23	THROUGH ENFORCEMENT TOOLS.—
24	"(1) IN GENERAL.—In conjunction with an en-
25	forcement action under subsection (a) or (b) relating

- to municipal discharges, the Administrator shall inform a municipality of the opportunity to develop an integrated plan, as defined in section 402(s).
- "(2) Modification.—Any municipality under an administrative order under subsection (a) or settlement agreement (including a judicial consent decree) under subsection (b) that has developed an integrated plan consistent with section 402(s) may request a modification of the administrative order or settlement agreement based on that integrated plan.".
- 10 11 12 (d) Report to Congress.—Not later than 2 years after the date of enactment of this Act, the Administrator shall submit to the Committee on Environment and Public 14 15 Works of the Senate and the Committee on Transportation and Infrastructure of the House of Representatives 16 17 and make publicly available a report on each integrated plan developed and implemented through a permit, order, 18 or judicial consent decree since the date of publication of 19 the "Integrated Municipal Stormwater and Wastewater 21 Planning Approach Framework" issued by the Environmental Protection Agency and dated June 5, 2012, including a description of the control measures, levels of control, estimated costs, and compliance schedules for the requirements implemented through an integrated plan.

1	SEC. 4. GREEN INFRASTRUCTURE PROMOTION.
2	Title V of the Federal Water Pollution Control Act
3	(33 U.S.C. 1361 et seq.) is amended—
4	(1) by redesignating section 519 (33 U.S.C.
5	1251 note) as section 520; and
6	(2) by inserting after section 518 (33 U.S.C.
7	1377) the following:
8	"SEC. 519. ENVIRONMENTAL PROTECTION AGENCY GREEN
9	INFRASTRUCTURE PROMOTION.
10	"(a) In General.—The Administrator shall ensure
11	that the Office of Water, the Office of Enforcement and
12	Compliance Assurance, the Office of Research and Devel-
13	opment, and the Office of Policy of the Environmental
14	Protection Agency promote the use of green infrastructure
15	in and coordinate the integration of green infrastructure
16	into, permitting programs, planning efforts, research,
17	technical assistance, and funding guidance.
18	"(b) Duties.—The Administrator shall ensure that
19	the Office of Water—
20	"(1) promotes the use of green infrastructure in
21	the programs of the Environmental Protection Agen-
22	cy; and
23	"(2) coordinates efforts to increase the use of
24	green infrastructure with—
25	"(A) other Federal departments and agen-
26	cies:

1	"(B) State, tribal, and local governments;
2	and
3	"(C) the private sector.
4	"(c) Regional Green Infrastructure Pro-
5	MOTION.—The Administrator shall direct each regional of-
6	fice of the Environmental Protection Agency, as appro-
7	priate based on local factors, and consistent with the re-
8	quirements of this Act, to promote and integrate the use
9	of green infrastructure within the region that includes—
10	"(1) outreach and training regarding green in-
11	frastructure implementation for State, tribal, and
12	local governments, tribal communities, and the pri-
13	vate sector; and
14	"(2) the incorporation of green infrastructure
15	into permitting and other regulatory programs,
16	codes, and ordinance development, including the re-
17	quirements under consent decrees and settlement
18	agreements in enforcement actions.
19	"(d) Green Infrastructure Information-Shar-
20	ING.—The Administrator shall promote green infrastruc-
21	ture information-sharing, including through an Internet
22	website, to share information with, and provide technical
23	assistance to, State, tribal, and local governments, tribal
24	communities, the private sector, and the public regarding
25	green infrastructure approaches for—

1	"(1) reducing water pollution;
2	"(2) protecting water resources;
3	"(3) complying with regulatory requirements
4	and
5	"(4) achieving other environmental, public
6	health, and community goals.".
7	SEC. 5. FINANCIAL CAPABILITY GUIDANCE.
8	(a) Definitions.—In this section:
9	(1) Affordability.—The term "affordability"
10	means, with respect to payment of a utility bill, a
11	measure of whether an individual customer or house-
12	hold can pay the bill without undue hardship or un-
13	reasonable sacrifice in the essential lifestyle or
14	spending patterns of the individual or household, as
15	determined by the Administrator.
16	(2) FINANCIAL CAPABILITY.—The term "finan-
17	cial capability" means the financial capability of a
18	community to make investments necessary to make
19	water quality or drinking water improvements.
20	(3) Guidance.—The term "guidance" means
21	the guidance published by the Administrator entitled
22	"Combined Sewer Overflows—Guidance for Finan-
23	cial Capability Assessment and Schedule Develop-
24	ment' and dated February 1997, as applicable to

the combined sewer overflows and sanitary sewer

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1	overflows guidance published by the Administrator
2	entitled "Financial Capability Assessment Frame-
3	work" and dated November 24, 2014.
4	(b) USE OF MEDIAN HOUSEHOLD INCOME.—The
5	Administrator shall not use median household income as
6	the sole indicator of affordability for a residential house-
7	hold.
8	(c) REVISED GUIDANCE.—
9	(1) In general.—Not later than 1 year after
10	the date of completion of the National Academy of
11	Public Administration study to establish a definition
12	and framework for community affordability required
13	by Senate Report 114–70, accompanying S. 1645
14	(114th Congress), the Administrator shall revise the
15	guidance described in subsection (a)(3).
16	(2) Use of Guidance.—Beginning on the date
17	on which the revised guidance referred to in para-
18	graph (1) is finalized, the Administrator shall use
19	the revised guidance in lieu of the guidance de-
20	scribed in subsection (a)(3).
21	(d) Consideration and Consultation.—
22	(1) Consideration.—In revising the guidance,
23	the Administrator shall consider—
24	(A) the recommendations of the study re-
25	ferred to in subsection (c) and any other rel-

1	evant study, as determined by the Adminis-
2	trator;
3	(B) local economic conditions, including
4	site-specific local conditions that should be
5	taken into consideration in analyzing financial
6	capability;
7	(C) other essential community investments;
8	(D) potential adverse impacts on distressed
9	populations, including the percentage of low-in-
10	come ratepayers within the service area of a
11	utility and impacts in communities with dis-
12	parate economic conditions throughout the en-
13	tire service area of a utility;
14	(E) the degree to which rates of low-in-
15	come consumers would be affected by water in-
16	frastructure investments, the use of rate struc-
17	tures, and customer assistance programs to ad-
18	dress the rates of low-income consumers;
19	(F) an evaluation of an array of factors,
20	the relative importance of which may vary
21	across regions and localities; and
22	(G) the appropriate weight for economic,
23	public health, and environmental benefits asso-
24	ciated with improved water quality.

1 (2) Consultation.—Any revised guidance 2 issued to replace the guidance shall be developed in 3 consultation with stakeholders.

### (e) Publication and Submission.—

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- (1) In General.—On completion of the revision of the guidance, the Administrator shall publish in the Federal Register and submit to the Committee on Environment and Public Works of the Senate and the Committee on Transportation and Infrastructure of the House of Representatives the revised guidance.
- 12 (2) EXPLANATION.—If the Administrator
  13 makes a determination not to follow one or more
  14 recommendations of the study referred to in sub15 section (c)(1), the Administrator shall include in the
  16 publication and submission under paragraph (1) an
  17 explanation of that decision.
- 18 (f) Effect.—Nothing in this section preempts or 19 interferes with any obligation to comply with any Federal 20 law, including the Federal Water Pollution Control Act 21 (33 U.S.C. 1251 et seq.).