Subject:FW: RRC - 15A NCAC 02EAttachments:EMC - 12.2022 - 15A NCAC 02E - Change Requests Remaining Issue.docx

From: Duke, Lawrence <lawrence.duke@oah.nc.gov>
Sent: Tuesday, February 14, 2023 10:30 AM
To: Everett, Jennifer <jennifer.everett@ncdenr.gov>; Rules, Oah <oah.rules@oah.nc.gov>
Cc: Peele, Linwood <linwood.peele@ncdenr.gov>; Higgins, Karen <karen.higgins@ncdenr.gov>; Burgos, Alexander N
<alexander.burgos@oah.nc.gov>; Brady, Harold M. <harold.m.brady@ncdenr.gov>; Wainwright, David
<david.wainwright@ncdenr.gov>; Reynolds, Phillip T <preynolds@ncdoj.gov>
Subject: RE: RRC - 15A NCAC 02E

Jennifer,

Thank you for your work on this rule set. There is one remaining issue with 02E .0405. Let me know if you have any questions on this.

Lawrence Duke Counsel, NC Rules Review Commission Office of Administrative Hearings (984) 236-1938

losed to third parties by an authorized state official.

AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0405

DEADLINE FOR RECEIPT: Monday, December 12, 2022

<u>PLEASE NOTE:</u> This request may extend to several pages. Please be sure you have reached the end of the document.

The Rules Review Commission staff has completed its review of this Rule prior to the Commission's next meeting. The Commission has not yet reviewed this Rule and therefore there has not been a determination as to whether the Rule will be approved. You may email the reviewing attorney to inquire concerning the staff recommendation.

In reviewing this Rule, the staff recommends the following changes be made:

On the "Submission for Permanent Rule" Form, in box 9B, the explanation is not sufficient. These are new adoptions, not readoptions made pursuant to the periodic review process.

<u>RESPONSE:</u> Change has been made to submission form as requested.

In Paragraph (b), what is another "appropriate projection"? Define or delete.

<u>RESPONSE</u>: The text has been edited to include "over the span of the planning horizon." This allows for flexibility in determining what the time period should be, and therefore if a water system provides that cost exceeds their ability to pay within the planning horizon, then that alternative is considered not feasible. There are many factors which go into determining the planning horizon which are considered for each individual project.

In Paragraph (c), what does "The current or baseline year shall be determined by the Division based on available data and estimated timing of environmental document submittal." mean? By what criteria does the Division make these determinations? This needs to be clarified.

<u>RESPONSE:</u> The Division needs to set a starting point, or baseline year, in which to base future projections on. In determining the baseline year, the Division needs to consider various aspects of the project, such as how long before the environmental document is drafted, which data is available, the proposed planning horizon, and when the project is anticipated to be completed.

RRC Response: This response should be stated in the rule if this is the criteria on which the Division makes this determination.

 Subject:
 FW: RRC - 15A NCAC 02E

 Attachments:
 15A NCAC 02E .0401.docx; 15A NCAC 02E .0403.docx; 15A NCAC 02E .0404.docx; 15A NCAC 02E

 .0405.docx; 15A NCAC 02E .0406.docx; 15A NCAC 02E .0407.docx; 15A NCAC 02E .0408.docx; 15A

 NCAC 02E .0409.docx; Environmental Management Commission - 12.2022 - 15A NCAC 02E - Change

 Requests RESPONSES.docx; Form 0400 15A NCAC 02E .0403.docx; Form 0400 15A NCAC 02E

 .0404.docx; Form 0400 15A NCAC 02E .0405.docx; Form 0400 15A NCAC 02E .0406.docx; Form 0400

 15A NCAC 02E .0407.docx; Form 0400 15A NCAC 02E .0408.docx; Form 0400 15A NCAC 02E .0409.docx; Form 0400 15A NCAC 02E .0408.docx; Form 0400 15A NCAC 02E .0409.docx; Torm 0400 15A NCAC 02E .0408.docx; Form 0400 15A NCAC 02E .0409.docx; 15A NCAC 02E .0402.docx

From: Everett, Jennifer <jennifer.everett@ncdenr.gov>
Sent: Friday, February 3, 2023 4:53 PM
To: Duke, Lawrence <lawrence.duke@oah.nc.gov>; Rules, Oah <oah.rules@oah.nc.gov>
Cc: Peele, Linwood <linwood.peele@ncdenr.gov>; Higgins, Karen <karen.higgins@ncdenr.gov>; Burgos, Alexander N
<alexander.burgos@oah.nc.gov>; Brady, Harold M. <harold.m.brady@ncdenr.gov>; Wainwright, David
<david.wainwright@ncdenr.gov>; Reynolds, Phillip T <preynolds@ncdoj.gov>
Subject: RE: RRC - 15A NCAC 02E

Lawrence,

Attached are the re-written rules, forms, and responses to your technical change requests for 15A NCAC 02E .0400.

Jennifer Everett DEQ Rulemaking Coordinator N.C. Depart. Of Environmental Quality Office of General Counsel 1601 Mail Service Center Raleigh, NC 27699-1601 Tele: (919)-707-8614 https://deq.nc.gov/permits-rules/rules-regulations/deq-proposed-rules

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AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0401

DEADLINE FOR RECEIPT: Monday, December 12, 2022

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In reviewing this Rule, the staff recommends the following changes be made:

Should G.S. 143-215.22L be added to the History Note: Authority? Also, G.S. 143-215.22G and 215.22I confer no authority and should not be included in the History Note: Authority.

<u>RESPONSE:</u> G.S. 143-215.22G and 215.22I were removed and G.S. 143-215.22 changed to 215.22L to be a more specific reference.

AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0402

DEADLINE FOR RECEIPT: Monday, December 12, 2022

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In reviewing this Rule, the staff recommends the following changes be made:

In Item (8), add a comma after ".22G(1b)" on line 34.

RESPONSE: A comma was added.

In Item (9), quotation marks are needed around the defined phrase.

<u>RESPONSE</u>: Quotation marks have been added.

In Subitem (9)(a), move the comma from behind "including" to in front.

<u>RESPONSE:</u> Comma has been moved.

Also in Item (9), what is the difference between a "distribution system" and a "distribution network"? Why are different terms used?

<u>RESPONSE:</u> The terms "distribution network" and "distribution system" were both used to reference the same thing. For consistency, similar references were changed to "distribution system."

AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0403

DEADLINE FOR RECEIPT: Monday, December 12, 2022

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In reviewing this Rule, the staff recommends the following changes be made:

On the "Submission for Permanent Rule" Form, in box 9B, the explanation is not sufficient. These are new adoptions, not readoptions made pursuant to the periodic review process.

<u>RESPONSE</u>: Change has been made to submission form as requested.

In Paragraph (b), there is an unnecessary space in the statute number.

<u>RESPONSE</u>: The space has been removed.

In Paragraph (c), line 14, it appears that a phrase is missing after "between". Perhaps it needs to be "between the water basins" or "between the basins".

<u>RESPONSE</u>: "River basins" has been added.

G.S. 143-215.22G provides definitions, but not necessarily statutory authority. Is it necessary to have in the History Note: Authority?

RESPONSE: G.S. 143-215.22G has been removed.

AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0404

DEADLINE FOR RECEIPT: Monday, December 12, 2022

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In reviewing this Rule, the staff recommends the following changes be made:

On the "Submission for Permanent Rule" Form, in box 9B, the explanation is not sufficient. These are new adoptions, not readoptions made pursuant to the periodic review process.

<u>RESPONSE:</u> Change has been made to submission form as requested.

AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0405

DEADLINE FOR RECEIPT: Monday, December 12, 2022

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In reviewing this Rule, the staff recommends the following changes be made:

On the "Submission for Permanent Rule" Form, in box 9B, the explanation is not sufficient. These are new adoptions, not readoptions made pursuant to the periodic review process.

<u>RESPONSE</u>: Change has been made to submission form as requested.

In Paragraph (b), what is another "appropriate projection"? Define or delete.

<u>RESPONSE</u>: The text has been edited to include "over the span of the planning horizon." This allows for flexibility in determining what the time period should be, and therefore if a water system provides that cost exceeds their ability to pay within the planning horizon, then that alternative is considered not feasible. There are many factors which go into determining the planning horizon which are considered for each individual project.

In Paragraph (c), what does "The current or baseline year shall be determined by the Division based on available data and estimated timing of environmental document submittal." mean? By what criteria does the Division make these determinations? This needs to be clarified.

<u>RESPONSE:</u> The Division needs to set a starting point, or baseline year, in which to base future projections on. In determining the baseline year, the Division needs to consider various aspects of the project, such as how long before the environmental document is drafted, which data is available, the proposed planning horizon, and when the project is anticipated to be completed.

AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0406

DEADLINE FOR RECEIPT: Monday, December 12, 2022

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In reviewing this Rule, the staff recommends the following changes be made:

On the "Submission for Permanent Rule" Form, in box 9B, the explanation is not sufficient. These are new adoptions, not readoptions made pursuant to the periodic review process.

<u>RESPONSE:</u> Change has been made to submission form as requested.

Why is this Rule called "Petition" if nothing in the Rule references a petition. Should this at least begin with "A Petition for a Surface Water Transfer Certificate shall include:" or something to that effect?

<u>RESPONSE</u>: The beginning text was changed to "Pursuant to G.S. 143-215.221L, the petition shall include..." This references the petition requirements authority.

In Paragraph (c), the approval of an update water supply plan is based on what criteria or procedures for review? Should those be elucidated in the Rule? Also, what is an "appropriate" governing board? This needs to be defined or deleted.

<u>RESPONSE</u>: In Paragraph (c), the text "...or other appropriate governing board" was removed as the "local governing board or large community water system governing board" was adequate.

AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0407

DEADLINE FOR RECEIPT: Monday, December 12, 2022

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In reviewing this Rule, the staff recommends the following changes be made:

On the "Submission for Permanent Rule" Form, in box 9B, the explanation is not sufficient. These are new adoptions, not readoptions made pursuant to the periodic review process.

<u>RESPONSE</u>: Change has been made to submission form as requested.

A semicolon needs to be added to the "History Note: Authority" at the end of that line.

<u>RESPONSE</u>: A semicolon has been added to the end of the History Note line.

AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0408

DEADLINE FOR RECEIPT: Monday, December 12, 2022

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In reviewing this Rule, the staff recommends the following changes be made:

On the "Submission for Permanent Rule" Form, in box 9B, the explanation is not sufficient. These are new adoptions, not readoptions made pursuant to the periodic review process.

<u>RESPONSE:</u> Change has been made to submission form as requested.

In Subparagraph (a)(1), how is the requirement that "an applicant shall review" enforced? By what criteria is this judged and what are the required procedures? Should there be a reference as to where "the existing water conservation measures" may be found?

<u>RESPONSE</u>: Subparagraph (a)(1) has been struck from the Rule. Paragraph (a) already states that the water conservation plan must meet the requirements of G.S. 143-215.22L(n)(1).

In Subparagraph (b)(2), should "by fire department" be "by a fire department" or by "fire departments in the water basin"? This is unclear.

<u>RESPONSE:</u> Text was changed to "...by a fire department;"

Subparagraph (c)(1) is unclear. What is "a rate pricing structure that incentivizes customers to use less water than they typically do"? How is this measured? By what criteria?

<u>RESPONSE:</u> In Subparagraph (c)(1), the text is reworded to "a tiered-rate pricing structure that incentivizes and promotes customer conservation." Such a rate structure is expected to lead to better conservation by most customers and better defines the conservation intent.

Subparagraph (c)(6) is also unclear. Perhaps a comma after "barrels" would clarify?

<u>RESPONSE:</u> A comma has been added after "barrels."

In Paragraph (d), what is the authority for this requirement? How would an applicant go about determining future co-applicants? Do you provide crystal balls to the applicants?

RESPONSE: The authority for this provision is contained in G.S. 143-215.22L(n)(7), which is one of the conditions that the EMC is required to include in the certificate. Because each IBT certificate is issued on a case-by-case basis, this information is necessary to ensure that the required condition is tailored to the applicant(s), including those who might receive resold water as part of an interlocal agreement in the future. There are occasions where an interlocal agreement has not yet been entered into but is reasonably foreseeable within the context of a 30-year planning horizon. As such, the rule requires that an anticipated recipient be included on the application as a co-applicant, while (e) expressly prohibits the transfer or sale of water to anyone not listed as a co-applicant.

Additionally, it is critical for long-term planning, such as that required for an IBT evaluation, that the applicant have confidence in future water systems to which they will sell water to in the planning period. This requirement compels the applicant to coordinate with neighboring water systems in the present, even if the demand does not exist yet.

In Paragraph (f), the needs to be another way to achieve this end. "Detriments" do not equal "lack of benefit". What is the statutory authority for this requirement? An applicant could use this logic to say that lack of detriments is equivalent to a benefit.

<u>RESPONSE:</u> The statutory authority is provided in G.S. 143-215.22L(m). G.S. 143-215.22L(m)(1) states, "the benefits of the proposed transfer outweigh the detriments of the proposed transfer. In making this determination, the Commission shall be guided by the approved environmental document and the policy set out in subsection (t) of this section." Additionally, G.S. 143-215.22L(t) states, "Statement of Policy. – It is the public policy of the State to maintain, protect, and enhance water quality within North Carolina. It is the public policy of this State that the reasonably foreseeable future water needs of a public water system with its service area located primarily in the receiving river basin are subordinate to the reasonably foreseeable future water needs of a public policy of the State that the cumulative impact of transfers from a source river basin shall not result in a violation of the antidegradation policy set out in 40 Code of Federal Regulations § 131.12 (1 July 2006 Edition) and the statewide antidegradation policy adopted pursuant thereto."

AGENCY: Environmental Management Commission

RULE CITATION: 15A NCAC 02E .0409

DEADLINE FOR RECEIPT: Monday, December 12, 2022

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In reviewing this Rule, the staff recommends the following changes be made:

On the "Submission for Permanent Rule" Form, in box 9B, the explanation is not sufficient. These are new adoptions, not readoptions made pursuant to the periodic review process.

<u>RESPONSE</u>: Change has been made to submission form as requested.

The General Statutes citation in Paragraph (a), line 14, is incorrect.

<u>RESPONSE</u>: The citation has been updated to G.S. 143-215.22L(3)(c).

Also, in Paragraph (a), how is "in all situations, the amount of water transferred shall be minimized to the best extent practicable" determined? By what criteria? Under what authority?

<u>RESPONSE:</u> G.S. 143-215.22L(q) states that the Secretary shall specify conditions to protect other water users. By the Secretary requiring the efficient use of transferred waters a minimal amount of water would be transferred to meet only the need of water under the emergency condition.

In Paragraph (b), "et cetera" does not give sufficient specificity for rulemaking. Remove. Also, remove the comma after "in writing" on line 20.

<u>RESPONSE:</u> The "etc." and reference comma have been struck.

In Paragraph (c), how shall it be demonstrated that practices and policies are in effect? By what procedures? What is the statutory authority for this requirement?

<u>RESPONSE:</u> The intent of Paragraph (c) was found to be similar to the last sentence in Paragraph (a) and was therefore combined with Paragraph (a). The Statutory authority is found in G.S. 143-215.22L(q), which was added to the rule. Paragraph (d) is vague. How is the "summary report detailing the transfer event" in (d) different from the one required in Paragraph (e)? What is there a list of requirements in (e), but not (d)? Can (d) and (e) be combined and clarified?

<u>RESPONSE:</u> Paragraphs (b) through (e) have been heavily edited to better reflect the requirements of emergency transfers. While many emergency transfers can be predicted ahead of time, comments received from water utilities during the public comment period has shown that this is not always the case. Therefore, we have tried to clarify the language regarding planned and unplanned emergency transfers. The reporting requirements for both situations is contained in Paragraph (b). Paragraph (b) speaks to planned emergency transfers. The intent of Paragraph (c) was combined with similar language in Paragraph (a); Paragraph (c) now speaks to unplanned emergency transfers. Paragraph (d) requires updated information listed in Paragraph (b) for any approved transfer.

1	15A NCAC 02E .0401 is readopted as published in 36:20 NCR 1612 with changes as follows:		
2			
3	SUBCHAPTER 2E - WATER USE REGISTRATION AND ALLOCATION		
4			
5		SECTION .0400 - REGULATION OF SURFACE WATER TRANSFER	
6			
7	15A NCAC 02I	E.0401 APPLICABILITY PURPOSE	
8	(a) Pursuant to	G.S. 143-215.22G(3), the amount of a transfer shall be determined by the amount of water moved	
9	from the source	basin to the receiving basin, less the amount of the water returned to the source basin.	
10	(b) Pursuant to	G.S. 143 215.22G(3)(a) and 143 215.22G(3)(b), and notwithstanding the definition of basin in G.S.	
11	143-215.22G(1)	, the following are not transfers:	
12	(1)	The discharge point is situated upstream of the withdrawal point such that the water	
13		discharged will naturally flow past the withdrawal point.	
14	(2)	The discharge point is situated downstream of the withdrawal point such that water flowing past the	
15		withdrawal point will naturally flow past the discharge point.	
16	(c) The withdra	wal of surface water from one river basin by one person and the purchase of all or any part of this	
17	water by anothe	or party, resulting in a discharge to another river basin, shall be considered a transfer. The person	
18	owning the pipe	or other conveyance that carries the water across the basin boundary shall be responsible for obtaining	
19	a certificate from the Commission. Another person involved in the transfer may assume responsibility for obtaining		
20	the certificate, subject to approval by the Division of Water Resources.		
21	(d) Under G.S.	143-215.22I(b), a certificate is not required to transfer water from one river basin to another up to the	
22	full capacity of	a facility to transfer water from one basin to another if the facility was existing or under construction	
23	on July 1, 1993.	The full capacity of a facility to transfer water shall be determined as the capacity of the combined	
24	system of withd	rawal, treatment, transmission, and discharge of water, limited by the element of this system with the	
25	least capacity as existing or under construction on July 1, 1993.		
26	The purpose of t	the <mark>[Rules]</mark> rules in this Section is to implement the provisions of G.S. 143-215.22L.	
27			
28	History Note:	Authority G.S. 143-215.22G; 143-215.22I; <u>143-215.22L</u> ; 143B-282(a)(2);	
29		Eff. September 1, 1994;	
30		<u>Readopted Eff. March 1, 2023.</u>	

15A NCAC 02E .0402 is readopted as published in 36:20 NCR 1613 with changes as follows:

2 3 15A NCAC 02E .0402 JUDICIAL REVIEW DEFINITIONS 4 Judicial Review of the Commission's decision shall be as provided in G.S. 143-215.5. 5 The following definitions apply to this Section. 6 "Co-applicant" means an entity other than the primary applicant identified on an Interbasin Transfer (1) 7 Certificate, issued after 30 June 1993, as being eligible to send or receive transferred water, often 8 purchased from the primary applicant. A co-applicant is subject to all the terms, conditions, 9 limitations, benefits, and entitlements applicable to the primary applicant. 10 "Commission" means the Environmental Management Commission. (2) 11 (3)"Department" means the North Carolina Department of Environmental Quality. 12 "Division" means the Division of Water Resources. (4)13 (5) "Emergency transfer" means a temporary transfer of surface water meeting the requirements of, 14 [between river basins, as defined in G.S. 143-215.22G(1b), in order to satisfy water]and satisfying 15 water demand needs, defined in [as defined in] G.S. 143-215.22L(q), for [anticipated or unanticipated situations in which the public health, safety, or welfare requires a transfer of water. 16 water between river basins as defined in G.S. 143-215.22G(1b). 17 18 [6)] "Grandfathered capacity" means the existing water system transfer capacity prior to 1 July 1993, as defined in G.S. 143 15.22L(b). The transfer capacity of a water system is limited by its most 19 restrictive system element: potable water capacity, maximum transfer capacity of distribution 20 21 system, or discharge capacity in receiving basin. 22 Potable water (treatment and/or purchase) capacity is the sum of all surface water inputs to (a) 23 the system including, water treatment plant capacity and regular surface water contracts. 24 (b) Maximum transfer capacity of the distribution network is the calculation of the physical 25 ability of the distribution system to transmit water across a basin boundary, based on pipe 26 sizing or pump systems. 27 (c) Discharge capacity in the receiving basin is a combination of wastewater discharges and 28 consumptive losses.] 29 [(7)[(6) "Interbasin Transfer Certificate" or "IBT Certificate" means an authorization issued by the 30 Commission to transfer up to a specified amount of water between two river basins as defined in 31 G.S. 143-215.22G(1b). 32 [(8)](7) "Large community water system" means a community water system, as defined in G.S. 130A-33 313(10), that regularly serves 1,000 or more service connections or 3,000 or more individuals. 34 (9)(8) "Major river basin" means the combination of the river basins, as defined in 143-215.22G(1b) 35 sharing the numerical digits preceding the hyphen. 36 <mark>(9)</mark> Preexisting transfer capacity means the existing water system transfer capacity prior to 1 July 1993. 37 as defined in G.S. 143-215.22L(b). The transfer capacity of a water system is limited by its most

1		restrictive syst	em element: potable water capacity, maximum transfer capacity of distribution
2		system, or discl	harge capacity in receiving basin.
3		<mark>(a)</mark>	Potable water (treatment and/or purchase) capacity is the sum of all surface water
4			inputs to the system including, water treatment plant capacity and regular surface
5			water contracts.
6		<mark>(b)</mark>	Maximum transfer capacity of the distribution network is the calculation of the
7			physical ability of the distribution system to transmit water across a basin
8			boundary, based on pipe sizing or pump systems.
9		<u>(c)</u>	Discharge capacity in the receiving basin is a combination of wastewater
10			discharges and consumptive losses.
11	<u>(10)</u>	"Primary applie	cant" means the entity who owns an existing or planned water line used to transmit
12		raw or finished	water from one river basin to another, as defined in G.S. 143-215.22G(1b). For water
13		systems that in	volve crossing multiple river basin boundaries, the primary applicant represents the
14		transfer pipe ov	vner where the first river basin boundary crossing occurs.
15			
16	History Note:	Authority G.S <mark>4</mark>	!43-215.5;
17		Eff. September	1, 1994;
18		<u>Readopted Eff.</u>	January 1, 2023.

15A NCAC 02E .0403 is adopted as published in 36:20 NCR 1613 with changes as follows:

3 15A NCAC 02E .0403 APPLICABILITY

- (a) The amount of a transfer shall be calculated as a net total, determined by the amount of surface water moved from
 the source river basin to the receiving basin, minus any water returned to the source river basin.
- 6 (b) Notwithstanding the definition of "river basin" in G.S. <u>143–215.22G</u> <u>143-215.22G</u>, the following are not transfers:

7 transfers that require issuance of an IBT Certificate:

- 8 (1) The discharge point is situated upstream of the withdrawal point such that the water discharged will9 naturally flow past the withdrawal point.
- 10 (2) The discharge point is situated downstream of the withdrawal point such that water flowing past the
 11 withdrawal point will naturally flow past the discharge point.

12 (3) The withdrawal and discharge points are located in the same water impoundment.

(c) The withdrawal of surface water from one river basin by one entity and the transmission of all or any part of this water between <u>river basins</u> by one or more entities, resulting in a discharge to another river basin, shall be considered a transfer. The entity owning the pipe or other conveyance that carries the surface water across the basin boundary shall be responsible for obtaining an IBT Certificate from the Commission. Another entity involved in the transfer may assume responsibility for obtaining the IBT Certificate, with approval by the Department.

(d) The full capacity of a facility to transfer water shall be determined by the facility's potable water treatment
capacity, as the capacity of the system's potable water capacity, maximum transfer capacity of distribution system, or
discharge capacity in the receiving basin, limited by the element of this system with the least capacity as existing or
under construction on 1 July 1993. Existing conveyances and infrastructure for basin transfers in place before 1 July
1993 are deemed a preexisting transfer capacity grandfathered, per G.S. 143-215.22L(b).

(e) To calculate a preexisting transfer capacity grandfathered transfer, the applicant shall provide data regarding the
 movement of water within and outside of the water system distribution system. The applicant shall provide to the
 Department a current and projected water balance that includes:

- 26 (1) the total withdrawal from the surface water source;
- 27 (2) the treatment capacities;
- (3) the consumptive losses, meaning water withdrawn from a stream, reservoir, river, or other surface
 water source for any use which is not directly returned to a waterbody, for both the source and
 receiving river basins;
- 31 (4) the treated wastewater discharges in both the source and receiving river basins;
- 32 (5) the total return to the source river basin; and
- **33** (6) the total surface water transfer.

The applicant shall provide this information for the current or baseline year and projected data for a minimum of 30years into the future in no less than 10-year intervals. Water balances are to be conducted on an annual average day basis and a maximum-month average day basis. The applicant may use the Grandfathered Preexisting Transfer Capacity Worksheet as a guide to complete the required information to help calculate and document a system's transfer

1	capacity. A copy of the Grandfathered Preexisting Transfer Capacity Worksheet can be obtained free of charge from
2	the Water Supply Planning Branch, located in the Archdale Building at 512 N. Salisbury Street, Raleigh, NC 27604.
3	

4 *History Note:* Authority G.S. 143–215.22G; 143-215.22L; 143B-282(a)(2);

<u>Eff. March 1, 2023.</u>

5

2 3 15A NCAC 02E .0404 NOTIFICATION 4 (a) As used in G.S. 143-215.22L(c)(3)(c), notification of the "governing body of any public water system" refers to 5 public water systems that use surface water as their source rather than groundwater. The governing body may be 6 located in a state adjoining North Carolina that is located in whole or in part of the surface drainage basin area of the 7 source river basin. 8 (b) Notice shall be provided to all persons who hold a National Pollutant Discharge Elimination System (NPDES) 9 wastewater discharge permit for 100,000 gallons per day or more for a discharge located within the area denoted by 10 one of the eight-digit cataloging units listed in G.S. 143-215.22L(c)(2)(b) in which the withdrawal or discharge will 11 occur. 12 (c) Comments submitted pursuant to G.S. 143-215.22L(c), (e), and (j) that are received after the 30-calendar day 13 comment period shall not be considered in making determinations unless the Department extends the comment period. 14 (d) Notification is to be printed in a single newspaper of general circulation, as defined in G.S. 1-597, for each county 15 in which notification is required as defined in G.S. 143-215.22L(c)(2)(b).

15A NCAC 02E .0404 is adopted as published in 36:20 NCR 1614 as follows:

16

1

- 17 <u>*History Note:*</u> *Authority G.S.* 143-215.22L; 143B-282(a)(2);
- 18 <u>Eff. March 1, 2023</u>.

- 1 2
- 15A NCAC 02E .0405 is adopted as published in 36:20 NCR 1614 with changes as follows:
- 3 15A NCAC 02E .0405 ENVIRONMENTAL DOCUMENTS
- 4 (a) An evaluation of beneficial and adverse impacts pursuant to G.S. 143-215.22L(d) (1) (3) shall include, but not be
- 5 limited to, the results of an approved basinwide hydrologic model specified in G.S. 143-355(o), if available. The
- 6 Applicant is responsible for any necessary model modifications, scenario development, and analysis of results. All
- 7 model modifications and scenarios must be approved by the Department. All basinwide models used and the
- 8 <u>corresponding modeling results shall be made publicly available</u>. The corresponding modeling results shall be made
- 9 publicly available.
- 10 (b) For purposes of this Rule, an alternative is considered economically infeasible if the demonstrated financial costs
- exceed the applicants' ability to cover the cost of <u>the alternative over the span of the planning horizon</u> the action, even
- 12 when considered on at least a 30 year or other appropriate projection.
- 13 (c) The required environmental document shall include projections of future water supply, transfers, and demands
- 14 with a planning horizon of at least <u>30-years</u>. <u>The current or baseline year shall be determined by the Division</u>
- 15 <u>based on available data and estimated timing of environmental document submittal.</u> Projections shall be conducted on
- 16 10-year increments, at a minimum.
- 17
- History Note: Authority G.S. 143-215.22L; 143B-282(a)(2);
 Eff. March 1, 2023.

15A NCAC 02E .0406 is adopted as published in 36:20 NCR 1614 with changes as follows:

3 15A NCAC 02E .0406 PETITION

4 (a) <u>Pursuant to G.S. 143-215.22L(g)(7)</u>, the petition shall include an The evaluation of impacts to reservoir water 5 levels shall that take into consideration the purposes for which the reservoir was constructed, and any mandatory 6 management activities required to maintain the reservoir per any binding agreements between two or more parties 7 related to such purposes. 8 (b) Reasonably foreseeable future water supply needs shall mean the projected water transfers necessary to meet 9 demands for not less than <u>30-years</u> from the year in which the Notice of Intent is filed in compliance with 10 G.S. 143-215.22L(c). 11 (c) Unless already approved by the Division, an updated local water supply plan meeting the requirements set forth 12 in G.S. 143-355(1) for the previous full calendar year shall be submitted to the Division for review and approval. Once 13 approved, the plan shall be adopted by the local government, government or large community water system governing 14 board. board, or other appropriate governing board. 15 16 *History Note:* Authority G.S. 143-215.22L; 143B-282(a)(2);

17 *Eff. March 1, 2023.*

- 1 15A NCAC 02E .0407 is adopted as published in 36:20 NCR 1614 as follows:
- 2

3 15A NCAC 02E .0407 SETTLEMENT/MEDIATION

- 4 The Commission may appoint a mediation officer to initiate settlement discussions. The mediation officer shall follow
- 5 the most recent guidance or mediation and settlement procedures approved by the Commission.
- 6

8

7 History Note: Authority G.S. 143-215.22L; 143B-282(a)(2);

<u>Eff. March 1, 2023.</u>

15A NCAC 02E .0408 is adopted as published in 36:20 NCR 1614 with changes as follows:

<u>1</u> :	5A NCAC 02	E .0408 FINAL DETERMINATION
(a) The water conservation plan shall meet all the requirements of G.S. 143-215.22L(n)(1). Any proposed ordinances,		
in	nitiatives, or pi	rograms shall be approved by the unit of local government within 90 calendar days of issuance of the
II	BT Certificate	to document the water conservation efforts.
(1) An applicant shall review the existing water conservation measures for all public water systems		
		who utilize surface water in the source basin.
	(2)	Based upon this review, the Consistent with the requirements contained in G.S. 143-215.22L(n)(1)
		an applicant shall demonstrate, through its in the water conservation plan, that their its existing or
		proposed water conservation measures are equal to or exceed the most stringent water conservation
		plan implemented by any public water system in the source basin. The required demonstration shall
		be based on the existing water conservation measures implemented by each of the public water
		supply systems that withdraw from the source river basin. The water conservation plan is subject to
		approval by the Department.
(ł	b) Examples o	of metrics for supply-side water conservation measures may include:
	(1)	regularly conducted water system water audits, where the schedule and methodology used are
		outlined;
	(2)	a flushing optimization plan and accounting of use by <u>a</u> fire department;
	(3)	a leak detection program where the repair program abilities are described;
	(4)	storage tank level and pressure management;
	(5)	water meter replacement;
	(6)	metering testing schedule;
	(7)	a plan to identify failing meters; and
	(8)	details of any existing water reuse programs.
(c	c) Examples o	f metrics for demand-side water conservation measures may include:
	<u>(1)</u>	a tiered-rate pricing structure rate pricing structure that incentivizes and promotes customer
		conservation customers to use less water than they typically do while discouraging the wasting of
		water:
	<u>(2)</u>	public outreach and education programs;
	(3)	encouraging all households to conduct simple water audits to improve individual water
		conservation and efficiency measures;
	(4)	the use of irrigation controls, including schedule restrictions, a ban on watering impervious
		surfaces, a separate conservation rate pricing structure;
	(5)	encourage the use of mulch, and the use of drought tolerant plants and grass species;
	(6)	the use of water conservation irrigation devices including rain or soil moisture sensors, rain
		-barrels barrels, or cisterns to collect rainwater for outdoor irrigation;

- 1 (7) registration of, and accounting for, pre-arranged (bulk) potable water usage sales;
 - (8) separate meters for outdoor irrigation; and
- 3 (9) encouraging the replacement of older, inefficient water fixtures with more water-efficient fixtures
 4 and devices.
- 5 (d) Pursuant to G.S 143-215.22L(n)(7), the certificate shall include all current and anticipated applicants and co-6 applicants. To be eligible to receive transferred water under a certificate, any public water system not listed as the 7 primary applicant on a certificate but is anticipated to receive transferred water made available through a certificate at 8 any time, present or future, shall be identified as a co-applicant on the certificate. All water systems beyond the 9 applicant, that serve customers or sell transferred water in the receiving basin, shall be listed as co-applicants in the 10 petition document. This shall include any projected water sales that are anticipated to occur during the planning period 11 identified in the Petition. A modification to the certificate shall be necessary for sales to entities not listed on the 12 certificate. 13 (e) Pursuant to G.S 143-215.22L(n)(7), water sales to water systems or wholesale customers not listed as co-applicants 14 in receiving basins, or are not listed in a modification, shall be considered a violation of the terms of the certificate 15 and could result in the Commission rescinding the certificate. Allowable emergency transfers as outlined in Rule 16 .0409 of this Section are not subject to this Paragraph. 17 (f) As used in <u>G.S.143-215.22L(m)</u>, detriment means harmful or damaging conditions not caused by a natural 18 condition where an entity with a Department approved water use cannot carry out the beneficial uses for which the water use was granted. 19 20 (g) As used in <u>G.S</u> 143-215.22L(k) 143-215.22L(k), 143-215.22L(m), and <u>G.S.</u> 143-215.22L(n), detrimental effects 21 means harmful or damaging effects to the water quality, water quantity, fish and wildlife habitat, wastewater
- assimilation, navigation, electric power generation, public water supplies, and other industrial, economic, recreational,
 or agricultural water supply needs within either the source or receiving river basins due to the proposed water transfer.
- 24

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- **25** *History Note: Authority G.S.* 143-215.22L; 143B-282(a)(2);
 - <u>Eff. March 1, 2023.</u>

15A NCAC 02E .0409 is adopted as published in 36:20 NCR 1615 with changes as follows:

3 15A NCAC 02E .0409 EMERGENCY TRANSFERS

4 (a) <u>Pursuant to G.S.143-215.22L(q)</u>, An an emergency or temporary transfer of water may be requested in situations 5 resulting from water supply problems caused by a water quality incident, temporary failure of a water plant or 6 infrastructure, or any other temporary condition in which the public health, safety, or welfare requires the transfer of 7 water. drought, unexpected events such as drought, water quality event, damage to waterlines, water treatment plant 8 failure, casualty, or other unanticipated situation. An emergency or temporary transfer of water may also be requested 9 in short term anticipated and necessary situations such as pipeline testing for capability or capacity to avoid 10 unexpected line failures, hydrostatic testing, testing the emergency connections of interconnected systems, or making 11 necessary repair to service lines to avoid disruption of service. Emergency transfers shall not take the place of, or be 12 issued in lieu of, a permanent or modified transfer certificate. With the understanding that these proposed actions are 13 occurring under emergency situations, the Secretary shall make reasonable attempts to consult with parties described 14 in G.S..1143 215.22L(3)(c) G.S. 143-215.22L(3)(c) prior to making a determination. Emergency transfers shall not 15 take the place of, or be issued in lieu of, a permanent or modified transfer certificate. In all situations, Per G.S. 143-16 215.22L(q), as a condition of the transfer, the applicant shall demonstrate and convey to the Department that the 17 amount of water transferred shall be minimized through water efficiency measures to the best extent practicable for 18 the duration of the transfer. 19 (b) To request When possible, a request for Notice of an emergency or temporary transfer shall be supplied submitted to the Department prior to the transfer, transfer, If possible, such as in the case of drought, drought or plant 20 21 maintenance, or other planned or foreseeable activities. etc., the applicant shall notify the Department prior to an 22 emergency transfer; however, if not possible due to the nature of the emergency, the Department shall be notified 23 within ten (10) business days of the transfer. The Prior to starting the emergency transfer, the applicant shall submit a 24 request to the Department for Secretary approval, either in writing, writing or electronically, to the Department which 25 shall include: 26 (1)the nature or circumstances of the event that is prompting the transfer request; 27 (2) the affected river basins between which the requested emergency or temporary transfer would 28 occur; 29 the estimated quantity of water to be transferred; and (3) 30 (4)the anticipated duration of the requested emergency or temporary transfer. 31 No water shall be transferred prior to Secretary approval. (c) It shall be demonstrated in the request that The request shall demonstrate and convey to the Department that 32 33 practices and policies are in effect with the purpose of reducing water usage for the duration of the approved 34 emergency or temporary transfer. Where an unplanned situation necessitates a transfer of water and a request cannot be made to the Secretary prior to the transfer event, the applicant, within 72 hours of the start of the transfer, shall 35 36 provide to the Department the information in SubParagraph (b)(1) through (b)(4) of this Rule. Provided conditions of 37 this Paragraph are met, the Secretary shall consider the emergency transfer approved.

1 (d) With any emergency transfer approval, the applicant shall, within Within 60 calendar days from the end of the 2 approved transfer period, the transfer recipient shall submit to the Department a summary report detailing the transfer 3 event. The report shall include, to the extent possible, updated information required in Subparagraph (b)(1) through (b(4) of this Rule as they pertain to all of the items required in the initial request, based on the actual event. 4 5 (e) In cases of an emergency where When a transfer cannot be requested beforehand due to extenuating circumstances, 6 the transfer recipient shall notify the Division that the transfer has occurred within 72 hours. Within 60 calendar days 7 after the transfer is completed, the applicant shall submit to the Department a summary report detailing the transfer event. the The report shall be submitted either in writing or electronically to the Department and shall include: 8 9 (1) the nature of the event initiating the transfer; the affected river basins between which the transfer occurred; 10 (2)(3) - the estimated quantity of water transferred; and 11 (4) the duration of the transfer. 12 13 (f) Public water systems with existing conveyances or infrastructure to conduct a transfer, but do not have an IBT 14 Certificate or grandfathered allowance, may request an emergency or temporary transfer, whereby the transfer can be 15 initiated without immediate notice should an emergency or temporary event arise. These plans must be resubmitted to the Department for renewal every six months. The transfer may occur all at once, at a regular recurring interval, or on 16 17 an irregular basis. Summary reports will be required for all emergency or temporary transfers within 60 days following 18 any event. 19 20 *History Note:* Authority G.S. 143-215.22L; 143B-282(a)(2); Eff. March 1, 2023. 21

1. Rule-Making Agency: Environmental Management Comm	iission		
2. Rule citation & name (name not required for repeal): 15A NCAC 02E .0403, Applicability			
3. Action:] READOPTION 🗌 REPEAL through READOPTION		
 4. Rule exempt from RRC review? □ Yes. Cite authority: ⊠ No 	5. Rule automatically subject to legislative review? □ Yes. Cite authority: ⊠ No		
6. Notice for Proposed Rule:			
 Notice Required Notice of Text published on: April 18, 2022 Link to Agency notice: https://deq.nc.gov/news/events/public-notices-hearings Hearing on: May 5, 2022 Adoption by Agency on: November 10, 2022 □ Notice not required under G.S.: Adoption by Agency on: 			
7. Rule establishes or increases a fee? (See G.S. 12-3.1)	8. Fiscal impact. Check all that apply.		
☐ Yes	This Rule was part of a combined analysis.		
Agency submitted request for consultation on: Consultation not required. Cite authority:	 ☐ State funds affected ☐ Local funds affected ☐ Substantial economic impact (≥\$1,000,000) ☑ Approved by OSBM ☑ No fiscal note required 		
9. REASO	ON FOR ACTION		
9A. What prompted this action? Check all that apply: Agency Legislation enacted by the General Assembly Court order / cite: Cite Session Law: Federal statute / cite: Petition for rule-making Federal regulation / cite: Other: 9B. Explain: 15A NCAC 02E .0403 is adopted as a result of legal proceedings strongly suggested that DWR clarify (through rulemaking) administrative procedures implementing IBT statute G.S. §143-215.22L.			
10 D Level's Conductor L C For the			
 10. Rulemaking Coordinator: Jennifer Everett Phone: (919)707-8614 E-Mail: jennifer.everett@ncdenr.gov 	11. Signature of Agency Head* or Rule-making Coordinator:		
Additional agency contact, if any: Linwood Peele Phone: (919)707-9024 E-Mail: linwood.peele@ncdenr.gov	*If this function has been delegated (reassigned) pursuant to G.S. 143B-10(a), submit a copy of the delegation with this form. Typed Name: Jennifer Everett Title: NCDEQ Rulemaking Coordinator		
RRC AND OAH USE ONLY			
Action taken: RRC extended period of review: RRC determined substantial changes: Withdrawn by agency Subject to Legislative Review Other:			

1. Rule-Making Agency: Environmental Management Comm	ission		
2. Rule citation & name (name not required for repeal): 15	A NCAC 02E .0404, Notification		
3. Action:] READOPTION 🗌 REPEAL through READOPTION		
4. Rule exempt from RRC review? □ Yes. Cite authority: ⊠ No 6. Notice for Proposed Pule;	5. Rule automatically subject to legislative review?		
 6. Notice for Proposed Rule: Notice Required Notice of Text published on: April 18, 2022 Link to Agency notice: https://deq.nc.gov/news/events/public-notices-hearings Hearing on: May 5, 2022 Adoption by Agency on: November 10, 2022 Notice not required under G.S.: Adoption by Agency on:			
7. Rule establishes or increases a fee? (See G.S. 12-3.1)	8. Fiscal impact. Check all that apply.		
 ☐ Yes Agency submitted request for consultation on: Consultation not required. Cite authority: ☑ No 	 □ This Rule was part of a combined analysis. □ State funds affected □ Local funds affected □ Substantial economic impact (≥\$1,000,000) ○ Approved by OSBM ○ No fiscal note required 		
9. REASON FOR ACTION 9A. What prompted this action? Check all that apply: Agency Legislation enacted by the General Assembly Court order / cite: Cite Session Law: Federal statute / cite: Petition for rule-making Federal regulation / cite: Other: 9B. Explain: 15A NCAC 02E .0404 is adopted as a result of legal proceedings strongly suggested that DWR clarify (through rulemaking) administrative procedures implementing IBT statute G.S. §143-215.22L.			
 10. Rulemaking Coordinator: Jennifer Everett Phone: (919)707-8614 E-Mail: jennifer.everett@ncdenr.gov Additional agency contact, if any: Linwood Peele Phone: (919)707-9024 E-Mail: linwood.peele@ncdenr.gov 	11. Signature of Agency Head* or Rule-making Coordinator: Image: Additional and the second		
RRC AND OAH USE ONLY			
Action taken: RRC extended period of review: RRC determined substantial changes: Withdrawn by agency Subject to Legislative Review Other:			

1. Rule-Making Agency: Environmental Management Comm	ission		
2. Rule citation & name (name not required for repeal): 15	A NCAC 02E .0405, Environmental Documents		
3. Action:	READOPTION REPEAL through READOPTION		
4. Rule exempt from RRC review? □ Yes. Cite authority: ○ No 6. Notice for Proposed Pule:	 5. Rule automatically subject to legislative review? Yes. Cite authority: No 		
 6. Notice for Proposed Rule: Notice Required Notice of Text published on: April 18, 2022 Link to Agency notice: https://deq.nc.gov/news/events/public-notices-hearings Hearing on: May 5, 2022 Adoption by Agency on: November 10, 2022 Notice not required under G.S.: Adoption by Agency on:			
7. Rule establishes or increases a fee? (See G.S. 12-3.1)	8. Fiscal impact. Check all that apply.		
 ☐ Yes Agency submitted request for consultation on: Consultation not required. Cite authority: ☑ No 	 □ This Rule was part of a combined analysis. □ State funds affected □ Local funds affected □ Substantial economic impact (≥\$1,000,000) ○ Approved by OSBM ○ No fiscal note required 		
9. REASON FOR ACTION 9A. What prompted this action? Check all that apply: Agency Legislation enacted by the General Assembly Court order / cite: Cite Session Law: Federal statute / cite: Petition for rule-making Federal regulation / cite: Other: 9B. Explain: 15A NCAC 02E .0405 is adopted as a result of legal proceedings strongly suggested that DWR clarify (through rulemaking) administrative procedures implementing IBT statute G.S. §143-215.22L.			
 Phone: (919)707-8614 E-Mail: jennifer.everett@ncdenr.gov Additional agency contact, if any: Linwood Peele 	11. Signature of Agency Head* or Rule-making Coordinator: Image: Second Secon		
RRC AND OAH USE ONLY			
Action taken: RRC extended period of review: RRC determined substantial changes: Withdrawn by agency Subject to Legislative Review Other:			

1. Rule-Making Agency: Environmental Management Commission			
2. Rule citation & name (name not required for repeal): 15	A NCAC 02E .0406, Petition		
3. Action:] READOPTION 🗌 REPEAL through READOPTION		
4. Rule exempt from RRC review? ☐ Yes. Cite authority: ⊠ No	5. Rule automatically subject to legislative review?		
 6. Notice for Proposed Rule: Notice Required Notice of Text published on: April 18, 2022 Link to Agency notice: https://deq.nc.gov/news/events/public-notices-hearings Hearing on: May 5, 2022 Adoption by Agency on: November 10, 2022 Notice not required under G.S.: Adoption by Agency on:			
7. Rule establishes or increases a fee? (See G.S. 12-3.1)	8. Fiscal impact. Check all that apply.		
 Yes Agency submitted request for consultation on: Consultation not required. Cite authority: No 	 □ This Rule was part of a combined analysis. □ State funds affected □ Local funds affected □ Substantial economic impact (≥\$1,000,000) ○ Approved by OSBM ○ No fiscal note required 		
9. REASON FOR ACTION 9A. What prompted this action? Check all that apply: Agency Legislation enacted by the General Assembly Court order / cite: Cite Session Law: Federal statute / cite: Petition for rule-making Federal regulation / cite: Other: 9B. Explain: 15A NCAC 02E .0406 is adopted as a result of legal proceedings strongly suggested that DWR clarify (through rulemaking) administrative procedures implementing IBT statute G.S. §143-215.22L.			
 10. Rulemaking Coordinator: Jennifer Everett Phone: (919)707-8614 E-Mail: jennifer.everett@ncdenr.gov Additional agency contact, if any: Linwood Peele Phone: (919)707-9024 E-Mail: linwood.peele@ncdenr.gov 	11. Signature of Agency Head* or Rule-making Coordinator: Image: Second Secon		
RRC AND OAH USE ONLY			
Action taken: RRC extended period of review: RRC determined substantial changes: Withdrawn by agency Subject to Legislative Review Other:			

1. Rule-Making Agency: Environmental Management Commission			
2. Rule citation & name (name not required for repeal): 15	A NCAC 02E .0407, Settlement/Mediation		
3. Action:	READOPTION REPEAL through READOPTION		
4. Rule exempt from RRC review? □ Yes. Cite authority: ⊠ No	5. Rule automatically subject to legislative review?		
 6. Notice for Proposed Rule: Notice Required Notice of Text published on: April 18, 2022 Link to Agency notice: https://deq.nc.gov/news/events/public-notices-hearings Hearing on: May 5, 2022 Adoption by Agency on: November 10, 2022 Notice not required under G.S.: Adoption by Agency on:			
7. Rule establishes or increases a fee? (See G.S. 12-3.1)	8. Fiscal impact. Check all that apply.		
 ☐ Yes Agency submitted request for consultation on: Consultation not required. Cite authority: ⊠ No 	 □ This Rule was part of a combined analysis. □ State funds affected □ Local funds affected □ Substantial economic impact (≥\$1,000,000) ○ Approved by OSBM ○ No fiscal note required 		
9. REASON FOR ACTION 9A. What prompted this action? Check all that apply: Agency Legislation enacted by the General Assembly Court order / cite: Cite Session Law: Federal statute / cite: Petition for rule-making Federal regulation / cite: Other: 9B. Explain: 15A NCAC 02E .0407 is adopted as a result of legal proceedings strongly suggested that DWR clarify (through rulemaking) administrative procedures implementing IBT statute G.S. §143-215.22L.			
 Phone: (919)707-8614 E-Mail: jennifer.everett@ncdenr.gov Additional agency contact, if any: Linwood Peele Phone: (919)707-9024 E-Mail: linwood.peele@ncdenr.gov 	 11. Signature of Agency Head* or Rule-making Coordinator: Weight Weight Wei		
RRC AND OAH USE ONLY			
Action taken: RRC extended period of review: RRC determined substantial changes: Withdrawn by agency Subject to Legislative Review Other:			

1. Rule-Making Agency: Environmental Management Commission			
2. Rule citation & name (name not required for repeal): 15A NCAC 02E .0408, Final Determination			
3. Action:	READOPTION REPEAL through READOPTION		
4. Rule exempt from RRC review? ☐ Yes. Cite authority: ⊠ No 6. Notice for Proposed Pule:	5. Rule automatically subject to legislative review?		
 6. Notice for Proposed Rule: Notice Required Notice of Text published on: April 18, 2022 Link to Agency notice: https://deq.nc.gov/news/events/public-notices-hearings Hearing on: May 5, 2022 Adoption by Agency on: November 10, 2022 Notice not required under G.S.: Adoption by Agency on:			
7. Rule establishes or increases a fee? (See G.S. 12-3.1)	8. Fiscal impact. Check all that apply.		
 ☐ Yes Agency submitted request for consultation on: Consultation not required. Cite authority: ☑ No 	 □ This Rule was part of a combined analysis. □ State funds affected □ Local funds affected □ Substantial economic impact (≥\$1,000,000) ○ Approved by OSBM ○ No fiscal note required 		
9. REASON FOR ACTION 9A. What prompted this action? Check all that apply: Agency Legislation enacted by the General Assembly Court order / cite: Cite Session Law: Federal statute / cite: Petition for rule-making Federal regulation / cite: Other: 9B. Explain: 15A NCAC 02E .0408 is adopted as a result of legal proceedings strongly suggested that DWR clarify (through rulemaking) administrative procedures implementing IBT statute G.S. §143-215.22L.			
 Phone: (919)707-8614 E-Mail: jennifer.everett@ncdenr.gov Additional agency contact, if any: Linwood Peele Phone: (919)707-9024 E-Mail: linwood.peele@ncdenr.gov 	 11. Signature of Agency Head* or Rule-making Coordinator: Weight Weight Wei		
RRC AND OAH USE ONLY			
Action taken: RRC extended period of review: RRC determined substantial changes: Withdrawn by agency Subject to Legislative Review Other:			

1. Rule-Making Agency: Environmental Management Commission			
2. Rule citation & name (name not required for repeal): 15	A NCAC 02E .0409, Emergency Transfers		
3. Action:] READOPTION 🗌 REPEAL through READOPTION		
4. Rule exempt from RRC review? ☐ Yes. Cite authority: ⊠ No 6. Notice for Proposed Puls:	 5. Rule automatically subject to legislative review? ☐ Yes. Cite authority: ☑ No 		
 6. Notice for Proposed Rule: Notice Required Notice of Text published on: April 18, 2022 Link to Agency notice: https://deq.nc.gov/news/events/public-notices-hearings Hearing on: May 5, 2022 Adoption by Agency on: November 10, 2022 Notice not required under G.S.: Adoption by Agency on:			
7. Rule establishes or increases a fee? (See G.S. 12-3.1)	8. Fiscal impact. Check all that apply.		
 ☐ Yes Agency submitted request for consultation on: Consultation not required. Cite authority: ☑ No 	 ☐ This Rule was part of a combined analysis. ☐ State funds affected ☐ Local funds affected ☐ Substantial economic impact (≥\$1,000,000) ☑ Approved by OSBM ☑ No fiscal note required 		
9. REASON FOR ACTION 9A. What prompted this action? Check all that apply: Agency Legislation enacted by the General Assembly Court order / cite: Cite Session Law: Federal statute / cite: Petition for rule-making Federal regulation / cite: Other: 9B. Explain: 15A NCAC 02E .0409 is adopted as a result of legal proceedings strongly suggested that DWR clarify (through rulemaking) administrative procedures implementing IBT statute G.S. §143-215.22L.			
 Phone: (919)707-8614 E-Mail: jennifer.everett@ncdenr.gov Additional agency contact, if any: Linwood Peele Phone: (919)707-9024 E-Mail: linwood.peele@ncdenr.gov 	11. Signature of Agency Head* or Rule-making Coordinator: Image: Additional state of the state o		
RRC AND OAH USE ONLY			
Action taken: RRC extended period of review: RRC determined substantial changes: Withdrawn by agency Subject to Legislative Review Other:			

Subject: FW: RRC - 15A NCAC 02E

From: Everett, Jennifer <jennifer.everett@ncdenr.gov>
Sent: Thursday, January 12, 2023 11:36 AM
To: Duke, Lawrence <lawrence.duke@oah.nc.gov>
Cc: Peele, Linwood <linwood.peele@ncdenr.gov>; Higgins, Karen <karen.higgins@ncdenr.gov>; Burgos, Alexander N
<alexander.burgos@oah.nc.gov>
Subject: RE: RRC - 15A NCAC 02E

We are still addressing the technical change requests and plan to proceed to the Feb meeting.

Jennifer Everett DEQ Rulemaking Coordinator N.C. Depart. Of Environmental Quality Office of General Counsel 1601 Mail Service Center Raleigh, NC 27699-1601 Tele: (919)-707-8614 https://deq.nc.gov/permits-rules/rules-regulations/deq-proposed-rules

E-mail correspondence to and from this address may be subject to the North Carolina Public Records Law and may be disclosed to third parties.

From: Duke, Lawrence <<u>lawrence.duke@oah.nc.gov</u>>
Sent: Thursday, January 12, 2023 11:33 AM
To: Everett, Jennifer <<u>jennifer.everett@ncdenr.gov</u>>
Cc: Peele, Linwood <<u>linwood.peele@ncdenr.gov</u>>; Higgins, Karen <<u>karen.higgins@ncdenr.gov</u>>; Burgos, Alexander N
<<u>alexander.burgos@oah.nc.gov</u>>
Subject: RE: RRC - 15A NCAC 02E

Jennifer,

Are you planning on having these rules addressed at the February meeting? I just wanted to check in on these.

Lawrence Duke

Counsel, NC Rules Review Commission Office of Administrative Hearings (984) 236-1938

Subject: FW: RRC - 15A NCAC 02E

From: Everett, Jennifer <jennifer.everett@ncdenr.gov>
Sent: Monday, January 9, 2023 10:05 AM
To: Duke, Lawrence <lawrence.duke@oah.nc.gov>
Cc: Peele, Linwood <linwood.peele@ncdenr.gov>; Higgins, Karen <karen.higgins@ncdenr.gov>; Burgos, Alexander N
<alexander.burgos@oah.nc.gov>
Subject: RE: RRC - 15A NCAC 02E

Lawrence,

If we plan to address these changes in time for the January meeting, what is the deadline for your review? Same question for the February meeting?

Jennifer Everett DEQ Rulemaking Coordinator N.C. Depart. Of Environmental Quality Office of General Counsel 1601 Mail Service Center Raleigh, NC 27699-1601 Tele: (919)-707-8614 https://deq.nc.gov/permits-rules/rules-regulations/deq-proposed-rules

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From: Everett, Jennifer
Sent: Wednesday, January 4, 2023 12:14 PM
To: Duke, Lawrence <<u>lawrence.duke@oah.nc.gov</u>>
Cc: Peele, Linwood <<u>linwood.peele@ncdenr.gov</u>>; Higgins, Karen <<u>karen.higgins@ncdenr.gov</u>>
Subject: RE: RRC - 15A NCAC 02E

Lawrence,

If we plan to address these changes in time for the January meeting, what is the deadline for your review? Same question for the February meeting?

Jennifer Everett DEQ Rulemaking Coordinator N.C. Depart. Of Environmental Quality Office of General Counsel 1601 Mail Service Center Raleigh, NC 27699-1601 E-mail correspondence to and from this address may be subject to the North Carolina Public Records Law and may be disclosed to third parties.

From: Everett, Jennifer
Sent: Friday, December 16, 2022 12:51 PM
To: Duke, Lawrence <<u>lawrence.duke@oah.nc.gov</u>>
Cc: Peele, Linwood <<u>linwood.peele@ncdenr.gov</u>>; Higgins, Karen <<u>karen.higgins@ncdenr.gov</u>>
Subject: FW: RRC - 15A NCAC 02E

Thanks,

If we plan to address these changes in time for the January meeting, what is the deadline for your review? Same question for the February meeting?

Jennifer Everett DEQ Rulemaking Coordinator N.C. Depart. Of Environmental Quality Office of General Counsel 1601 Mail Service Center Raleigh, NC 27699-1601 Tele: (919)-707-8614 https://deq.nc.gov/permits-rules/rules-regulations/deq-proposed-rules

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From:	Duke, Lawrence
Sent:	Friday, December 16, 2022 11:50 AM
То:	Everett, Jennifer; Peele, Linwood
Cc:	Burgos, Alexander N
Subject:	RRC - 15A NCAC 02E
Attachments:	12.2022 - Environmental Management Commission - Extension Letter.pdf

Good morning,

Attached, please find a letter of extension for the above captioned rules. Please let me know if you have any questions or concerns.

Thank you,

Lawrence Duke



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Subject: FW: EMC - 15A NCAC 02E .0401-.0409 - RRC Review

From: Duke, Lawrence <lawrence.duke@oah.nc.gov>
Sent: Friday, December 9, 2022 5:02 PM
To: Everett, Jennifer <jennifer.everett@ncdenr.gov>; Peele, Linwood <linwood.peele@ncdenr.gov>
Cc: Burgos, Alexander N <alexander.burgos@oah.nc.gov>
Subject: RE: EMC - 15A NCAC 02E .0401-.0409 - RRC Review

That sounds fine. I'll recommend approval of the extension to the Commission.

Have a good weekend.

Lawrence Duke

Counsel, NC Rules Review Commission Office of Administrative Hearings (984) 236-1938

Subject: FW: EMC - 15A NCAC 02E .0401-.0409 - RRC Review

From: Everett, Jennifer <jennifer.everett@ncdenr.gov>
Sent: Friday, December 9, 2022 10:50 AM
To: Duke, Lawrence <lawrence.duke@oah.nc.gov>; Peele, Linwood <linwood.peele@ncdenr.gov>
Cc: Burgos, Alexander N <alexander.burgos@oah.nc.gov>
Subject: RE: EMC - 15A NCAC 02E .0401-.0409 - RRC Review

Lawrence,

We are requesting an extension for the period of review for these EMC rules. This will allow additional time for staff to address the technical change requests.

Jennifer

Jennifer Everett DEQ Rulemaking Coordinator N.C. Depart. Of Environmental Quality Office of General Counsel 1601 Mail Service Center Raleigh, NC 27699-1601 Tele: (919)-707-8614 https://deq.nc.gov/permits-rules/rules-regulations/deq-proposed-rules

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From: Duke, Lawrence <<u>lawrence.duke@oah.nc.gov</u>>
Sent: Thursday, December 8, 2022 1:38 PM
To: Everett, Jennifer <<u>jennifer.everett@ncdenr.gov</u>>; Peele, Linwood <<u>linwood.peele@ncdenr.gov</u>>
Cc: Burgos, Alexander N <<u>alexander.burgos@oah.nc.gov</u>>
Subject: EMC - 15A NCAC 02E .0401-.0409 - RRC Review

Jennifer,

I hope you are doing well. I have reviewed the Rules submitted by the Environmental Management Commission for the December 2022 Rules Review Commission meeting. Per usual, the RRC will formally review these Rules at its meeting on Thursday, December 15, 2022, at 9:00 a.m., both in-person and via WebEx. An evite should be sent to you as we get closer to the meeting. If there are any other representatives from your agency who will want to attend virtually, let me know prior to the meeting, and we will get evites out to them as well. I have attached my requests for changes. Please submit the revised Rule and form to me via email, no later than 5:00 p.m. on Monday, December 12, 2022. In the meantime, please let me know if you have any questions or concerns.

Thank you, Lawrence Duke

Counsel to the North Carolina Rules Review Commission Office of Administrative Hearings <u>Lawrence.Duke@oah.nc.gov</u> (984) 236-1938

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