#### FY26-27 Recommendations for the Clean Water Fund



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**House Legacy Finance Committee** 





YOUR Clean Water Fund AT WORK

#### Clean Water Council

- Created in 2006 after lawsuits and new TMDL requirements
- Minn. Stat. §114D.30 CLEAN WATER COUNCIL.
  - Subdivision 1. Creation; duties.
  - A Clean Water Council is created to advise on the administration and implementation of this [Clean Water Legacy Act], and foster coordination and cooperation as described in section <u>114D.20</u>, subdivision 1.
- Submit recommendations to the Legislature by January 15 of odd-numbered year.
- 17 voting members appointed by Governor
- 11 non-voting members from agencies, UMN, Legislature



YOUR Clean Water Fund AT WORK

#### Clean Water Fund

- Council given role of recommending its use
- ~\$3 billion to be spent by 2034
- "May be spent only to protect, enhance, and restore water quality in lakes, rivers, and streams, to protect groundwater from degradation, and to protect drinking water sources."
- "At least five percent of the clean water fund must be spent only to protect drinking water sources."

# Permitted Purposes in Statute (Minn. Stat. 114D.50)

- Testing waters, identifying impaired waters, establishing total maximum daily loads (TMDL), implementing restoration plans, and evaluation
- Prevent surface water from being impaired ("protection strategies")
- Wastewater and stormwater grants and loans
- Prevent degradation of groundwater
- Support for agencies to do the above, including enhanced compliance and enforcement
- Clean Water Fund must SUPPLEMENT not SUPPLANT existing funding

#### Agencies Involved

- Board of Water and Soil Resources
- Metropolitan Council
- MN Department of Agriculture
- MN Department of Health
- MN Department of Natural Resources
- MN Pollution Control Agency
- MN Public Facilities Authority
- University of Minnesota

Agencies meet regularly as Interagency Coordination Team (ICT)

Agencies send 2/3 of the Clean Water Fund outside state government

>50% of state FTEs are in Greater MN providing direct assistance to communities and landowners

## Welcome to the MPCA WRAPS Tracking Dashboard 75 of 80 Watersheds Approved in Progress Pending Approved Report Approved











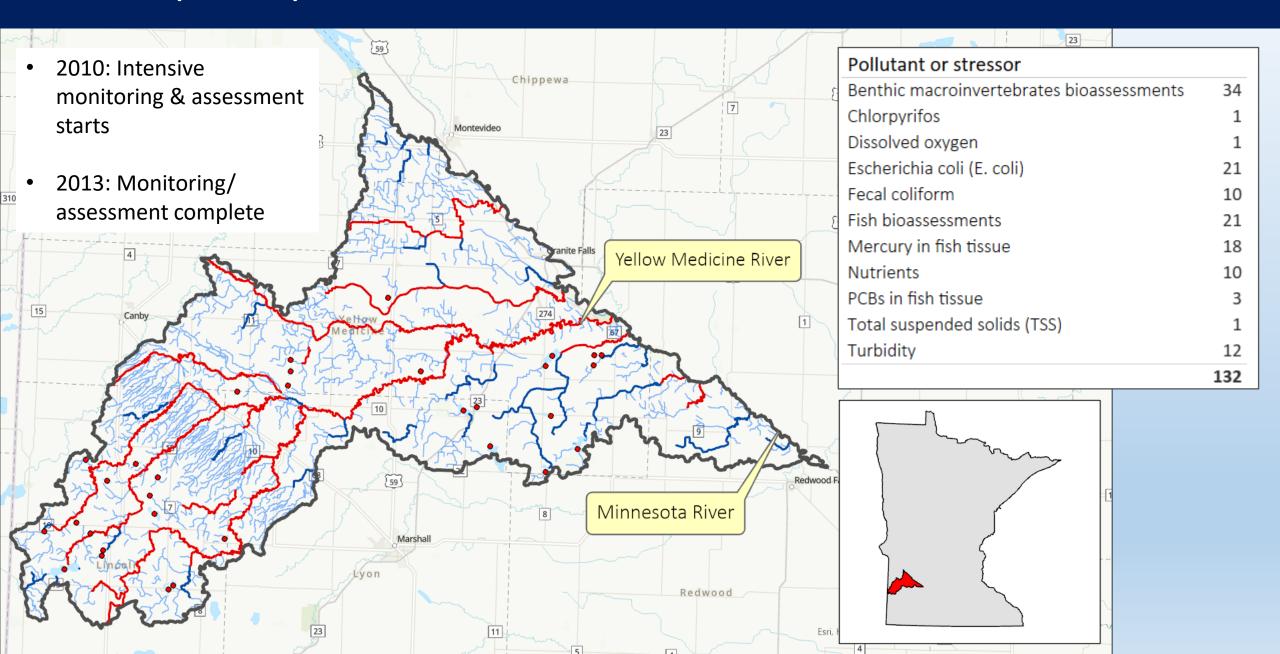
### CWF Strategy The Watershed Approach

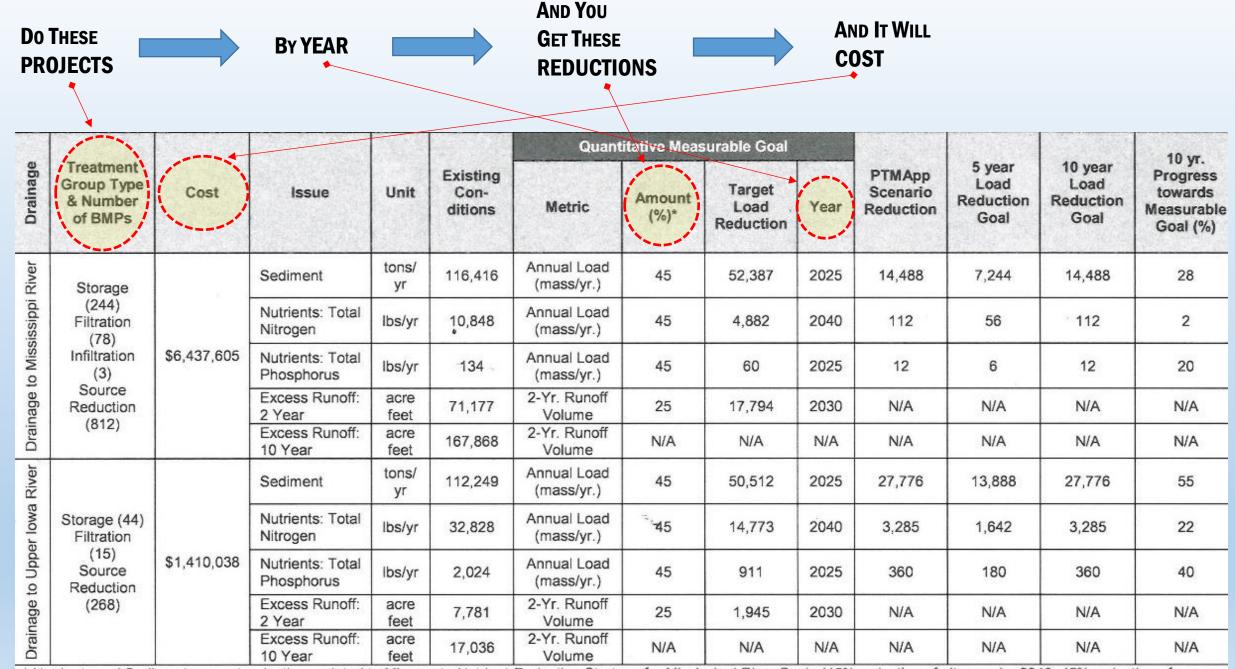
- Test waters for impairments
- Find source of the problem (Monitoring, assessment & characterization)
- Make a plan to protect it or fix it (Watershed/Groundwater Restoration & Protection Strategies-WRAPS/GRAPS; One Watershed One Plan)
- Fund the fix (Implementation: Technical assistance, protection strategies, restoration projects, other)
- Measure to see if the fix worked

THIS TAKES A DECADE OR MORE ON A WATERSHED SCALE

We call it the Water Management Framework

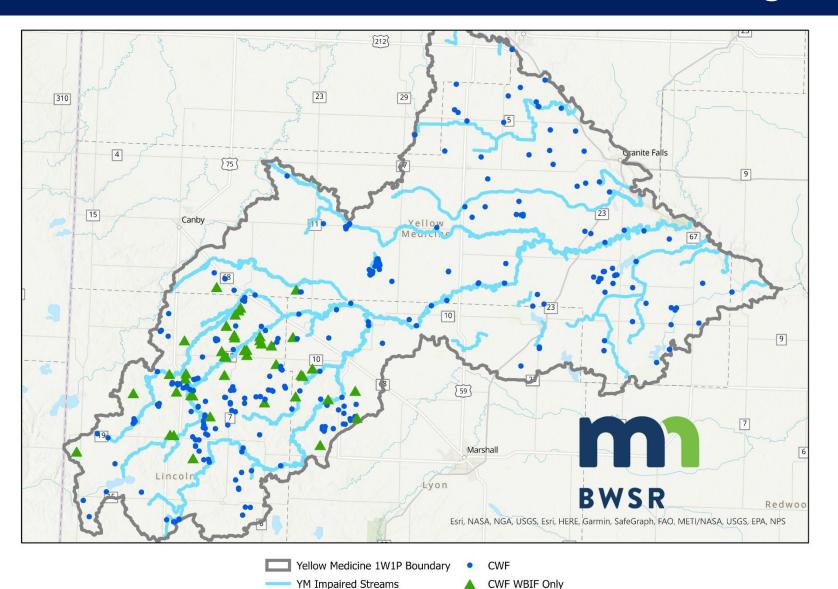
#### Example: Impaired waters in the Yellow Medicine River Watershed





Excerpt from Root River "One Watershed One Plan"

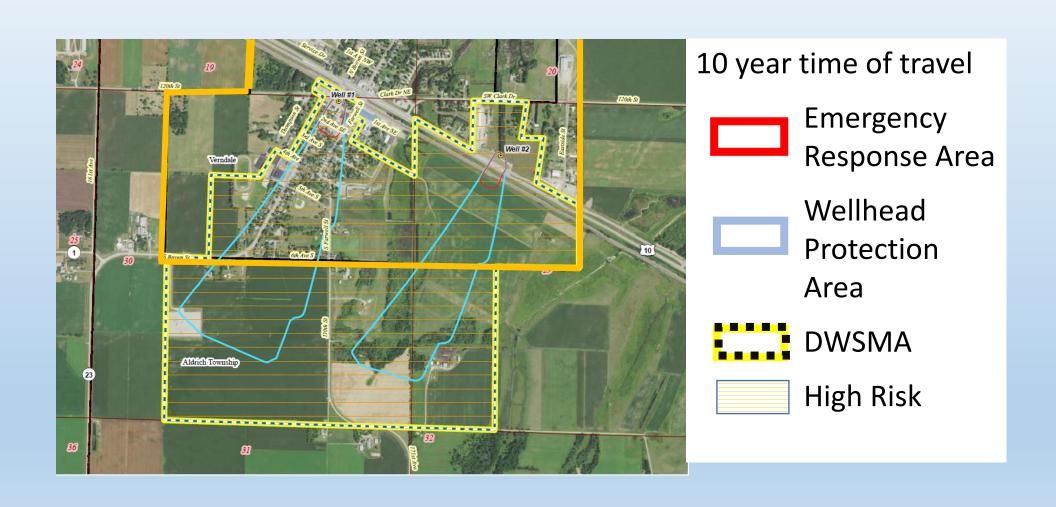
#### Yellow Medicine River Watershed Planning Area Clean Water Funded Best Management Practices



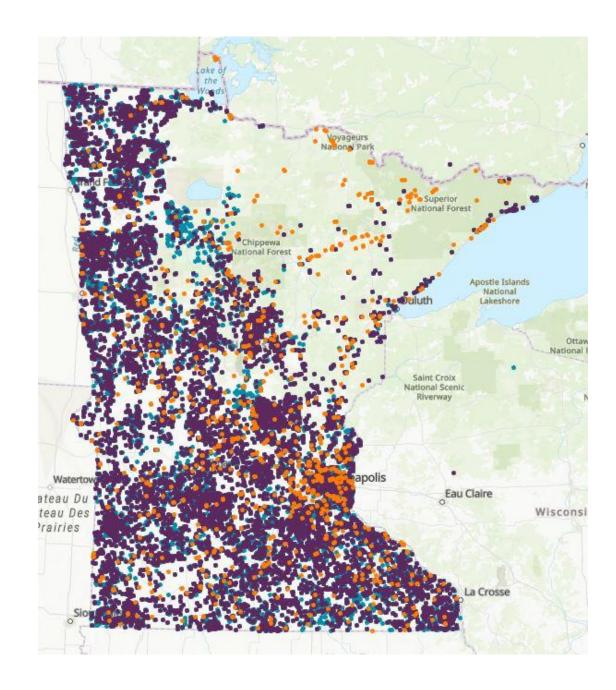
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 2017: One Watershed One Plan Comprehensive Watershed Management Plan Complete

#### Verndale (Wadena Co) Drinking Water Supply Management Area (DWSMA)



#### Clean Water Funds Are Used Statewide



## The Clean Water Fund & Disparities

- Protection activities that keep water service affordable (MDH)
- Planning support for undersewered communities (Public Facilities Authority)
- Water Legacy Partner Grants open to tribal governments and NGOs (BWSR)
- Coordination with tribal governments on surface water monitoring

- Leak detection & toilet/fixture replacement in designated areas of concentrated poverty (ACP) in St. Paul (Met Council)
- Assistance to low-income households to replace septic system (MPCA)
- Free private well test for five contaminants over 10 years (MDH)

#### Clean Water Council Policy Platform

- Council acknowledges that the CWF can't fix everything
- Policy statements help assemble ideas scattered throughout in state government to one place
- Fulfills statute to "foster coordination and cooperation"

- We have statements on
  - Chloride
  - Drinking water source protection
  - Underground utilities
  - Drainage
  - PFAS
  - Pharmaceutical product stewardship

#### \$310 million in recommendations

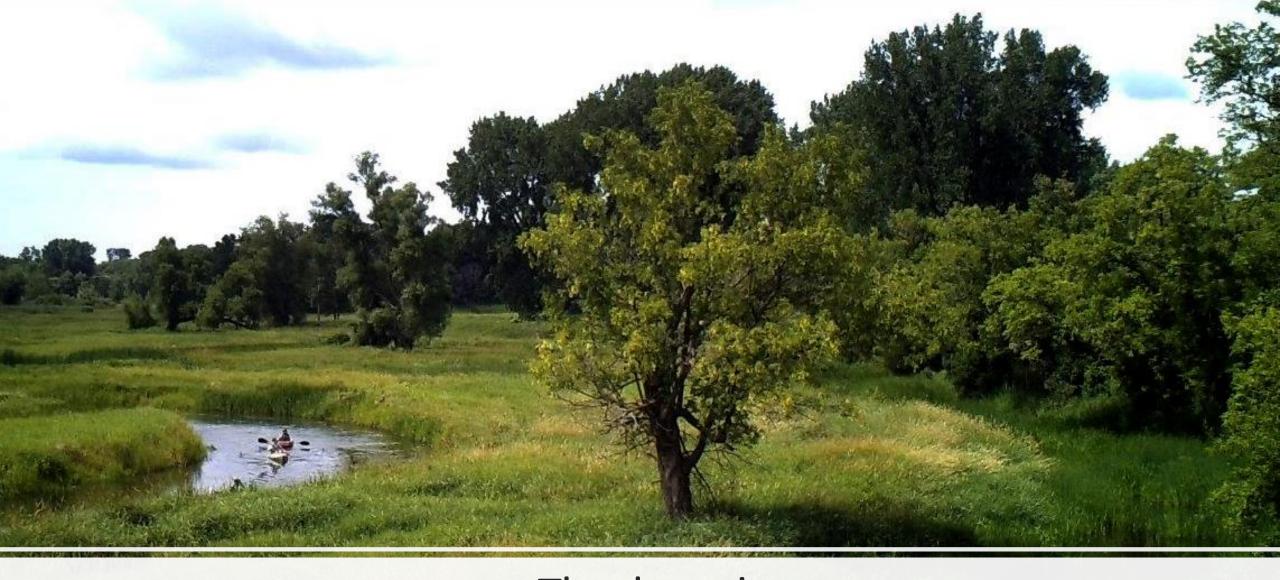
Highlights of FY26-27 Recommendations



Expand What Works for Bigger Impact



- More "shovel-ready" projects (BWSR) with Watershed-Based Implementation Funding
- Strong support for continuous living cover and soil health (MDA/BWSR)
- Increased support for private well users (MDH)
- Lake Superior Basin support for SWCDs (MPCA)
- Policy statements on drainage and protecting public and private wells
- Completion of One Watershed One Plan (BWSR)



Thank you!