NEBRASKA DEPARTMENT OF NATURAL RESOURCES COMMISSION

TITLE 263 RULESEGULATIONS GOVERNING THE ADMINISTRATION OF THE NATURAL RESOURCES WATER QUALITY FUND

	NEBRASKA ADMINISTRATIVE CODE
	NEBRASKA DEPARTMENT OF NATURAL RESOURCES COMMISSION
_	TITLE 263
_	RULES AND REGULATIONS GOVERNING THE
_	ADMINISTRATION OF THE NATURAL RESOURCES
	WATER OHALITY FUND

TITLE 263 - NEBRASKA DEPARTMENT OF NATURAL RESOURCES <u>COMMISSION</u>
RULES GOVERNING ADMINISTRATION OF THE NATURAL RESOURCES WATER
QUALITY FUND

ALPHABETICAL TABLE OF CONTENTS

<u>SUBJECT</u>	STATUTORY AUTHORITY	<u>CODE</u> <u>CHAPTERSECTION</u>
Distribution of Funds	Neb. Rev. Stat. §Sec. 2-15,123, as amended by Section 2, LB 329, 97 th Nebraska Legislature, 1 st Session (2001)	Chapter 2
General Provisions	Neb. Rev. Stat. §Sec. 2-15,122, as amended by Section 1, LB 329, 97 th Nebraska Legislature, 1 st Session (2001)	Chapter 1
Qualified Expenditures	Neb. Rev. Stat. §Sec. 2-15,123, as amended by Section 2, LB 329, 97 th Nebraska Legislature, 1 st Session (2001)	Chapter 3

TITLE 263 - NEBRASKA DEPARTMENT OF NATURAL RESOURCES <u>COMMISSION</u>
RULES GOVERNING THE ADMINISTRATION OF THE NATURAL RESOURCES WATER
QUALITY FUND

NUMERICAL TABLE OF CONTENTS

<u>SUBJECT</u>	STATUTORY AUTHORITY	<u>CODE</u> <u>CHAPTERSECTION</u>
General Provisions	Neb. Rev. Stat. §Sec. 2-15,122, as amended by Section 1, LB 329, 97 th Nebraska Legislature, 1 st Session (2001)	Chapter 1
Distribution of Funds	Neb. Rev. Stat. §Sec. 2-15,123, as amended by Section 2, LB 329, 97 th Nebraska Legislature, 1 st Session (2001)	Chapter 2
Qualifying Expenditures	Neb. Rev. Stat. §Sec. 2- 15,123, as amended by Section 2, LB 329, 97 th Nebraska Legislature, 1 st Session (2001)	Chapter 3

NEBRASKA ADMINISTRATIVE CODE NEBRASKA NATURAL RESOURCES COMMISSION

LAST ISSUE DATE: MARCH 13, 1996

Title 263-DNR —_ADMINISTRATION OF NATURAL RESOURCES WATER QUALITY FUND

<u>Chapter-CHAPTER 1 — ADMINISTRATION OF NATURAL RESOURCES WATER QUALITY FUNDGENERAL PROVISIONS</u>

001 General Provisions.

<u>001.01</u> Purpose of Rules. -These rules are adopted for the purpose of administering the Natural Resources Water Quality Fund (<u>Fund</u>) governed by <u>Neb. Rev. Stat. §§Sections</u> 2-15,122 and 2-15,123, as amended by <u>Sections 1 and 2</u>, <u>LB 329</u>, 97th <u>Nebraska Legislature</u>, 1st <u>Session (2001)</u>.

<u>001.02002</u> General Availability of Funds. -Financial assistance from the Fund <u>wishall</u> be available only to <u>NRD natural resources districts DD istricts which that</u> have programs qualifying for such assistance under these rules and which have entered into a <u>contractual arrangement contract</u> with the Department setting forth the terms for providing such financial assistance.

<u>001.03003</u> <u>Definitions.</u> -As used in these rules and regulations, unless the context otherwise requires:

<u>003.01</u> "Commission" shall means the Natural Resources Commission created pursuant to Neb. Rev. Stat. §Section 2-1504, R.S. Supp., 2000, and amendments thereto;

_____0013.03(A)2 "Commission," "Department," and "Director," and "District" have the same meaning as in Title 259 shall means the Nebraska Department of Natural Resources created by Neb. Rev. Stat. § Section 81-101, R.S. Supp., 2000, and amendments thereto; and

Title 263 Chapter 1

<u>003.03</u> "Director" shall means the individual holding the position of Director of Natural Resources created by Neb. Rev. Stat. §Section 81-102, R.S. Supp., 2000f "NRD" shall means a district created and operating in accordance with Chapter 2, Article 32, Reissue Revised Statutes of Nebraska; and

<u>0013.03(B)25</u> "Fund" shall means the Natural Resources Water Quality Fund created by Neb. Rev. Stat. Section 2-15,122, as amended by Section 1, LB 329, 97th Nebraska Legislature, 1st Session (2001).

<u>001.04004</u> Access to Files and Compliance with Agreement and Rules and Regulations. Each participating <u>D</u>districtnatural resources district <u>mustshall</u> maintain records adequate to document that the <u>D</u>d<u>D</u>district had expenditures qualified pursuant to <u>Chapter Section</u> 3 of these rules in amounts equal to or exceeding the amount provided from the Fund plus the required cost-share. -Such files <u>are toshall</u> be available for inspection by <u>personnel of the Department personnel</u> and by representatives of the State Auditor's <u>O</u>effice during normal business hours of the <u>D</u>d<u>D</u>district. -In the event that the Director becomes aware of a violation of the contract between the <u>D</u>d<u>D</u>district and the Department or of these rules and regulations, the Director may terminate the contract and/or demand reimbursement of any <u>S</u>state funds related to such violation.

Enabling Legislation: Neb. Rev. Stat. §Sec. 2-15,122

LAST ISSUE DATE: MARCH 13, 1996
Title 263 DNR -- ADMINISTRATION OF NATURAL RESOURCES WATER QUALITY
FUND

002 Distribution of Funds. Chapter 2 DISTRIBUTION OF FUNDS

<u>002.014</u> Schedule for Distributing Funds. -Funds <u>willshall</u> be distributed, pursuant to Subsection 002.02 of this chapter to pparticipating <u>Ddd</u>istricts on or before the 15th day of August, each year and at such other times during the year as the Director determines that sufficient additional funds are available to make a distribution and the pparticipating <u>Ddd</u>istricts indicate their ability to use additional funds.

<u>002.02</u> <u>Determining Distributions</u>. -The money available for each distribution from the Fund <u>shallwill</u> be divided among pparticipating <u>Ddd</u>istricts as follows:

<u>002.02(A)</u> Except as provided by <u>Subsection 002.044 of this Chapter</u>, <u>sixty 60</u> percent of the funds available <u>willshall</u> be distributed to <u>Ddd</u>istricts on the basis of proportionate fertilizer sales within the <u>Ddd</u>istricts during the preceding three calendar years for which sales records by county are available from Nebraska Agricultural Statistics or a comparable source. -For a county <u>which that</u> is contained within more than one <u>Ddd</u>istrict, each <u>Ddd</u>istrict's proportion of sales <u>willshall</u> be based upon its proportionate land area within the county. -If sales records are not made available for any county, the <u>Director willshall</u> establish that county's portion of the statewide sales total. -That decision <u>willshall</u> be based upon the best available information, which may include, but not be limited to, county land area and sales in adjacent counties. In the event the Commission chooses to reserve up to <u>ten-10</u> percent of funds available for special distribution pursuant to <u>Subsection 002.0044 of this Chapter</u>, the amount of funds available for distribution pursuant to this <u>S</u>subsection <u>willshall</u> be decreased by the amount reserved.

<u>002.02(B)</u>- Twenty <u>20</u> percent of the funds available <u>willshall</u> be divided equally among all participating <u>Dd</u>istricts.

Title 263 Chapter 2

<u>002.02(C)3</u> Twenty <u>20</u> percent of the funds <u>willshall</u> be distributed among <u>D</u>districts which have (1) a designated ground water management area for water quality purposes or (2) a clean lakes watershed area designated pursuant to Section 314 of the Clean Water Act, or comparable federally-funded program. Each <u>D</u>district's distribution pursuant to this <u>S</u>subsection <u>willshall</u> be based upon the proportionate land area in that <u>D</u>district which is in such a designated area compared to the total land area within the <u>S</u>state in such designated areas. -If specific lands are in more than one such designated area, they <u>willshall</u> be counted only once for purposes of this <u>S</u>subsection.

<u>002.03</u> At least thirty <u>30</u> days prior to a distribution pursuant to <u>Subsection 002.02 of this chapter</u>, the Department <u>willshall</u> notify each <u>Ddd</u>istrict of the estimated amount of funds to be distributed to that <u>Ddd</u>istrict. -If any <u>Ddd</u>istrict does not believe it could fully utilize any such distribution in the amount estimated, it <u>mustshall</u> provide the Department with timely notification of the amount of funds <u>which that</u> it could utilize for qualified programs. -The difference between that amount and the amount that would otherwise be distributed to that <u>Ddd</u>istrict pursuant to <u>Subsection 002.02 of this Chapter</u> will be divided among the other <u>pparticipating <u>Ddd</u>istricts according to <u>Subsections 002.02(A)</u> through 002.02(C)3.</u>

<u>002.044</u> The Commission may reserve up to <u>ten-10</u> percent of the funds that otherwise would be distributed pursuant to <u>Subsection 002.02</u> of this Chapter as part of the first distribution in any fiscal year. -Any such reserved funds will be distributed by the Director to <u>participating Ddd</u>istricts for specific programs and/or projects by September 15 of the fiscal year in which they are to be expended.- <u>Application for such funds mustshall be made on a form provided by the Department.</u> If the available funds are not sufficient to fund all those for which application has been made, priority will be given to programs and projects offering innovative ways to address water quality problems. -No <u>Ddd</u>istrict <u>mayshall</u> receive more than <u>twenty-five25</u> percent of the funds distributed pursuant to this <u>Subsection</u> in any one fiscal year unless funds are available for all other qualified applications submitted.

Enabling Legislation: Neb. Rev. Stat. § 2-15,123

LAST ISSUE DATE: MARCH 13, 1996
Title 263 DNR—ADMINISTRATION OF NATURAL RESOURCES WATER QUALITY
FUND

<u>Chapter 3 QUALIFYING EXPENDITURES</u>003 Qualifying Expenditures.

003.014 Qualifying Programs and Projects. Subject to the requirement of Subsection 003.022 of this Chapter, a participating Delistrict may expend funds distributed pursuant to Chapter Section 2 of these rules for costs incurred by that Delistrict for any of the following programs and projects: (1) the purchase, installation, maintenance, and use of ground water or surface water sampling and testing equipment; (2) the purchase, installation, maintenance, and use of surface water sampling and testing equipment; (23) education and information programs related to water quality issues; (34) administration of ground water quality management areas; (45) purchase, installation, and maintenance of special monitoring wells and related equipment; (56) flow meters and other equipment required in ground water management areas; (67) source water protection programs and activities; (78) preparation and updating of ground water management plans; (89) implementation of water quality "best management" practices in both rural and urban areas, including programs which that cost-share expenses of landowners and operators in installing or using such practices; (910) soil sampling and testing programs for soils in and below the crop root zone; (104) water quality research; (112) well decommissionings; (123) cChemigation permitting and inspection programs; (134) investigations, because of water quality concerns, of potential replacement sources of water for public water suppliers; (145) animal waste management activities including research, treatment lagoon cost-sharing, feedlot waste effluent management, and inactive feedlot management; and (156) other water quality related programs and projects approved in advance by the Director. The Director hasshall have sole discretion to determine whether a Delistrict's program qualifies for funding pursuant to this Ssubsection.

<u>003.022</u> Cost-Share Requirement. For each two dollars expended by the <u>D</u>district from the funds distributed pursuant to <u>Chapter-Section 00</u>2 of these rules, the <u>D</u>district <u>mustshall</u> spend at least three dollars in funds derived from other non-state sources for the programs and projects identified in <u>Subsection 003.011 of this chapter</u>.

Title 263 Chapter 3

003.03 Certification of Expenditures and Reimbursement of Funds. -Funds distributed pursuant to Chapter Section 2 of these rules and regulations must be expended by the Dedistrict in the fiscal year distributed. -On or before August 31, the Dedistrict mustshall account for expenditure of the funds made available from the Fund in the previous fiscal year. The Department willshall provide a form for such purposes. In the event that all funds distributed in the previous fiscal year were not expended by June 30 of that fiscal year, or that any funds were expended for programs or projects that the Director determines were not qualified for funding, or that the Dedistrict did not match the funds distributed in the proportion required by Subsection 003.022 of this hapter, the Dedistrict shall reimburse the Department for the amount thus unexpended, improperly expended, or unmatched. -All such reimbursed funds willshall be redeposited in the Fund for redistribution in accordance with Chapter Section 002 of these rules and regulations. No new distributions may shall be made to a Dedistrict which that has not made a reimbursement required by this Section.

Enabling Legislation: Neb. Rev. Stat. § 2-15,123