
**VERMONT LAKE CHAMPLAIN
PHOSPHORUS TMDL PHASE 1
IMPLEMENTATION PLAN**

PREPARED BY THE STATE OF VERMONT
FOR THE
U.S. ENVIRONMENTAL PROTECTION AGENCY

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EXECUTIVE SUMMARY

Vermonters value a clean Lake Champlain. We swim and fish in the lake, we boat on it, we drink its water, and we deeply appreciate its beauty. A clean lake attracts businesses and tourists to the region and is a major driver of the State's economy.

Phosphorus pollution is the greatest threat to clean water in Lake Champlain. Phosphorus is a nutrient that stimulates excessive growth of algae in the lake, turning the water green. In excessive amounts, algae can impair recreational uses, aesthetic enjoyment, the taste of drinking water, and the biological community. In some cases, algal blooms - particularly cyanobacteria (blue-green algae) - can produce toxins that harm animals and people. Phosphorus is found in eroded soil and runoff from farm fields, barnyards, roads, parking lots, and streambanks, and in wastewater discharges. Efforts to reduce all these sources of phosphorus have accelerated over the past ten years but the lake has been slow to improve.

In 2002, the U.S. Environmental Protection Agency (EPA) approved a Lake Champlain Phosphorus Total Maximum Daily Load (TMDL) prepared by the states of Vermont and New York. The TMDL placed caps on the amount of phosphorus allowed to enter each segment of Lake Champlain, and allocated those maximum amounts among the various sources within each major watershed draining to the lake. In 2011, the EPA revoked its approval of the Vermont portion of the Lake Champlain TMDL and is in the process of developing a new TMDL.

Phosphorus loading to Lake Champlain is dominated by “nonpoint sources,” which are generated by runoff and erosion across the landscape, as opposed to “point sources” such as wastewater and certain stormwater discharges that are conveyed by a pipe and are more closely regulated. For a TMDL to be approved in a situation where reductions in nonpoint source loading are relied upon to achieve the TMDL, the EPA must find “reasonable assurances” that the necessary nonpoint source reductions will actually occur. Insufficient reasonable assurance was the primary reason given by the EPA for reversing its approval of the 2002 TMDL.

EPA's expectations of Vermont for the new Lake Champlain TMDL are divided into two distinct planning phases. For the first phase, EPA expects Vermont to provide policy commitments relating to nonpoint source phosphorus reductions in a basin-wide scale implementation plan (Phase 1 Plan). After EPA finalizes the TMDL later in 2014, it expects the State to develop numerous sub-basin implementation plans (i.e., Phase 2 Plans) for each lake segment. Each tactical sub-basin plan will identify in more detail the specific point source and nonpoint source measures and practices to be implemented by identified dates.

This Vermont Lake Champlain TMDL Phase 1 Implementation Plan was developed by the Vermont Agency of Natural Resources (ANR) and the Vermont Agency of Agriculture, Food, and Markets (AAFV). These agencies have been working diligently over the past year to develop the types of policy commitments requested by EPA to provide, or reduce the need for, reasonable assurances in the new TMDL. A proposed set of commitments, the [Draft State of Vermont proposal for a Clean Lake Champlain](#), was issued for public comment in November, 2013. As part of this effort, ANR met frequently with other state agencies, including the

Vermont Agency of Transportation (VTrans) to refine the proposed commitments. ANR and AAFM, in conjunction with EPA, held six public meetings in December 2013 and took public comments on the draft proposal. Over 500 people attended those meetings. ANR, in partnership with VTrans and the regional planning and development agencies, held 12 additional meetings with municipalities across the State to discuss the draft proposal.

The State received over 100 comments on the November 2013 Proposal for a Clean Lake Champlain as well as a [January 17, 2014 letter from the EPA](#), and used those comments to inform the development of a second and more detailed [March 31, 2014 Draft TMDL Phase 1 Implementation Plan](#). A summary of these public comments and a list of [Frequently Asked Questions](#) with responses are available online. A [May 8, 2014 letter from EPA](#) provided further review and comment on the March 31 draft plan, which guided revisions incorporated into the present document.

The policy commitments described in Chapter 5 of this Phase 1 Plan are summarized in Table 1 and Figure 1, and address all major nonpoint sources of phosphorus to the lake, including the following:

- Untreated/unmanaged runoff from existing developed lands
- Discharges from farmsteads and agricultural production areas
- Poorly managed cropland
- Unmanaged or poorly managed pasture
- River and stream channel modifications
- Floodplain, river corridor and lakeshore encroachments
- Stormwater runoff from developed lands and construction sites
- Road construction and maintenance
- Forest management practices
- Wetland alteration and loss
- Legacy effects of historic phosphorus loading
- Additional phosphorus contributions anticipated due to climate change

The commitments presented in this Phase 1 Plan include new and enhanced regulation, funding and financial incentives, and technical assistance, and build on work already done by the State over the past 10 years to reduce phosphorus contributions to the lake. They will require new and increased efforts from nearly every sector of society, including state government, municipalities, farmers, developers, businesses and homeowners. The Vermont Department of Environmental Conservation (DEC) is requesting a twenty year implementation schedule to allow for communities to plan and stage the necessary improvements to roads and stormwater infrastructure into long-term capital funding plans as a means of keeping costs and funding burdens down.

The EPA is still actively engaged in modeling to determine the total loading capacities for each lake segment watershed and the wasteload and load allocation numbers for point and nonpoint sources, respectively. Once these numbers are finalized, they will be used to more fully define the level of phosphorus reductions needed by point and nonpoint sources in each of the 12 individual Vermont lake segment watersheds. Therefore, many of the commitments described in

this plan are expressed as statewide commitments but will be tailored as to scope, intensity and timing based on individual lake segment assessments during the second phase of implementation planning. DEC will use the models and load allocations still being developed by EPA to further refine these commitments.

Based on preliminary EPA modeling results, some uncertainty exists about whether the tasks and commitments presented in this plan will be sufficient to fully achieve the required phosphorus load reductions in the South Lake and Missisquoi Bay watersheds. However, we are committed to learning as we implement this plan and to adapting our management to incorporate lessons learned along the way as a means to address the special challenges presented in these “gap” watersheds.

In order to implement the programs described in this chapter, the State will require additional staff resources and funding. Categories of State’s funding needs include: (a) staff support in the implementing state agencies, and (b) funding that the State will pass through to communities, businesses, farms and partner organizations. An important component of this plan is the formation of a “Vermont Clean Water Improvement Fund” within the DEC which will serve as a means of providing coordinated financial and technical support to communities, businesses, farmers, foresters, developers, state agencies and watershed protection partners.

In order to meet this need for additional capacity and funding, the State will develop a detailed description of funding needs required to implement the plan. We will also develop recommendations related to funding and any programmatic changes requiring legislative action for consideration by the Vermont General Assembly. We will present this information as part of a report on statewide water quality improvement programs that the General Assembly required in a recently enacted statute with a deadline of November 15, 2014 (2014 Acts and Resolves No. 97, Sec. 1(c) as amended by H.650) (Appendix E).

The recommendations in the report to the General Assembly should be reflected in the Governor’s budget proposal for Fiscal Year 2016 as one part of the State’s overall effort to obtain sufficient resources to implement the plan. The other major part of the State’s effort will be to continue our ongoing efforts to work with EPA, the U.S. Department of Agriculture, and other federal agencies, in cooperation with our federal Congressional delegation, to seek additional federal funding commitments to address phosphorus pollution into Lake Champlain.

TABLE 1 - VERMONT PHASE 1 TMDL PLAN SUMMARY OF VERMONT COMMITMENTS. YEARS ARE STATE FISCAL YEARS, STARTING JULY 1.

** Task letter and number correspond with the Gantt Chart.*

Task *	Description	Start Year	End Year
A. AGRICULTURE			
<i>Water Quality Permitting Programs – LFO, MFO, CAFO</i>			
A1. Inspect potential CAFOs	Inspect medium and large farms that could potentially be CAFOs with newly developed VT CAFO permit	2014	2018
A2. Increase inspections of CAFOs	Inspect 75 potential CAFOs annually	2019	2036
A3. Inspect MFOs and LFOs	MFOs currently inspected a minimum of every 5 years (20% each year) and LFOs annually.	2014	2036
A4. Increase inspections of MFOs	Increase MFO inspections from 20% to 25% annually	2017	2036
<i>Accepted Agricultural Practice Rule Update and Compliance</i>			
A5. Conduct rulemaking process to amend the Accepted Agricultural Practices	Rulemaking will be conducted in consultation with the Legislature. Proposed rule changes will include a small farm certification program, consistent buffer sizes and erosion tolerances to all farms, buffer requirements for field ditches, requirement for stabilization of gully erosion and strengthening of the livestock exclusion requirements.	2015	2016
A6. Expand AAP education and outreach	Begin extensive education and outreach and enforcement of revised Accepted Agricultural Practices.	2017	2018
A7. Develop the Small Farm Inspection program	Hire first SFO inspector (2014) focusing on Missisquoi Bay and St. Albans Bay	2013	2014
A8. Increase SFO dairy inspections	Complete evaluation of all small dairies in gap watersheds	2014	2019
A9. Increase all livestock SFO inspections	Complete evaluation of all SFO dairy and significant livestock operations in the Lake Champlain Basin	2014	2020
A10. Conduct SFO inspections	Ongoing inspections of SFOs throughout Lake Champlain Basin	2014	2036
A11. Complete SFO certification process	Develop small farm certification of compliance requirement and conduct extensive education and outreach process	2016	2019
A12. Require SFO to submit certification	Require all small farm operations to submit certification of compliance with AAPs	2020	2036
A13. Develop livestock exclusion program	Develop declining cost-share/incentive program to increase implementation of livestock exclusion practices.	2016	2017
A14. Implement all updated AAPs	Implement and enforce updated AAPs in Lake Champlain Basin	2016	2036

<i>Nutrient Management Planning</i>			
A15. Develop SFO nutrient management planning process	Create a matrix and template for a small farm NMP.	2016	2018
A16. Begin process for mandatory manure application certification	Obtain statutory authority to begin certification of manure applicators.	2015	2018
A17. Increase nutrient management planning and implementation	Increase cost-share for NMP development, increase funding for NMP classes for farmers and technical service providers, develop manure applicator certification classes and process. Increase education, technology needs and research needs for NMP development.	2014	2036
<i>Additional Efforts in Gap Watersheds</i>			
A18. Increase implementation in critical watersheds	Prioritize personnel in these areas, secure additional targeted funding to these watersheds and critical source areas for water quality improvement projects.	2014	2021
B. STORMWATER MANAGEMENT			
B1. Develop and issue State Highway Stormwater General Permit	Develop and issue general permit to regulate stormwater discharges from the entire state-operated transportation system.	2015	2016
B2. Implement State Highway Stormwater General Permit	Implement the general permit to regulate stormwater discharges from the entire state-operated transportation system.	2017	2036
B3. Develop and issue Municipal Roads Stormwater General Permit	Develop and issue general permit to require development and implementation of stormwater management plans for municipal roads.	2016	2017
B4. Implement Municipal Roads Stormwater General Permit	Implement the general permit to require development and implementation of stormwater management plans for municipal roads.	2018	2036
B5. Develop and issue Existing Developed Lands Stormwater General Permit	Develop and issue general permit to address stormwater from existing developed lands.	2016	2017
B5. Implement Existing Developed Lands Stormwater General Permit	Implement the general permit to address stormwater from existing developed lands.	2018	2036
B6. Revise Existing MS4 General Permit	Existing Municipal Separate Storm Sewer System General Permit will be revised following adoption of the TMDL to require existing regulated municipalities to control discharges consistent with the wasteload allocation. Timeframe dependent on TMDL issuance.	2015	2016
B7. Update Vermont Stormwater Management Manual	Projects requiring a state-law based operational stormwater permit must have a stormwater system that meets the requirements of the VSMM. A stakeholder process is currently underway to revise the VSMM to increase the level of phosphorus reduction achieved by	2014	2015

	approved practices. The final manual must be adopted by rule.		
C. NON-REGULATORY STORWATER MANAGEMENT			
C1. Implement non-regulatory stormwater management for unregulated sources	Provide technical assistance on stormwater master planning to identify and prioritize actions.	2014	2036
C2. Support municipal stormwater ordinance adoption	Support municipal adoption of model stormwater ordinances to prevent or minimize stormwater impacts from future development.	2014	2036
C3. Use Green Stormwater Infrastructure to reduce impacts from stormwater runoff	Implement green stormwater infrastructure practices to reduce the volume of runoff and to provide water quality treatment.	2013	2036
D. RIVER CHANNEL STABILITY			
<i>River Corridor and Floodplain Management</i>			
D1. Establish a No Adverse Impact Standard	Adopt state floodplain rules to include river corridor protection to address developments exempt from municipal regulation. Adopt a State Act 250 Flood Hazard Area and River Corridor Protection Procedure (i.e., revised from the DEC Floodway Procedure) to include NAI standard. Establish MOUs with other state agencies to regulate developments within their purview.	2014	2017
D2. Expand technical and regulatory assistance	Support the municipal adoption of enhanced model floodplain and river corridor protection bylaws that exceed the NFIP minimum requirements. Establish general permits to simplify regulatory processes. Establish regional Certified Floodplain Technician Program. Provide project reviews and technical assistance to a greater number of communities each year.	2014	2022
D3. Establish statewide river corridor mapping.	Develop and maintain statewide river corridor maps to support protection and restoration initiatives..	2015	2036
D4. Update and expand flood inundation mapping	Obtain Light Detection and Ranging (LiDAR) data for the entire state.	2017	2022
D5. Increase the number of land conservation projects	Increase the number of conservation projects which incorporate channel management and riparian buffer provisions (5 addl. projects per year).	2015	2036
D6. Establish incentives for municipal adoption of regulations	Establish the Flood Resilient Communities Program with funding and technical assistance incentives for municipalities.	2014	2036
D7. Establish and maintain an education and outreach program	Establish a “Flood Ready” web page to promote cross-agency flood resiliency planning, peer-to-peer learning, and tools to increase municipal adoption of enhanced floodplain and river corridor protection bylaws and other mitigation measures to minimize flood risks and maximize floodplain function.	2015	2036

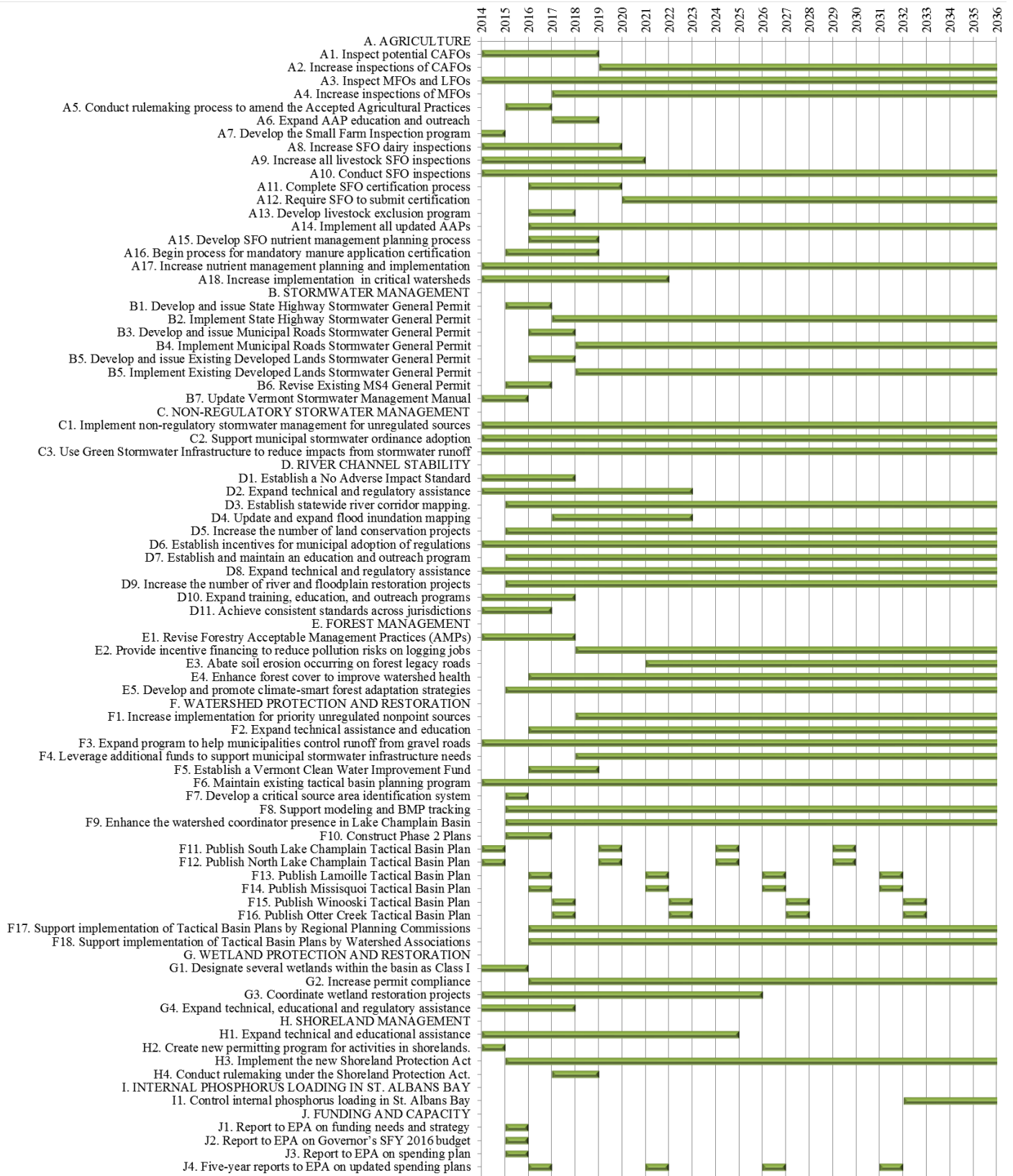
Preventing Adverse Channel Modifications			
D8. Expand technical and regulatory assistance	Regulate stream alterations, including emergency and next-flood protective measures to maximize equilibrium conditions. Establish and maintain a River Operations Center within an ANR Incident Command System prepared to manage and authorize emergency measures in large scale flood disasters.	2014	2036
D9. Increase the number of river and floodplain restoration projects	Capitalize on opportunities to implement restoration projects involving the removal of river, river corridor, and floodplain encroachments and the completion of projects that restore equilibrium conditions.	2015	2036
D10. Expand training, education, and outreach programs	Develop and continually edit standard river management principles and practices (SRMPP) to maximize equilibrium conditions when managing conflicts between human activities and the dynamic nature of rivers. Develop and implement a 3 tiered outreach and training program by offering courses to VTrans Operations Technicians, municipal roads workers, contractors, and other river technicians. Conduct outreach and train municipalities and contractors in the use of the SRMPP and authorizations under the new ANR Stream Alteration Rules and General Permit that contain equilibrium-based performance standards.	2014	2017
D11. Achieve consistent standards across jurisdictions	Achieve FEMA recognition of state-adopted river management and stream crossing codes and standards for conducting emergency protective measures.	2014	2016
E. FOREST MANAGEMENT			
E1. Revise Forestry Acceptable Management Practices (AMPs)	Revise AMPs to specify compliance with standards in state stream alteration general permit, referencing stream crossings. Enhance standards for skid trails and truck roads.	2014	2017
E2. Provide incentive financing to reduce pollution risks on logging jobs	Provide qualified logging professionals access to low-interest financing through a Vermont Forestry Direct Link Loan Program to support logging BMPs and equipment.	2018	2036
E3. Abate soil erosion occurring on forest legacy roads	Leverage existing NRCS cost-share practice to address erosion and sedimentation associated with logging roads on private lands.	2021	2036
E4. Enhance forest cover to improve watershed health	Establish forest cover goals, secure public funding to restore riparian buffers and developed land forest cover. Prepare and mitigate impacts to forest cover from invasive tree pests.	2016	2036
E5. Develop and promote climate-smart forest	Publish and distribute guide, "Creating and Maintaining Resilient Forests in Vermont: Adapting forests to	2015	2036

adaptation strategies	climate change,” to promote climate-smart forestry practices. Create funding priorities within the Working Lands Enterprise Fund to support environmentally sound harvesting technologies. Conduct demonstration projects.		
F. WATERSHED PROTECTION AND RESTORATION			
<i>Ecosystem Restoration Program</i>			
F1. Increase implementation for priority unregulated nonpoint sources	Expand the availability of capital construction funds to increase implementation of stormwater mitigation projects across all sectors.	2018	2036
F2. Expand technical assistance and education	Provide grant funding to meet technical and educational assistance needs of municipalities and other local partners.	2016	2036
F3. Expand program to help municipalities control runoff from gravel roads	Expand financial and technical assistance to municipalities in managing road runoff and erosion via the VTrans Vermont Better Back Roads Grant Program.	2014	2036
F4. Leverage additional funds to support municipal stormwater infrastructure needs	Establish a new state revolving fund that is dedicated to providing low interest loans and incentives for municipal stormwater management. Provide technical assistance in stormwater asset management.	2018	2036
<i>Vermont Clean Water Improvement Fund</i>			
F5. Establish a Vermont Clean Water Improvement Fund	Create a statewide program to administer a Vermont Clean Water Improvement Fund to support TMDL implementation and priority actions statewide.	2016	2018
<i>Tactical Basin Planning</i>			
F6. Maintain existing tactical basin planning program	Maintain base program including monitoring and assessment staff, data management staff, and watershed coordinators. Support exist assessment processes, stormwater master planning, stream geomorphic assessment, backroads inventory and assessment, and agricultural environmental management.	2014	2036
F7. Develop a critical source area identification system	Construct an optimized and flexible critical source area modeling tool for tactical BMP implementation. This system would be used by DEC and organizational partners (AAFM, VTRANS, NRCS) in the development of tactical basin plans and tracking of resulting BMP implementation. Such a system will be constructed to incorporate LIDAR, Quickbird satellite imagery and other continually refreshed geodetic source information.	2015	2015
F8. Support modeling and BMP tracking	Construct a watershed modeling BMP tracking tool by 2017 and implement watershed modeling and BMP tracking.	2015	2036

F9. Enhance the watershed coordinator presence in Lake Champlain Basin	Enhance basin coverage, and accelerate updates of plan implementation tables with watershed modeling results.	2015	2036
F10. Construct Phase 2 Plans	Tactical Planning staff, in partnership with other Division, AAFM, ACCD, and VTRANS staff will construct the Phase 2 implementation base set of interventions for inclusion into Tactical Basin Plans.	2015	2016
F11. Publish South Lake Champlain Tactical Basin Plan	Publish tactical basin plan in 2014 and every five years thereafter, with interim updates in 2016 and 2018. Identify additional measures as necessary to achieve the required phosphorus load reductions.	2014	2034
F12. Publish North Lake Champlain Tactical Basin Plan	Publish tactical basin plan in 2014 and every five years thereafter, with interim updates in 2016 and 2018.	2014	2034
F13. Publish Lamoille Tactical Basin Plan	Publish tactical basin plan in 2016 and every five years thereafter, with interim updates in 2018 and 2020.	2016	2036
F14. Publish Missisquoi Tactical Basin Plan	Publish tactical basin plan in 2016 and every five years thereafter, with interim updates in 2018 and 2020. Identify additional measures as necessary to achieve the required phosphorus load reductions.	2016	2036
F15. Publish Winooski Tactical Basin Plan	Publish tactical basin plan in 2017 and every five years thereafter, with interim updates in 2019 and 2021.	2017	2032
F16. Publish Otter Creek Tactical Basin Plan	Publish tactical basin plan in 2017 and every five years thereafter, with interim updates in 2019 and 2021.	2017	2032
F17. Support implementation of Tactical Basin Plans by Regional Planning Commissions	Enhance RPC watershed planning support staff for municipal BMP outreach, support, and implementation.	2016	2036
F18. Support implementation of Tactical Basin Plans by Watershed Associations	Create small grants program to provide organizational support for Lake Champlain Basin watershed organizations, and to support landowner outreach and promote BMP installations on non-agricultural lands.	2016	2036
G. WETLAND PROTECTION AND RESTORATION			
G1. Designate several wetlands within the basin as Class I	Enhance state protection for several wetlands within the basin which provide sediment and phosphorus retention or provide erosion control of waterways.	2013	2015
G2. Increase permit compliance	Conduct permit compliance checks on 80% of construction projects within the Lake Champlain Basin.	2016	2036
G3. Coordinate wetland restoration projects	Coordinate with federal, state and local partners to identify and implement restoration opportunities.	2014	2025
G4. Expand technical, educational and regulatory assistance	Enhance ability of program to focus significant time on restoration efforts.	2013	2017
H. SHORELAND MANAGEMENT			
H1. Expand technical and	Implement the Lake Wise Program. Enhance ability of	2014	2024

educational assistance	program to focus significant time on restoration efforts.		
H2. Create new permitting program for activities in shorelands.	Develop permit program procedures and standards that implement the provisions in the Shoreland Act.	2014	2014
H3. Implement the new Shoreland Protection Act	Permit activities in lake shorelands. Establish a contractor training program for work in shorelands. Conduct outreach and technical assistance.	2015	2036
H4. Conduct rulemaking under the Shoreland Protection Act.	As dictated by experience implementing the program, enter rulemaking to clarify or strengthen the requirements of the Shoreland Permit Program.	2017	2018
I. INTERNAL PHOSPHORUS LOADING IN ST. ALBANS BAY			
I1. Control internal phosphorus loading in St. Albans Bay	Conduct treatment design study, secure permits and funding, and implement in-lake treatment.	2032	2036
J. FUNDING AND CAPACITY			
J1. Report to EPA on funding needs and strategy	November 15, 2014: Report to EPA Regarding Funding Needs and Strategy as a component of report to Vermont General Assembly under Act 97 (2014)	2015	2015
J2. Report to EPA on Governor's SFY 2016 budget	January 30, 2015: Provide EPA with a copy of Governor's proposed Vermont Fiscal Year 2016 budget as presented to Vermont General Assembly	2015	2015
J3. Report to EPA on spending plan	June 30, 2015: Provide report to EPA with spending plan for TMDL plan implementation based on federal funds obtained or requested, and funds for plan implementation as contained in the Vermont Fiscal Year 2016 budget as passed by the Vermont General Assembly	2015	2015
J4. Five-year reports to EPA on updated spending plans	June 30, 2016 and every five years thereafter: Provide a report to EPA with an updated spending plan for TMDL plan implementation based on available federal and state funds.	2016	2036

FIGURE 1 – GANTT CHART: LAKE CHAMPLAIN TMDL PHASE 1 PLAN COMMITMENTS AND IMPLEMENTATION SCHEDULE.



CHAPTER 1- INTRODUCTION

A. PHOSPHORUS IMPAIRMENT OF LAKE CHAMPLAIN

Phosphorus pollution is the greatest threat to clean water in Lake Champlain. Phosphorus is a nutrient that stimulates excessive growth of algae in the lake, turning the water green. In excessive amounts, phosphorus and the associated algal growth can impair recreational uses and aesthetic enjoyment, reduce the quality of drinking water, and alter the biological community. In some cases, algal blooms – particularly cyanobacteria (or blue-green algae) can produce toxins that harm animals and people.

Vermont's Water Quality Standards include total phosphorus concentration criteria for each of Vermont's twelve lake segments. These criteria vary among the different lake segments, and are expressed as the annual average phosphorus levels that must be achieved in order to support the many values and uses of the lake.

Long-term monitoring of phosphorus levels throughout Lake Champlain by Vermont and New York with the Lake Champlain basin Program has documented phosphorus concentrations in excess of the water quality standards in most areas of the lake (Figure 2). Despite significant efforts to reduce phosphorus loading to the Lake in recent years, the trend lines are still moving upward.

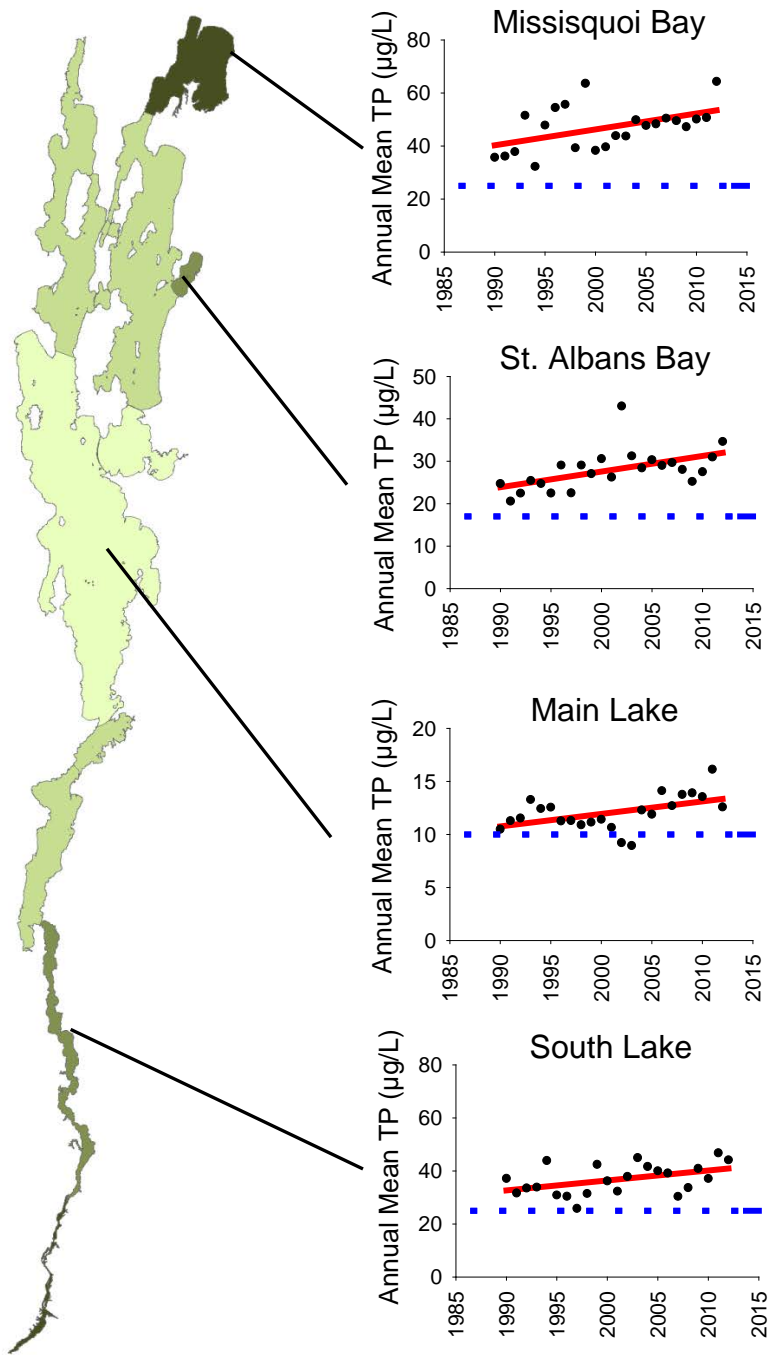


FIGURE 2 - ANNUAL MEAN TOTAL PHOSPHORUS CONCENTRATIONS (TP, MICROGRAMS PER LITER) IN FOUR LAKE CHAMPLAIN SEGMENTS, 1990-2012. SOLID RED LINES ARE STATISTICALLY SIGNIFICANT TREND LINES. DOTTED BLUE LINES ARE THE IN-LAKE PHOSPHORUS WATER QUALITY STANDARD

Excessive phosphorus is delivered to Lake Champlain as a result of the collective activities of all residents of the Lake Champlain basin, past and present. Stormwater runoff from the roofs of homes and driveways and other developed land contributes phosphorus that is washed into streams when it rains or as snow melts. Similarly in an agricultural setting, rain washes soil and manure off of crop lands, pastures, hay lands, and barnyards into nearby streams. Erosion of roadside banks, ditches, and around unstable culverts delivers sediment and phosphorus to the road drainage network and then to nearby streams.

Channelization of streams undertaken to protect development, and encroachment of buildings and roads on floodplains and river corridors, prevents floodwater storage and the attainment of the least erosive, stream equilibrium conditions. Loss of floodplain function increases river bank erosion and the loading of sediments and nutrients such as phosphorus. River bank and bed erosion is also the result of traditional drainage methods that increase runoff directly to streams, thereby increasing volume and velocity of stream flows during storms.

Phosphorus is naturally present in small amounts even in runoff from pristine forest land, but logging activities such as construction of roads and stream crossings can cause erosion of sediment and phosphorus into streams. Finally, inadequately treated wastewater, whether from a septic system or a wastewater treatment facility, also contributes phosphorus to the lake.

As part of the development of the new Lake Champlain Phosphorus TMDL, EPA supported a watershed modeling analysis that produced estimates of the phosphorus contribution from each major source category. As shown in Figure 3, the relative magnitude of each source varies by watershed, but agricultural land, developed land, and streambank erosion are major sources across all watersheds. Forest land appears as a large source in Figure 3 primarily because forests occupy over 70% of the landscape in the basin. Phosphorus runoff rates per acre from forest land are typically very low. On the other hand, some sources such as farmsteads and back roads that appear small in Figure 3 can contribute some of the highest rates of phosphorus loading per acre. Both the total amount of the phosphorus load and the loading rate per unit of land area should be considered in setting phosphorus reduction priorities.

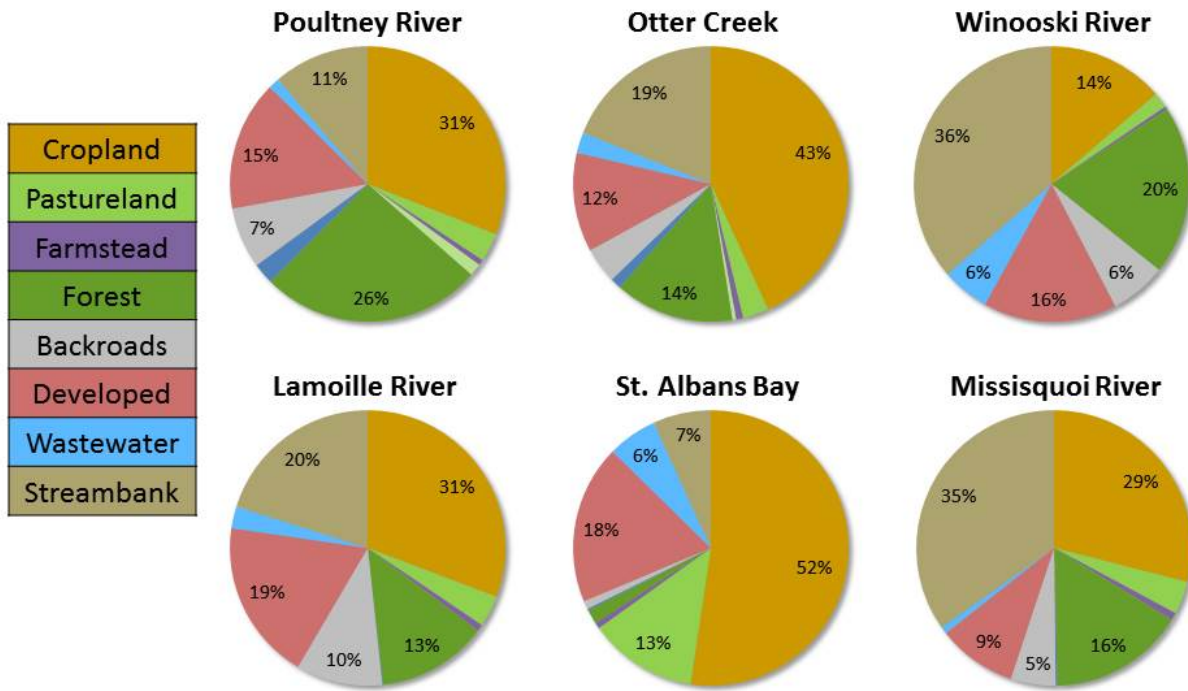


FIGURE 3 - SOURCES OF PHOSPHORUS LOADING TO LAKE CHAMPLAIN FROM VERMONT WATERSHEDS (PRELIMINARY RESULTS FROM EPA/TETRA TECH, 2013)

B. TMDL DEVELOPMENT AND IMPLEMENTATION PLANNING

Section 303(d) of the federal Clean Water Act requires states to develop a total maximum daily load (TMDL) for water bodies that do not currently meet water quality standards. A TMDL is a “pollution budget” that calculates the amount of pollution the water body can tolerate and still maintain water quality standards. This “budget” is comprised of two components – the “wasteload allocation” which describes the amount of phosphorus reductions required from point source discharges, and the “load allocation” which describes the amount of phosphorus reduction required from nonpoint sources. Point sources include discharges from pipes or other discrete conveyances, for example discharges from wastewater treatment facilities or channelized municipal stormwater runoff. Non-point sources include more diffuse overland discharges to waters, such as runoff from agricultural fields, developed lands and back roads, and from stream erosion due to channelization and increased runoff from developed lands.

The 2002 Lake Champlain Phosphorus TMDL was developed and submitted jointly by the States of Vermont and New York to the U.S. Environmental Protection Agency in 2002, following an extensive public participation process in each state. The TMDL built upon a sequence of studies, plans, and agreements completed during the preceding twelve years. A subsequent water quality agreement between Vermont and Quebec was signed in 2002 to define phosphorus load reduction targets and responsibilities for the shared Missisquoi Bay portion of the lake.

The 2002 TMDL included a Vermont-specific implementation plan describing a suite of action items and attendant funding needs to reduce the phosphorus load delivered annually to Lake Champlain. The 2002 implementation plan, as amended in 2010, served as a basis for the efforts of ANR and AAFM by guiding annual funding requests, staffing levels, and program priorities for the past twelve years. Despite these numerous efforts, and in response to a lawsuit filed in federal court by Conservation Law Foundation, EPA reconsidered its previous approval of the 2002 TMDL, and disapproved the Vermont portion of the TMDL in January 2011. One of the bases for this disapproval was EPA’s finding that Vermont had not provided sufficient “reasonable assurances” that reductions in nonpoint sources of phosphorus would be attained. Under federal law, upon such disapproval, EPA is required to establish a new TMDL to meet water quality standards. EPA initiated the process for developing a new TMDL in 2011 in cooperation with the State of Vermont. The New York portion of the 2002 TMDL remains in effect.

In order to ensure efficient and cost-effective implementation of a TMDL, responsible agencies develop an implementation plan. A TMDL implementation plan identifies a suite of measures that will be taken to reduce pollution levels in order to reach the “pollution budget” for both point and non-point sources specified in the TMDL. Conceptually, the TMDL process of establishing a pollution budget is straightforward – uncertainty, however, makes writing a single, detailed, long-term plan that charts a specific course to water quality extremely challenging. Relevant processes and stressors within a watershed are not always fully understood, and the effectiveness of recommended control measures is often highly variable. In order to continue to make progress in reducing pollution and improving water quality, while at the same time minimizing the potential for costly errors, adaptive implementation is essential. The ability to revisit, reevaluate, and modify the implementation plan is fundamental, applying what has been

learned from past watershed-based actions and producing improvements in the landscape and water quality in as efficient and effective a manner as possible. The benefits of this approach include:

- Providing a measure of quality control, given the uncertainty that exists;
- Helping to ensure the most cost effective practices are implemented as soon as possible; and
- Allowing for the routine reevaluation of the adequacy of implementation efforts in achieving the necessary TMDL reductions and water quality standards.

The Lake's 2002 TMDL implementation plan, as amended in 2010, has guided program priorities and annual funding requests and served as the framework for both ANR and AAFM in controlling phosphorus. As a result, numerous water quality programs in ANR and AAFM that existed prior to the TMDL have been substantially expanded and enhanced, and a number of new efforts have begun. These programs work to reduce the phosphorus load delivered to the state's waters from sources such as wastewater discharges, barnyards, agricultural fields, unstable river channels, urban centers, residential areas, construction sites, back roads, and other areas.

The Phase 1 and Phase 2 Plans requested by EPA in its January 17, 2014 letter will build upon the 2002 and 2010 implementation plans and help to further refine and direct efforts and monies spent to reduce phosphorus contributions to Lake Champlain. As described in more detail in Chapters 4 and 5, the Phase 2 basin-specific implementation plans will feed into a tactical basin planning process, which will identify the highest priority projects for each basin and ensure that available funding is prioritized and targeted toward those projects.

C. VERMONT'S TMDL IMPLEMENTATION EFFORTS TO DATE

Since 2002, ANR, AAFM and VTrans, in cooperation with federal, state, and local partners, have made significant progress in implementing practices and programs to reduce phosphorus inputs to the Lake. Examples of Vermont water resource protection programs that have been developed or greatly enhanced over the past decade include:

- Stormwater Management Program (ANR);
- Green Infrastructure/Low Impact Development Program (ANR);
- Vermont Better Back Roads Program (VTrans/ANR);
- River Management Program (ANR);
- Lake Shoreland Program (ANR);
- Wetlands Program (ANR); and
- Agricultural Resource Management Division (AAFM).

Examples of water quality implementation projects that have received federal/state funding to reduce phosphorus pollution in the Lake include:

- Stormwater runoff mitigation projects;
- River channel, lake shoreland stability projects;
- Road infrastructure stability/runoff mitigation projects;
- Agricultural runoff mitigation projects; and,
- River corridor and wetland easement acquisition.

The original Center for Clean and Clear was established in 2007 to enhance Vermont's commitment to improve water quality in Lake Champlain. That Program brought together resources dedicated to improving water quality that were previously spread among many state programs. In 2011, the former Center was restructured to become the Vermont Department of Environmental Conservation (DEC) Watershed Management Division (WSMD) Ecosystem Restoration Program (ERP). This Program guides the award of state and federal water quality grants and contracts to address high priority water quality needs. Grant and contract recipients include municipalities, watershed organizations, lake associations, conservation districts, and regional planning commissions – important partners in the effort to safeguard the rivers, lakes, ponds, and wetlands of the State.

ERP CAPITAL GRANTS

Since 2002, ERP and its predecessor have provided capital funds to support construction grants for projects that accelerate the reduction of sediment and nutrient pollution, including phosphorus, from uncontrolled runoff into the State's surface waters. Typical project budgets range from \$5,000 to \$75,000.

ERP directs capital funds toward implementation of priority projects identified in the WSMD Monitoring, Assessment and Planning Program's (MAPP) tactical basin planning process. That process involves the development of plans that assess water quality throughout a basin and identify and prioritize actions to improve water quality. Throughout the process of tactical basin plan development, partner organizations are encouraged to participate in identifying the highest priority projects for state funded support. As a component of the tactical planning process,

watershed coordinators serve as facilitators in the development of ERP grant applications. Projects that are specifically identified in Tactical Plans, and associated river corridor, stormwater master plans and other relevant assessment plans, receive higher scoring in the grant application review process.

ERP recently submitted its Annual Report 2013 to the Vermont Legislature. (http://www.watershedmanagement.vt.gov/erp/docs/erp_2013annualreport.pdf). The table and figure from the Report shown below (illustrate the types of projects that are funded annually by ERP, which include projects in the Lake Champlain basin that result in reductions in phosphorus pollution. In total, fifty-four grants and contracts, totaling \$2.3 million of State Fiscal Year (SFY) 2013 funds were awarded to municipalities, watershed organizations, natural resources conversation districts, regional planning commissions, and university programs to improve water quality.

These SFY 2013 dollars and projects represent a small fraction of the projects and dollars spent over the past twelve years in reducing phosphorus contributions to the Lake and improving water quality statewide. Table 3 shows both program administration costs and implementation project costs funding by the former Clean and Clear Program and the ERP Program. Figure 5 and Table 4 show the percent of ERP funds spent in the Lake Champlain basin from SFY 2006-2013

TABLE 2 - PROJECTS AND DOLLARS AWARDED BY EACH MAJOR VERMONT WATERSHED, SFY13 FUNDS

River Basin number and name	Number of Projects	Total SFY13 Amount
(01) Batten Kill-Walloomsac-Hoosic	0	\$0
(02) Poultney-Mettawee	0	\$0
(03) Otter, Little Otter, Lewis Creek	9	\$422,337
(04) Southern Lake Champlain	1	\$7,000
(05) Northern Lake Champlain	5	\$235,000
(06) Missisquoi	2	\$79,873
(07) Lamoille	6	\$173,404
(08) Winooski	12	\$407,820
(09) White	1	\$75,000
(10) Ottauquechee-Black	4	\$177,469
(11) West-Williams-Saxtons	2	\$91,020
(12) Deerfield	1	\$25,320
(13) Lower Connecticut	0	\$0
(14) Stevens-Wells-Waits-Ompompanoosuc	1	\$85,400
(15) Passumpsic	2	\$82,500
(17) Lake Memphremagog	2	\$89,163
Multiple Basins ¹	6	\$430,298
TOTAL for SFY13	54	\$2,381,604

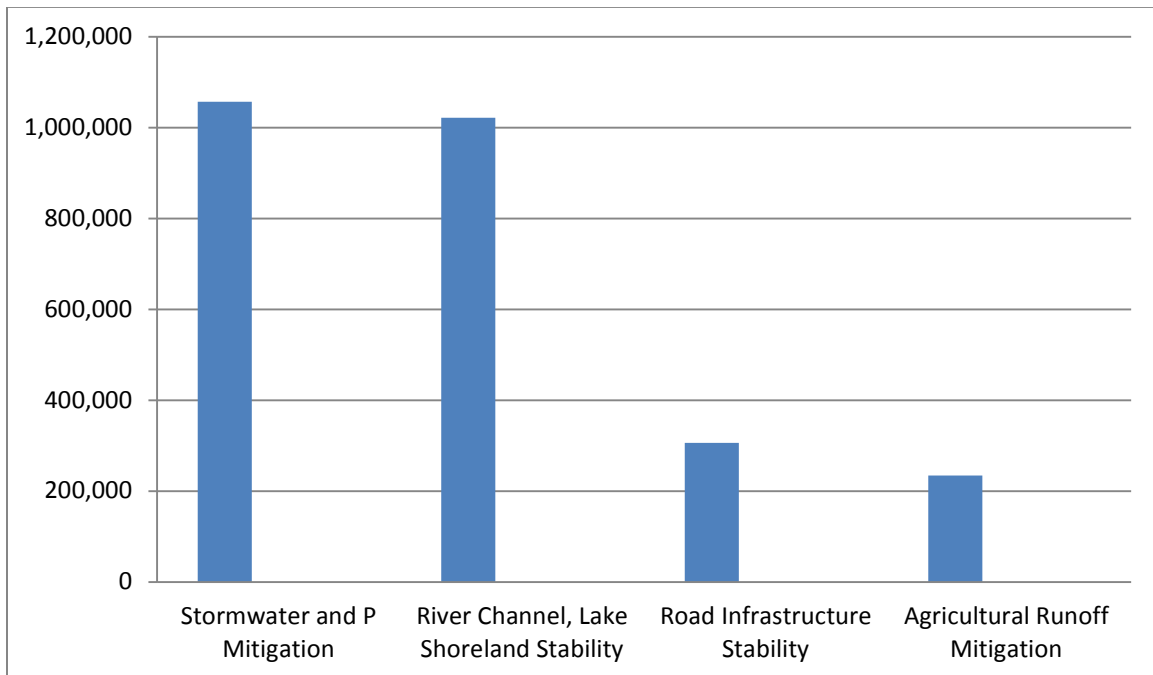


FIGURE 4 - NUMBER OF AGGREGATE SFY13 DOLLARS SPENT BY BROAD PROJECT TYPE

TABLE 3 - ECOSYSTEM RESTORATION: AGENCIES OF AGRICULTURE, TRANSPORTATION, NATURAL RESOURCES

	SFY05	SFY06	SFY07	SFY08	SFY09
	Total	Total	Total	Total	Total
AGENCY OF AGRICULTURE, FOOD & MARKETS					
Agricultural Best Management Practices	\$900,000	\$1,800,000	\$1,800,000	\$1,800,000	\$1,800,000
Conservation Reserve Enhancement Program	\$750,000	\$133,500	\$133,500	\$150,000	\$650,000
Nutrient Management Planning (ICM)	\$300,000	\$500,000	\$750,000	\$725,000	\$493,700
Natural Resources Conservation Districts	\$100,000	\$200,000	\$200,000	\$270,000	\$190,000
Environmental Farm Water Quality Reg.	\$150,000	\$133,500	\$133,500	\$150,000	\$150,000
Water Quality Engineering		\$315,000	\$65,000	\$75,000	\$75,000
Farm Agronomic Practices Cost-share		\$0	\$25,000	\$25,000	\$70,000
Subtotal	\$2,200,000	\$3,082,000	\$3,107,000	\$3,195,000	\$3,428,700
AGENCY OF TRANSPORTATION					
Vermont Better Back Roads (Federal Funds make up approximately 50% of funds up to FY2013)	\$254,333	\$362,700	\$362,700	\$523,581	\$523,581
AGENCY OF NATURAL RESOURCES					
Vermont League of Cities and Towns Municipal Technical Assistance	\$75,000	\$96,000	\$96,000	\$96,000	\$64,000
Monitoring, Research, Special Projects	\$55,000	\$30,000	\$105,000	\$125,000	\$125,000
Ecosystem Restoration	\$1,356,225	\$1,851,000	\$1,931,500	\$1,881,500	\$1,863,090
Subtotal	\$1,486,225	\$1,977,000	\$2,132,500	\$2,102,500	\$2,052,090
TOTAL	\$3,940,558	\$5,421,700	\$5,602,200	\$5,821,081	\$6,004,371

**CONTINUED: ECOSYSTEM RESTORATION: AGENCIES OF AGRICULTURE,
TRANSPORTATION, NATURAL RESOURCES**

	SFY10	SFY11	SFY12	SFY13	SFY14	SFY15
	Total	Total	Total	Total	Total	Total
AGENCY OF AGRICULTURE, FOOD & MARKETS						
Agricultural Best Management Practices	\$1,600,000	\$1,500,000	\$1,250,000	\$1,200,000	\$0	\$1,000,000
Conservation Reserve Enhancement Program	\$325,000	\$316,731	\$160,964	\$160,964	\$177,117	\$402,132
Nutrient Management Planning (ICM)	\$445,952	\$150,000	\$150,000	\$150,000	\$150,000	\$150,000
Natural Resources Conservation Districts	\$190,000	\$190,000	\$220,000	\$302,000	\$112,000	\$155,500
Environmental Farm Water Quality Reg.	\$150,000	\$141,731	\$214,218	\$214,218	\$239,737	\$357,866
Water Quality Engineering	\$75,000	\$70,865	\$20,601	\$20,601	\$57,520	\$34,808
Farm Agronomic Practices Cost-share	\$95,000	\$366,674	\$366,674	\$366,674	\$381,674	\$381,674
Subtotal	\$2,880,952	\$2,736,001	\$2,382,457	\$2,414,456	\$1,118,048	\$2,481,980
AGENCY OF TRANSPORTATION						
Vermont Better Back Roads (Federal Funds make up approximately 50% of funds up to FY2013)	\$522,998	\$522,998	\$522,998	\$522,998	\$440,000	\$440,000
AGENCY OF NATURAL RESOURCES						
Vermont League of Cities and Towns Municipal Technical Assistance	\$64,000	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Monitoring, Research, Special Projects	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000	\$175,000
Ecosystem Restoration	\$2,230,340	\$2,432,840	\$2,842,840	\$2,842,840	\$2,592,840	\$2,916,572
Subtotal	\$2,469,340	\$2,657,840	\$3,067,840	\$3,067,840	\$2,817,840	\$3,141,572
TOTAL	\$5,873,290	\$5,916,839	\$5,973,295	\$6,005,294	\$4,375,888	\$6,063,552

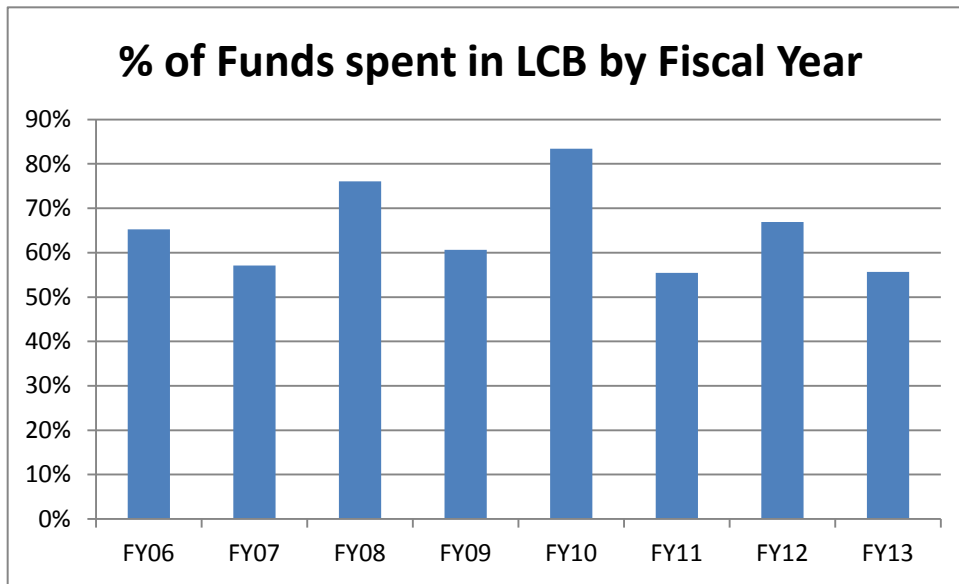


FIGURE 5 - PROGRAM ADMINISTRATION COSTS AND IMPLEMENTATION PROJECT COSTS (SFY 5-15)

TABLE 4 - ECOSYSTEM RESTORATION GRANTS SPENT IN LAKE CHAMPLAIN BY BASIN BY FISCAL YEAR

Fiscal Year	Number of Grants	Total Amount	% of Total Amount
FY06	59	\$1,599,031	65%
FY07	27	\$1,157,397	57%
FY08	27	\$800,849	76%
FY09	41	\$913,340	61%
FY10	37	\$1,020,362	83%
FY11	34	\$1,051,743	55%
FY12	37	\$1,571,969	67%
FY13	35	\$1,325,434	56%
Grand Total	297	\$9,440,124	63%

SECTION 319 FUNDING

In addition to the dedicated capital construction funds described above, ERP also manages federal Clean Water Act “Section 319” grants. The federal Section 319 program is a national program which provides funds for the abatement of nonpoint sources of water pollution. Section 319 projects generally fall into two categories, either outreach, planning and assessment projects or implementation projects. Table 5 lists Section 319 funded projects for Federal Fiscal Year (FFY) 2006-13 within the Lake Champlain basin.

TABLE 5 - SECTION 319 FUNDED NONPOINT SOURCE PROJECTS IN THE LAKE CHAMPLAIN BASIN

Project Name	Grantee	Grant Amount	Type of Project
*** FFY2006 ***			
Backroads sediment control demonstration grants	No. VT RC&D	\$18,000	I
Sucker Brook avulsion restoration project - construction	Town of Williston	\$42,419	I
Wilkins Ravine stormwater mitigation project	Town of Morristown	\$25,950	I
Vermont Pasture Network: grazing for clean water (phase 3)	UVM-CSA	\$39,212	O
Castleton & Hubbardton River watershed restoration project: implementation of high priority recommendations	P-M NRCD	\$23,000	I
Trees for Streams expansion in Lamoille River watershed (YR 2)	Lamoille NRCD	\$10,000	I
Not as Easy as Rye: Alternative strategies to increase cover cropping in Vermont	UVM-EXT	\$32,112	I
Gully stabilization & hydrologic restoration for sediment reduction in Allen Brook	Winooski NRCD	\$45,000	I
Reducing stormwater impacts on heavily developed areas: demonstrating rain gardens throughout the City of Winooski	UVM Sea Grant	\$15,000	I/O
Youth-based watershed restoration	VYCC	\$25,000	I

*** FFY2007 ***			
Logging skidder bridge loan & education pilot program	No. VT RC&D	\$40,000	I/O
Storm sewer mapping & illicit discharges detection (phase 1)	City of St Albans	\$17,145	O
Grazing for clean water-management intensive grazing (YR 4)	UVM-CSA	\$30,000	O
Farmer driven approach to increase adoption of nutrient management practices to improve water quality	UVM-EXT	\$25,089	O
Using low impact development strategies in the St Albans area to educate residential, commercial & municipal landowners on lot-level stormwater management	UVM Sea Grant	\$13,765	I/O
Rock River & Saxe Brook sediment abatement demonstration program	Friends of Missisquoi Bay (FMB)	\$40,000	I
Allen Brook watershed restoration & stormwater mitigation	Winooski NRC	\$49,135	I
Youth-based watershed restoration	VYCC	\$30,000	I
*** FFY2008 ***			
Detecting & eliminating illicit discharges to waters impaired by indicator bacteria in central VT	Friends of the Winooski River	\$31,257	O
Youth based watershed restoration program	VYCC	\$40,000	I
Implement Lake Carmi phosphorus reduction plan	Franklin Watershed Committee	\$49,100	I
Safe roads & clean water in Goshen	Town of Goshen	\$35,118	I
West Shore Road lakeshore stabilization	Town of Isle LaMotte	\$37,320	I
Rock River/Saxe Brook sediment abatement demonstration/technical assistance program (YR 2)	FMB	\$20,000	I
Missisquoi NPS reduction fieldwork	MRBA	\$18,900	I

*** FFY2009 ***			
Farmer to farmer education: facilitated discussion groups & on-farm workshops to improve pasture management & water quality	UVM-CSA	\$30,832	O
Youth based watershed restoration program	VYCC	\$35,000	I
Rock River/Saxe Brook sediment abatement plus Mill River/Jewett/Rugg/Stevens Brooks	FMB	\$45,000	I
Allen Brook stream buffer & fish habitat restoration project	Town of Williston	\$7,650	I
Trees for Streams	Lamoille NRCD	\$12,700	I
Tri-district cover cropping program	Winooski NRCD	\$25,000	I
A comprehensive approach to addressing agricultural & urban NPS in the Mettowee River watershed	P-M NRCD	\$12,900	I
Phosphorus, E.Coli, & suspended solids reduction from agricultural drainage tile via steel slag filtration	UVM-P+SS	\$20,000	O
Implement Lake Carmi P reduction plan (YR 2)	FWC	\$45,000	I
*** FFY2010 ***			
Reducing WQ impacts from rural town roads: workshop series & implementation	NRPC	\$27,900	I/O
Simple phosphorus mitigation projects for small farms	VACD	\$31,454	I
Urban tree canopy projects	City of St Albans & Burlington	\$31,193	I
Trees for Lamoille River drainage streams	Lamoille NRCD	\$10,000	I
Sediment abatement in Rock River/Saxe Brook & St Albans Bay tributaries	FMB	\$42,500	I
Tri-district conservation tillage demonstration program	Winooski NRCD	\$25,000	I
Implement Lake Carmi phosphorus reduction plan (YR 3)	FWC	\$25,000	I

*** FFY2011 ***			
Implementation of the Lake Carmi phosphorus reduction plan (YR 4)	FWC	\$35,000	I
Grazing education for farmers: innovations & classic practices	UVM-CSA	\$31,000	O
Stormwater disconnection in the City of Rutland	Rutland NRCD	\$12,000	I/O
Trees for Streams–expansion	Lamoille NRCD	\$10,800	I
Accelerating adoption of conservation tillage in the northern Lake Champlain basin	UVM-EXT	\$38,741	I
Effectiveness of low-cost/low-tech practices for stormwater in Englesby Brook watershed	Winooski NRCD	\$27,993	I
Reducing WQ impacts from our local roads: workshop series & implementation (YR 2)	Northwest RPC	\$27,200	O
Simple phosphorus mitigation projects for small farms (YR 2)	VACD	\$12,463	I
Phosphorus/sediment reduction in Rock/Saxe (YR 5) & St Albans Bay watershed (YR 3)	Friends of No. Lake Champlain	\$35,321	I
*** FFY2012 & 2013 ***			
No NPS projects undertaken as DEC did not make available 319 grant funding due to federal budget cuts to this program	n/a	n/a	n/a

Key, Type of Project:

(I): implementation to address nonpoint source pollution problem

(O): Other nonpoint source effort (e.g. outreach, assessment, inventory or planning)

SECTION 604B FUNDING

ERP also manages the State's Clean Water Act Section 604(b) water quality planning grants. ERP makes available approximately \$40,000 annually to regional planning commissions for water quality planning purposes. In 2012, ERP established a process to guide the use of those funds to support planning needs as part of tactical basin plan development. Each year, the grant application identifies eligible planning-related activities to support the three general phases of tactical basin plan development: (a) monitoring and assessment, (b) plan development, and (c) implementation. ERP will continue to link 604(b) grants with tactical basin planning to support a greater targeting of available funds to address priority water quality needs. Appendix D provides a summary of the projects that received 604b grants for FFY 2013.

WATERSHED GRANT FUND (CONSERVATION LICENSE PLATES)

The Vermont Fish and Wildlife Department (FWD) manages the Watershed Grant Fund that is supported by the sale of Vermont's conservation license plates (conservation plate sales also support the FWD's Nongame Wildlife Fund). The Watershed Grant Fund provides small grants (under \$15,000) to towns, local groups, and regional organizations to implement watershed projects.

CHAPTER 2 - STATUS OF EPA'S DEVELOPMENT OF PHOSPHORUS ALLOCATIONS

The process of developing a new Lake Champlain Phosphorus TMDL for Vermont began when EPA issued its January 24, 2011 disapproval letter for the Vermont portion of the 2002 TMDL in response to a lawsuit filed by Conservation Law Foundation. In reaching its decision, EPA concluded that two legally contested elements of the TMDL were not consistent with federal regulation and guidance. The two reasons cited by EPA for its disapproval were that the TMDL did not provide an: (1) adequate margin of safety and (2) sufficient reasonable assurances that the necessary nonpoint source load reductions would be achieved.

In addition to addressing these legal inadequacies in the TMDL, EPA determined that, once reopened, all aspects of the Vermont TMDL should be reviewed and updated in light of new data, research, and policy considerations. Consequently, EPA has invested significant time and resources in developing new lake and watershed models for Lake Champlain for use in setting new total loading capacities, developing new wasteload and load allocations, evaluating phosphorus load reductions possible from watershed management practices, and considering climate change impacts.

The lake modeling analyses developed by EPA are still ongoing, but EPA presented preliminary results at a series of public meetings in Vermont in December 2013. Tributary monitoring data used for the lake model indicated that the current (2001-2010 average) phosphorus load to Lake Champlain from Vermont is 533 metric tons per year (mt/yr), distributed among the various lake segment watersheds as shown in Table 6.

Application of the lake model suggests that the total loading capacity from Vermont is about 343 mt/yr. A net lakewide load reduction of 199 mt/yr is needed from Vermont sources, representing an overall 39% reduction when a 5% margin of safety is provided. However, in order to achieve water quality standards throughout the entire lake, the individual Vermont lake segment total loading capacities must be achieved in each case. The twelve Vermont lake segment watershed loading targets shown in Table 6 are preliminary and specific to the management scenario simulated in this example. The individual lake segment load reduction amounts will vary depending on the wastewater treatment facility plant discharge policy and other allocation decisions ultimately chosen by EPA.

The percent load reductions required in this lake model example range between 26-66% among the lake segment watersheds, with the exception of Burlington Bay where loads are dominated by a single wastewater treatment facility discharge. In order to assess the potential load reductions obtainable from an enhanced set of watershed management practices, EPA applied a Lake Champlain Scenario Tool (Scenario Tool). The results of this analysis indicated that the percent load reductions achievable from the practices simulated were sufficient to achieve the example TMDL targets in Table 6 in all lake segments except South Lake B and Missisquoi Bay. Additional efforts will be required in those lake segments.

EPA has not yet determined the final wasteload allocation for point sources and load allocation for nonpoint sources for the TMDL and is still engaged in lake and watershed modelling. However, the preliminary results illustrated in Table 6 demonstrate that achieving the necessary load reductions for nonpoint sources is essential to restoring the Lake and that it will present an enormous management challenge. This Phase 1 Plan has been developed with an understanding of the magnitude of the effort needed. Once the basin-specific wasteload and load allocations are finalized by EPA, Vermont will issue Phase 2 basin-specific plans that will further refine Vermont's policy commitments and implementation strategy for all contributing sectors in each lake segment.

TABLE 6 - PHOSPHORUS LOAD REDUCTIONS REQUIRED IN VERMONT LAKE SEGMENT WATERSHEDS (EPA PRELIMINARY RESULTS, DECEMBER 2013) COMPARED WITH REDUCTIONS ACHIEVABLE FROM AN EXAMPLE SCENARIO INVOLVING ENHANCED BEST MANAGEMENT PRACTICE (BMP) IMPLEMENTATION AND WASTEWATER DISCHARGES AT THEIR 2001-2010 AVERAGE LEVELS.

Lake Segment	Current Vermont Load (mt/yr)	Total Loading Capacity (mt/yr)	Net Load Reduction Required (mt/yr)	Percent Reduction Required with 5% Margin of Safety	Percent Reduction Achievable from a BMP Scenario
1. South Lake B	41.2	23.9	17.3	45%	35%
2. South Lake A	3.7	2.1	1.5	45%	58%
3. Port Henry	2.8	2.1	0.7	28%	72%
4. Otter Creek	137.1	105.5	31.6	27%	37%
5. Main Lake	143.9	104.4	39.6	31%	32%
6. Shelburne Bay	9.0	6.5	2.5	31%	38%
7. Burlington Bay	3.0	2.9	0.1	6%	9%
9. Malletts Bay	53.6	41.7	11.9	26%	38%
10. Northeast Arm	1.2	1.0	0.3	27%	44%
11. St. Albans Bay	9.3	5.4	4.0	45%	55%
12. Missisquoi Bay	124.7	44.3	80.4	66%	40%
13. Isle LaMotte	3.5	2.7	0.8	27%	57%
TOTAL	533	343	190	39%	

CHAPTER 3 - STRATEGY TO ADDRESS POINT SOURCE POLLUTION

A. INTRODUCTION

As provided by the federal Clean Water Act, a TMDL is a “pollution budget” that describes the amount of pollution a water body can tolerate and still maintain water quality standards. In order to provide reasonable assurances that nonpoint sources will be adequately controlled during TMDL implementation, one must know which phosphorus sources are considered nonpoint sources and which are not. This issue is not always straightforward during TMDL development and EPA has not yet made a final decision for the Lake TMDL. Therefore, for purposes of this Plan, Vermont has made certain assumptions as to which sources are point sources and which are nonpoint sources. The nonpoint sources are subject to reasonable assurances and are addressed in Vermont’s policy commitments in Chapter 5. The point source assumptions are discussed below.

In many TMDLs, EPA considers point source discharges to include all discharges that require permits under the National Pollutant Discharge and Elimination System (NPDES). All other discharges are considered nonpoint sources subject to the reasonable assurances requirement. In some cases, however, EPA will decide to include certain NPDES permitted discharges in the load allocation portion of the TMDL. Since EPA has not yet made this decision for the Lake TMDL, Vermont is assuming that the following NPDES permitted discharges will be subject to the wasteload allocation in the new TMDL and are not subject to reasonable assurances:

- Wastewater treatment discharges subject to NPDES permits;
- Urban stormwater runoff discharges subject to the MS4 NPDES permit;
- Construction site discharges subject to NPDES stormwater permits;
- Industrial stormwater discharges subject to the NPDES “multi-sector” permit;
- Discharges subject to NPDES permits issued pursuant to the federal Clean Water Act’s “residual designation authority” provision; and
- Stormwater discharges from farms covered by a NPDES CAFO permit.

Since the regulatory programs that cover these sources are part of TMDL implementation planning, this Chapter includes a brief discussion of each program.

B. WASTEWATER TREATMENT FACILITIES (WWTFs)

This Plan does not allocate any additional phosphorus reductions to wastewater treatment plants in the Lake Champlain basin. The load associated with these plants is small, approximately three percent of the total load from Vermont. Further, Vermont's communities and businesses have made substantial progress in reducing phosphorus from these plants over the past four decades and it is increasingly difficult to justify further investments in reducing phosphorus from these sources given the relatively high cost of installing additional phosphorus removal. With optimization of operations to maximize phosphorus removal, these plants should remain a minor source of phosphorus pollution for many years to come without any major new capital investments.

We recognize that for EPA to justify approving a TMDL that does not allocate any additional load reduction to wastewater treatment plants, the State must demonstrate that it will reduce phosphorus loads from other sources sufficient for Lake Champlain to meet water quality standards. This Plan includes a broad array of actions sufficient to meet the "reasonable assurances" standard that EPA must apply under the Clean Water Act.

The EPA indicated in a May 8, 2014 letter that it is highly unlikely that the final TMDL would allocate no reductions to wastewater treatment plants in any of the lake segments. If the EPA determines that additional reductions in permitted wastewater loads are required for the TMDL, then the following considerations should apply.

- Any further reductions in wastewater allocations should be targeted only to facilities in those lake segment watersheds where the currently permitted wastewater load represents a higher proportion of the total phosphorus load from all Vermont sources, and where wastewater upgrades would meaningfully reduce the phosphorus reduction burden placed on non-wastewater sources.
- TMDL-based discharge permit limits should be defined as annual average phosphorus loading rates, rather than as concentration limits, in order to allow operational flexibility in attaining the limits.
- New permit requirements should be implemented through compliance schedules that allow sufficient time for planning, budgeting, and engineering, and that take advantage of cost-efficient opportunities to couple phosphorus upgrades with other planned facility construction projects.
- Other forms of flexibility should be available to achieve the wasteload allocations in an optimally cost-effective manner. For example, trades between wastewater treatment facilities within the same lake segment watershed should be allowed, subject to approval by DEC in the discharge permits for those facilities, provided that the aggregate wasteload allocation for that lake segment is not exceeded. Integrated watershed plans and permits that optimally balance phosphorus reduction requirements for wastewater and stormwater discharges in order to achieve the overall wasteload allocation for the watershed should also be possible for urbanized areas, consistent with EPA guidance.

Upon approval of the TMDL, the DEC Wastewater Management Program will begin reissuing National Pollutant Discharge Elimination System (NPDES) permits for the 59 direct discharge facilities in the Lake Champlain watershed on a five year rotation. Each permit will be developed

and issued in synchronization with the DEC Monitoring, Assessment, and Planning Program (MAPP) tactical basin planning cycle. This will ensure that permits are developed using the most up-to-date monitoring and scientific information available.

C. URBAN STORMWATER - MS4S

There are currently 12 communities and 3 non-traditional entities designated as “municipal separate storm sewer systems” (MS4s) in the entire basin that drains to the Lake. Under the MS4 permitting program, permittees must develop a stormwater management program that includes six Minimum Control Measures (MCMs) designed to reduce the potential for pollutants to enter the MS4 system and discharge to surface waters. The MCMs include public education and outreach, public participation/involvement, illicit discharge detection and elimination, construction site runoff control, post-construction runoff control, and pollution prevention/good housekeeping. The regulated MS4s submit annual reports detailing their progress on MCM implementation.

In addition, 14 of the 15 regulated MS4s discharge to stormwater impaired waters and are required to develop Flow Restoration Plans to implement the stormwater TMDLs. The extensive deployment of stormwater-management infrastructure associated with this requirement will contribute substantially to phosphorus reduction in Lake Champlain. Further, regulated MS4 municipalities are required to track phosphorus reductions associated with the deployment of BMPs.

D. NPDES CONSTRUCTION STORMWATER DISCHARGES

The construction stormwater permit program addresses stormwater runoff from earth disturbance activity of one or more acres of land, and is a requirement of the federal Clean Water Act. In general, compliance with the construction stormwater permit requires the development of an erosion prevention and sediment control plan. The goal of the plan is to minimize the erosion of disturbed land and to minimize or eliminate the discharge of sediment (which carries phosphorus) to waters of the State through the implementation of appropriate erosion prevention and sediment control measures. There are currently approximately 800 active state construction stormwater permits.

E. STORMWATER DISCHARGES ASSOCIATED WITH INDUSTRIAL ACTIVITIES

The Multi-Sector General Permit (MSGP) 3-9003 addresses stormwater runoff associated with industrial facilities. A facility must obtain coverage under the MSGP if it falls within a Standard Industrial Classification (SIC) code listed in Table D-1 of the permit. All regulated activities are required to implement BMPs such as good housekeeping, erosion prevention, and minimizing

exposure; all of which serve to reduce potential pollutant discharges. Facilities manufacturing agricultural chemicals are required to monitor specifically for phosphorus in their stormwater discharges. If monitoring results are above the level set in the permit, the facilities must modify their plans to reduce the phosphorus discharge.

F. RESIDUAL DESIGNATION AUTHORITY DISCHARGES

In 2009, the Department issued a NPDES general permit for stormwater “residually designated discharges” pursuant to the authority of the federal Clean Water Act. The RDA General Permit 3-9030 covered certain designated discharges not covered by the MS4 permit in five of the urban stormwater-impaired streams in Chittenden County. Properties were designated if their impervious surface discharged directly to a stormwater impaired stream. Designated properties were divided into three categories. Fifty-three properties without a previously issued state stormwater permit and less than one acre of impervious surface were directed to implement the Small Sites Guide which includes good housekeeping and low impact design practices. Five properties without a previously issued state stormwater permit and more than one acre of impervious had to complete a site assessment, gathering information on current site conditions to be used in the development of the flow restoration plans (FRPs). Twenty sites with previously issued state stormwater permits were required to conduct an Engineering Feasibility Analysis (EFA) to upgrade their existing stormwater treatment practices. The EFA directs property owners to infiltrate or detain the 1-year design storm, which will provide phosphorus reductions as well as benefiting flows. DEC plans on expanding the RDA permit to the remaining urban stormwater impaired waters in the near future in order to assist in the implementation of the TMDL for Lake Champlain.

G. CONCENTRATED ANIMAL FEEDING OPERATION (CAFO) DISCHARGES

The Vermont statewide CAFO general permit was issued in June 2013. While the permit is not phosphorus-specific, any farm that discharges pollutants to a surface water body can be required to obtain a permit. The CAFO general permit is for medium farms, but an individual permit can be required for a small or large farm.

The CAFO permit requires farms to properly design, construct, operate, and maintain production areas to control waste and to develop and implement a nutrient management plan, which is available to the public. The permit prohibits a discharge of manure, litter, or wastewater, except when direct precipitation equivalent to or greater than a 25-year, 24-hour storm event causes a discharge.

CHAPTER 4 - CURRENT PROGRAM CAPACITY TO ADDRESS NONPOINT SOURCES

A. INTRODUCTION

Controlling nonpoint source pollution is the key element in reducing phosphorus loads to the Lake and meeting water quality standards. The control of nonpoint source pollution presents a major challenge both in the Lake Champlain basin and nationwide. This is due to the diffuse nature of nonpoint source contributions, which originate from runoff from buildings and parking lots, farm fields, forests, back roads, and stream erosion. These sources are difficult to identify, quantify and control.

In working to control phosphorus pollution, Vermont has invested heavily in programs to enhance the natural stability of streams and rivers, improve management of Vermont's network of parking lots and roads, protect and restore wetlands, limit polluted runoff from construction sites, implement soil-based conservation practices such as cover cropping, and provide technical and financial assistance to farmers to prevent discharges from barnyards and fields. Despite the magnitude of these efforts, further reductions are needed.

In response to EPA's request for further action, ANR, AAFM, and other state and local partners have spent considerable time evaluating existing state and local "program capacity" to control phosphorus. "Program capacity" is the current legal, regulatory, programmatic, financial, staffing and technical capacity available to meet the TMDL target goals. This evaluation, which included significant stakeholder and public input, was necessary to ensure that future efforts are focused on the highest priority sources in the most cost-effective manner possible. This evaluation also served to identify enhancements needed in existing programs and new programs needed to protect the Lake.

The major categories of policy tools used to implement the TMDL include:

- Regulatory requirements: providing specific legally required steps that must be taken to control pollution and reduce impacts, including permitting programs;
- Financial incentives: linking funding eligibility to specific actions or using subsidies to control pollution and reduce impacts;
- Technical assistance: sharing technical information with state, local and private partners regarding the water quality impacts of their current or planned actions, and suggesting techniques to reduce impacts;
- Monitoring, Assessment and Planning: monitoring and assessing the status of surface waters to ensure that implementation efforts are planned, targeted and funded to ensure the best use of available monies with the highest rate of success.
- Funding: targeting funding efforts geographically, and setting priorities for which practices should be implemented first in order to achieve the greatest benefit at the lowest cost.

- Education and outreach: sharing information with stakeholders and the general public in order to create a broad-based understanding of nonpoint source pollution and to foster needed behavior changes.

ANR currently administers a combination of these tools as the foundation upon which TMDL implementation is built. In addition, ANR coordinates with AAFM to ensure regulatory, and technical and financial assistance programs are available to the agricultural community, and with VTrans to ensure water quality controls are provided in road construction and maintenance activities. ANR, AAFM and VTrans also work closely with federal, state and local partners to promote regulatory and voluntary programs to ensure implementation, and to seek necessary funding.

This Chapter describes the most significant existing policy tools to reduce the major sectors of nonpoint pollution -- developed lands and roadways; agriculture, forests, wetland alterations, and stream erosion. The WSMD's Vermont Surface Water Management Strategy describes in much greater detail the full range of current programs for reducing both point and nonpoint sources of surface water pollution in Vermont. The Strategy is available on-line at <http://www.watershedmanagement.vt.gov/swms.html>.

B. DEVELOPED LANDS - STORMWATER

Developed land involves the construction of buildings, roads, parking areas and other impervious surfaces that reduce the infiltration of stormwater and speed the delivery and quantity of runoff into surface waters. The vast majority of existing developed land is not regulated under federal/state stormwater permits, does not manage or treat stormwater, and yet is responsible for significant water quality impacts.

Based on the modeling efforts to date, phosphorus loading from developed areas comprises approximately 13.8% of the total phosphorus contribution to the Lake. When compared to the agricultural sector land use, developed lands contribute a relatively minor portion of phosphorus loading. However, on an acre-for-acre basis, developed land areas generate a disproportionate share of the phosphorus load to the Lake. Hence, numerous statewide and targeted management programs are in place for nonpoint source runoff from developed lands as described below.

OPERATIONAL STORMWATER PERMITS

DEC's Stormwater Program issues separate permits for runoff from impervious surfaces, construction sites and industrial facilities. All new projects, redevelopment projects and expansion projects are evaluated to determine whether coverage under a state stormwater permit and/or a construction permit is needed in order to comply with state law and the federal Clean Water Act. Also, if a new project is industrial in nature or is an existing industrial facility, then it may also need to seek coverage under a Multi-Sector General Permit. Many projects require both a state stormwater permit and a construction permit; some projects may require all three permits.

DEC has issued operational permits under state authority since the late 1970s, with the scope of the permit program expanding substantially over time. Program technical standards were updated in 1980, 1987, 1997, and 2002. The jurisdictional threshold has also been revised over time, and since 2005 it has been set at one acre of impervious cover. Projects requiring permit coverage must design a management system in compliance with the Vermont Stormwater Management Manual (VSMM) standards developed by the Center for Watershed Protection. DEC is currently in a stakeholder process to update the VSMM with a goal of increasing the application of Low Impact Development (LID) practices.

The construction stormwater permit was originally issued in 1997 and was applied to sites with a minimum of five acres of disturbance. In 2006, the permit was reissued to be applied to sites with one acre of disturbance. The Multi-Sector General Permit was originally issued in 2006.

State Stormwater Permit Program (a.k.a. operational or post-construction)

This DEC permit program regulates discharges (runoff) from impervious surfaces (i.e. rooftops, paved/gravel roads, etc.). The Stormwater Permit Program has specific jurisdictional thresholds based on the amount of impervious surface, per the Stormwater Management Rules (Stormwater Management Rule for Non-Stormwater Impaired Waters and Stormwater Management Rule for Stormwater Impaired Waters). In general, projects creating more than one acre of new impervious surface, or projects that expand existing impervious surfaces where the total resulting impervious surface is greater than one acre require permit coverage. Projects requiring permit coverage must apply for coverage under General Permit 3-9015, unless the project is located within a watershed impaired for stormwater, in which case individual permit coverage is required.

Projects that require permit coverage must implement a stormwater management system designed in compliance with the Vermont Stormwater Management Manual (VSMM). The VSMM was developed by the Center for Watershed Protection, and includes sizing criteria to meet water quality, groundwater recharge, channel protection, overbank flood protection and extreme flood control. Table 7 is taken from the VSMM which gives reasonable estimates of phosphorus and other removal efficiencies for the general groups of accepted practices allowed under the permit.

TABLE 7 - POLLUTANT REMOVAL MATRIX FROM THE VERMONT STORMWATER MANAGEMENT MANUAL

Practice	TSS [%]	TP [%]	TN [%]	Metals ¹ [%]	Bacteria [%]	Hydro-carbons [%]
Wet Ponds	80	51	33	62	70	81 ²
Stormwater Wetlands	76	49	30	42	78 ²	85 ²
Filtering Practices	86	59	38	69	37 ²	84 ²
Infiltration Practices ³	95 ²	80	51	99 ²	N/A	N/A
Open Channels ⁴	81	34	84 ²	70	N/A	62 ²
Quantity Control Ponds ^{2,5}	3	19	5	7.5	78	N/A

1. Average of zinc and copper. Only zinc for infiltration
 2. Based on fewer than five data points (i.e., independent monitoring studies)
 3. Includes porous pavement, which is not on the list of approved practices for Vermont. At this time, there are no known field studies that have measured sediment removal in infiltration trenches. However, it can logically be presumed that a properly operating infiltration trench will remove nearly 100% of the TSS load associated with the design treatment volume.
 4. Higher removal rates for dry swales.
 5. Quantity control ponds (a.k.a. dry detention basins or vaults) do not meet the WQ_v requirement and must be used in conjunction with acceptable water quality STPs.
 N/A: Data not available
 Removals represent median values from R. Winer (2000) National Pollutant Removal Performance Database for Stormwater Treatment Practices, version 2.

Stormwater Impairments in Vermont’s Urban Areas

Twelve of Vermont’s waters are listed as impaired due to urban stormwater runoff. These waters fail to meet the Vermont Water Quality Standards. The Department has issued EPA-approved stormwater TMDLs that use long-term flow duration curves as the TMDL targets. The use of flow duration curves has the primary benefit of addressing the physical impacts to the stream channel caused by stormwater runoff such as sediment release from channel erosion and scour from increased flows. DEC has issued EPA-approved hydrologic TMDLs for the twelve urban stormwater impaired watersheds. Remediation of the twelve urban stormwater-impaired waters has commenced through a combination of an enhanced MS4 permit and an RDA permit for impervious surfaces within the impaired watersheds. Under the MS4 permit, permittees must develop a Flow Restoration Plan for any stormwater impaired water to which they discharge. A computer-based best management practice decision support system (BMPDSS) was developed by TetraTech and is being used by VTDEC to help the MS4 communities to identify different BMP options and associated costs. As part of the BMPDSS tool, MS4s can estimate the amount of phosphorus reduced from the BMP options selected.

Stormwater Impairments and Water Quality Remediation Plans

Five mountain watersheds associated with ski area development are listed as impaired primarily due to stormwater runoff on the 2012 303(d) List. One of these watersheds is within the Lake Champlain basin. These mountain watersheds differ substantially from other stormwater impaired areas which are more urbanized “lowland” watersheds in terms of density of development, geographic position, hydrology, impairment source, and land ownership. Based on these factors, DEC is using a non-TMDL approach to remediation, whereby it is working with responsible parties in developing watershed-specific Water Quality Remediation Plans (WQRPs). The watersheds in the Lake Champlain basin cover approximately 1117 acres and will ultimately receive extensive stormwater retrofits in order to alleviate local stream impairments. Implementation of these retrofits to existing impervious areas as well as high erosion areas should result in significant phosphorus reductions.

ILLICIT DISCHARGE DETECTION AND ELIMINATION

In 2000, the Vermont Legislature required DEC to implement a statewide program to promote detection and elimination of improper or illegal connections and discharges. (Sec. 3. 10 V.S.A. § 1264 (b)(9)). Illicit discharges are discharges of wastewater or industrial process water into a stormwater-only drainage system. The Legislature's intent was to expand illicit discharge detection and elimination (IDDE) efforts from the communities—all in the greater Burlington area—required to perform IDDE in compliance with the EPA’s Phase 2 Stormwater Rule to encompass all developed areas of the Vermont. Following the Legislature's mandate, DEC has assisted municipalities not subject to the Phase 2 Stormwater Rule by mapping drainage systems and performing IDDE. This work, funded through ERP water quality grants, federal Section 319 and Lake Champlain basin Program grants, has been completed for all major municipalities in the Missisquoi, Lamoille and Winooski River Basins (outside the greater Burlington area), the three largest Connecticut River Basin towns and is ongoing in the Otter Creek River Basin.

About twenty-five communities have had GIS drainage maps completed. Stone Environmental, Inc. in conjunction with several watershed associations (Friends of the Winooski River, Friends of the Mad River) has conducted IDDE surveys in thirteen non-designated MS4 communities, ten of which overlap the state mapping effort. Stone identified 497 discharge points, 237 of which were flowing when inspected. A wastewater source was indicated at 28 discharge points. Other types of contamination included petroleum (11 locations), treated drinking water (13 locations), heated water, and road salt. By combining drainage mapping, environmental investigative work, and municipal cooperation, DEC and Stone eliminated seven wastewater discharges, decreasing phosphorus by an estimated 154 kg per year to Lake Champlain and reducing the risk of pathogen exposure.

GREEN STORMWATER INFRASTRUCTURE

Since 2009, DEC has supported a Green Infrastructure (GI) coordinator position that plays a critical role in coordination of Vermont's Green Infrastructure Initiative, a statewide effort that seeks to increase the adoption of low impact development (LID) principles and implementation of green stormwater infrastructure (GSI) practices. The Initiative works to implement strategies identified within the GI Strategic Plan, which was developed by the Green Infrastructure Roundtable, an ad hoc group of individuals from the public and private sector who come together on a quarterly basis. The Plan targets four key audiences: design professionals, municipalities, property owners and state agencies.

The Strategic Plan was followed by the signing of Executive Order 06-12 (EO) in March of 2012. The EO further defines the role of State Agencies and calls for the creation of an Interagency Green Infrastructure Council which includes the secretaries of the agencies of Natural Resources, Transportation, Commerce and Community Development, and the Commissioner of Buildings and General Services or their designees. The Council is tasked with identifying opportunities for integration of GSI practices in existing programs, initiating a process for developing GSI technical guidance, establishing a plan for implementing GSI on state properties and projects, identifying agency liaisons, identifying and undertaking GSI research and monitoring, and identifying sustainable funding sources. Members of the Council are also tasked with developing a GSI Implementation Work Plan for their respective Agency/Department. Work plans were completed on July 1, 2013 and lay out opportunities and strategies for moving the GSI initiative forward over the course of the next year. The EO is in effect for five years.

C. DEVELOPED LANDS - TRANSPORTATION

A major sub-sector of the Developed Lands sector consists of state and local highways and roads which contribute significant amounts of phosphorus laden runoff to the Lake. There are over 14,000 miles of public roads in Vermont, nearly all of which require ditches and culverts for drainage. Approximately 80% of these road miles are maintained by Vermont municipalities; three quarters of these municipal roads need erosion control improvements. Two thirds of these roads are unpaved gravel or unimproved roads, and nearly all require ditches and culverts for water drainage. If these structures are not properly constructed and maintained, there is significant potential for erosion of sediment carrying phosphorus into the drainage network and adjoining streams and eventually into the Lake. Water quality improvement and protection has become a major focus in recent years as it relates to the roads network generally and to BMP implementation and project development specifically. Programs of note include:

TITLE 19

VTrans regulates "drain on" activities into the State right-of-way, within its authority under Title 19, and requires proposed dischargers to the right-of-way treat stormwater prior to discharging into the ROW. Furthermore, VTrans prohibits the illegal connection or illicit (non-stormwater) discharge to its right-of-way statewide.

VERMONT TRANSPORTATION ROAD AND BRIDGE STANDARDS

The Federal Emergency Management Agency (FEMA) adopted a policy in 1999 that describes municipalities' eligibility for FEMA benefits following federally declared natural disasters. Prior to federally declared disaster declarations (which make available Public Assistance funds for public infrastructure repairs), municipalities are to adopt road infrastructure "codes and standards" (referred to as "Road and Bridge Standards" or "Codes and Standards"). These municipal codes and standards apply to road and stream crossing upgrades and other infrastructure that are not governed by state or federal standards. FEMA provides Public Assistance funding to support rebuilding to those standards.

In 2010, the Vermont Legislature passed Act 110 which modified 19 V.S.A. §309b to establish an incentive program to encourage municipal adoption of codes and standards. That incentive involves increasing state cost share of two grant programs – the Town Highway Class 2 Roadway and Town Highway Structures grant programs. FEMA also required a change to the VTrans' codes and standards template, prohibiting municipalities from modifying its codes and standards for fiscal reasons.

Following a series of federally declared flood disasters in 2008, a number of towns pursuing FEMA Public Assistance reimbursements could not produce copies of their adopted codes and standards. Thus the Act also requires municipalities to file an annual certificate of compliance with their codes and standards.

Act 110 also required VTrans to revise its Road and Bridge Standards template to include a suite of practical and cost-effective best management practices (BMPs) to better control road-related stormwater runoff. Those practices address construction, maintenance, and repair of municipal road network. VTrans is to review and revise the standards, as appropriate, every four years to ensure that they are protective of water quality, and the Secretary of the Agency of Natural Resources is to approve all revisions.

Following the recovery from Tropical Storm Irene, the State of Vermont added another incentive to encourage municipalities to adopt the VTrans Road and Bridge Standards. The State modified its policy for managing the State's Emergency Relief and Assistance Fund (ERAF). The new standard, which will be effective for any disaster after October 23, 2014, is structured to encourage municipalities to take four basic steps to prepare their communities before the next disaster; one of those steps involves adopting the most recent VTrans Road and Bridge Standards. Following a federally declared flood disaster, FEMA requires a 25% local match for public assistance funding. Municipalities that do not adopt the four basic steps including adoption of Road and Bridge Standards receive a reduced amount of state aid to cover the local match (7.5% of the repair costs). Municipalities that adopt the steps receive state aid to cover half of the local match (12.5% of the repair costs). Municipalities that adopt the basic steps and the state model floodplain and river corridor protection bylaws receive a large share of state aid (17.5% of the repair costs).

VERMONT BETTER BACK ROADS PROGRAM

Established in 1997, the Vermont Better Back Roads Program provides grants and technical assistance to towns to correct erosion problems and adopt road maintenance practices that protect water quality while reducing long-term highway maintenance costs. Better Backroads financial and technical assistance demonstrates to towns that the proper fixes and maintenance practices are cost-effective. A long-term goal for the Better Backroads Program is to enable and encourage towns to practice best management practices in road maintenance and repairs and institutionalize these practices into town capital budget priorities.

The Vermont Better Back Roads Program is a partnership with the Vermont Local Roads Program, VTrans and ANR. The program is administered by VTrans. After receiving a grant, most towns adopt the recommended practices for future road maintenance work. Therefore, the grants leverage improved maintenance practices that both reduce pollution and save towns money. The Better Backroads Program offers improved infrastructure and maintenance practices for eroding ditches, unstable culvert inlets or outlets and eroding roadside banks which can also help prevent flash flood damage during heavy rain events. Grants are provided for two general categories of projects: developing a town-wide inventory of erosion control needs and a capital budget plan to address these needs; and correcting existing erosion control problems.

VTRANS FINANCIAL ASSISTANCE

Over the past decade, VTrans has made significant financial investments to ensure that state highways comply with water quality regulations and to assist municipalities in doing the same for local roads. Examples include:

Municipal Town Highway (TH) Grants

VTrans administers and provides grants to municipalities under the TH Structures, Class 2 Roadway, and TH Emergency Fund appropriations. A significant amount of this funding is tied either directly or indirectly to stormwater related activities. By adopting TH Road and Bridge Standards, municipalities will receive an additional 10% match in funding for the Structures and Class 2 Roadway grants. These Standards include stormwater best management practices directly tied to improving water quality

Town Highway Aid

VTrans administers and provides annual appropriation for State aid to municipalities based on the number of miles of Class 1, 2, and 3 town highways in each. These funds must be used solely for town highway construction, improvement, and maintenance purposes, following their adopted Town Road and Bridge Standards. A portion of these funds are directly tied to stormwater treatment.

Transportation Alternatives Program

VTrans administers this federally funded program for non-traditional transportation-related projects. One eligible activity under this program involves environmental mitigation of stormwater runoff.

FEMA Public Assistance Program

VTrans administers and provides grants to eligible applicants/owners of publicly-owned facilities who suffered damage during a federally declared disaster (primarily municipal roads/bridges not on federal-aid highways). The vast majority of these grants involve repairs, improvements, and mitigation activities associated with stormwater. FEMA funds 75% and the State & applicant split 25%.

FHWA SAFETEA-LU

VTrans administered the federal Municipal Highway Stormwater Mitigation Grant Program directing funds to municipalities over the past 5 years allowing the implementation of \$5.4 million worth of highway stormwater mitigation, with roughly 50% spent in Chittenden County and 50% spent elsewhere.

D. AGRICULTURE

As estimated by the previously discussed modelling efforts, agricultural nonpoint sources of phosphorus account for approximately 40% of the overall phosphorus load delivered to the Lake from Vermont. Therefore, management efforts in this sector have the potential to contribute to significant reductions.

In Vermont, a strong agriculture conservation partnership exists between state and federal agencies, as well as the non-profit sector that provides non-regulatory outreach and education to the farming community. These partners include USDA/Natural Resources Conservation Service, the University of Vermont Extension System, the VT Association of Conservation Districts, and other non-governmental groups and watershed organizations.

An advisory group was added to this statewide conservation partnership in 2013, with the creation of the Ag Workgroup. The Ag Workgroup members were mostly farmers, with the balance being technical service providers who work directly with farmers. This group provided extensive assistance to AAFM and DEC in the development of the proposed revisions in the TMDL and stands as an ongoing advisory group to the Agencies.

The major agricultural programs described below include regulatory, technical assistance and funding measures to assist in phosphorus reduction efforts.

REGULATORY PROGRAMS

The Agency of Agriculture, Food and Markets (AAFM) administers a combination of regulatory and voluntary programs, with the goal of protecting water resources and helping Vermont's farming community maintain financial viability. This includes ensuring that farms meet or exceed the standards established by the federal water quality regulations (Clean Water Act) while providing the financial and technical tools in order to do so. The AAFM regulatory programs are set up in a three-tiered structure that is designed to provide a logical progression in regulatory oversight as a farm may increase in size.

Accepted Agricultural Practices (AAP)

The Vermont Accepted Agricultural Practice Rule (AAPs), initially adopted in 1995 and updated in 2006, require that all farms in the state, regardless of size and type of operation, adopt and implement a set of minimum conservation practices to protect water quality. The program was previously overseen on a complaint-driven basis due to limited resources and AAFM has never received funding specific to enforcing the AAPs. Prior to 2013, AAFM performed approximately 120 investigations annually. The investigations targeted specific complaints or obvious violations; they did not involve evaluating the entire farm operation to determine extent of AAP compliance.

In 2013, AAFM hired the first small farm operation (SFO) inspector. This position is prioritizing outreach and evaluation efforts in the agriculturally impaired watershed of Franklin County. AAFM still continues to respond to complaints as in previous years.

The AAPs provide a required level of management for all Vermont farms. The AAPs were designed to reduce non-point pollutant discharges through implementation of improved farming techniques rather than investments in structures and equipment, however the AAPs do not allow for any discharge from the farm and those remediations may be of a high cost. State law requires that these practices must be practical as well as cost effective for farmers to implement.

Medium Farm Operations (MFO)

The MFO program provides coverage under a single state general permit and is managed by the Vermont Agency of Agriculture, Food and Markets (AAFM). All dairies with 200-699 mature animals, whether milking or dry, qualify as a MFO. Other common MFOs include beef operations (300-999 cattle or cow/calf pairs), horse operations (150-499 horses), turkey operations (16,500-54,999 turkeys), and egg facilities (25,000-81,999 laying hens without liquid manure handling system). The general permit prohibits discharges of wastes from a farm's production area to waters of the state and requires manure, compost, and other wastes to be land applied according to a nutrient management plan. AAFM is required to inspect all farms permitted under these rules at least once every five years however most are inspected more often and many receive additional technical assistance as practices are implemented. The MFO general permit has been in existence since 2007 and was revised in 2012.

Large Farm Operations Program (LFO)

Farms with more than 700 mature dairy cows, 1,000 beef cattle or cow/calf pairs, 1,000 youngstock or heifers, 500 horses, 55,000 turkeys, or 82,000 laying hens must obtain a LFO permit from the AAFM. A LFO permit prohibits the discharge of wastes from a farm's production area to waters of the state and requires the farm to land apply manure, compost, and other wastes according to a nutrient management plan. Unlike the MFO Program, LFO permits are individual to each farm and also regulate odor, noise, traffic, insects, flies, and other pests, construction siting and setbacks. All LFOs are inspected annually by AAFM.

Concentrated Animal Feeding Operation (CAFO) Permits

The Vermont statewide CAFO general permit is administered by the VT Department of Environmental Conservation and is a federal NPDES permit (National Pollutant Discharge Elimination System). The CAFO permit was issued in June, 2013. Any farm that discharges to a surface waterbody can be required to obtain a permit. The CAFO general permit is for medium farms, but an individual permit can be required for a small or large farm.

The CAFO permit requires farms to properly design, construct, operate, and maintain production areas to control waste and to develop and implement a nutrient management plan, which is available to the public. The permit prohibits a discharge of manure, litter, or wastewater, except when direct precipitation equivalent to or greater than a 25-year, 24-hour storm event causes a discharge.

TECHNICAL ASSISTANCE AND FUNDING PROGRAMS - VERMONT AGENCY OF AGRICULTURE, FOOD AND MARKETS

Best Management Practices Program (BMP)

The agricultural BMP Program provides funds to farmers for construction of farm improvements designed to abate non-point source agricultural waste discharges to waters of the state of Vermont. Such construction must meet standards that are consistent with goals of the federal Water Pollution Control Act and with state water quality standards. While farmers may realize an economic benefit from BMPs, it is unlikely that they will be affordable without governmental cost sharing. Commonly funded production area practices include waste storage facilities, silage leachate systems, milkhouse waste systems, and barnyard runoff collection.

Alternative Manure Management Program (AMM)

The AMM Program provides funding to farmers interested in implementing new technologies dedicated to enhancing water quality and improving waste management. Projects funded through this program have included solid separation, nutrient removal, and waste treatment systems.

Conservation Reserve Enhancement Program (CREP)

In partnership with the USDA, the CREP Program is an enhanced version of the federal USDA Conservation Reserve Program and provides increased payments with state funding. CREP encourages the installation of conservation buffers along waterways by providing land owners with a yearly rental payment and by covering the cost of planting the buffer. Additionally, CREP covers the cost of installing fencing and livestock watering systems where animals on pasture are excluded from waterways. In 2013, the rental payment rates from the federal government were drastically cut, and this, along with limited support staff, is a contributing factor to the decreased signups for CREP. An evaluation of this program to allow for its continuation and increase is needed and planned for 2016. The federal government provides a 4:1 match for this program, and its value on the Vermont landscape is very high.

Farm Agronomic Practices Program (FAP)

The FAP provides farms with state financial assistance for implementation of soil-based practices that improve soil quality, increase crop production, and reduce erosion and agricultural waste discharges at up to \$5,000 per farm per year. Eligible practices are cover cropping, nurse crops, strip cropping, conservation crop rotation, alternative manure incorporation, cross-slope tillage, conservation tillage and educational activities. Interest in the FAP program has grown in the past few years and requests for funding far exceed available funds.

Nutrient Management Incentive Grant Program (NMPIG)

The NMPIG currently provides for the development of a nutrient management plan (NMP) for a farm and three additional years of updates. Plans must meet the USDA/NRCS 590 standard to receive payment. Farms with NMP's that have completed the NMPIG or farms that developed their plans through alternate means can apply for annual update payments for up to three years. AAFM is considering not funding NMPs through this program in the future and instead directing producers to the higher cost-share through the USDA EQIP program.

Vermont Agricultural Buffer Program (VABP)

This buffer program offers a 5-year maximum rental contract for the installation of conservation grassed buffers on cropland. Unlike the CREP program, VABP allows planting harvestable grassed buffers. Areas in crop fields that are prone to erosion caused by flood events, which can be classified as flood chutes, are also eligible under this program to be planted into grass and harvested.

US DEPARTMENT OF AGRICULTURAL FEDERAL PROGRAMS

Federal programs, funded through the US Agriculture Act of 2014 (commonly known as the Farm Bill), assist Vermont farmers in water quality improvements, including reductions in phosphorus loading to Vermont's surface waters. The USDA Natural Resources Conservation Service (NRCS) and the Farm Service Agency (FSA) provide technical and financial support for conservation practices and program implementation, as well as funding through the national Conservation Innovation Grant program.

In 2014, the newly passed Farm Bill reorganized many of the historic conservation programs. \$18.7 billion has been authorized nationally over the next five years, and due to "regional equity" provisions, Vermont has received substantial water quality improvement funding in recent years. In 2013, NRCS obligated \$7.6M for the Environmental Quality Incentives Program (EQIP) which provides up to 80% cost share funding for barnyards, manure pits and silage leachate systems as well as nutrient management plans. \$4 million was obligated in the Farm and Ranchland Protection Program (FRPP) for 23 easements (3,000 acres), that had 63% prime and statewide ag soils. The Wetland Reserve Program (now combined with other programs in the new Farm Bill) funded 284 acres of restoration, however funding was far below normal due to delayed appropriations and the federal shutdown.

USDA allocations have also funded several valuable individual projects in Vermont. In 2013, over \$500,000 went towards the America's Great Outdoors initiative and the NRCS National Water Quality Initiative which provided focused funding to eligible producers in the Rock River and Missisquoi Bay watersheds. Additional EQIP funding went towards the "edge-of-field"

monitoring projects that are assessing the water quality improvement value of several key BMPs on VT farms. The Conservation Innovation Grant program provided \$220,000 in several grants that will develop a web-based tool for optimizing BMPs on farms, two grants that focus on soil health, one that will demonstrate reduced tillage systems and their viability on heavy clay soils, and one that will validate the effectiveness of cover crops as an alternative to fall plowing. Each of these programs provides extensive water quality technical assistance as well as critical research and education opportunities.

PARTNER PROGRAMS

In addition to the state and federal-level programs discussed above, there are a number of local programs through Vermont's non-profit partners that are geared toward phosphorus reduction from Vermont farms. In addition to these organizations, numerous nonprofit watershed groups provide extensive outreach, education and implementation assistance.

Vermont Association of Conservation Districts

VACD and its 14 member districts provide education and technical assistance in all natural resource areas, including agriculture, forestry, river management, invasives, stormwater and low-impact development. Districts help agricultural producers by providing non-regulatory assessment and technical assistance, and by securing funding (through grants or other programs). Conservation District programs include:

Agricultural Resource Specialists

VACD oversees the ARS program, a federal and state funded effort which provides free technical assistance and information to help farmers meet the requirements of the state Accepted Agricultural Practice (AAP) regulations. The Agricultural Resource Specialist works with farmers on developing strategies specific to the farm, accommodating seasonal changes and soil characteristics. If strategies involve implementation costs, the Resource Specialist provides information and referrals for State and Federal cost-share programs. VACD has also secured grant funding for small on-farm water quality improvement projects.

The ARS staff conducts the Agricultural Environmental Management Program. This is a statewide, voluntary program that helps farmers assess their risk of water quality impact and identify areas for improvement. Tiered assessments are conducted that cover farmstead water supplies, nutrient management, pesticide use, and many other farm practices. Suggested actions are linked with technical resources for design and implementation and financial resources for cost-share opportunities.

Land Treatment Planners (LTP)

Land Treatment Planners are VACD staff who assist farmers in developing land treatment plans, the foundation of a full nutrient management plan (NMP). This free program is provided to farmers through a partnership between the USDA NRCS, Conservation Districts, and AAFM. Land treatment planners coordinate with NRCS or private consultants to complete a NMP.

VACD Implementation Programs

VACD, through grants and pass-through funds, administers many programs that directly benefit agricultural water quality improvement. Examples include:

- Trees for Streams – a state funded effort that installs riparian buffers;
- BMP implementation – small farm projects;
- Livestock exclusion – direct funding to farmers for fencing and water systems;
- Soil, manure and water testing programs;
- Cover crop incentive programs; and
- Equipment rental programs.

Agronomy and Conservation Assistance Program

The Poultney Mettowee Conservation District supports one of the three Lake Champlain basin agronomists who work one-on-one with agricultural producers on BMP and field practice implementation.

University of Vermont Extension Program

UVM Extension has multiple programs and staff located throughout the Lake Champlain basin. Staff agronomists advise farmers on topics such as crop production to reduce erosion and nutrient loss from fields, farmstead best management practices for improved manure and water management, animal exclusion fencing, field practices such as soil aeration and alternative manure applicator systems, whole-farm nutrient balances and other identified BMPs.

Implementation programs include:

- Agronomy and Conservation Assistance Program – UVM Extension supports two of the three Lake Champlain basin agronomists;
- Champlain Valley Crops, Soil and Pasture Team working to provide technical assistance in the southern Lake Champlain watershed with research and practical applications;
- Northwest Crops and Soils Team that provides the best and most relevant crop information, both research based and experiential;
- Extensive research on corn trials and short season corn, alternative crops, cover crops and nutrient management;
- goCrop mobile application for nutrient management;
- Equipment rental and education programs; and
- Workshops, seminars and symposiums of research and program results.

E. FORESTRY

Sediment, which carries phosphorus, is the most common pollutant associated with timber harvesting. Soil is carried by rainwater after timber harvesting equipment and trees dragged or carried over the ground loosen and expose the soil. Bare ground exposed during harvesting operations can be eroded by rainwater and enter nearby streams. Stream crossing used during harvesting are a particular area of concern. An estimated 14.5 % of the total nonpoint phosphorus load delivered to the Lake comes from forestland. With forest covering more than 4.6 million acres and representing 78% of Vermont's total land base, forestry is an important area of focus for reducing phosphorus loading to state waters. The most significant programs that address forestry practices and phosphorus loading are described below.

VERMONT ACCEPTABLE MANAGEMENT PRACTICES (AMP)

In 1987, Vermont adopted the Acceptable Management Practices (AMPs) for Maintaining Water Quality on Logging Jobs in Vermont. The AMPs are intended to prevent any mud, petroleum procedures and woody debris (logging slash) from entering State waters and to otherwise maintain water quality and minimize erosion. Since adoption of the AMPs, the Vermont Department of Forests, Parks and Recreation (FPR) has worked with the Vermont forest industry to support DEC's Compliance and Enforcement Division in an effort to eliminate discharges resulting from logging operations.

In 1990, a Memorandum of Understanding (MOU) between the Enforcement Division and FPR was developed to establish a process that FPR and the forest industry may use to assist loggers or landowners when there is a discharge. Under the MOU, five AMP Technical Advisory Teams were created to directly assist any logger or landowner when there is a potential discharge, complaint or request for assistance. Enforcement would be pursued in instances where:

- There is substantial failure to comply with the AMPs which has resulted or is likely to result in substantial environmental degradation;
- Efforts to obtain voluntary compliance have been unsuccessful; and
- There is a history of non-compliance with the AMPs coupled with discharges to State waters.

The MOU and this process have been successful in reducing water quality impacts, including erosion, in connection with logging operations in Vermont.

VERMONT HEAVY CUTTING LAW

The Vermont Legislature passed the “heavy cutting law” in 1998. The purpose of the law is to monitor and regulate the amount and approach to heavy cutting undertaken in Vermont. Heavy cutting is defined as cutting below the “C” line in excess of forty acres or 80 acres in a two-mile radius. The “C” line is a silvicultural stocking level provided for in US Forest Service guidelines for managing various forest types. This level establishes the minimum stocking for stands of trees that would allow stands to return to a fully stocked condition. The AMPs (see above) are among the requirements of this law.

PORTABLE SKIDDER BRIDGE INITIATIVE

The goals of this initiative are three-fold;

- Inform loggers, landowners and foresters about the benefits of using portable skidder bridges through workshops and presentations, field demonstrations, informational brochures, static displays, video and web production, and news articles;
- Provide portable skidder bridges to loggers for purchase, loan and rental using a variety of means and partners; and
- Provide assistance and support for existing and start-up businesses that would fabricate and sell portable skidder bridges.

Portable skidder bridges are designed and intended for use as temporary structures for crossing streams during logging. They are becoming widely viewed as a Best Management Practice for controlling nonpoint source pollution associated with timber harvesting operations. They create less stream bank and stream bed disturbance as compared to other alternatives such as culverts or poled fords. Portable skidder bridges will reduce the potential for sedimentation, channeling, and degradation of aquatic habitat to occur.

F. RIVER AND FLOODPLAIN MANAGEMENT

An estimated 22.3% of the total nonpoint phosphorus load delivered to the Lake comes from stream erosion and the loss of floodplain function. While fluvial systems are dynamic by nature, the DEC has documented stressors including channel confinement, straightening, berming, dredging and armoring that have precipitated channel evolution to an extent and rate beyond the natural deposition and erosion processes expected in a post-glacial environment like Vermont. The evolution of stream channels, driven largely by flood events, may take decades to occur. Therefore, erosive stages of the evolution process will result in increases in phosphorous loads from some stream segments before equilibrium or least erosive conditions occur. Managing rivers toward equilibrium conditions and allowing access to floodplains, by avoiding the development of buildings, roads, and other investments in the floodplain or river corridor, provides for flood resilience and reduces sediment transport and phosphorus pollution. Reducing the need to channelize rivers in attempts to protect encroachments, allows rivers to evolve back and remain in their least erosive, equilibrium condition. Rivers have the energy to perform the work of restoration, with or without human intervention, and therefore, the nutrient load reduction sought through restoration is achieved through corridor and floodplain protection.

The goal of DEC's Rivers Program is to resolve conflicts between human investments and the dynamics of rivers in an environmentally and economically sustainable manner. The Program supports and implements channel assessment and management practices that recognize the functions and value of floodplains, conservation flows, and streams in their equilibrium condition. The Program provides regulatory review and technical assistance for protection, management, and restoration projects that affect the flow and physical nature of streams and rivers. The objective is to guide and encourage projects that provide increased property and infrastructure protection and maintain or restore the ecological functions, economic values, and restorative processes of river and floodplain systems.

The major sub-programs within DEC's Rivers Program that manage rivers, river corridors and floodplains, thereby reducing phosphorus loading to the Lake, are described below.

RIVER CORRIDOR AND FLOODPLAIN MANAGEMENT PROGRAM

Under an annual cooperative agreement with the Federal Emergency Management Agency (FEMA), DEC provides technical support to 242 communities enrolled in the National Flood Insurance Program (NFIP). The River Corridor and Floodplain Management Program provides technical assistance, education and outreach on floodplain management, flood hazard mapping, and flood insurance. In addition, the Program is required to conduct community compliance reviews and serve in a liaison capacity on FEMA enforcement actions. DEC's River Corridor and Floodplain Management Program provides floodway determinations to Act 250 District Commissions and the Public Service Board for Section 248 proceedings. In addition, staff provide river corridor and floodplain development reviews for municipal permits in accordance 24 VSA Chap.117, Section 4424. Technical assistance is available to communities wishing to better protect river corridors from potential encroachments that will cause conflicts with stable channel functions and potentially increase future flood and erosion damages. In addition, the Program provides support to the Vermont Division of Emergency Management and Homeland Security (DEMHS), communities, watershed associations, Regional Planning Commissions (RPCs) and individuals to help plan for, design and implement flood hazard avoidance, reduction, mitigation and recovery planning and projects.

Program engineers, floodplain managers and scientists provide technical assistance and state funding, and use FEMA flood hazard and pre-disaster mitigation grants to assist non-government entities and municipalities with the planning and implementation of flood and erosion hazard mitigation projects. Mitigation projects and the Program's assistance are increasingly used as leverage to get landowners and communities involved in greater river corridor and floodplain protection. FEMA pre-disaster mitigation planning funds in Vermont are also be used to help communities develop strategic hazard mitigation plans to restore, remove, or retrofit infrastructure likely to become damaged during or after floods. Recent Stafford Act amendments (44 CFR Part 201.6) required local governments to adopt Hazard Mitigation Plans in order to retain eligibility for certain FEMA grant programs. The State Hazard Mitigation Plan and 12 Regional (multi-jurisdictional) Hazard Mitigation Plans all set high priority on mitigation and avoidance of fluvial erosion hazards through river corridor protection. In this way, hazard mitigation planning is complementary to water quality objectives and can be a powerful local planning tool.

The Program, in cooperation with a host of planning organizations and the Vermont League of Cities and Towns, conducts outreach and education and annually reports on the status and impact of river corridor zoning and easements, including development of river corridor mapping. The Program leverages state and federal funding to develop Phase 2 stream geomorphic assessment data and river corridor plans that identify river corridor protection and restoration projects consistent with the achievement of equilibrium conditions. The regional scientists, working with DEC Watershed Coordinators, educate communities about stream instability and fluvial erosion hazards, and provide incentives for their adoption and implementation of river corridor plans and bylaws. The Program has provided the RPCs and municipalities with a suite of Enhanced Model Flood Hazard Area Regulations including river corridor protection. These Program activities are conducted pursuant to 10 V.S.A. Chapters 32 and 49, and 24 V.S.A Chapter 117 as amended by Acts 110 and 138 (passed in 2010 and 2012).

A River Corridor Easement Program has been established by the Rivers Program to conserve river reaches identified as high priority sediment and nutrient attenuation areas. The opportunity to purchase river corridor easements was created to augment the state and municipal fluvial erosion hazard zoning, which, if adopted, avoids future encroachment and flood damage, but does not re-strict channelization practices. The key provisions of a river corridor easement are the purchase of channel management rights and the maintenance of an undisturbed riparian buffer. The Program works closely with state and federal farm service agencies, the Vermont Housing and Conservation Board, and land trust organizations to combine corridor easements with other land conservation programs. The purpose of the river corridor easement is to allow the river to re-establish a natural slope, meander pattern, boundary conditions, and access to floodplains in order to provide flood inundation and fluvial erosion hazard mitigation benefits, improve water quality through hydrologic, sediment and nutrient attenuation, and protect riparian habitats and the natural processes which form them.

The Program currently has one mapping and municipal planning coordinator, three scientists, and three floodplain managers. To date the mapping coordinator has been working on the FEMA RiskMAP program, updating NFIP maps, and assisting municipal bylaws revisions coincident with the map updates. Since FEMA mapping money has become scarce, the mapping coordinator is now focused on the development of river corridor maps, which are currently available to a limited geographical area, and creating model bylaws and other outreach materials to promote river corridor and floodplain protection to support flood resilience planning required by Act 16.

The River Scientists each cover 5 or 6 major watersheds in Vermont and work with the Program's partners to conduct stream geomorphic assessments and develop river corridor plans. This science informs a host of activities across the Program and Division including tactical basin planning, regulatory work, and technical assistance in the development and prioritization of river protection and restoration projects, i.e., for ERP and other funding. They also carry-out a robust citizen education and outreach program which is critical to any community's willingness to seek the hazard mitigation and water quality benefits of dynamic equilibrium streams and floodplains. The scientists are also responsible for development, quality assurance and upkeep of river corridor maps in their respective watersheds.

The Floodplain Managers each cover approximately one third of the state providing floodway determinations for ten Act 250 projects per manager per year, and each have the responsibility to conduct project reviews for 80+ municipalities. At present only 30% of Vermont towns actively seek floodplain manager assistance, which results in approximately 50 municipal floodplain projects per manager per year. Larger municipal and Act 250 projects often require extensive interaction with project proponents and consultants including pre-application design consultation, site visits, formal project review, and attending District Commission and Development Review Board Hearings. Floodplain Manager also spend time working with multiple municipal planning commissions toward the adoption of enhanced river corridor and floodplain bylaws and coordinating resolution of NFIP compliance issues with FEMA. The Floodplain Managers also provide technical assistance to VT Buildings and General Services, VTTrans, and the Agency of Agriculture, Food, and Markets on municipally-exempt developments under their jurisdiction and assisting those 20+ towns that are administering River Corridor bylaws.

RIVER MANAGEMENT PROGRAM

The River Management Program provides regulatory review and technical assistance to landowners, municipalities, non-governmental organizations and other agencies to help determine the appropriate stream channel management practices necessary to resolve and avoid conflicts with river systems. The practices selected are designed to recognize and accommodate, to the extent feasible, the stream's natural stable tendencies (equilibrium conditions). The conflicts are resolved with the recognition of a stream's long-term physical response to past and proposed management practices. The resulting work is intended to provide increased property and infrastructure protection and maintain or enhance the ecological functions, economic values, and restorative processes of the river system. Regulation and permitting is conducted pursuant to 10 V.S.A., Chapters 41 and 32 and Section 401 of the Clean Water Act.

River Management Engineers are experienced in river dynamics, conflict resolution, and the environmental damage and human suffering that occur when projects fail during floods. It is their day-to-day field exposure to Vermont river systems and the people and communities that live along them that has created accountability back and forth between the service provider and the communities they serve and toward sustainable relationships at larger natural and economic scales. The number of stream alteration permits issued in a year is a small fraction of the field visits and face to face technical assistance provided to help project proponents understand the eventual river response and the risks they create to the environment, themselves, and their neighbors. On average, Vermont has experienced a flood disaster every year for the past twenty years and a major regional-scale (>100 year) flood every 15 years. The River Management Engineers work with local officials in putting things back together after a disaster.

STREAMFLOW PROTECTION PROGRAM

The goal of the Streamflow Protection Program is to maintain flows necessary to protect aquatic habitat and stream ecology. In addition to minimum flows, the Program addresses the timing, frequency, duration and magnitude of both high and low flow events and their influence on the physical and biological attributes of a stream or river.

The Streamflow Protection Program issues 401 water quality certifications to moderate or cease streamflow and reservoir level fluctuations, including those associated with hydroelectric projects and other dams. In their extremes, peaking operations at hydropower stations result in rapid increases in downstream discharges in river reaches which are vulnerable to erosion under higher velocity flows. Large daily to seasonal decreases in reservoir water levels may result in the erosion of saturated shoreline soils. The Streamflow Protection Program considers these impacts and seeks flow regimes that maximize the stability of steam banks and shorelines.

G. WETLANDS PROTECTION

The Vermont Wetlands Program in DEC is responsible for identifying and protecting wetlands which provide significant functions and values for the people of Vermont. Wetlands function as water quality protection, flood storage, wildlife habitat, erosion control, and have recreational value. The goal of the Wetlands Program is to achieve no net loss of significant wetlands or wetland function through regulatory and nonregulatory means. This goal is mainly achieved by assisting the Vermont public and professional community in avoiding impacts to wetlands and wetland buffers through personal contact with District Wetland Ecologists. The number of wetland permits issued in a year is a small fraction of the field visits and face to face technical assistance provided to help effectively avoid and minimize wetland impacts.

Wetlands are natural flood regulators which temporarily store floodwaters and then slowly release waters downstream. While floodwaters are being stored in wetlands, sediments and nutrients, including phosphorus settle and are retained. As much as 80-90% of sediments in water may be removed while moving through natural wetlands, resulting in cleaner water. A recent study (Wang et. al., 2010) using the Soil and Water Assessment Tool (SWAT) coupled with the hydraulic equivalent wetland concept (HEW) concluded that the loss of 10-20% of the wetlands in their study watershed would lead to an increase in sediment discharge by 40% and total phosphorus load by 18%. Indeed, wetlands are one of the most important microtopographic features abating non-point source nutrients across a watershed. Between 1780 and 1980 Vermont lost over 35% of its natural wetlands, subsequently losing phosphorus sinks throughout the Champlain Basin. The potential increase in phosphorus retention from restoring the natural hydrology of these lost wetlands would be substantial for the health of Lake Champlain.

In 2006 the Agency of Natural Resources commissioned a study to identify and prioritize wetland restoration opportunities in the basin, and this plan was finalized on December 31, 2007. Since that time, data from the plan have been widely distributed to federal, state, and local governmental and non-profit organizations with an expressed interest in wetland restoration and protection. Program staff visited with numerous communities and groups to give locally-focused presentations on the plan results, and to highlight funding mechanisms for landowners interested in restoration. Opportunities for wetland gains and restoration occasionally occur as a result of repairing a violation, through mitigation to offset permitted impacts, or as a result of voluntary measures. VANR currently works with federal, state, and local partners to offer technical assistance and financial incentives to encourage landowner implementation of wetland conservation and restoration opportunities, retain forested buffers, and discourage land conversion. These partners include but are not limited to NRCS, the Army Corps of Engineers, Ducks Unlimited, and VFWS.

In May, 2009, Vermont passed legislation (Act 31) to strengthen the State's wetlands protection statute. A key change to the statute transferred authority from the former Water Resources Panel of the Natural Resources Board to VANR to make administrative determinations to re-classify wetlands for protection. Before the authority transfer, VANR was only able to protect mapped wetlands which included an estimated 61% of wetlands across the state. Now VANR is able to protect thousands of additional wetland acres. Act 31 also allows VANR to update wetland mapping and interpret jurisdictional buffer zone widths to accommodate individual wetland needs. The updated Vermont Wetland Rules which reflect the change in statute began September of 2010. Since the rule changes, VANR has been working to increase the wetlands program capacity to fully realize the new jurisdictional ability.

Vermont also recognizes the importance of maintaining native plant vegetated buffers along streams, lakes, and wetlands to maintain water quality. Buffers filter and absorb nutrients in runoff and support the integrity of stream banks to help guard against erosion. Healthy vegetated buffers offer additional benefits such as support fish habitat function, provide habitat and movement corridors for wildlife. The Vermont Wetlands Program often recommends the inclusion of buffers during project review under other authorities, such as Act 250 and Section 248 reviews and water quality certifications under Section 401 of the federal Clean Water Act.

H. SHORELAND MANAGEMENT

Development on lake shorelands, including Lake Champlain, is the densest residential development in the state. Studies in Vermont have shown that the majority of shoreland development includes the removal of most of the natural vegetation on the shore. There currently are no state regulations on shoreland development that provide for retention of natural vegetation and phosphorus and sediment runoff avoidance or control. Only about 20% of towns in Vermont have local regulations that provide minimal shoreland protection, and only 2.5% (10 towns) have municipal regulations the Agency considers sufficient shoreland protection (e.g. a vegetated buffer width of 100 feet). As of 2014, DEC's shoreland protection and management role was largely based on outreach and technical assistance.

LAKE WISE PROGRAM

Lake Wise is a new addition to the Lakes and Ponds Program that provides outreach and technical assistance around shoreland management. Launched in the summer of 2013, the Program provides on-site review of shoreland conditions and recommendations for lessening the impact of existing shoreland development on a lake. Previously, handouts, workshops and technical assistance were available to the public, and the Lake Wise Program improves on these efforts by updating and consolidating web-based and written information. More importantly, the program is designed to recognize and reward good shoreland management by providing landowners with an attractive sign to post on their property that indicates they are "Lake Wise." Landowners wishing to retrofit their property into one that meets the Lake Wise standards are given a list of BMPs that can be easily implemented. Participation will be tracked and a cumulative benefit of the program in terms of improved property management will be calculated.

MUNICIPAL REGULATION

The WSMD has a long history of providing technical assistance to towns wishing to improve lake protection through effective shoreland management through the town zoning process. For many years DEC staff provided model bylaws, information, technical review, workshops and meetings with planning commissions, select boards and regional planning commissions to inform and encourage towns to adopt effective shoreland management measures. In 2004, DEC began funding a position at the Vermont League of Cities and Towns to provide assistance to towns on a variety of municipal measures that reduce flood damage and nutrient and sediment pollution, and including shoreland ordinance review and assistance. The Lakes and Ponds Program works closely with VLCT to review and develop model standards for shoreland management and assist with review and outreach as needed.

SHORELAND STABILIZATION

As part of promoting good shoreland management, and in particular to promote the value of a well vegetated shore in flood resilience and protection of aquatic habitat, the WSMD supports the use of vegetated stabilization means over those that are primarily structural where technically feasible. WSMD staff participated in the development of “The Shoreline Stabilization Handbook” (Northwest Regional Planning Commission, St Albans VT) and subsequently funded workshops and outreach about the handbook’s stabilization designs. Since the Lake Champlain basin floods of 2011, DEC has funded a grants program managed by the Regional Planning Commissions to promote and demonstrate the use of vegetated stabilization measures.

I. INTEGRATED BASIN PLANNING AND FUNDING - A FRAMEWORK FOR TMDL IMPLEMENTATION

INTRODUCTION

As described above, multiple programs are in place to both prevent and reduce excess phosphorus runoff to Lake Champlain. However, without an overall plan to identify, prioritize, fund and implement the necessary phosphorus control measures, time and money are likely to be wasted. In order to promote the most efficient and cost-effective implementation of phosphorus controls, DEC's Watershed Management Division (WSMD) has developed a coordinated watershed assessment, planning, project identification and funding effort. The development of "tactical basin plans" by the WSMD's Monitoring, Assessment and Planning Program, supported by targeted funding efforts provided by the WSMD's Ecosystem Restoration Program, provides the required synergy between identified priority projects and available funding.

This integration between planning and funding began in 2010, when the WSMD reorganized itself to promote the implementation of integrated water resources management. This reorganization provides a coordinated, efficient means of managing water resource issues through entire watersheds, with the primary objective of maximizing environmental benefit and water resource protection. This reorganization effort included four primary components:

- As a first step, the WSMD integrated its monitoring, assessment and planning sections into a new Monitoring, Assessment and Planning Program (MAPP). Effective watershed management begins with effective planning, which must have a solid, scientific foundation for decision-making. The water resource planning process is closely linked to and dependent upon monitoring and assessment activities. The creation of MAPP enhanced holistic monitoring, assessment and planning.
- The second step in promoting integrated watershed management was the WSMD's development of the Vermont Surface Water Management Strategy. The Strategy serves as an overall guide during the development of basin plans by focusing management, planning, regulatory and funding efforts on basin-specific stressors, thereby allowing for prioritization of efforts to maximize environmental gain. The Strategy is used by basin planners, stakeholders and the public to identify and collectively prioritize the stressors impacting each basin and sub-basin.
- The third step, described in detail below, is the tactical basin planning process, which is WSMD's revised approach to watershed-specific management planning. This new process was created based on years of planning and resource management experience by the WSMD. The WSMD recognizes that the tactical basin planning process needs "buy in" from a large constituency, including federal, state, local agencies, the Legislature, watershed councils, planning groups, and the public. Over the past several years, the WSMD has engaged all of these constituencies in discussions regarding the benefits of the tactical planning process.

- The fourth step, described more fully below, was the transformation of the former Clean and Clear Program into the WSMD’s Ecosystem Restoration Program (ERP) which now works closely with MAPP to identify priority projects in each basin and link available funding to ensure cost-effective and timely implementation.

TACTICAL BASIN PLANNING

As part of the state’s Surface Water Management Strategy, Vermont uses tactical basin planning to identify the highest-priority opportunities for sediment and nutrient load reductions in surface waters. The current process for developing and implementing tactical basin plans is described in this section. Chapter 5.F. describes improvements to the planning process which will ensure that the implementation steps necessary to accomplish the Lake Champlain TMDL are contained in future tactical plans, which themselves will provide the Phase II implementation plans and BMP tracking required by USEPA to substantiate TMDL progress.

At present, tactical basin planning uses monitoring and assessment results, combined with sector-specific planning processes, to identify and prioritize implementation projects.

As defined in [Vermont’s Surface Water Management Strategy](#), a stressor is a phenomenon with quantifiable deleterious effects on surface waters resulting from the delivery of pollutants (or the production of a pollutant within a waterbody) or an increased threat to public health and safety. Stressors result from certain activities on the landscape, although occasionally natural factors result in stressors being present. Managing stressors requires management of associated activities, and the Surface Water Management Strategy articulates [10 specific stressors](#) that are managed with unique sets of programmatic and implementation tools. When landscape activities are appropriately managed, stressors are reduced or eliminated, resulting in the objectives of the Strategy being achieved, and goals met. Of these 10 stressors, five: land erosion; channel erosion; non-erosion nutrient and organic loading; thermal stress; and to a degree flow alteration, are responsible for the phosphorus runoff which pollutes Lake Champlain.

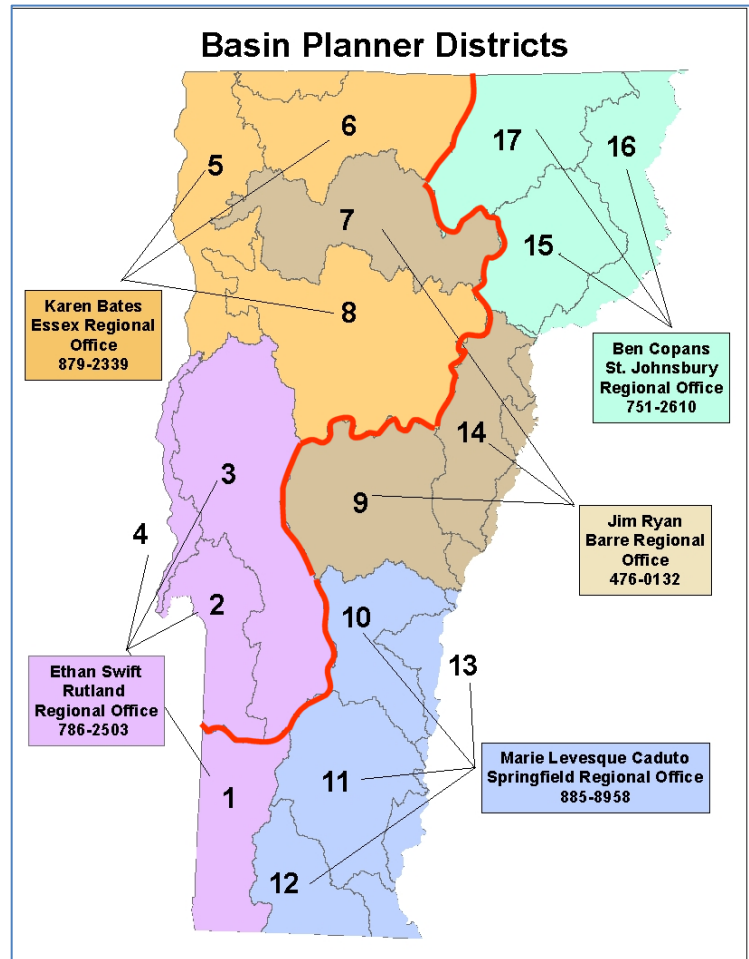


FIGURE 6 - WATERSHED PLANNING DISTRICTS, WITH ASSOCIATED COORDINATORS. BASINS 2 THROUGH 8 COMPRISE THE CHAMPLAIN BASIN

WSMD relies on tactical basin plans to ensure that funds are directed to the highest-merit implementation opportunities based on identification, targeting, and treatment of specific sites on the landscape determined to be at greatest risk of delivering nutrient and sediment loading to surface waters. These critical sources are identified within land use categories including agricultural land, urban and developed land, road networks, and river corridors. Tactical basin planning is carried out by a group of WSMD planners, each of which is assigned a district comprised of three major watershed planning units. Watershed planning districts are shown in Figure 6

Within each planning district, the responsible WSMD planner develops a tactical basin plan on a five-year recurring cycle. Tactical basin planning is WSMD’s approach to integrate and focus TMDL implementation for all watersheds in Vermont that are subject to TMDLs. With respect to the Champlain TMDL, the core component of the tactical plan is the so-called implementation table. The table outlines the priorities of DEC, and partner organizations, for protection or restoration of specific stream or lake/pond segments affected by discrete and specific pollution sources, which are addressed by application of one or more suites of interventions outlined in the Surface Water Management Strategy. The implementation table serves to notify partner organizations of the types and locations of projects that WSMD will support with Ecosystem Restoration Program grants or promote to other funding sources where DEC has leverage.

The implementation table is updated, as a report card of implementation in each basin. The planners biennially review the progress attained in the implementation of specific items, and during that time, conduct public outreach to revisit the projects identified, and insert new priority items that were more recently identified. As such, the implementation table is a living chronicle of the identified priority interventions needed to implement sediment and nutrient load reductions in the Champlain watersheds.

Tactical Basin Planning - Component Processes:

In addition to water quality testing, there are five specific assessment processes that are integrated in producing a tactical basin plan. The priorities identified by each assessment are integrated into priorities for implementation. Each assessment process also yields critical on-the-ground information on the types of stressors at play. In sum, the assessment processes used in developing tactical basin plans include:

- Water Quality Monitoring (WQMon);
- Stream Geomorphic Assessment (SGA);
- Stormwater Master Planning (SWMP);

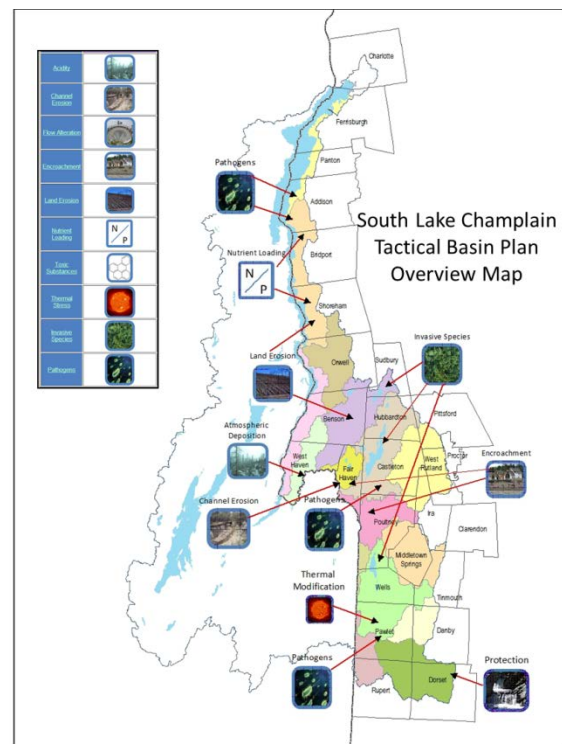


FIGURE 7 - EXAMPLE STRESSOR TARGETING MAP SUMMARIZING THE SOUTH LAKE CHAMPLAIN TACTICAL BASIN PLAN.

- Better Backroads Capitol Inventories (BBRCI);
- Agricultural Environmental Management (AEM); and
- Stormwater Mapping and Illicit Detection Discharge and Elimination (IDDE).

Figure 7 shows an example where subwatersheds have been prioritized by stressor, based on the assessment processes listed above, for the South Lake Champlain basin.

Current Implementation Mechanisms

The mechanisms by which tactical basin plans are developed and implemented are described in detail in the Vermont Surface Water Management Strategy, Chapter Four, at: http://www.watershedmanagement.vt.gov/wqd_mgtplan/swms_ch4.htm. The process of implementing the actions identified in the tactical plans relies on a business process developed in 2011 in DEC, which ties the disbursement of Ecosystem Restoration Funds to the evaluation by each planner of the value of proposed funding applications to address the specific priorities outlined in the tactical plans. DEC envisions that funding associated with a Clean Water Improvement Fund will most appropriately be allocated following the priorities outlined by tactical plans, relying on a similar business process.

Tactical Basin Planning Schedule

The schedule for issuance of tactical basin plans is found in the Vermont Surface Water Management Strategy, Chapter Four, at:

http://www.watershedmanagement.vt.gov/wqd_mgtplan/swms_ch4.htm.

This schedule is summarized as follows:

	<u>Completion Date</u>
1. Complete South Lake Champlain Tactical Plan	March, 2014
2. Complete North Lake Direct Tactical Plan	December, 2014
3. Complete Lamoille Tactical Plan	September, 2016
4. Update 2013 Missisquoi Tactical Plan	December, 2016
5. Update 2014 South Lake Champlain Tactical Plan	December, 2016
6. Update 2012 Winooski Tactical Plan	December, 2017
7. Update 2012 Otter Creek Tactical Plan	December, 2017

Current Capability of Tactical Basin Plans to address the Lake Champlain TMDL

The robustness of the implementation table in a tactical basin plan is predicated upon the availability of up to date surface water monitoring and watershed assessment results. As each tactical basin plan is brought forward for revision, either biennially for implementation table review or as a full five-year revision, the revision benefits from the availability of new monitoring data and assessment information. The watershed assessments are scheduled therefore so that they precede each iteration of a tactical basin plan. Table 8 describes the current priority status of assessments for each major Lake Champlain watershed in Vermont.

TABLE 8 - PRIORITY FOR ASSESSMENTS UNDERTAKEN IN SUPPORT OF TACTICAL BASIN PLANNING, BY MAJOR WATERSHED, BASED ON CURRENT TACTICAL PLAN STATUS

	WQMon	SGA	SWMP	BBR	AEM	IDDE
Missisquoi	Medium	Low	Low	Medium	High	Low
North Lake Champlain	Medium	Low	Low	Medium	Medium	Low
Lamoille	High	Moderate	Low	High	High	Low
Winooski	Medium	Low	Medium	Medium	Medium	Low
Otter Creek	Medium	Low	High	High	High (SFO)	Medium
South Lake Champlain	High	Low	High	High	High (SFO)	Low
	<p>Low: Majority of subwatersheds or relevant land use areas have coverage for the assessment type.</p> <p>Medium: Half or more of subwatersheds have coverage for the assessment type.</p> <p>High: Over half of the subwatersheds are in need of this assessment type.</p>					

Current Funding Sources to Support Tactical Basin Planning

The watershed planners are currently supported by existing appropriations of general funds and Ecosystem Restoration Program operational funds. Development of tactical basin plans is reliant on consistent support of the watershed assessment processes for agricultural land, urban and developed land, road networks, and river corridors, and necessitates that funding is available to support the partner organizations that undertake these assessments.

ECOSYSTEM RESTORATION PROGRAM FUNDING

The original Center for Clean and Clear was established in 2007 to enhance Vermont’s commitment to improve water quality in Lake Champlain. Clean and Clear brought together resources dedicated to improving water quality that were previously spread among many state programs. In 2008, the former Center was restructured into the WSMD’s Ecosystem Restoration Program to guide the award of state water quality grants and contracts to municipalities, watershed organizations, conservation districts, regional planning commissions, and other partners across the entire state. As part of the Ecosystem Restoration Program’s ongoing efforts to reduce surface water pollution from nutrients and sediment, the state budget has included capital funds to support ecosystem restoration projects.

It is the goal of WSMD to ensure that implementation priorities identified in tactical basin plans become priority items to be funded using ERP’s grant monies or other available funds. To this end, the process by which ERP and other water quality planning and remediation funds are distributed has been re-engineered to align with the tactical planning process. Throughout the

process of plan development, partner organizations are encouraged to participate in a meaningful prioritization exercise to identify the highest priority items for funding support. DEC Watershed coordinators also serve as facilitators in the development of ERP grant applications. Projects that are specifically identified in tactical plans and associated watershed assessments receive higher scoring in DEC's grant allocation rubric.

In addition to dedicated ERP funds, ERP also manages "Section 319" grants. In 1987, Congress enacted Section 319 of the Clean Water Act which established a national program to abate nonpoint sources of water pollution. These grants are made possible by the federal funds provided to DEC by EPA, and are available to assist in the implementation of projects to promote restoration of water quality by reducing and managing non-point source pollution in Vermont waters. Projects generally fall into two categories, either outreach, planning and assessment projects or implementation projects. For the most part, Section 319 grants are awarded for the control of sediment and nutrients for the improvement of localized water quality, either through direct implementation or through planning efforts that set the stage for project identification and implementation. Overall, these types of management efforts can have significant benefits in the control of phosphorus loading to the Lake.

Finally, ERP administers consists of federal pass through dollars (about \$40,000 annually) provided by EPA under Section 604b of the federal Clean Water Act. These funds are granted to regional planning commissions for water quality planning purposes. For the last few years, in an effort to coordinate implementation and funding through tactical basin planning, ERP has announced that 604b grant are only available for a specific set of identified monitoring, assessment, planning and implementation related projects. ERP will continue to link 604b grants with these types of projects as it seeks to foster synergize between prioritized water quality projects and available funding.

CHAPTER 5 - VERMONT COMMITMENT TO FURTHER REDUCE NONPOINT SOURCES

Over the past twelve years, Vermont has spent millions of dollars to reduce nonpoint sources of phosphorus to Vermont's surface waters, including Lake Champlain, and has developed comprehensive stormwater, rivers, wetlands, and agricultural programs to tackle this issue. Despite significant reductions in nonpoint sources, additional work is needed to restore the Lake and meet water quality standards.

As described in Chapter 1 of this Plan and shown in Figure 3, the most significant remaining nonpoint sectors of phosphorus include agricultural lands, developed lands, backroads, forests and streambank erosion. Before EPA will approve its new Lake TMDL, it has requested that Vermont provide additional policy commitments to further reduce nonpoint sources of phosphorus to the Lake. These commitments will allow EPA to find that there are "reasonable assurances" that nonpoint sources will be reduced so as to meet the TMDL load allocation target and water quality standards.

The State recognizes that periodic revisions are an integral element of implementing any program as expansive as the Lake Champlain phosphorus cleanup. Armed with experiences gained through more than twelve years of implementation efforts, ANR and AAFM, with assistance from VTrans, were well positioned to respond to EPA's request by:

- Reviewing the effectiveness of programs and strategies currently employed to improve Lake Champlain water quality;
- Identifying targeted program enhancements and new actions to further reduce phosphorus loading to the Lake; and
- Developing a prioritized schedule for implementation to most cost effectively and efficiently implement additional phosphorus reduction efforts.

In November 2013, ANR and AAFM distributed for public comment a draft "State of Vermont Proposal for a Clean Lake Champlain"

(http://www.watershedmanagement.vt.gov/erp/champlain/docs/2013-11-20_DRAFT_Proposal_for_a_Clean_Lake_Champlain.pdf). The Proposal included suggestions for enhancing existing programs and developing new programs to continue to reduce nonpoint sources. In developing this proposal, ANR met frequently with other state agencies, including VTrans, to refine these commitments. ANR and AAFM, in conjunction with EPA, held six public meetings and took public comments on the draft Proposal; over 500 people attended those meetings. ANR, in partnership with VTrans and the regional planning and development agencies, held 12 additional meetings with municipalities across the State to discuss the draft proposal. The State received over 100 comments, most of which were in support of increasing protection for the Lake and the proposed policy options in the Proposal. These comments were taken into consideration in developing this Phase 1 Plan. A summary of these public comments is available online at: http://www.watershedmanagement.vt.gov/erp/champlain/docs/2014-04-01Final_Summary_of_Public_Comment_Champlain_TMDL.pdf. In addition, a list of Frequently Asked Questions is available online at: <http://www.watershedmanagement.vt.gov/erp/champlain/docs/RestoringLakeChamplain-FrequentlyAskedQuestions.pdf>.

The commitments described below are designed to address the major sectors of phosphorus loading to the Lake in an efficient and cost effective manner. As part of the development of the new TMDL, EPA supported a watershed modeling analysis that produced estimates of the phosphorus contribution from each major source category. As shown in Figure 3, the relative magnitude of each source varies by watershed, but agricultural land, developed land, and streambank erosion are major sources across all watersheds. Forest land appears as a large source in Figure 3 primarily because forests occupy over 70% of the landscape in the basin, although phosphorus runoff rates per acre from forest land are typically very low. On the other hand, some sources such as farmsteads and back roads that appear small in Figure 3 can contribute some of the highest rates of phosphorus loading per acre. Both the total amount of the phosphorus load and the loading rate per unit of land area were considered in developing Vermont's policy commitments, which will determine phosphorus reduction priorities over the next twenty years. Vermont believes that twenty years is a reasonable goal for implementation of these commitments given the enormity of this task and realities of existing funding.

Each commitment includes a description of the new program or enhancement to an existing program, the implementation mechanism, and the implementation steps and timeframe. The Gantt Chart in the Executive Summary summarizes the proposed implementation milestones and timeframes.

It is important to understand that EPA's TMDL development is ongoing and that EPA is actively engaged in modelling to determine the wasteload and load allocation numbers for point and nonpoint sources, respectively. Once these numbers are finalized, they will be used to more fully define the level of phosphorus reductions needed by point source and nonpoint sources in each of the thirteen individual lake segments. Therefore, many of the commitments described in this Plan are expressed as statewide commitments but will be tailored as to scope, intensity and timing based on individual lake segment assessments during the second phase of implementation plans. DEC will use the models and load allocations still being developed by EPA to further refine these commitments.

A. AGRICULTURAL PROGRAMS

The Vermont Agency of Agriculture, Food & Markets (AAFM) is the lead Agency in Vermont in addressing agricultural nonpoint source pollution. The Agency has several regulatory programs in place to manage nonpoint source pollution and is proposing revisions to these programs in order to more comprehensively address agricultural pollution concerns in Vermont, including Lake Champlain. These proposed revisions embody the vision of the Agency to meet water quality goals and will be applied, as informed by tactical basin planning and adaptive management, to achieve the required reductions in phosphorus.

AAFM also acknowledges that substantial improvements have been made in very recent years that exhibit a lag time between installation and resulting phosphorus reductions. Development of the MFO general permit in 2007, for example, generated a significant amount of technical and financial assistance needs that resulted in extensive practice implementation but due to the nature of the practices and delay in seeing results until the practices become fully functional, there may be a lag time in reductions. For example, a silage leachate treatment system could be installed in the early summer, however the system is not fully utilized until the late fall when the silage storage is filled with that year's crop. The most concentrated silage leachate occurs shortly after the feed is packed into the bunk as the initial moisture is released from the crops due to the pressure created as the bunk is packed. Another example is the nutrient management plan requirement. With the general permit becoming effective in February of 2007, most farms would not have had enough time to develop a nutrient management plan prior to that crop year. Therefore the actual implementation of a NMP on all of these farms occurred the following growing season.

The staffing resources to implement many of these non-point source projects were also increased after 2008. The number of state engineers on staff has doubled from two to four. The number of partner staff working in Lake Champlain has increased significantly through the VT Association of Conservation Districts' technical programs, UVM Extension, and NRCS. Partner NGOs were not providing on farm technical assistance and implementation support prior to 2008 and have consistently been doing this type of work every year since then. These staffing increases are providing valuable technical support but the results will not immediately result in nutrient reductions.

The following proposed revisions are the result of over a year of outreach efforts. AAFM and DEC worked with the agricultural community in 2012 conducting meetings, focus groups, and discussions to recruit feedback on agricultural water quality improvement. Over 100 recommendations were submitted, and the Ag Workgroup was developed in January 2013 to review these recommendations and provide feedback to AAFM and DEC in development of the agricultural section of the TMDL. The Ag Workgroup consisted of 25 members; 75% were farmers and the remainder were technical service providers who work with farmers. The members were a broad representation of Vermont agriculture; small, medium, and large farms, dairy and non-dairy, crop, and organic. AAFM and DEC profoundly thank these members for their extensive and valuable input and will continue to ask for their assistance as an ongoing advisory group.

DESCRIPTION

Vermont has three permitting programs regulating the management of agricultural wastes to prevent contamination of surface waters – the Medium and Small Farm Operation Rules and supporting Medium Farm Operations (MFO) General Permit and the Small or Medium Farm Individual Permits, the Large Farm Operations (LFO) Rules and Individual Permits, and a Concentrated Animal Feeding Operations (CAFO) Permit.

Medium and small farm permits

The Medium and Small Farm Operational Rule, managed by the Vermont Agency of Agriculture, Food and Markets (AAFM), applies a Vermont state general permit to farms with animal numbers that meet the minimum thresholds, such as dairy farms with 200-699 mature animals, 300-999 cattle or cow/calf pairs, 150-499 horses, 16,500-54,999 turkeys, and 25,000-81,999 laying hens without liquid manure handling system. The rule also provides for an individual permit for small or medium farms that meet specific criteria, such as utilizing new or innovative technologies or a history of non-compliance.

The Medium and Small Farm Operation Rule prohibits and prevents discharges of wastes from a farm's production area to waters of the state and requires manure, compost, and other wastes to be land applied according to a nutrient management plan. AAFM is required by law to inspect all farms permitted under these rules at least once every five years (20% annually) and many farms are visited more often, due to permit compliance needs, project management assistance, and practice implementation.

The MFO general permit has been in existence since February, 2007 and was revised in 2012. Currently, there are 152 farms under the MFO general permit throughout Vermont, and approximately 116 of these farms are in the Vermont portion of the Lake Champlain basin.

Large farm permit

The LFO program, also managed by the AAFM, applies an individual permit to farms with animal numbers that meet the minimum thresholds, such as having more than 700 mature dairy cows, 1,000 beef cattle or cow/calf pairs, 1,000 young-stock or heifers, 500 horses, 55,000 turkeys, or 82,000 laying hens without a liquid manure handling system. An LFO permit prohibits and prevents the discharge of wastes from a farm's production area to waters of the state and requires the farm to land apply manure, compost, and other wastes according to a nutrient management plan. An LFO permit also regulates odor, noise, traffic, insects, flies, and other pests, construction siting, and setbacks. AAFM inspects all LFOs throughout Vermont and the Lake Champlain basin annually. The LFO Rules have been in effect since 1999, and were updated in 2007. There are 19 permitted LFOs in Vermont, 13 of which are in the Lake Champlain basin.

Inspections of MFO and LFO

There are currently four inspectors with AAFM who administer the MFO and LFO permits. In 2012, AAFM changed the inspection protocol for MFO/LFO inspections to include increased spot checks of field practices. Through this requirement, inspectors visit a minimum of three

fields at each inspection, confirming compliance with the farm’s mandatory nutrient management plan. This increases the length of time to complete each inspection but ensures better compliance with the mandatory nutrient management plans on these farms. In 2014, the Agency is increasing nutrient management compliance checks for grants provided for the development or update of NMPs, which includes many MFOs and LFOs. The goal is to review 10 fields on a subset of these farms for adherence to the implementation component of the NMP grant and follow up would include permit enforcement on farms that are under a MFO or LFO permit.

AAFM will increase the number of inspections, increase time on farms with field checks and accommodate for future size and technology growth of permitted farms. AAFM will coordinate enforcement information to ensure consistent progress, and maintain a database to ensure ranking of high priority farms.

CAFO permit

The CAFO general permit is a federal Clean Water Act permit for MFOs managed by the Vermont Department of Environmental Conservation (DEC) since June 2013. It requires farms to properly design, construct, operate, and maintain production areas to control waste. The permit prohibits a discharge of manure, litter, or wastewater, except when direct precipitation equivalent to or greater than a 25-year, 24-hour storm event causes a discharge. Any farm, regardless of size, that directly discharges to a surface water body could be required to obtain a CAFO individual permit. There are currently no CAFO permitted farms in Vermont. The CAFO program manager inspects a minimum of 12 farms each year per agreements with EPA, but consistently achieves a higher rate. The farms are chosen based on discussion with AAFM and review of past water quality concerns and are of all sizes. Priority is given to farms with previous violations and those in priority watersheds. DEC will increase this level of inspection with a focus on farms in critical watersheds in the Lake Champlain Basin.

IMPLEMENTATION MECHANISM

AAFM and DEC will continue to prepare annual compliance reports as required to meet the goals outlined below in the implementation steps. The compliance reports will contain state-verified information including but not limited to compliance with nutrient management plan requirements and the nature of any documented discharges. DEC, AAFM and the Attorney General’s office have also increased regular coordination.

IMPLEMENTATION STEPS AND TIMEFRAME

- DEC, in cooperation with AAFM, will conduct inspections of potential CAFOs.
 - A. Minimum of 12 inspections annually in Lake basin in first 2 years
 - B. Minimum of 75 inspections annually after 2017
- 1. AAFM will inspect all LFOs and MFOs within the Lake Champlain basin
 - A. All LFOs Annually
 - B. MFOs 20%/year min
 - C. Enhance MFO inspection protocols 2014

- D. Minimum of 25% of MFOs inspected annually after 2017

- 2. DEC and AAFM will continue to conduct on-farm multi-agency inspections to ensure consistency in the inspection process
 - A. Agencies will conduct a minimum of 10 joint inspections Annually
 - B. DEC and AAFM will hold trainings for inspection staff Bi-annually

- 3. AAFM and DEC will continue to produce compliance reports that will be shared between agencies Annually

- 4. DEC and AAFM will continue to coordinate inspection and enforcement actions per the 2007 MOU and has begun quarterly compliance meetings to increase coordination.
 - A. DEC and AAFM representatives will meet to share current activity Monthly
 - B. DEC, AAFM, Attorney General and DEC Compliance & Enforcement Division (CED) will meet to share current activity Quarterly

DESCRIPTION

The Vermont Accepted Agricultural Practice Rule (AAPs), initially adopted in 1995 and updated in 2006, requires that all farms in the state, regardless of size and type of operation, adopt and implement a set of minimum conservation practices to protect water quality. Examples include the winter spreading ban which forbids spreading between December 15 and April 1, no allowance for any direct discharges, minimum 10' buffers along surface waters, no stacking or storage of manure on lands subject to annual overflow, and mortality management requirements. The AAPs do not require a written nutrient management plan (NMP), however the rules require compliance with many aspects of nutrient management planning, including required soil tests every five years, applying nutrient applications consistent with soil tests, and meeting 2T (soil erosion tolerance). Education and enforcement of these provisions of the AAPs has been limited due to lack of resources.

To date the AAP program has not been inspection-based like the MFO and LFO programs due to limited resources. The investigative staff for the AAP rules are primarily focused on pesticide, feed, seed and fertilizer work per their funding source. AAFM has never received funding specific to enforcing the AAPs, rather this program is essentially driven by internal or external reports of possible violations. State-initiated and public reports about suspected rule violations result in site investigations to determine compliance with the rule.

With the current staffing level, AAFM performs approximately 120 investigations annually. The investigations target specific complaints or obvious violations; they do not involve evaluating the entire farm operation to determine the extent of AAP compliance. Understanding this staff resource limitation and the water quality need to ensure compliance with the AAPs, AAFM has committed to a targeted small farm inspection program, and has already taken steps to start this process. One small farm inspector position was requested and approved in the 2014 budget of the AAFM. In the fall of 2013, AAFM filled this position and is focusing outreach and evaluation efforts in the priority watershed of Franklin County, VT.

AAFM will expand its small farm inspection program, and initially will prioritize dairy farms, but will also address any significant livestock farms that are in priority watersheds. Significant livestock farms will be determined based on size, location, proximity to water, and any potential or actual water quality concerns. All small dairies in Missisquoi, St. Albans Bay and South Lake will be evaluated by the end of 2019. All small dairies in the Lake Champlain basin will be evaluated by the end of 2020. AAFM will continue to utilize the existing staff that currently perform investigations into suspected AAP violations on non-dairy farms based on internal and external reports. AAFM intends on training staff to conduct whole farm inspections as part of the investigation process. AAFM believes that each inspector can address 75 farms per year (including inspection and enforcement).

Vermont recognizes that further reductions of agricultural nonpoint source pollution will necessitate taking additional, aggressive actions pertaining to the AAPs to reduce water pollution and achieve a more consistent and equitable regulatory environment for all farms. AAFM also recognizes the enormous need for education about the current regulations as well as any

proposed additional requirements, and are working closely with non-regulatory partners who can, and have already taken steps to help with that outreach.

The following actions related to the AAPs will require rulemaking, a process which will take approximately 12 months, and would be initiated in the fall of 2014 with an expected implementation date of winter 2015-16. AAFM is committed to rule making for certain activities regardless of whether additional resources are provided (livestock exclusion, buffers, gullies and erosion for example), however other rule changes may be implemented over a longer time frame.

All of the below actions will be effective immediately upon completion of the rulemaking process. Each action will require extensive outreach and education towards implementation of the rules and remediation of water quality problems. Upon completion, AAFM has the immediate authority to enforce any violations, and does not need additional statutory changes to proceed with compliance.

Initiate an AAP compliance certification process for all small farms

Currently, small farmers are not required to submit any type of certification of compliance (COC) with the AAPs (unlike MFOs and LFOs which must submit annual reports). Following rulemaking, AAFM would require all small farms that meet certain criteria to submit a certification form once every five years that indicates compliance with the AAPs. Criteria for a mandatory COC would be determined through discussion with the Ag Workgroup, other agricultural partners, and the public rule making process. Currently the AAPs must be met by all farmers, regardless of size or farm type, however, the cost-benefit of water quality improvement decreases substantially with smaller farm size and animal numbers. It is expected that the COC requirement would be based on either animal numbers or density and include all crop farmers.

A web-based online submission option would ideally be available for COC compliance for farmers with internet accessibility. AAFM is currently in the process of developing a water quality database which may expand the ability for online submission of MFO and LFO reports. Ideally, technical staff will have the ability to assist landowners with submission during field visits.

Update AAPs to require changes in buffers, gullies, and erosion

Currently MFO and LFOs are required to have 25 foot buffers and meet an erosion standard of “T”, while small farms are allowed to have 10 foot buffers, with 25 feet at points of runoff, and meet “2T”. Research has proven the value of larger buffers for water quality, and the erosive loss from fields and gullies has been well documented and provides a great potential for decreasing sedimentation to surface water. The AAPs will be revised to require consistent buffers of 25 feet on all perennial streams, 10 foot buffers on field ditches, stabilization of field borne gully erosion, and reducing the field tolerable soil loss for fields in annual crop production to “T” to recognize the importance of connecting buffers with appropriate field conservation practices. There is currently no buffer requirement specific to intermittent streams in the AAPs, however the AAPs state that a farm cannot apply wastes directly into surface water or have over-applications of nutrients that cause runoff of wastes into surface waters.

All MFO and LFO farms, and SFOs that have NMPs through state and/or federal cost-share programs must meet NRCS 590 NMP requirements. One requirement is that any watercourse, regardless of flow, that can be determined to be significantly transporting nutrients or sediments must be buffered 25' from annual crop production and manure application. The proposed changes to the AAPS are intended to level this requirement and limit confusion such that all perennial streams will be required to have a 25 foot buffer regardless of farm size and then all intermittent streams and ditches will be required to be buffered by a minimum of 10 feet. If an NMP indicates that a field is a significant contributor of pollutants, then the 10 foot state requirement will be increased to 25 feet as part of the 590 standard. The enforcement of this new standard will be accomplished with field spot checks on farms in the NMP cost-share programs and inspections on the permitted farms to ensure compliance with the NMP.

These changes are important for water quality improvement but also for the agricultural community. The Ag Workgroup recommended consistency among farms in regulations where possible. These rule changes will require extensive outreach and education to farmers, especially changes in erosion tolerance. Many small farms are not aware of their current erosion rates, and lack the knowledge and software to determine this without technical assistance. Management changes may be necessary on some farms to meet the required "T" level.

Update AAPs to require changes in livestock exclusion regulations

The AAPs currently require that adequate vegetation be maintained on streambanks by limiting animal access and trampling. The proposed change to the AAPs will explicitly exclude livestock from perennial streams where erosion is prevalent and in all production areas. This change will clarify the requirement for livestock exclusion in critical source areas.

The Agency believes that targeting the highest priority locations for livestock exclusion will yield the greatest cost-benefit for water quality. With limited resources to implement a wide variety of non-point source agricultural pollution strategies, targeting resources to the highest priorities is the best strategy for the near term phosphorus reduction benefits. EPA estimated that pasture accounts for 3.8% of the total phosphorus loading to Lake Champlain and AAFM believes this AAP change will significantly reduce a major portion of this 3.8%. Extensive research has clearly demonstrated that eroding land is a substantial contributor to nutrient loading, and this approach of targeting eroding banks will provide focused attention to the higher benefit opportunities. Prioritizing these targeted areas will also provide opportunity to focus remaining resources on addressing the cropland loadings which are estimated to be 35.2% of the total Lake loading.

Under this proposed change in the AAPs, erosion at any section of a stream where animals have access, except at defined stream crossings, would trigger the requirement for mandatory exclusion. Exclusion would be required for the length of the stream and will address any areas where erosion is of high potential, and will not be limited only to the eroding section. The Secretary will evaluate any questionable sites on a case-by-case basis and maintain the option of requiring exclusion where *any* water quality impacts exist.

IMPLEMENTATION MECHANISM

The rulemaking process will be conducted through the Vermont Legislature to enable the proposed changes to the state regulatory Accepted Agricultural Practices. The proposed rule changes include the following practices:

- A. A minimum 25 foot perennial vegetated buffers along all perennial streams
- B. 10-foot perennial vegetated buffers along field ditches
- C. Stabilization of field borne gully erosion
- D. All farms meet “T” for tolerable soil loss, as defined by the U.S. Department of Agriculture Natural Resources Conservation Service (NRCS), for the prevalent soil type and applied to all farm fields in annual crop production
- E. Increased livestock exclusion requirements
- F. Development of a small farm certification process

IMPLEMENTATION STEPS AND TIMEFRAME

Note: All efforts will begin in prioritized critical source areas and targeted priority watersheds. Priority watersheds are those most impacted by agricultural activities.

1. Update the AAP rule with additional practices and begin implementation by all small farms in the Lake Champlain basin
 - A. Initiate rulemaking through the state legislative process 2015
 - B. Complete rulemaking 2016
 - C. Begin education of potential new regulations 2014
 - D. Begin enforcement of new regulations 2016
2. Begin small farm evaluation process in priority watersheds
 - A. Evaluate/inspect all small dairies in Missisquoi, St. Albans Bay and South Lake 2014-19
 - B. Evaluate/inspect all small dairies and significant livestock operations in Lake Champlain basin 2014-20
3. Develop small farm certification of compliance (COC) process
 - A. Determine threshold level for COC requirement 2016
 - B. Develop online COC process 2016
 - C. Conduct an extensive education and outreach process for COC 2016-19
 - D. Require SFO to submit certification 2020
4. Require livestock exclusion in production areas and where erosion exists
 - A. Develop a livestock exclusion incentive program that will include a declining scale cost-share with a time provision to encourage early adoption 2016

DESCRIPTION

Nutrient Management Plans

Currently MFOs and LFOs are required through the state permits to develop, update and implement a nutrient management plan (NMP) that meets the USDA/NRCS “590” standard. Small farms that have received USDA cost-share funding for a waste management system are also required to have a 590 NMP. Both AAFM and NRCS provide funding to help develop and update these plans.

A 590 plan includes a nutrient application plan, with additional requirements to minimize nutrient runoff into surface waters. The full document includes maps, soil and manure test results, current and planned crop yields, location of sensitive areas, each field’s tolerable soil loss (“T”), field phosphorus indices (to calculate potential for phosphorus runoff and nitrogen losses), and other possible requirements and goals. The plan indicates all structural practices that are related to nutrient storage and application and ensures that they are installed and maintained to NRCS standards. The NRCS standards are designed based on rainfall data and the current standard is to collect the 25 year, 24 hour storm event. As climate changes, this value will be updated by NRCS. This is also the structural standard required by the new VT CAFO permit and in the AAPs for any new waste storage structure built after July 1, 2006. The MFO and LFO permits also reference the federal NRCS standard.

The NM plan can be quite large depending on farm size, requires a level of knowledge and equipment for certain calculations, and can be expensive to develop despite cost-share funding. Few small farms voluntarily choose to develop a 590 plan, however under the current AAPs, all small farms are required to have much of the information that would be in a plan available upon inspection (such as soil testing, tolerable erosion calculations (T) and nutrient application rates). AAFM inspectors review NMPs at the time of inspection on MFOs and LFOs and started in 2013 spot checking a minimum of three fields during each inspection to evaluate compliance with the plan. However, further enforcement, especially of small farm compliance with the AAPs, has been limited by a lack of resources.

The Ag Workgroup recommended that a matrix be developed that would look at not only farm size and number of animals but also animal density, proximity to water and other factors related to potential nutrient runoff. Farms above these criteria would be required to create a 590 standard plan. Farms below would either be required to either use a small farm NMP template (to be developed) or meet current AAPs (for very small operations that do not require an NMP).

The matrix will be developed in the next year in consultation with the agricultural technical service provider community and the Ag Workgroup. The threshold for NMPs will coordinate with guidelines for small farm certification of compliance.

Field Practices and nutrient management.

Nutrient management planning involves careful application of nutrients to cropland and pastures to ensure that nutrients do not exceed the needs of the crop and contribute to water quality impairments. Substantial work has been done in the Lake Champlain basin in the past five years to educate farmers about new or different land practices with the assistance of agronomists and technical service providers, and to provide funding for the purchase of equipment such as manure injectors that increase retention of nutrients on the fields. (Current work is documented in earlier sections of this plan). It is essential that the current valuable staff working directly with farmers continue in that capacity.

Examples of field practices determined by AAFM and DEC to be of greatest value to water quality and in need of continued resources are listed below. The current NRCS-funded “edge-of-field monitoring” research, being conducted on 6 farms in the Lake Champlain Basin includes many of the below conservation practices to help determine the local value of implementation. As additional research documenting the reduction values of these practices becomes available, an adaptive management approach will be taken to further commitments to increase implementation and implementation.

- Cover Crops
Cover cropping is a challenge on heavy clay soils that require tillage and even on lighter soils when weather does not allow for seeding in a timely manner for adequate fall cover. A new program to introduce aerial seeding by helicopter is showing promise and other alternatives such as shorter day corn options need continued funding, education and research.
- Reduced tillage
The AAFM Capital Equipment Assistance Program (CEAP) has provided funding for on-farm purchase of tools such as no-till planters that are increasing the acreage dedicated to reduced tillage practices that decrease soil erosion and provide cover to bare fields. Education about this practice is crucial to adoption by traditional farmers.
- Manure injection or aeration
CEAP has also provided funding for the purchase of manure injection equipment. Increased use of this tool is crucial especially in areas with high slopes and proximity to surface water. More importantly, manure injectors are able to apply nutrients into hay ground versus the typical surface application which can be prone to runoff. This equipment is extremely expensive and the CEAP funds will be used to incentivize equipment purchase to the fullest extent possible.
- Improving soil health and quality through reduced compaction
Improving soil health and quality by decreasing compaction increases the infiltration of water, reducing erosion and nutrient runoff. Lower compaction rates can be attained through changes in land practices such as reduced tillage and precision nutrient management that decreases use of heavy equipment.
- Precision nutrient application
In addition to improving soil quality, precision nutrient application also allows for site-specific (in-field) detailed application of nutrients using GPS technology on farm

equipment. This is initially expensive to install but can more specifically allocate nutrients to decrease any potential for excess runoff.

- Management of farm roads.
Many farm roads, including roads that access sugaring operations, are highly compacted areas and can act as conduits for nutrient runoff. Additional resources should be allocated for road management similar to forest road practices.
- Controlled tile drainage
Tile drains are currently being installed in VT by farmers to increase productivity. While well drained fields are less likely to have gully erosion; research has shown that drainage from tile can contain high nutrient levels, especially dissolved phosphorus. Education about control structures as well as appropriate installation and management of tile drains is necessary.
- CREP program
The federal Conservation Reserve Enhancement Program provides an annual compensation rate for removing environmentally sensitive land from production and adding practices such as extended buffers. Vermont is able to leverage a 4:1 return on state investment in this program; however producer enrollment has dramatically decreased in recent years due to cuts in the rental rate payments, and limited resources for outreach and education to producers.

Implementation of all BMPs must increase but with limited resources, AAFM will need to prioritize efforts by focusing on potential critical source areas that have a high risk of causing or contributing to phosphorus loading. Critical source area mapping has been conducted in some parts of the Lake Champlain watershed, and with the increased use of LIDAR, mapping will continue for the remainder of the area. Agency personnel and partners will all focus on critical source areas in their inspections and implementation.

Research

Implementation of current practices will be encouraged, funded and incentivized, but additional research is also needed to continue improvements in nutrient management. AAFM and DEC will continue to encourage and support initiatives that show promise through funding and collaboration. Some current examples of areas of interest to the agencies for continued research include but are not limited to:

- On-farm digesters that increase the use of manure as bedding and the transport of P off-farm
- An evaluation of the P-index to increase its value as a nutrient management tool, and standardization between states
- An evaluation of tools other than RUSLE that will be more applicable as a water quality measurement
- Precision nutrient application (indicated above)
- Alternative buffers and cover crops that will provide necessary water quality needs but have other potential value

Partner Assistance

AAFM and DEC acknowledge the value of other governmental partners (USDA/NRCS, US Fish and Wildlife), educational partners (UVM Extension System) and non-profit partners (VT Association of Conservation Districts, watershed groups, farmer coalitions), and private for-profit consulting firms, all of whom by nature of their non-regulatory status, have connections in the agricultural community. Collaborating with these partners and assisting in their support are critical to the success of our water quality improvement efforts. AAFM assumes the operational capacity of key federal partners such as the US Department of Agriculture Natural Resource Conservation Service (NRCS) remains constant at current levels in development of this implementation plan. AAFM and DEC also support increased funding to partners for the critical educational needs as new regulations are required of agricultural producers.

IMPLEMENTATION MECHANISM

A matrix will be developed to assess the need for USDA standard nutrient management plan, development of a small farm NMP, or compliance with AAP regulations. State partners will assist with BMP implementation on farms, and new field practices to decrease runoff and erosion potential.

IMPLEMENTATION STEPS AND TIMEFRAME

1. Increase development and implementation of Nutrient Management Plans
 - A. Develop NMP matrix and SFO template 2016-18
 - i. Provide outreach and education Ongoing
 - ii. Provide for conservation plan development 2017-19
 - B. Provide increased cost-share funds for NMP development 2018
 - C. Expand small farm NMP development courses/workshops through partners such as UVM Extension 2017
 - D. Work with partners to develop and offer a NMP training program for TSPs 2017
 - E. Work with partners to develop and offer a training program for manure applicators 2017
 - F. Mandate certification of manure applicators 2018
 - i. Obtain statutory authority for certification 2015
 - ii. Provide outreach and education 2015-2018
 - iii. Mandate certification 2018
2. Improve field practice implementation
 - A. Support AAP and BMP implementation on small farms by key partners and staff who will focus on the 8 key areas of field practices indicated above Ongoing
 - i. Increase support for non-regulatory SFO outreach 2016
 - B. Increase targeted outreach in the key watershed areas of St. Albans Bay Missisquoi Bay and South Lake 2017
 - C. Support current farmer groups
Farmers Watershed Alliance, Champlain Valley Farmers Coalition

- and support a third startup in South Lake. 2017
 - i. Provide farmer groups with BMP funds for outreach and small project implementation 2017
- D. Increase participation in the CREP program in key watersheds
 - i. Utilize shared partnerships in priority watersheds to Increase outreach
 - ii. Coordinate with USDA/FSA to increase the rental payments 2019-21

ADDITIONAL EFFORTS IN GAP WATERSHEDS (MISSISQUOI BAY, ST. ALBANS BAY, SOUTH LAKE)

DESCRIPTION

Higher nutrient loading from agricultural runoff in the three subwatersheds of Missisquoi Bay, St. Albans Bay and South Lake will require that additional measures be implemented in these areas. Priority will be given to these areas through increased education, outreach and funding opportunities, targeted funding, and higher cost-share opportunities. Specific practices are described above.

IMPLEMENTATION MECHANISM

In addition to prioritizations mentioned in previous sections, additional funding and outreach will be targeted to critical source areas in the priority watersheds of Missisquoi Bay, St. Albans Bay and South Lake. Critical source areas will be the focus of this education, new initiatives and enforcement since recent research (including the recent CSA modeling project by Stone Environmental, Inc.) has demonstrated that approximately 80% of the nutrient reduction goals can be achieved by focusing on 20% of the area. Addressing these areas will provide the higher benefits requested by EPA, though detailed nutrient loads to be provided by the EPA will be essential to further prioritization.

Focusing on higher benefit areas in no way indicates that other areas of concern, especially those with water quality violations or lack of state required conservation practices will be ignored or that targeting resources to key areas will diminish efforts needed in other watersheds. The following additional implementation steps are seen as initiatives above and beyond current programs and practices in recognition of the greater nutrient reduction needs of these watersheds, and AAFM and DEC remain committed to addressing all water quality concerns, violations and needs through ongoing programs and creative, innovative new efforts to the greatest extent possible.

The State has been working with partners and the agricultural community to develop a “*certainty*” program that will be piloted in the gap watershed areas. In 2012, grants from multiple sources, including the EPA and USDA/NRCS as well as private local foundations, provided funding for a concentrated outreach program with the agricultural community. The previously mentioned Ag Workgroup was a result of this effort.

A key deliverable of the funding was to evaluate the feasibility of a certainty program for the State of Vermont. Hundreds of farmers, through meetings, focus groups and surveys, participated in this discussion, as well as many member of the environmental community.

In many states, “certainty” is a protection against regulation or enforcement by demonstrating a higher level of management and attention to environmental protection. However, in Vermont, we are developing an incentive-based certainty program, that will reward farmers who install or employ additional BMPs above regulatory requirements. This approach was approved by the Ag Workgroup and a draft set of levels of incentives is in development. After further refinement, a pilot of this will be implemented in 2016.

The State is also evaluating the feasibility of a nutrient trading program through a recent acquired NRCS *Conservation Innovation Grant*. This joint effort between AAFM and DEC will evaluate the opportunities for nutrient trading in the gap watershed area, and guidance for the development of such a program.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | |
|--|---------|
| 1. Target CAFO inspections in these watersheds | 2014 |
| 2. Inspect SFO in these areas | 2014 |
| 3. Provide targeted funding for BMP and NMP implementation in these watersheds | 2017 |
| i. NRCS funding can be prioritized through Local Work Group ranking | |
| ii. State cost-share may increase to 90% on a case-by-case basis | |
| iii. Higher rental payment rates for CREP projects in these watersheds | |
| 4. Provide targeted education in these watersheds | 2017-19 |
| A. Provide support for the 2 current farmer groups (Farmers Watershed Alliance and Champlain Valley Farmers Coalition) | |
| B. Provide support to start a farmer group in the South Lake Region | |
| C. Increase CREP outreach for Missisquoi Bay and South Lake | |
| 5. Develop a targeted “certainty” program for these watersheds that provides increased compensation and incentive opportunities for producers who implement additional practices such as | |
| A. Cover crop floodplains | |
| B. Do not apply phosphorus to any fields that test high on the P-index | |
| C. Do not spread manure within 48 hours of rainfall on fields within 200’ of surface water | |
| Incentive program will be developed with assistance from partners and the Ag Workgroup | 2016 |
| 6. Evaluate feasibility of nutrient trading in gap watersheds | 2014 |

B. STORMWATER MANAGEMENT

Stormwater runoff from roads and existing developed lands will be addressed in a staged and prioritized manner through a system of watershed-based stormwater permitting using a combination of state law and NPDES-based regulatory authority. The enhanced programs will be applied in combination, as informed by tactical basin planning, to achieve the required reductions in phosphorus.

The Department has authority under 10 VSA 1264, and 18-302(a)(5) of the Vermont Stormwater Management Rule to require permits from any impervious surface where we determine treatment is necessary to reduce the adverse impacts resulting from the discharge of stormwater from the impervious surface. The Department may also use its Residual Designation Authority to require permits where it is determined the discharge is a significant contributor of pollutants, or where we determine that stormwater controls are necessary based on a WLA. Finally, the Department may amend its existing MS4 designation criteria to designate additional municipalities as requiring MS4 coverage in order to implement necessary pollutant controls.

The Department anticipates implementing the programs addressing stormwater from existing developed lands, state highways, and municipal roads through the most appropriate authority, or combination of authorities, as described above. In all cases, implementation of the authority to regulate stormwater, be it under State law, RDA, or MS4, requires a demonstration of facts linking the discharge to its impacts on receiving waters. The Department anticipates implementing Tactical Basin Planning to develop the required facts, on a basin basis, such that the implementing regulation will be issued both concurrent with, and informed by, the completion of basin-specific plans. These plans will inform the relative extent to which these programs are implemented (e.g. the extent to which road runoff is managed versus addressing runoff from a downtown area), the timing of implementation, and the standards applied. The particularized fact-specific analysis necessary to identify affected municipalities, treatment standards, schedules, and to exercise our existing authorities, is necessarily acquired as part of Phase II implementation.

STORMWATER RUNOFF FROM STATE ROADS

DESCRIPTION

The first stage of implementation will include permitting all state roads to achieve the necessary level of pollutant reduction to meet TMDL targets. Permitting will generally involve requirements to develop management plans, followed by an implementation schedule informed by the relative significance of the source, on a watershed basis. A proposed implementation schedule is attached.

The State highway system will be addressed via a TS4 Stormwater General Permit. The TS4 is a NPDES-based Transportation Separate Storm Sewer System (TS4 GP) General Permit designed to regulate stormwater discharges from the entire state-operated transportation system. The program would be implemented as an MS4 program, pursuant to 40 CFR 123.35(b). The TS4

would regulate all stormwater discharges from the transportation network and associated transportation facilities by consolidating the permit requirements from the existing Municipal Separate Storm Sewer System (MS4), Multi-sector General Permit (MSGP) and post-construction stormwater permits. Implementation of a comprehensive TS4 GP approach could allow for the prioritization of maintenance, upgrade of stormwater infrastructure, and implementation of remediation activities based on environmental benefit. Stormwater management practices will be consistent with the Vermont Stormwater Management Manual, with an emphasis on surface infiltration where feasible to maximize phosphorus reduction.

IMPLEMENTATION MECHANISM

The State will establish a TS4 Stormwater General Permit.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | | |
|----|--|---------|
| 1. | Revise MS4 Procedure for Designation of Regulated Small MS4s | |
| 2. | Issue Draft TS4 General Permit | 9/2015 |
| 3. | Issue Final TS4 General Permit | 4/2016 |
| 4. | VTrans to implement program | 2017-36 |

STORMWATER RUNOFF FROM MUNICIPAL ROADS

DESCRIPTION

The first stage of implementation will include permitting all municipal roads to achieve the necessary level of pollutant reduction to meet TMDL targets. Permitting will generally involve requirements to develop management plans, followed by an implementation schedule informed by the relative significance of the source on a watershed basis.

Vermont municipalities maintain approximately 11,000 miles of road; three-quarters of these municipal roads need erosion control improvements. Two-thirds of these roads are unpaved gravel or unimproved roads, and nearly all require ditches and culverts for water drainage. Road structures, particularly along gravel roads, can cause erosion and sedimentation into adjoining streams. Stormwater runoff from paved roads can accumulate and deliver debris, oils, salts, and other chemicals, sediment, nutrients, and other pollutants to surface waters. Paved roads can also affect the volume of stormwater runoff being generated, which in turn, can alter the hydrology and ecological health of receiving waters.

DEC will issue a stormwater general permit covering municipal roads. The permit will require development of management plans based on local road conditions including road slope, connectivity to receiving waters, and other factors, that identify the type and scope of BMPs necessary for the municipality. The management plan will include an implementation schedule informed by sub-watershed phosphorus reduction priorities. At a minimum, BMPs shall be as protective as those identified in the 2011 Town Road and Bridge Standards and focused on the prevention of erosion and the transport of sediment containing phosphorus. The precise level of BMPs, and associated phosphorus reduction, will be determined during development of Tactical

Basin Plans and the general permit. The general permit will adopt these specific BMPs directly, rather than reference the Town Road and Bridge Standards or other standards.

IMPLEMENTATION MECHANISM

DEC will use existing authorities to develop a permit program for issuing a municipal road stormwater permit and reporting requirements. The program will emphasize the use of road-related best management practices. The State will first issue a letter of intent prior to the issuance of the new permit.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | | |
|----|--|---------|
| 1. | Issue Draft Municipal Road general permit | 2016 |
| 2. | Issue Final Municipal Road General Permit | 2017 |
| 3. | DEC to administer permit program with VTrans to provide technical assistance, training and funding support | 2017-36 |

STORMWATER RUNOFF FROM EXISTING DEVELOPED LANDS

DESCRIPTION

Stormwater runoff from existing developed land, exclusive of surfaces regulated under the State or municipal roads stormwater programs, will be addressed in a staged and prioritized manner through a system of watershed-based stormwater permitting using a combination of state law and NPDES-based regulatory authority.

The first stage of implementation will require permit coverage for all stormwater discharges on sites where impervious surfaces exceed 3 acres. Additionally, impervious surfaces discharging to municipal stormwater systems where such impervious surfaces exceed 15 acres, in aggregate, and the density of impervious surface is greater than 7%, shall be addressed by a stormwater permit, issued to the municipality and requiring implementation of a stormwater management and phosphorus control plan. These are preliminary criteria that may require refinement during future implementation plans to ensure targets are met.

Existing facilities with greater than 3 acres of impervious surface permitted prior to the adoption of the 2002 Stormwater Manual will be subjected to feasibility-based upgrade requirements during their next permit renewal cycle which ranges from 0-10 years.

Stormwater management practices will be consistent with the Vermont Stormwater Management Manual, with an emphasis on surface infiltration where feasible to maximize phosphorus reduction.

Existing facilities discharging within a regulated Municipal Separate Storm Sewer System (MS4) are required to develop Flow Restoration Plans for stormwater-impaired waters in accordance with the MS4 General Permit. The extensive deployment of stormwater-management infrastructure associated with this requirement will contribute substantially to phosphorus reduction in Lake Champlain. Further, regulated MS4 municipalities are required to track phosphorus reductions associated with the deployment of BMPs. Finally, following issuance of a

completed TMDL, the Department will re-issue the MS4 General Permit such that the TMDL is considered an “approved TMDL” under section IV.C.1.a of the MS4 General Permit. This will require the MS4 permittees to develop and implement a plan to control discharges consistent with the assumptions and requirements of the wasteload allocation.

IMPLEMENTATION MECHANISM

The State will establish a general permit program to address stormwater from existing developed land.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | |
|--|----------------|
| 1. Issue Draft Developed Lands General Permit | 2016 |
| 2. Issue Final Developed Lands General Permit | 2017 |
| 3. Re-issue MS4 General Permit
final TMDL | 6-months after |
| 4. DEC to administer existing developed lands program
2017-36 | |

STORMWATER RUNOFF FROM NEW DEVELOPMENT

DESCRIPTION

DEC’s Stormwater Program administers a post-construction stormwater permit program pursuant to state statute. Regulated projects are required to implement BMPs in accordance with the Vermont Stormwater Management Manual (VSMM). The VSMM was initially developed by the Center for Watershed Protection, and is currently undergoing revision to increase the use of green-stormwater infrastructure practices, and to increase the required levels of phosphorus removal in approved practices. DEC is currently mid-way through a contractor-assisted stakeholder process to develop revisions to the VSMM. The process is primarily focused on revising Water Quality Volume, Groundwater Recharge, and Channel Protection criteria, to increase the use of distributed highly-effective treatment (i.e. pollutant removal) practices. Criteria associated with preventing increases in peak flows associate with larger storms (i.e. the Qp10 and Qp100 standards) are likely to be retained. Precipitation volumes used for the various criteria will be revised based on best-available local data, including the past 10-years of record to account for changes in precipitation volumes, and regional variability. The final revised VSMM will then be adopted via state rulemaking process. The final adopted Manual will employ state-of-the-art stormwater BMPs designed to maximize phosphorus removal. These practices combined with Vermont’s regulatory program that requires permits for all new and redevelopment projects with over one acre of impervious surface, as well as expansions greater than 5,000 square feet, will prevent substantial phosphorus loading.

IMPLEMENTATION MECHANISM

This strategy is implemented via DEC’s post-construction stormwater permit program.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | |
|---|------|
| 1. Complete VSMM stakeholder process | 2014 |
| 2. Develop Draft Revised VSMM | 2015 |
| 3. Public Comment on VSMM | 2015 |
| 4. Final VSMM commence rule making | 2015 |
| 5. Adopt Final VSMM with enhance phosphorus removal | 2016 |

C. NON-REGULATORY STORMWATER MANAGEMENT FOR NON-MS4 MUNICIPALITIES

NON-REGULATORY STORMWATER MANAGEMENT

DESCRIPTION

About three percent of the land area in the Lake Champlain basin is impervious surface (such as driveways, sidewalks, streets, and parking lots), but these areas generate a disproportionate amount of the phosphorus loading to Lake Champlain. Only six percent of this impervious surface area in the Lake Champlain basin is currently subject to regulation under a state operational stormwater permit, and only 12 percent of the impervious area is covered by the Municipal Separate Storm Sewer System (MS4) permit.

Stormwater Master Planning (SWMP) is an analytical process designed to prevent and reduce stormwater runoff from the impervious areas that are currently not regulated by the DEC. The process serves as the basis for targeting management actions in areas of the developed landscape thought to be critical sources of phosphorus. The process directs a variety of mitigation actions, including Green Stormwater Infrastructure and Low Impact Development approaches, and promotes municipal adoption of the Vermont League of Cities and Town's model stormwater ordinance to protect water quality and save municipalities money by avoiding the increasing costs of collecting and treating stormwater runoff. Recommended actions identified by a stormwater master planning process are then integrated into tactical basin plans.

Class 3 and 4 roads represent a subset of municipally managed impervious surfaces that can be a significant source of pollution. DEC is developing remote sensing information for municipalities to initially identify those sections of road that have the potential to be at risk of erosion and may be a source of sediment and phosphorus pollution to surface waters. DEC will then develop a road erosion inventory methodology. This methodology will aid municipalities in identifying sections of local roads in need of sediment and erosion control, assess and prioritize the sites, and estimate costs to remediate sites using road best management practices.

IMPLEMENTATION MECHANISM

DEC is using existing authorities to manage the program. DEC will develop, employ, and offer trainings for municipalities and other partners on the stormwater master planning protocol as a tool to identify and prioritize stormwater remediation actions.

IMPLEMENTATION STEPS AND TIMEFRAME

DEC will develop a non-regulatory stormwater management program that promotes unregulated stormwater management practices according to the following schedule:

1. Provide technical assistance to municipalities on stormwater master planning as a tool to identify priority actions and integrate project priorities into tactical basin planning process Ongoing
2. Provide technical and financial assistance to municipalities on stormwater project implementation Ongoing

- | | |
|---|---------|
| 3. Enhance outreach and technical assistance to support municipal adoption of model stormwater ordinances to prevent or minimize stormwater impacts from future development | Ongoing |
| 4. Provide technical assistance to municipalities on conducting road erosion Inventories to identify priority actions and integrate them into the Tactical Basin Planning process | Ongoing |

MILESTONES FOR PARTIAL IMPLEMENTATION

- | | |
|--|-----------|
| 1. Establish a DEC Municipal Stormwater Technical Assistance Program to provide technical assistance to non-MS4 municipalities in Green Infrastructure and stormwater master planning | 2016 |
| 2. Develop and finalize a standardized Stormwater Master Planning protocol | 2016 |
| 5. Provide technical assistance to municipalities on stormwater master planning | Ongoing |
| 6. Provide technical and financial assistance to municipalities on stormwater project implementation | Ongoing |
| 3. Integrate priority actions identified in stormwater master planning into tactical basin planning for project implementation | Ongoing |
| 4. Develop and conduct a statewide GIS analysis of Class 3 and 4 roads | 2015 |
| 5. Develop a road erosion inventory methodology. | 2015 |
| 6. Pilot road erosion inventory methodology, in partnership with VTrans | 2015-2016 |
| 7. Complete stormwater master planning for 10 percent of Non-MS4 municipalities in the Lake Champlain basin, integrate into tactical basin plans priority-ranked lists of problem sites and proposed corrective actions, and present plans to municipalities | 2020 |
| 8. Complete stormwater master planning for 20 percent of non-MS4 municipalities in the Lake Champlain basin, integrate into tactical basin plans priority-ranked lists of problem sites and proposed corrective actions, and present plans to municipalities | 2025 |
| 9. Complete stormwater master planning for 30 percent of non-MS4 municipalities in the Lake Champlain basin, integrate into tactical basin plans priority-ranked lists of problem sites and proposed corrective actions, and present plans to municipalities | 2036 |
| 10. Provide technical and financial assistance to municipalities on stormwater project implementation | Ongoing |
| 11. Conduct outreach and technical assistance to support municipal adoption of model stormwater ordinances to prevent or minimize stormwater impacts from future development | Ongoing |

DESCRIPTION

Since 2009, ANR has supported a Green Infrastructure (GI) Coordinator position within DEC through various funding mechanisms. This position plays a critical role in coordination of Vermont's Green Infrastructure Initiative, a statewide effort that seeks to increase the adoption of low impact development (LID) principles and implementation of green stormwater infrastructure (GSI) practices. The Initiative works to implement strategies identified within the GSI Strategic Plan, which was developed by the Green Infrastructure Roundtable, an ad hoc group of individuals from the public and private sector who come together on a quarterly basis. The Plan targets four key audiences and lists major objectives for each:

- **Design Professionals:** Design professionals (Engineers, Landscape Architects, Architects, Design/Build Contractors) statewide are trained in promoting and utilizing LID principles and GSI practices;
- **Municipalities:** Help municipalities recognize the impacts from stormwater runoff and work to mitigate the effects;
- **Property Owners:** Property owners voluntarily implement GSI practices on their property(s); and,
- **State Agencies:** State Agencies secure and commit funding to develop policies and programs to support GSI.

The Strategic Plan was followed by the signing of Executive Order 06-12 (EO) in March of 2012. The EO further defines the role of State agencies and calls for the creation of an Interagency Green Infrastructure Council which includes the secretaries of the agencies of Natural Resources, Transportation, Commerce and Community Development, and the Commissioner of Buildings and General Services or their designees. The Council is tasked with identifying opportunities for integration of GSI practices in existing programs, initiating a process for developing GSI technical guidance, establishing a plan for implementing GSI on state properties and projects, identifying agency liaisons, identifying and undertaking GSI research and monitoring, and identifying sustainable funding sources. Members of the Council are also tasked with developing a GSI Implementation Work Plan for their respective Agency/Department. Work plans were completed on July 1, 2013 and lay out opportunities and strategies for moving the GSI initiative forward over the course of the next year. The EO is in effect for five years.

Finding ways to incorporate LID and GSI into the framework of the Vermont Stormwater Management Manual (VSMM) is an identified task in ANR's Implementation Work Plan. The existing manual has been seen as a barrier to GSI implementation for some time. In response to this, the Stormwater Program is currently undergoing a process to revise the manual. The purpose of this is two-fold: to incorporate and incentivize LID and GSI concepts and to enhance nutrient removal rates. The revised Stormwater Manual will be adopted via rulemaking as described above.

IMPLEMENTATION MECHANISM

ANR will continue to support the Green Infrastructure Initiative to implement the GSI Strategic Plan and the ANR Implementation Work Plan.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | |
|--|--------------------|
| 1. ANR will implement and continue to revise the Strategic Plan and Agency work plans | Annually |
| 2. Establish a DEC Green Stormwater Infrastructure program to provide technical assistance to municipalities; | 2013 |
| 3. Review existing state processes and programs and develop a plan for incorporating GSI concepts | 2015 |
| 4. Research the use of GSI in other states to meet regulatory requirements | 2015 |
| 5. Provide training opportunities to ANR staff and external partners to increase knowledge of GSI | Annually |
| 6. Provide technical assistance and financial support for GSI projects; | Ongoing |
| 7. Develop process for auditing GSI on state properties and explore opportunities to enhance or utilize additional practices | 2016 |
| 8. Work with partners to enhance and disseminate model LID Bylaws | Annually |
| 9. Revise and redistribute Vermont Low Impact Development Guide for Residential and Small Sites | 2016
2016 |
| 10. Develop GSI design standards for downtowns, subdivisions, and state owned properties | 2018 |
| 11. Convene GI Roundtable | Quarterly |
| 12. Convene GI Council | Quarterly |
| 13. Revise Strategic Plan and Agency Implementation Work Plans | Annual/Semi-Annual |

D. RIVER CHANNEL STABILITY

MINIMIZING RIVER CORRIDOR AND FLOOD PLAIN ENCROACHMENTS AND RESTORING RIPARIAN BUFFERS

DESCRIPTION

Managing rivers and floodplains to attain and maintain dynamic equilibrium conditions (i.e., the vertically stable and least erosive conditions achieved when there is a balance between erosion and deposition processes) provides for greater flood resilience and public safety while reducing sediment and nutrient pollution. Avoiding new buildings, utilities, or public infrastructure in river corridors and floodplains and maintaining native plant-vegetated buffers are essential to attaining and maintaining equilibrium conditions. Avoiding new encroachments decreases adverse river channel modifications and increases the capacity of valley landforms to store floodwaters, sediments, and phosphorus. Floodplains, wetlands, and meanders with vegetated buffers: (a) dampen flood energy and soil erosion by moderating stream flow velocities when floodwaters spill onto them; (b) allow for sediment deposition on floodplains during floods, which account for the greatest volumes of sediment over time; and (c) moderate streambank failures due to the root strength, root depth, and root density of the vegetated buffer.

With respect to implementing the Lake Champlain TMDL, the current River Corridor and Floodplain Management Program is limited in the following areas:

- Developments in floodplains and river corridors, exempt from municipal regulation, are not currently regulated. In addition, ANR has not completed MOUs with other state agencies to regulate developments within their purview to be consistent with or more stringent than the National Flood Insurance Program (NFIP). This lack of oversight results in new encroachments and threatens the State's NFIP eligibility. Act 250 developments which are regulated by the State are only being held to the minimum standards of the NFIP which essentially allows development in flood hazard areas (outside the floodway) with minimal floodproofing requirements.
- It would be helpful to train and certify floodplain technicians to assist municipalities and landowners in floodplain protection and to promote enhanced model bylaws that exceed the NFIP minimum requirements.
- Floodplain mapping is very limited and very antiquated in eight counties. Light Detection and Ranging (LiDAR) data would help modernize inundation and river corridor mapping for streams and lakeshores. Statewide river corridor mapping, to include a buffer recommendation, would also help the implementation of planning regulatory, corridor best management practice, and funding incentive programs.
- The Program would benefit from an outreach program to promote cross-agency, flood resiliency planning, peer-to-peer learning, and community progress barometers to increase Vermont municipal adoption of enhanced floodplain, river corridor, and riparian buffer protection bylaws and other mitigation measures to minimize flood risks and maximize floodplain and riparian function.

Minimizing river corridor and floodplain encroachments will not only serve as a back-stop to limit future increases in phosphorus loading, but, overall, is the most effective form of stream and riparian restoration and the reduction of the existing load. River dynamics ensures that, given the space, rivers will evolve, under their own power, to a least erosive form (i.e. equilibrium conditions).

IMPLEMENTATION MECHANISM

DEC will use existing statutory authority to manage the program, including the development of Flood Hazard Area and River Corridor Rules, Protection Procedures, and General Permits, and Inter-Agency Floodplain and River Corridor Management MOUs.

IMPLEMENTATION STEPS AND TIMEFRAME

1. Establish state floodplain rules that set a standard of no adverse impact (NAI) in floodplains and river corridors and address all developments exempt from municipal regulation. Establish Memoranda of Understanding (MOUs) with other state agencies to regulate developments within their purview to be consistent with the new state floodplain rule. Adopt Flood Hazard Area and River Corridor Protection Procedures to regulate Act 250 developments and establish map amendment and revision procedures and river corridor best management practices (e.g., establishment and maintenance of riparian buffers).

2014-17

2. Regulate municipally exempt activities and Act 250 developments to the higher standards established in Step 1, and review all development proposals (under state and municipal jurisdiction) on floodplains in the Lake Champlain basin. Establish general permits and a regional Certified Floodplain Technician Program to also increase the regulatory and technical assistance capacity for floodplain protection. This enhanced river corridor and floodplain management program would also provide technical assistance to a greater number of communities each year to actively restore floodplains and riparian areas (where opportunities arise) and secure the municipal adoption of enhanced model floodplain and river corridor protection bylaws that exceed the NFIP minimum requirements.

2014-22

3. Secure funding to obtain Light Detection and Ranging (LiDAR) data to modernize inundation and river corridor mapping statewide for streams and lakeshores.

2017-22

4. Implement a statewide river corridor and floodplain mapping center to develop and maintain inundation, erosion hazard, and riparian buffer maps as per the adopted Flood Hazard Area and River Corridor Protection Procedures.

2015-36

5. Increase the role of land conservation in river corridor and floodplain protection and restoration (i.e., securing river corridor, channel management, and riparian buffer provisions in land conservation projects).

2015-36

6. Establish the Flood Resilient Communities Program with funding and technical assistance incentives for municipalities to adopt regulations for floodplains, river corridors, and riparian buffers (e.g., the Emergency Relief and Assistance Fund (ERAF), effective 10/2014, will increase the state cost share recovery in municipalities where enhanced bylaws have been adopted).

2014-36

7. Establish a “Flood Ready” web page to promote cross-agency, flood resiliency planning (Act 16) by offering peer-to-peer learning, community progress barometers in the Flood Resilient Communities Program, and all manner of planning and implementation tools to increase Vermont municipal adoption of enhanced floodplain, river corridor, and riparian buffer protection bylaws and other mitigation measures to minimize flood risks and maximize floodplain function.

2015-36

PREVENTING ADVERSE RIVER CHANNEL MODIFICATIONS

DESCRIPTION

Widespread and historic stream channelization (i.e., entrenchment with dredging, berming, straightening, and armoring practices) has resulted in increased erosion and therefore increased sediment and nutrient loading. Land drainage activities and structural controls such as riprap may prevent flooding and erosion at one site, but increase erosion downstream and contribute to destabilizing the stream system. These activities increase the power of floods thereby increasing stream bed and bank erosion, property damages, and risks to public safety. Valley streams and rivers in the Champlain drainage were, by nature, evolving to a least erosive, equilibrium condition where sediment erosion and deposition (storage) are in balance. Now, due to channelization, they function primarily as transport (or non-storage) streams. The floodplain deposition of fine sediment, so critical to nutrient retention, has been drastically reduced (>50%) throughout the Lake Champlain basin. Stream alteration activities that result in conditions that depart from, further depart from, or impede the attainment of an equilibrium condition should be limited.

With respect to implementing the Lake Champlain TMDL, the current River Management Program is limited in the following areas:

- The fluvial geomorphic-based river management principles and practices necessary to mitigate flood hazards and maximize equilibrium conditions are not well understood outside of the Program. This creates inefficiencies and compliance issues particularly in post-flood situations. The Program needs to establish training and outreach programs for municipalities and contractors in the use of the practices that will meet the DEC’s equilibrium-based performance standards.

- FEMA does not currently recognize state-adopted river management and stream crossing codes and standards for conducting emergency protective measures.
- An Incident Command System is needed to manage and authorize emergency measures in large scale flood disasters (i.e., when most modern-day channelization occurs). A network of river scientists, engineers, and habitat restoration specialists are needed to assist VTrans and municipalities as resident experts on larger disaster recovery sites.

IMPLEMENTATION MECHANISM

DEC will use existing statutory authority to manage the program, including the implementation of Stream Alteration Rules and General Permits, River Management Training Programs and MOUs regarding inter-agency coordination during flood response periods.

IMPLEMENTATION STEPS AND TIMEFRAME

1. Provide technical and regulatory assistance for stream alterations, including emergency and next-flood protective measures to maximize equilibrium conditions (i.e., river-based storage functions) in the Lake Champlain Basin. 2014-36
2. Establish and maintain a River Operations Center within an ANR Incident Command System prepared to manage and authorize emergency measures in large scale flood disasters (i.e., when most modern-day channelization occurs). This Center would include a network of river scientists, engineers, and habitat restoration specialists, to assist VTrans and municipalities as resident experts on larger disaster recovery sites. 2015-36
3. Working with the river scientists, capitalize on opportunities to implement projects involving the removal of river, river corridor, and floodplain encroachments (e.g., floodplain fills, undersized stream crossings, flood-damaged structures, or dams). Target restoration and protection funds to high priority critical source areas identified in tactical basin plans or river corridor plans, recognizing that restoration measures will vary from avoidance-based to active interventions to restore stream equilibrium conditions, including riparian buffers, depending on site characteristics, plan recommendations, and willing landowners. 2015-36
4. Adopt State Stream Alteration Rules and a General Permit that establish equilibrium and connectivity standards as well as standard practices for next-flood and emergency protective measures. Develop and continually edit standard river management principles and practices (SRMPP) to maximize equilibrium conditions when managing conflicts between human activities and the dynamic nature of rivers. Achieve FEMA recognition of state-adopted river management and stream crossing codes and standards for conducting emergency protective measures, and promote the municipal adoption of these codes and standards (e.g., with the Vermont Transportation Agency's Road and Bridge Standards). 2014-2017

5. Develop and implement a 3 tiered outreach and training program by offering courses to VTrans Operations Technicians, municipal roads workers, contractors, and other river technicians.

2014-36

6. Conduct outreach and train municipalities and contractors in the use of the SRMPP and authorizations under the new ANR Stream Alteration Rules and General Permit that contain equilibrium-based performance standards;

2014-36

E. FOREST MANAGEMENT

ACCEPTABLE MANAGEMENT PRACTICES

DESCRIPTION

Vermont adopted rules in 1987 for Acceptable Management Practices (AMPs) for Maintaining Water Quality on Logging Jobs in Vermont. The AMPs are intended and designed to prevent any mud, petroleum products and woody debris (logging slash) from entering the waters of the State and to otherwise minimize the risks to water quality. The AMPs are scientifically proven methods for loggers and landowners to follow for maintaining water quality and minimizing erosion.

Vermont Department of Forests, Parks, and Recreation (FPR) has begun the process of updating the AMPs. Key modifications include:

- Require compliance with standards set forth in the DEC Rivers Program's stream alteration general permit
- Strengthen standards pertaining to stream crossing practices. The proposed standards include:
 - Better management of ditch water on approaches to stream crossings. The proposal is to prohibit drainage ditches along truck roads from terminating directly into streams and to specify a minimum distance for installing turn-outs. Drainage ditches approaching stream crossings must be turned out into the buffer strip a minimum of 25 feet away from the stream channel, as measured from the top of the bank.
 - Better management of surface water runoff from skid trails and truck roads on downhill approaches to stream crossings. The proposal is to prevent surface runoff from entering the stream at stream crossings from skid trails and truck roads and to specify a minimum distance for installing surface water diversion practices, such as drainage dips. Surface runoff is to be diverted into the buffer strip at a minimum distance of 25 feet from the stream channel, as measured from the top of the bank.
 - Better management of stream crossings after logging. The proposal is to prevent erosion and to specify a minimum distance from the stream for diverting runoff. Upon removal of the temporary stream crossing structures, the site is to contain water bars 25 feet from the stream channel on downhill approaches to the stream crossing to divert runoff into the buffer to capture sediment before entering the stream. Additionally, all exposed soil, at a minimum of 50 feet on each side of the crossing, must be stabilized with seed and mulch according to existing application rates.

- Include a new AMP to address the management of petroleum products and other hazardous materials on logging operations. Such materials must be stored in leak-proof containers, placed outside of buffer strips, and must be removed when logging is completed.
- Enhanced stream buffer guidance in the AMPs. Metrics have been included for desirable residual stand density, stand structure and crown cover.
- Enhanced options and guidance with metrics provided for soil stabilization to establish temporary and permanent ground cover.
- Better clarification provided for selection and spacing of water diversions on skid trails and truck roads both during and immediately after logging.
- Increased seeding/mulching of exposed soil adjacent to streams and other bodies of water from 25 feet to 50 feet.

Sediment and other pollution discharges on logging jobs are subject to enforcement under the State's water pollution control statute (10 V.S.A. 1259(a)). The DEC Compliance and Enforcement Division conducts necessary enforcement actions under a Memorandum of Understanding with FPR. The circumstances and outcomes of field inspections are documented and summarized in annual reports.

Vermont's Use Value Appraisal Program, also known as the "Current Use Program," provides property tax benefits to forest land owners enrolled in the program. To maintain eligibility in the Use Value Appraisal program, all timber harvesting operations on enrolled land must comply with the AMPs. Harvesting operations on forest land owned or controlled by the ANR and land enrolled in the Forest Legacy Program must also adhere to the AMPs. Similar water quality protection requirements apply to logging operations on the Green Mountain National Forest.

As shown in Table 9, AMPs or equivalent requirements are mandatory on nearly 60 percent of the 4.6 million acres of forest land in the state, and a similar percentage applies to forest land within the Lake Champlain basin in Vermont. This percentage is expected to increase over time as: (a) the U.S. Forest Service conducts new land acquisitions within the Green Mountain National Forest proclamation boundary; (b) land acquisitions by VANR; (c) enrollment of forest land into the Forest Legacy Program and the Current Use Program. Between 2007 and 2012, acreage enrolled in the Current Use Program within the Lake Champlain basin increased from 600,207 acres to 679,207 acres, showing an approximate 12 percent increase.

TABLE 9 - AMOUNT OF STATE AND LAKE CHAMPLAIN BASIN FORESTLANDS SUBJECT TO WATER QUALITY MANAGEMENT PRACTICES

Forest Land Category	State Acres (Approximate)	Lake Champlain basin Acres (Approximate)
Use Value Appraisal	1,780,000	710,670
Agency of Natural Resources	475,650	186,570
Forest Legacy Program	50,630	11,570
Green Mountain National Forest	400,000	265,490
Sub-Total	2,706,280	1,174,300
Total forest in state	4,591,000	1,953,420

Phosphorus inputs will be reduced by:

- Requiring compliance with standards set forth for perennial streams in the state stream alteration general permit.
- Strengthening enforceable standards in the AMPs for stream crossing practices.
- Strengthening enforceable standards in the AMPs for managing surface runoff from truck roads and skid trails.

IMPLEMENTATION MECHANISM

FPR is undertaking a rulemaking process to update the AMPs and revise the AMP manual.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | |
|-----------------------------------|------|
| 1. Update AMP Rule and AMP manual | 2015 |
|-----------------------------------|------|

INTERIM MILESTONES

- | | |
|--|------|
| 1. Technical Steering Committee (TSC) formed | 2012 |
| 2. Initial draft revision completed | 2012 |
| 3. ANR comments solicited | 2012 |
| 4. Public Stakeholder Meetings held | 2013 |
| 5. Final recommendations submitted by TSC to Director of Forests | 2013 |
| 6. Additional round of comments received from ANR | 2013 |
| 7. ANR legal review | 2014 |
| 8. Initiate State Rulemaking | 2014 |
| 9. Release revised AMP manual | 2016 |
| 10. Conduct workshops | 2016 |

CREATE A VERMONT FORESTRY DIRECT LINK LOAN PROGRAM – INCENTIVE FINANCING TO REDUCE NON-POINT SOURCE POLLUTION RISKS ON TIMBER HARVESTING OPERATIONS.

DESCRIPTION

Qualified Logging Professionals would be eligible to obtain low-interest financing from participating banks through a Vermont Forestry Direct Link Loan Program. The purpose of providing this financial incentive is to increase the use of BMPs and environmentally friendly logging equipment in the logging industry. This, in turn, will help to protect and improve water quality in and around logging operations.

FPR will: 1) determine the items that are eligible for financing, 2) ensure that the logger meets qualification requirements 3) ensure that the logger retains, on file, a BMP check list for each operation, and 4) monitor the improvements and practices of the logger.

DEC and the Vermont Municipal Bond Bank (VMBB) will: 1) enter into a memorandum of understanding with FPR to implement the program, 2) work with local banks to participate in the program, and 3) provide oversight within the context of managing the Vermont Forestry Direct Link Loan Program.

Phosphorus inputs will be reduced through increased use of low-impact harvesting systems and other technologies to protect forest water resources.

IMPLEMENTATION MECHANISM

FPR and DEC will coordinate this initiative.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | |
|---|------|
| 1. EPA augments VT State Clean Water Revolving Fund and requests DEC to allocate funds to this program | 2017 |
| 2. DEC and VMBB will enter into a memorandum of understanding with FPR to implement the program | 2017 |
| 3. DEC and VMBB will work with local banks to participate in the program | 2017 |
| 4. FPR will determine the items that are eligible for financing and develop the BMP checklist for loggers | 2018 |
| 5. Launch program | 2018 |

ADDITIONAL ACTIONS TO REDUCE PHOSPHORUS LOADINGS IN THE MISSISQUOI BAY AND SOUTH LAKE SUB-WATERSHEDS

DESCRIPTION

The Vermont NRCS Forest Trails and Landings Cost-share Practice 655 has been in place since 2010. To date, more than \$423,000 has been allocated to qualifying forest landowners to address soil erosion and sedimentation associated with logging roads and log landings. Since the program started, 29 miles of logging roads have been stabilized and improved. NRCS reimburses qualifying landowners up to 75% of the cost for implementing this practice. A pilot project will be launched to focus outreach efforts and additional cost-share assistance in these two sub-watersheds to increase enrollment in this practice resulting in reduced P contributions associated with forestland. FPR has two foresters, partially funded through NRCS to assist landowners with forestry cost-share practices. They will be directed to lead a focused effort in these two sub-watersheds to increase enrollment in this NRCS practice. After this 5-year pilot project has been completed, this program will be expanded throughout the Lake Champlain basin for the remaining 15 years of the TMDL plan. State funds will be used to leverage federal NRCS funds. This proposal hinges on continued funding from NRCS. The State will provide an additional 25% for cost-share practice over a 5-year period to make this a no-cost practice for landowners.

Based upon the past rate of accomplishment and with a focused effort, it can be expected that an additional 25-30 miles of logging roads will be stabilized within a 5-year timeframe, thus reducing phosphorus inputs.

IMPLEMENTATION MECHANISM

FPR will coordinate this initiative.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | |
|--|-----------|
| 1. Focus and enhance outreach efforts for sign-ups | 2020 |
| 2. Allocate funds to qualifying forest landowners | 2020 |
| 3. Implement projects | 2020-2025 |

HEALTHY FOREST COVER STRATEGY

DESCRIPTION

Forests produce the cleanest water of any land use. Research indicates that on a watershed scale and for riparian forest buffers water quality impacts can be seen when forest cover goes below 65% and 70% respectively. Vermont is approximately 75% forested with fluctuations from watershed to watershed, and site to site. A forest cover strategy of **no net forest cover loss** supports the creation of a system to promote forest cover goals in priority zones, including riparian and developed areas, coupled with mechanisms to ensure the health, maintenance and conservation of existing cover. Healthy forests translate into functional ecosystems that bind phosphorus and water, preventing additional runoff. Given that 86% of Vermont forests are

privately owned and managed, successfully achieving our no net loss of forest cover relies on landowners reaping some financial benefits from their forestlands. Economic incentives for forest products, therefore, become an integral part of keeping healthy forestland.

Climate change poses a significant amount of uncertainty with respect to understanding forest response to disturbance, and effectiveness in meeting forest management goals. Increased temperatures, heavy precipitation events, mild winters, and extreme wind and ice storms are all predicted to increase. The best risk management at this point in time is to manage forests to be more resilient to a variety of weather conditions, and to build forest harvest plans that account for extreme weather influences.

Estimating Phosphorus Reductions and Other Benefits

- Healthy forest cover in the Lake Champlain watershed will improve watershed health through water interception, filtration and evapotranspiration, and nutrient attenuation.
- Trees and forests reduce stormwater runoff by capturing and storing rainfall in the canopy, thereby reducing runoff volumes and delaying the onset of peak flows. Research studies suggest forest canopy interception measured for conifer stands ranges from 15% to 51% of annual precipitation, and interception in hardwood stands ranges from 8% to 20%.
- The growth of tree roots, as well as the decomposition of roots and leaf litter, increase soil infiltration rates and overall infiltration capacity.
- Through evapotranspiration trees draw moisture from the soil surface, providing an increased soil water capacity. Conifers transpire 10-12% of precipitation, while deciduous trees during leaf-on transpire up to 25% of precipitation.
- Trees and forests directly reduce soil and water phosphorus through root uptake; 1 acre of riparian forest buffer will remove 2 lbs of phosphorus and 2,500 lbs of sediment annually.
- Forest cover reduces soil erosion by buffering the impact of raindrops on barren surfaces.
- In addition to these water quality benefits, trees and forests provide a host of ecological, social and economic benefits including wildlife habitat, forest based industry, improved health and well-being, and recreation and aesthetic values.

IMPLEMENTATION MECHANISM

FPR will implement the following general strategies for no net loss of forest cover in the watershed.

1. Watershed Forest Cover Goals
2. Restore Riparian Forest Buffers
3. Restore Developed Land Forest Cover
4. Prepare and Mitigate Impacts to Forest Cover from Invasive Tree Pests
5. Publish and distribute the draft forest adaptation strategy document: “Creating and Maintaining Resilient Forests in Vermont: Adapting forests to climate change.”

IMPLEMENTATION STEPS AND TIMEFRAME

1. Assess current forest cover and prioritize forest cover conservation for surface water protection and no net forest loss. 2016
2. Assist regional and municipal planning groups to conduct high priority forest land conservation for surface water protection. Ongoing

3. Consider legislation that would include maintaining forest cover as part of town plans for surface water protection. Ongoing
4. Increase funding specifically for forest land conservation and target high Priority forests for surface water protection. Ongoing
5. Promote and support the state's smart growth initiatives, and seek innovative incentive strategies to conserve forest cover. 2015
6. Promote landowner incentives through programs such as the Working Lands Initiative. Ongoing
7. Identify, prioritize, and offer incentives to plant or regenerate 35-foot or greater buffers (targeting 70% forest canopy cover within riparian forest buffers and 50% of the riparian buffer miles). 2016
8. Work with local NGOs to target education and outreach efforts, focusing initially in South Lake and Missisquoi watersheds. Ongoing
9. Target 40% forest cover in Vermont's urban landscape zones (ULZ) on 50% of developed lands (or 22,066 acres) in the Lake Champlain basin. Ongoing
10. Complete developed land forest cover assessments for Basin ULZ. 2016
11. Work with communities with ULZs on strategies to increase and maintain developed land forest cover. 2016
12. Implement detection surveys, policies and management practices to slow the impact of the emerald ash borer. Ongoing
13. Identify and prioritize areas where ash plays a vital role in canopy cover and water quality protection. 2015
14. Assist high-priority communities to develop invasive tree pest preparedness plans. 2016
15. Develop criteria and tree management fund for site restoration that involve tree replacement. 2016
16. Work with partners to develop and implement tree replacement strategies at high priority sites. 2016
17. Promote recommended forest adaptation strategies to foresters and landowners to implement climate-smart practices that maintain healthy forest cover, sustain ecological functions such as water holding capacity of forests, and promote water quality 2015
18. Develop and implement a policy to use climate-smart forestry practices on state lands 2015
19. Create funding priorities through the Working Lands Initiative (Working Lands Enterprise Fund (WLEF)) for new forest harvesting technologies that improve protection of soil and water 2016
20. Establish 3 demonstration areas on state land to train foresters and landowners on climate-smart forest management techniques that can then be implemented on the 86% of Vermont's forestlands that are privately owned 2017
21. Identify vulnerable forest stands within the Lake Champlain basin, develop forest health strategies to maintain forest cover and water holding capacity, and identify funding to implement strategies on priority forests 2018-2036

F. WATERSHED PROTECTION AND RESTORATION PROGRAMS

ECOSYSTEM RESTORATION PROGRAM

DESCRIPTION

DEC's Ecosystem Restoration Program (ERP), first established in 2005, manages a competitive grant program to reduce nutrient and sediment pollution into the Lake Champlain basin and other surface waters of the state from nonpoint sources. The grant program has received sustained funding over time. The program awards approximately 50-60 grants each year, totaling roughly \$2 million of state capital construction funds. Grant recipients include municipalities, watershed and lake organizations, regional planning commissions, and other local and regional partners. Two-thirds of the grants are for projects within the Lake Champlain basin. The objectives of the ERP grant program are to:

- Reduce unmanaged stormwater runoff from developed areas;
- Reduce runoff from farms and timberlands;
- Upgrade road networks with best road-related stormwater management practices; and,
- Restore and protect floodplains, river corridors, wetlands, and riparian areas along rivers, streams, lakes, ponds, and wetlands.

ERP funding will be managed to further two primary goals: (1) coordinating and prioritizing funding of water pollution control projects more effectively, and (2) investing a greater level of funding in stormwater pollution control. DEC proposes to (a) create a new fund that will complement existing funding mechanisms and (b) ensure that the funds are managed in a coordinated and transparent manner, consistent with the priorities identified in tactical basin plans.

IMPLEMENTATION MECHANISM

The Program continues to seek annual state capital bill appropriations and dispensing funds for implementation of priority actions, as described in DEC's tactical basin plans and other state-sanctioned prioritization plans.

IMPLEMENTATION STEPS AND TIMEFRAME

DEC will undertake the following actions:

- | | |
|---|-----------|
| 1. Develop an annual capital budget for clean water funding that addresses nonpoint source needs | annual |
| 2. Dispense funds for implementation of priority actions | annual |
| 3. Enhance grant and contract management to support professional grant and contract auditors/managers | 2018 |
| 4. Expand the capital construction fund-based grant/contracts program | 2018 |
| 5. Establish a new state revolving fund for stormwater management | 2018-2036 |
| 6. Enhance the VBBR grants program | 2020 |
| 7. Continue to manage the process for the awarding, monitoring, and reporting of grants and contracts | Annually |

- | | |
|--|---------|
| 8. Manage grants and contracts, monitor and report on project implementation | Ongoing |
| 9. Conduct technical assistance on nonpoint source controls | Ongoing |

VERMONT CLEAN WATER IMPROVEMENT FUND

DESCRIPTION

The Vermont Clean Water Improvement Fund is a concept to establish a dedicated source of funding that targets priority water quality improvement projects to help the State meet its' anticipated obligations under the Lake Champlain TMDL. The Fund can be created using existing resources and programs, and lays the foundation should additional resources become available. The Fund would make strategic investments using existing programs to enable the State to effectively implement stormwater runoff control measures and river corridor protection strategies pertaining to TMDL implementation.

- Manage direct loans and grants under the State Revolving Loan Fund (SRF), the fund supported by an annual EPA capitalization grant, state matching funds, and principal and interest repayments on past SRF loans. In addition to continuing to fund repair, replacement and operation of existing wastewater treatment systems, the Fund could provide low interest loans, forgivable principal loans, or grant funding for:
 - Stormwater runoff pollution control projects, including green infrastructure projects
 - Match for state grant-funded stormwater control projects
 - Projects required by for stormwater permit or TMDL compliance
 - Decentralized sewage treatment systems or onsite septic repair and replacement
 - Agricultural runoff control projects, such as equipment purchase for direct seed/no till conservation practices
 - Capital projects to improve municipal road networks, and
 - Infrastructure planning and asset management for all water system infrastructure
- Support grant-making as part of DEC's ERP. ERP offers municipalities, landowners, state agencies, and other partners increased access to funds for project implementation
- Support VTrans' Vermont Better Back Roads Program, a grant program to help municipalities implement best management practices pertaining to runoff from roadsBolster technical and educational assistance to municipalities, farmers, loggers and foresters, developers, businesses, and landowners in practices to reduce nonpoint source pollution runoff and improve flood resilience. The objective is to support:
 - Priority technical assistance initiatives, such as ANR's Green Infrastructure Initiative and tactical basin planning that targets highest priority capital projects
 - Priority agricultural programs, such as an emerging small farm assistance program at AAFM, the University of Vermont (UVM) Extension/Poultney-Mettowee Conservation District's Agronomy and Conservation Assistance Program (ACAP), and ongoing technical assistance from the state Conservation Districts that make up the Vermont Association of Conservation Districts
 - Watershed protection work of key partners including the Regional Planning Commissions, the water resources coordinator at the Vermont League of Cities and Towns Municipal Assistance Program, the natural resources conservation districts, watershed-based groups, and lake associations

- Technical assistance to loggers, landowners, and foresters about best management practices, such as the use of portable skidder bridges, for controlling runoff from timber harvesting operations,
- Leverage federal USDA Natural Resources Conservation Service’s Forest Trails and Landings Cost-share Practice to encourage landowners to address soil erosion and sedimentation associated with logging roads and landings, and,
- Educational assistance from organizations such as the Vermont Youth Conservation Corps, the Student Conservation Association, and the North Woods Stewardship Center.

IMPLEMENTATION MECHANISM

DEC will continue to work with the Administration and the Vermont General Assembly to investigate ways to support the establishment of a Clean Water Improvement Fund.

IMPLEMENTATION STEPS AND TIMEFRAME

DEC will undertake the following actions:

- | | |
|---|------|
| 1. Secure legislation to support the creation of the Clean Water Improvement Fund | 2016 |
|---|------|

MILESTONES FOR PARTIAL IMPLEMENTATION

- | | |
|--|-----------|
| 1. Develop a concept paper on the elements of a Clean Water Improvement Fund | 2016 |
| 2. Develop an administrative framework for managing the Fund | 2016 |
| 3. Establish funding mechanism to support the Clean Water Improvement Fund | 2016-2018 |
| 4. Create a Clean Water Improvement Fund Advisory Committee | 2016-2018 |
| 5. Establish administrative controls to manage billing, monitoring progress, reporting and enforcement | 2016-2018 |

TACTICAL BASIN PLANNING AND CRITICAL SOURCE AREA IDENTIFICATION – NEXT-GENERATION STRATEGY FOR TARGETED IMPLEMENTATION AND PHASE II WATERSHED-LEVEL PLANNING

DESCRIPTION

As discussed above, there are multiple programs in place to both prevent and reduce excess phosphorus runoff to Lake Champlain. However, without an overall plan to identify, prioritize, fund and implement the necessary phosphorus control measures, time and money are likely to be wasted. In order to promote the most efficient and cost-effective implementation of phosphorus controls, DEC’s Watershed Management Division (WSMD) developed a tactical basin planning process to coordinate watershed assessment, planning, project identification and funding. The identification of priority implementation projects in tactical basin plans is directly linked to targeted funding efforts provided by WSMD’s Ecosystem Restoration Program (ERP). This linkage provides synergy between identified priority projects and available funding.

Relationship of Tactical Basin Planning and Phase II Watershed Plans

With respect to implementing the Lake Champlain TMDL, VTDEC is committed to further improving the tactical planning process in several ways, such that *each associated Lake subwatershed tactical basin plan serves as the Phase II Implementation Plan* for the execution of the Champlain TMDL. In addition to the expected [chapters featured in present tactical plans](#), VTDEC is committed to significantly expanding the implementation table for each tactical plan to serve as the Phase II statement of implementation, in the following ways. This table will outline the priorities of DEC, and partner organizations for protection or restoration of specific stream/river or lake segments affected by specific pollution sources, and present a specific focus on BMP or programmatic implementation necessary to reduce phosphorus loading to the Lake, with geographic specificity. The table will describe the types of BMP or other implementation strategies that are needed, by sub-watershed and source sector, and present best-available estimates of likely phosphorus reductions by practice, aggregated at appropriate geographic scale.

As regards the Champlain TMDL, the implementation table thus delivers the phase II roster of implementation actions identified as necessary to achieve the TMDL. The table serves to notify partner organizations of the types and locations of projects that DEC will support with ERP grants, the envisioned Clean Water Implementation Fund, or other Federal, State or public-private funding sources available to DEC. The implementation table will also articulate the specific regulatory mechanisms needed to compel programs addressing stormwater from existing developed lands, state highways, and municipal roads through the most appropriate authority or combination of authorities, including the residual designation authority necessary to ensure coverage under NPDES. Agricultural interventions will be identified in the implementation table at a geographic scale sufficiently fine so as to transparently present areas of planned intervention for each tactical planning cycle, but also at a level sufficiently coarse so as not to trigger confidentiality provisions section 1619 pertaining to agricultural practice installation.

The implementation table of each tactical basin plan presently serves as a report card of implementation in each basin. While tactical plans are redrafted every five years, in this Phase I TMDL Implementation Plan, DEC is also committing to biennially review the progress attained by implementation and during that time, conduct public outreach to ensure completion of identified projects, and insert new priority items that are more recently identified through on-going assessment. As such, the implementation table is a living chronicle of the identified priority interventions, both project and regulatory, needed to implement sediment and nutrient load reductions in the Lake Champlain watersheds.

Expanding Capacity for Watershed Modeling and Integration

The five sector-specific assessment processes (see Chapter 4.I) that are integrated to produce current tactical basin plans yield prioritized prospective projects to address multiple stressors. At present, these assessments are targeted using non-empirical approaches, based to a degree on the organizational interest and availability of partners who would conduct the assessment. The tactical planning process is presently conducted at the scale of individual waters and subwatersheds. For comprehensive management to occur at the scale of the Lake Champlain TMDL, there is a need for additional geographically-based prioritization approaches to target assessments where they are not yet in-place, and where general water quality monitoring data are not available. For example, it is easy to target a Better Back Roads project in a municipality in

which impaired waters have been identified using biological monitoring, and available SGA implicates road runoff. Absent this information, where should implementation be targeted first, to achieve the most effective phosphorus reductions? DEC is committing to answer this fundamental question by significantly increasing reliance on high-resolution spatial landscape modeling to target assessments and BMP implementation by adopting and evolving tools such as those described in the following.

Missisquoi Bay Basin SWAT Model

The 2011 Lake Champlain basin Program (LCBP) project to map critical phosphorus source areas in the Missisquoi Bay Watershed provides an example of a technologically evolved approach to generating on-the-ground areas for implementation. This 2012 assessment integrated a Soil Water Assessment Tool (SWAT) modeling effort with an in-stream channel erosion model called Bank and Toe Stability Erosion Model (B-Stem) to map critical runoff

source contributing areas at a scale of 30 meters. The tool separates out critical source areas among developed and agricultural areas, mapping likely phosphorus runoff. Using that tool, DEC, LCBP, and AAFM have been able to

prioritize outreach and implementation of specific watershed fixes at specific farms, and to more precisely target the need for specific for assessment work. This is the type of information that permits the development of highly targeted BMP implementation. Figure 8 shows the total estimated yield of phosphorus from the area surrounding Enosburg Falls. Modeling results of such precision are not, however, available in other parts of the Lake Champlain Basin.

Missisquoi Phosphorus Critical Source Areas (VT)

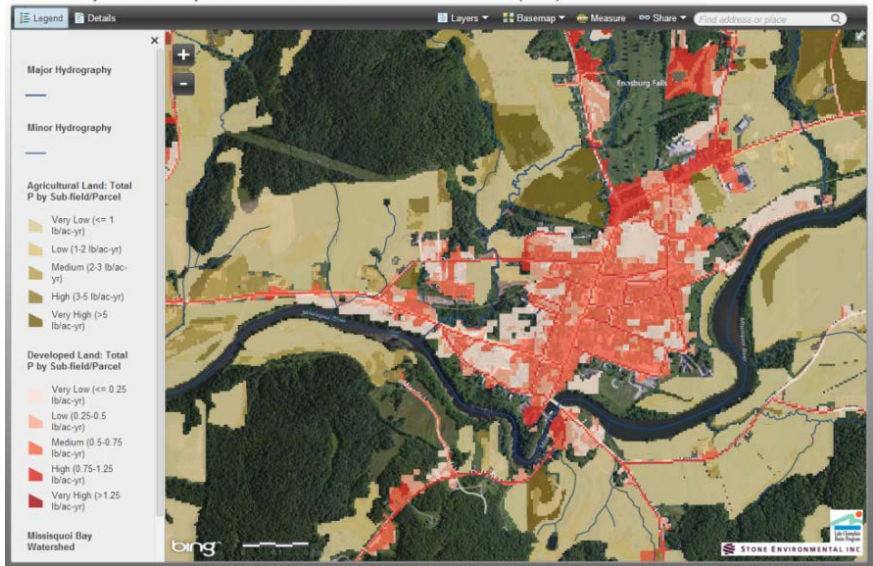


FIGURE 8 - CRITICAL PHOSPHORUS SOURCE AREAS FOR DEVELOPED AND AGRICULTURAL LAND, IN THE VICINITY OF ENOSBURG FALLS, VT, IN THE MISSISQUOI RIVER BASIN.

USEPA Scenario Tool

For the entire Lake Champlain basin, the USEPA has contracted the development of a HUC-12¹ level SWAT analysis (Figure 9) to substantiate the reasonable assurances for the TMDL analysis. The results of this analysis have been used to develop an estimation of current phosphorus loads, by major and sub-watershed, and by land-use sector. A synthesis of the modeling results called the “scenario tool” has been developed to allow planners to rapidly obtain more focused estimates of phosphorus loading at the HUC-12 level, by presenting the specific loads associated with particular land uses. This tool presents the relative effectiveness of a suite of management practices to reduce phosphorus. The Scenario Tool has been used to derive a set of scenarios by which the Lake TMDL load allocation may be attained. While the Scenario Tool is not as precise as the Missisquoi Bay Basin Critical Source Area (CSA) Model, it does presents a dataset which may be used to target sub-watersheds for follow-on specific planning and implementation, as shown below.

An examination of the Scenario Tool output for the Otter Creek (Figure 10) indicates that the areas of greatest phosphorus export occur in the northwest, or downstream-most areas of the watershed. For each subwatershed identified, the Scenario Tool provides the range of P export by land use. The highlighted subwatershed, which comprises part of the Little Otter Creek, is one dominated by corn-hay and hay lands. In addition, the largest phosphorus export category for this subwatershed is unpaved roads. Combining these two findings indicates that AEM and Better Backroads Erosion and Capitol Inventory assessments would be targeted in this watershed, and as early as possible within the planning cycle.

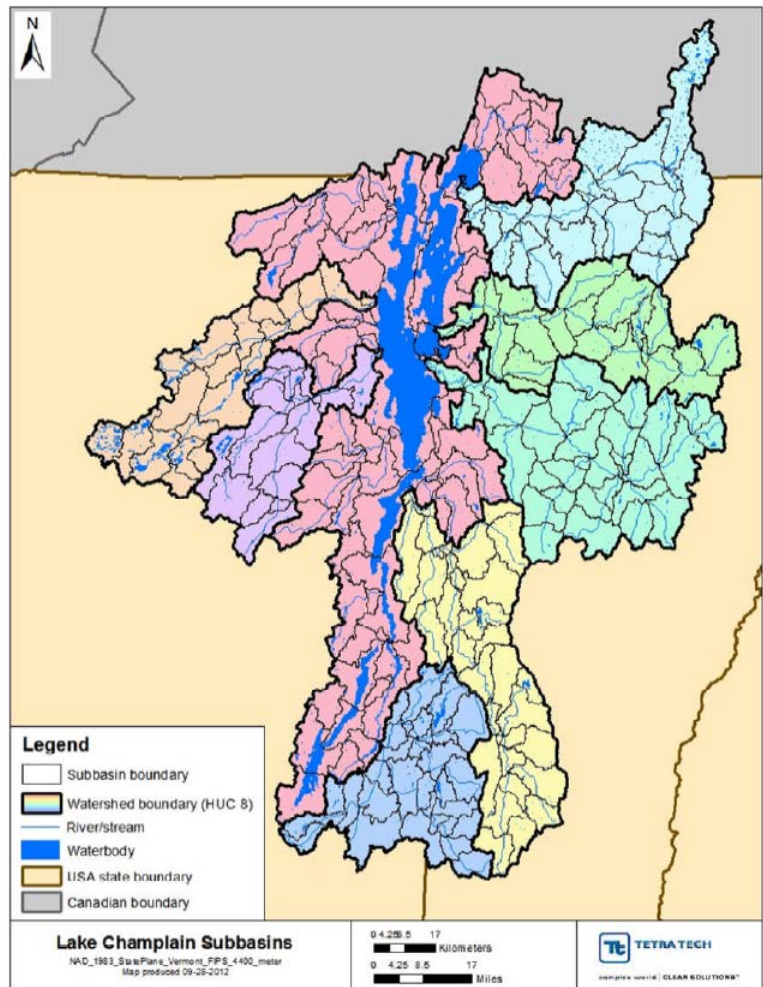


FIGURE 9 - HUC-12 SUBWATERSHEDS MODELED BY USEPA TO PRODUCE ESTIMATED PHOSPHORUS LOADS AND LOAD REDUCTION POTENTIAL, FOR THE LAKE CHAMPLAIN TMDL

¹ A HUC, or Hydrologic Unit Code, is a coding scheme developed by the Natural Resources Conservation Service, and used by watershed managers, to define watersheds of varying scales. The Otter Creek is an example of a HUC-8 sized watershed, while the New Haven River is a good example of a HUC-12-sized watershed that is part of the Otter Creek Watershed.

The Scenario Tool, while a good starting point to target specific assessments and then BMP's, does not provide the same type of geographically explicit nutrient load estimation as the Missisquoi Bay Basin CSA model. As such, DEC is committing to development of internal capacity for high-resolution watershed analysis and modeling to support implementation of the Lake Champlain TMDL.

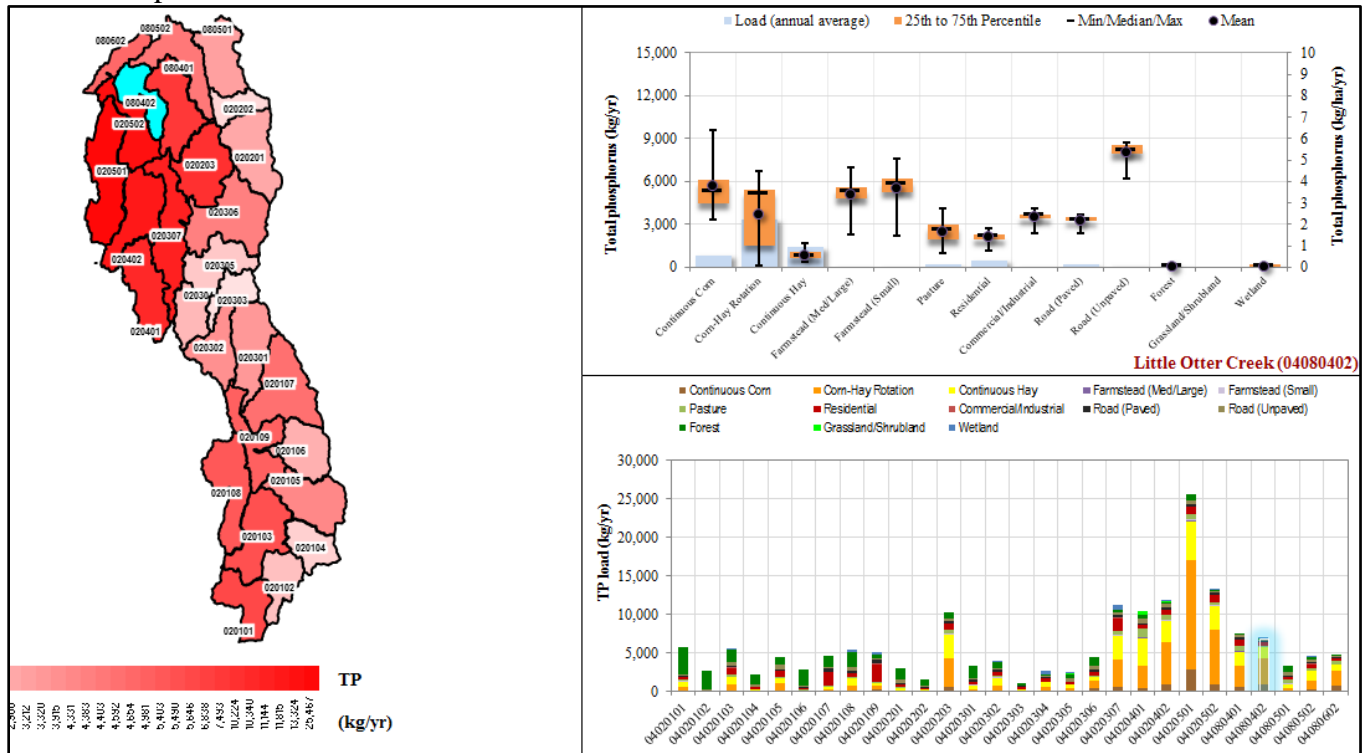


FIGURE 10 - LITTLE OTTER CREEK SUB-WATERSHED OR THE OTTER CREEK (LEFT, BLUE), SHOWING PHOSPHORUS EXPORT BY LAND USE (LOWER RIGHT, HIGHLIGHTED BAR) RELATIVE TO OTHER SUBWATERSHEDS, AND ESTIMATED TOTAL LOADS BY LAND USE SECTOR (UPPER RIGHT).

IMPLEMENTATION MECHANISM

Integrated Critical Source Area Assessments - Tactical Basin Planning and Phase II Implementation Prioritization

To implement the TMDL in a manner envisioned by DEC, including the ability to repeatedly and flexibly identify the highest-priority BMP installations and regulatory interventions for any given tactical planning cycle, an optimized and flexible critical source area modeling tool will be constructed for the Vermont portion of the Lake Champlain basin. This system would be developed and used by DEC staff, in consultation with organizational partners (AAF, VTRANS, and Natural Resource Conservation Service (NRCS)), to ensure that implementation tables of tactical basin/Phase II plans contained the highest-priority implementation actions by source sector, and also provide for tracking of resulting BMP implementation. DEC will construct such a system to:

- Be continually maintained, with update cycles co-incident with the five year tactical planning cycle for each Lake Champlain watershed;

- Incorporate the most up-to-date land cover and use, LiDAR-derived topography, Quickbird or equivalent satellite imagery, which can be used to track changes in land use and impervious cover;
- Incorporate key physical factors driving the export of phosphorus, including source proximity and effective connection to surface waters;
- Overlay available stream geomorphic assessment information to determine the likelihood for controllable phosphorus by addressing stream disequilibrium;
- Geographically target project or BMP-level implementation options derived from the other assessment types identified in Chapter 4; and
- Cross-reference prospective critical source areas that are specific to land-use sectors with these projects or BMPs to produce the next five-year iteration of implementation steps.

Tracking BMP implementation and estimating phosphorus reduction

The purpose of BMP tracking is twofold: 1) Create an ongoing geographic portrayal of project and BMP-level implementation; and 2) maintain an accounting of nutrient reductions likely achieved by these installations. DEC envisions two tracking systems that will be integrated to achieve these aims.

Agricultural BMP Tracking

At present, AAFM is building a multi-organizational geospatial practice implementation database. The purpose of this database is to track and plan agricultural BMP planning and implementation efforts in Vermont among nine partner organizations working to improve water quality by reducing agricultural non-point source pollution. This is the first database that will house NRCS BMP implementation data next to State agency and other partner data. Since NRCS is the largest supplier of financial and technical assistance for agricultural BMP implementation, it is crucial to include their activity when reporting on BMP implementation progress. Further, each partner is currently reporting separately, which can lead to the double counting of implementation activity for projects that are funded or supported by more than one partner.

This database would allow Vermont to accurately track progress made, plan future progress, coordinate implementation activities among partners, and allow for enhanced success in meeting agricultural BMP implementation and water quality goals. Current funding for the project allows for the development and implementation of the database, which will occur over the next two years (implemented by end of 2015). Long-term term maintenance for the database will also be needed. Confidentiality provisions pursuant to section 1619 necessarily limit the public presentation of BMP's implemented; thus it is necessary for Agricultural agencies to maintain this database. Nutrient reductions achieved will be presented at relevant geographic scales sufficiently large to mask proprietary information.

Non-Agricultural BMP Tracking

DEC intends to develop co-incident capability to track BMP implementation for non-agricultural BMPs. DEC will develop a primary system that will document the location and value of all BMP for projects supported by DEC dollars, which will be tied to the critical source area assessment system. Using data exchange capabilities, projects and BMP implementation tracked by the agricultural BMP database can be married to DEC's system, at the appropriate summary level. In

addition, for road networks, DEC will incorporate BMP tracking either directly, or through data exchange approaches, in partnership with VTRANS.

The phosphorus reduction potential attributable to tactical basin planning is a function of the specific BMPs identified. EPA’s Scenario Tool also provides an initial set of nutrient reduction values associated with specific BMPs. DEC will continue to work with EPA and other partners to develop appropriate measures of P reduction associated with BMPs. For those practices contained within the Scenario Tool, the phosphorus removal efficiencies, with some adjustment, may serve as a good starting point for documentation of aggregate phosphorus reductions. Aggregated phosphorus reduction achievements can be reflected by tactical basin plans as they are updated.

Capacity for Implementation

The watershed planners who are responsible for development and implementation of tactical basin plans face a formidable workload associated with the implementation of the Champlain TMDL. The roles of the watershed coordinators are threefold: 1) development of the plans on a five-year recurring basis; 2) updating of the implementation table on a biennial basis; 3) support for implementation of projects or BMPs on the ground. While watershed coordinators are not the only staff persons involved in directing BMP implementation, this work can be a significant component of their annual workplan. Regional Planning Commissions and watershed organizations are core partners in the implementation of tactical basin plans, and therefore the Lake Champlain TMDL.

IMPLEMENTATION STEPS, TIMEFRAME, MILESTONES

The following tabular description of tasks and timelines presents the milestones towards the transition to the augmented tactical planning process as described above. According to this schedule, DEC is committing to a first-iteration basin-wide Phase II roster of implementation steps by spring, 2016. In addition, DEC is committing to updating all tactical basin plans in the Lake Champlain watershed such that they will include first-five-year Phase 2 implementation actions by December, 2017.

Task	Timeline	Milestone
Completion of South Lake Champlain basin Tactical Plan	May, 2014	Standard Tactical Plan issued
Completion of North Lake Champlain Direct Basin Tactical Plan	Dec., 2014	Standard Tactical Plan issued
Initial development of modeling capacity	Summer through Fall, 2015	Modeling and GIS analysts on staff.
Development of Phase 2 Overall Tactical Actions Plan	Fall 2015 to Spring 2016	Initial Phase II roster of interventions necessary, basin-wide, using Scenario Tool and initial coarse modeling.
Development first five-year implementation scenarios – Lamoille, Missisquoi, South Lake Champlain	Summer through Fall 2016	Geospatial and tabular representation of intervention locations and BMP options.

Task	Timeline	Milestone
Completion of Lamoille Basin Tactical Plan – Implementation Table to reflect first five-year Phase 2 cycle	Dec., 2016	Plan issued, Implementation Table to reflect first five-year Phase 2 cycle. All active basin plans for the LC Basin reflect modern Tactical Plan Design.
Update Missisquoi Tactical Plan	Dec., 2016	Implementation Table to reflect first five-year Phase 2 cycle.
Update South Lake Champlain Tactical Plan	Dec., 2016	Implementation Table to reflect first five-year Phase 2 cycle.
Development first five-year implementation scenarios Winooski, Otter	Winter, 2016 to Spring, 2017	Geospatial and tabular representation of intervention locations and BMP options.
Update Winooski Tactical Plan	Dec., 2017	Implementation Table to reflect first five-year Phase 2 cycle.
Update Otter Creek Tactical Plan	Dec., 2017	Implementation Table to reflect first five-year Phase 2 cycle.

PHOSPHORUS DETERGENT AND FERTILIZER USAGE

DESCRIPTION

Vermont has had a law in effect since 1978 prohibiting the sale of household cleaning agents (e.g., laundry detergents) containing more than a trace amount of phosphorus (10 V.S.A §1382). Effective in 2010, the exemption given to automatic dishwasher detergents was removed from the statute. This change was estimated to reduce wastewater phosphorus loading to Lake Champlain by 0.8 - 3.2 metric tons per year.

Vermont adopted legislation effective in 2012 (10 V.S.A §1266b) that prohibits the application of phosphorus fertilizer to turf unless the grass is being established during the first growing season, or a soil test indicates the need for phosphorus. Fertilizer applications to impervious surfaces or within 25 feet of surface waters are prohibited.

IMPLEMENTATION MECHANISM

Vermont has already passed legislation. No additional action is necessary.

G. WETLAND PROTECTION AND RESTORATION

DESCRIPTION

One of the most commonly cited functions of wetlands is the ability to maintain and improve water quality and flood storage of adjacent streams, rivers, and lakes. Wetlands are natural flood regulators which temporarily store floodwaters and then slowly release waters downstream. While floodwaters are being stored in wetlands, sediments and nutrients settle and are retained. As much as 80-90% of sediments in water may be removed while moving through natural wetlands, resulting in cleaner water. A recent study (Wang et. al., 2010) using the Soil and Water Assessment Tool (SWAT) coupled with the hydraulic equivalent wetland concept (HEW) concluded that the loss of 10-20% of the wetlands in their study watershed would lead to an increase in sediment discharge by 40% and total phosphorus load by 18%. Indeed, wetlands are one of the most important microtopographic features abating non-point source nutrients across a watershed.

The economic benefits from the ecosystem services that natural wetlands offer can be significant to Vermont communities. For example, the town of Middlebury experienced approximately \$3 million in damages from Tropical Storm Irene. The Gund Institute at the University of Vermont estimated that the Otter Creek wetlands complex upstream of Middlebury helped the town *avoid* an additional \$5 million in flood damages.

Between 1780 and 1980 Vermont has lost over 35% of its natural wetlands, subsequently losing phosphorus sinks throughout the Lake Champlain basin. The potential increase in phosphorus retention from restoring the natural hydrology of these lost wetlands would be substantial for the health of Lake Champlain. It is imperative that ANR include protection for natural wetland services and encourage wetland restoration to increase wetland water quality protection in this Phase 1 Plan.

The Vermont Wetlands Program is responsible for identifying and protecting wetlands which provide significant functions and values for the people of Vermont. Wetlands often function as water quality protection, flood storage, wildlife habitat, erosion control, and have recreational value. The goal of the Wetlands Program is to achieve no net loss of significant wetlands or wetland function through regulatory and nonregulatory means. This goal is mainly achieved by assisting the Vermont public and professional community in avoiding impacts to wetlands and wetland buffers through personal contact with District Wetland Ecologists. The number of wetland permits issued in a year is a small fraction of the field visits and face to face technical assistance provided to help effectively avoid and minimize wetland impacts.

In 2006 the Agency of Natural Resources commissioned a study to identify and prioritize wetland restoration opportunities in the basin, and this plan was finalized on December 31, 2007. Since that time, data from the plan have been widely distributed to federal, state, and local governmental and non-profit organizations with an expressed interest in wetland restoration and protection. Program staff visited with numerous communities and groups to give locally-focused presentations on the plan results, and to highlight funding mechanisms for landowners interested in restoration. Opportunities for wetland gains and restoration occasionally occur as a result of

repairing a violation, through mitigation to offset permitted impacts, or as a result of voluntary measures.

In May, 2009, the State of Vermont passed legislation (Act 31) to strengthen the State's wetlands protection statute. A key change to the statute transferred authority from the former Water Resources Panel of the Natural Resources Board to VANR to make administrative determinations to re-classify wetlands for protection. Before the authority transfer, VANR was only able to protect mapped wetlands which included an estimated 61% of wetlands across the state. Now VANR is able to protect thousands of additional wetland acres. Act 31 also allows VANR to update wetland mapping and interpret jurisdictional buffer zone widths to accommodate individual wetland needs. The updated Vermont Wetland Rules which reflect the change in statute began August of 2010.

Vermont also recognizes the importance of maintaining native plant vegetated buffers along streams, lakes, and wetlands to maintain water quality. Buffers filter and absorb nutrients in runoff and support the integrity of stream banks to help guard against erosion. Healthy vegetated buffers offer additional benefits such as support fish habitat function, provide habitat and movement corridors for wildlife.

IMPLEMENTATION MECHANISM

Because opportunities for wetland restoration occasionally arise as a result of supportive field visits, it is important all District Wetland Ecologists have the capacity to handle such requests. DEC's goal is to have sufficient staffing such that all Ecologists may provide technical assistance to landowners and municipalities in restoring and protecting wetlands. The Program will station one District Ecologist in the Lake Champlain basin, to dedicate a significant amount of his/her time towards restoration coordination with federal, state and local partners.

The State of Vermont categorizes wetlands into three classes: Class I, Class II, and Class III. Class I wetlands are exceptional or irreplaceable in their contribution to Vermont's natural heritage and, therefore, merit the highest level of protection. This protection includes larger protected buffer zones and more rigorous standards for permitting impacts. As of February of 2014, there were only three wetlands with this rigorous protection status, all within the Lake Champlain Basin. The Wetlands Program has identified several exceptional or irreplaceable wetlands within the Lake Champlain basin which function as erosion and flood control of streams and improve water quality. These wetlands will advance through the rulemaking process to designate as Class I so that their core is preserved and the impaired fringes have the opportunity to restore. The area of potential Class I protection within the Lake Champlain Basin is estimated at 28,135 acres.

ANR will work with federal, state, and local partners to offer technical assistance and financial incentives to encourage landowner implementation of wetland conservation and restoration opportunities, retain forested buffers, and discourage land conversion. These partners include but are not limited to NRCS, the Army Corps of Engineers, Ducks Unlimited, and VFWS.

IMPLEMENTATION STEPS AND TIMEFRAME

DEC will enhance wetland conservation and restoration using the following schedule:

- | | |
|--|---------|
| 1. DEC continues to implement wetlands rules | Ongoing |
| 2. DEC will work with federal, state, and local partners to offer technical assistance and financial incentives to encourage landowner implementation of wetland conservation and restoration opportunities, retain forested buffers, and discourage land conversion | Ongoing |

MILESTONES FOR IMPLEMENTATION

- | | |
|--|---------|
| 1. Establish new Wetland Rules | 2010 |
| 2. Initiate rules for Class I designation of several wetlands in the Lake Champlain basin. | 2015 |
| 3. DEC to conduct site visits for wetland protection, conduct permitting, and track enforcement actions and outcomes throughout the State | Ongoing |
| 4. Conduct permit compliance checks on 80% of construction projects within the Lake Champlain basin | 2016 |
| 5. DEC will work with federal and state agencies and local partners to identify and implement wetland conservation and restoration opportunities, targeting Missisquoi and South Lake basins | 2017 |
| 6. DEC will work with federal and state agencies and local partners to identify and implement wetland conservation and restoration opportunities, targeting other priority watersheds subject to increases in runoff from land uses | 2019 |
| 7. DEC will work with federal and state agencies and local partners to identify and implement wetland conservation and restoration opportunities, targeting watersheds in Lake Champlain basin that are at risk of land conversion | 2020 |
| 8. Create technical assistance/public education program to work with landowners, municipalities, regional planning commissions, Conservation districts, businesses, and environmental groups to support protection and restoration of vegetated buffers and aquatic habitat function, targeting Lake Champlain basin | 2017 |
| 9. Expand technical assistance/public education program to work with landowners and other partners to support protection and restoration of vegetated buffers and aquatic habitat function, targeting the rest of the State and aligned with tactical basin planning | 2019 |

H. SHORELAND MANAGEMENT

DESCRIPTION

The 2013-2014 session of the Vermont Legislature passed a Shoreland Protection Act that requires DEC to establish a permit program for development within 250 feet of the water's edge on lakes greater than 10 acres or in size. The Act establishes a 100 foot wide protected naturally vegetated area, the regulation of the creation of cleared or impervious areas, and the use of low-impact development best management practices when needed. The Act will ensure that new shoreland development will have minimal impact on the lake in terms of phosphorus and sediment runoff and degradation of aquatic habitat. In addition, areas proposed for redevelopment will not increase their impact on lake and water quality.

IMPLEMENTATION MECHANISM

The Act establishes a permit program to be administered by DEC's Lakes and Ponds Program. It includes development review standards in the statute and the program is required to be implemented beginning July 1, 2014.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | | |
|----|--|---------|
| 1. | Create a permit program that meets the statutory requirements | 2014 |
| 2. | Provide information to the public on permit requirements in advance of the permit program effective date | 2014 |
| 3. | Begin permit program implementation July 1, 2014 | 2014 |
| 4. | Ensure coordination with the Lake Wise program such that the Lake Wise BMPs are used as mitigation measures in project review and that Lake Wise is used effectively to promote property management improvements where projects do not falling under jurisdiction of the statute | Ongoing |

I. INTERNAL PHOSPHORUS LOADING IN ST. ALBANS BAY

DESCRIPTION

The 2002 Lake Champlain Phosphorus TMDL included a discussion of the internal phosphorus loading problem in St. Albans Bay. The Bay has been subject to excessive phosphorus loading over a period of many decades, resulting in severe algae blooms during the summer. A major phosphorus removal upgrade of the St. Albans City Wastewater Treatment Facility in 1987 significantly reduced phosphorus loading to the Bay. However, phosphorus concentrations in the Bay did not decline as expected after the treatment plant upgrade. Internal phosphorus loading from phosphorus stored in the Bay's sediments, along with ongoing, excessive phosphorus loading from the Bay's watershed, were found to be responsible for the continued high phosphorus concentrations in St. Albans Bay.

The phosphorus modeling analysis used to derive the total loading capacity for St. Albans Bay in the 2002 Lake Champlain TMDL assumed that net internal loading to the Bay would decline to zero over time once external watershed loads were reduced. The same calculation has been used in EPA's lake modeling analysis for the new Lake Champlain TMDL. This assumption was considered to be conservative since most other Lake Champlain segments have negative net internal loading rates (i.e., there is net sedimentation of phosphorus).

To test the assumption that internal loading would decline within a reasonable time period without in-lake intervention, DEC sponsored research on the phosphorus content of St. Albans Bay sediments and the chemical mechanisms that lead to its release into the water column. The study by [Druschel et al. \(2005\)](#) concluded that there remains a substantial reservoir of phosphorus in the sediments of St. Albans Bay which has the potential to contribute phosphorus to the water in the Bay for a long period of time into the future.

In light of these findings, DEC initiated a [Phase 1 Feasibility Study for the Control of Internal Phosphorus Loading in St. Albans Bay](#) which was completed by ENSR Corp. (2007). The study evaluated several alternative methods for controlling internal loading in the Bay as to technical feasibility, cost, and environmental impacts. Methods evaluated included circulation, dredging, chemical phosphorus inactivation in the sediments, and tributary dosing.

After considering the results of the Phase 1 Feasibility Study along with other research information on St. Albans Bay, DEC began to pursue a Phase 2 Project Design Study with the U.S. Army Corps of Engineers. The purpose of the Phase 2 Study was to develop a detailed design for an in-lake treatment project including refined cost estimates, and to prepare a full environmental evaluation with all information needed for state and federal permitting. The specific treatment methods to be evaluated by the Phase 2 study were sediment phosphorus inactivation with aluminum compounds within the Black Creek Wetland and inner St. Albans Bay (approximately 700 acres), and hydraulic dredging of an area limited to the open-water portion of the Black Creek Wetland. However, the Phase 2 study was never conducted because of difficulties in gaining Corps of Engineers funding for the work.

Phosphorus concentrations in the tributary streams draining to St. Albans Bay are among the highest in the Lake Champlain basin because of uncontrolled nonpoint sources in the Bay's

watershed. If these external phosphorus sources are not adequately reduced before an in-lake treatment takes place, the longevity and effectiveness of an internal treatment would be seriously compromised. The 2002 Lake Champlain TMDL stated that progress in reducing nonpoint source phosphorus loading to St. Albans Bay should be a prerequisite before any in-lake treatment is attempted to control internal phosphorus loading. The Phase 1 Feasibility Study consultant's report reiterated this strong recommendation.

Based on the extensive research and modeling done on internal phosphorus dynamics in St. Albans Bay, it is unlikely that control of external watershed phosphorus loading sources alone will result in the full attainment of water quality standards in the Bay. An in-lake treatment to control internal phosphorus loading will likely be necessary as a final step in the restoration of the Bay.

The Phase 2 Project Design Study should be conducted when all watershed phosphorus reduction steps applicable to St. Albans Bay are nearing substantial completion. The treatment could be conducted on an earlier date than indicated by the schedule below if the necessary watershed implementation actions in the St. Albans Bay watershed are accelerated.

IMPLEMENTATION MECHANISM

Design and implementation of an in-lake treatment project for St. Albans Bay.

IMPLEMENTATION STEPS AND TIMEFRAME

- | | |
|---|------|
| 1. Complete Phase 2 Project Design Study, including detailed in-lake treatment design and full environmental permitting information needs | 2034 |
| 2. Secure treatment project funding | 2035 |
| 3. Secure environmental permits | 2035 |
| 4. Conduct in-lake treatment | 2036 |

J. FUNDING AND CAPACITY

In order to implement the programs described in this chapter, the State will require additional staff resources and funding. Categories of the state's funding needs include (a) staff support in the implementing state agencies, and (b) funding that the state will pass through to communities, businesses, farms and partner organizations. Some of the work associated with the programmatic changes contained in the plan can be done by shifting existing staff resources and funding priorities. Some of the work will require building new capacity and funding. An important component of plan is the formation of a "Vermont Clean Water Improvement Fund" within the Department of Environmental Conservation which will serve as a means of providing coordinated financial and technical support to communities, businesses, farmers, foresters, developers, state agencies and watershed protection partners. For this fund and other new or expanded programs in the plan, the plan will require some level of state funding to complement federal, private and local funding sources as well as some statutory changes to provide the authority and structure for new or expanded programs.

In order to meet this need for additional capacity and funding, the State will develop a detailed description of funding needs required to implement the plan. We will also develop recommendations related to funding and any programmatic changes requiring legislative action for consideration by the Vermont General Assembly. We will present this information as part of a report on statewide water quality improvement programs that the General Assembly required in a recently enacted statute with a deadline of November 15, 2014. (2014 Acts and Resolves No. 97, Sec. 1(c) as amended by H.650). (Appendix E)

IMPLEMENTATION MECHANISM

The recommendations in the report will be reflected in the Governor's budget proposal for Fiscal Year 2016 as one part of the State's overall effort to obtain sufficient resources to implement the plan. The other major part of the State's effort will be to continue our ongoing efforts to work with EPA, the U.S. Department of Agriculture, and other federal agencies, in cooperation with our federal Congressional delegation, to seek additional federal funding commitments to address nutrient pollution into Lake Champlain.

IMPLEMENTATION STEPS AND TIMEFRAME

1. Report to EPA regarding funding needs and strategy as a component of a report to the Vermont General Assembly. **November 15, 2014**
2. Provide EPA with a copy of Governor's proposed Vermont Fiscal Year 2016 budget as presented to the Vermont General Assembly. **January 30, 2015**
3. Provide a report to EPA with a spending plan for TMDL plan implementation based on federal funds obtained or requested, and funds for plan implementation as contained in the Vermont Fiscal Year 2016 budget as passed by the Vermont General Assembly. **June 30, 2015**
4. Provide a report to EPA with an updated spending plan for TMDL plan implementation based on available federal and state funds. **June 30, 2016 and every five years thereafter**

CHAPTER 6 - CLIMATE CHANGE AND RESILIENCE

A. INTRODUCTION

Climate trend data for Vermont and regionally serve as a helpful guide in understanding risks associated with climate change impacts we face today and in the future, and actions we need to take to minimize those risks. Scientists have documented changes in Vermont's climate over the past 50 years. Trends indicate warmer surface temperatures and precipitation patterns. Referencing "Vermont Climate Change Indicators," (Betts, A., 2001a) in the 2013 VANR report, *Climate Change Adaptation Framework*, average air temperatures over the past 50 years have increased approximately 4.5 degrees Fahrenheit -- a rate of 0.4 degrees Fahrenheit per decade. These trends are projected to continue.

Warmer surface temperatures are changing precipitation patterns and snowpack. More precipitation is falling as rain during the winter months, reducing snowpack. Trend data show earlier snow melt and peak flow of spring runoff. (Karl et al, 2009; Hayhoe et al. 2007).

Trends towards more frequent high intensity precipitation events are a particular concern for the northeast region. Precipitation in Vermont has increased by 15-20 percent over the past 50 years, and increases in more frequent and intensive severe weather are projected to continue. (Betts 2011a, UCS 2006, Hayhoe et al. 2007, Karl et al. 2009). The VANR 2011 report entitled, *Resilience: A Report on the Health of Vermont's Environment*, released in the aftermath of Tropical Storm Irene, reported that storms "release 67 percent more rain than they did 50 years ago."

Lake Champlain's phosphorus loading problems are largely associated with stormwater runoff and erosion across all sectors – developed areas, roads, agricultural and forest lands. Climate change impacts on precipitation appear to magnify the effects of our land uses on water quality, placing a greater burden on already stressed ecological systems. The greater frequency of severe precipitation events, brought on by climate change, couple with increases in impervious surfaces will generate more stormwater runoff and erosion, and more water quality degradation.

Therefore, the climate change strategy included in this Phase 1 Plan is a "no regrets" strategy built on known actions designed to secure multiple objectives and benefits. The actions described below will:

- Benefit the public;
- Focus on reducing impacts from stormwater runoff, erosion, and flooding; and
- Include policies that restore and safeguard the hydrology of watersheds and the natural and beneficial functions of floodplains, river corridors, wetlands, riparian buffer areas, and lake shorelands.

Vermont knows all too well, following the aftermath of Tropical Storm Irene, about the potential devastating impacts caused by severe flooding. Flooding can disrupt the local and state economies, displace businesses, raise public health concerns, degrade water quality, threaten infrastructure (such as transportation networks, wastewater treatment facilities, and water supplies), damage agricultural production and private property, and hurt recreation. Thus, Vermont’s “no regrets” or “best bet” climate adaptation actions described here are pragmatic programs and activities that are designed to enhance flood resilience, minimize impacts from stormwater runoff, and improve water quality.

While much uncertainty remains about climate change and how, where, magnitude and extent of climate change impacts on precipitation, temperature, and other variables, such as soil moisture (especially important for vegetation generally as well as agricultural productions, and forest management), uncertainty should not be an excuse for inaction. Uncertainty requires a process of reevaluation of progress, incorporation of monitoring and assessment data, and adjustment of actions. This Phase 1 Plan, specifying actions and milestones, allows for an adaptive management approach. This approach accommodates new information and provides a means to minimize negative consequences of climate change.

Additionally, the cost of inaction may be far higher than the costs associated with minimizing the negative consequences of climate change. Vermont has experienced, on average one federally declared flood disaster each year for the past twenty years, and the costs of recovery are significant. The year 2011 will forever be remembered by the spring flooding in Lake Champlain and the devastation caused by Tropical Storm Irene. Irene took the lives of six people, destroyed more than 500 miles of state roads, damaged 200 bridges, and destroyed 1,000 homes. The State and federal governments spent more than \$565 million in flood recovery, which does not capture the recovery costs borne by local communities and private landowners. ([Irene: Reflections on Weathering the Storm](#), and [Irene By The Numbers](#), and an article by the [Huffington Post and the Associated Press](#)).

Such severe storm events can also cause significant increases in phosphorus loading to Lake Champlain. In fact, the majority of the annual phosphorus load to Lake Champlain comes during a relatively few major runoff events each year. The spring floods during 2011 carried 62 percent of the annual phosphorus load from the Winooski River (Figure 11). Tropical Storm Irene brought another 13 percent of the annual load during just a few days in late summer.

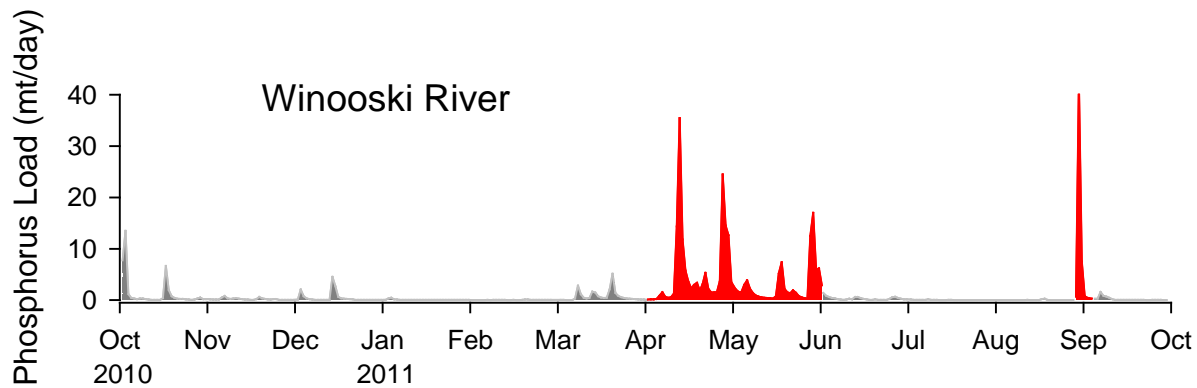


FIGURE 11 - DAILY PHOSPHORUS LOAD TO LAKE CHAMPLAIN FROM THE WINOOSKI RIVER (METRIC TONS PER DAY) DURING WATER YEAR 2011. LOADS DURING THE SPRING FLOODS AND TROPICAL STORM IRENE ARE HIGHLIGHTED IN RED

Vermont’s approach is a precautionary response to climate change-driven impacts projected for this region. Major storm events are predicted to occur with increasing frequency and severity in the future in the Lake Champlain region as reinforced by the United States National Climate Assessment, released in draft form in January, 2014. This draft assessment reports, “Floods are projected to intensify in most regions...especially in areas that are expected to become wetter, such as the Midwest and the Northeast....More intense runoff and precipitation generally increase river sediment, nitrogen, and pollutant loads.” (United States Global Change Research Program, page 107.)

The next segment to this Chapter lays out a discussion of the climate response modeling report prepared for EPA by Tetra Tech, Inc. in May 2013. The purpose of that study was to analyze projected future phosphorus loading to Lake Champlain due to climate change.

The degree and extent of impact associated with climate change is a function of *localized factors* – the current condition of Vermont’s landscape that either heightens or minimizes its vulnerability to stormwater runoff and erosion. Therefore, the final segment to this chapter describes the State’s measures to offset the projected climate change-induced phosphorus loading. These actions will also provide for cleaner water for this and future generations, while helping to make our communities, businesses, farms, and forests more resilient to the economic and social impacts caused by flooding.

B. SUMMARY AND PERSPECTIVE ON THE TETRA TECH CLIMATE RESPONSE MODELING REPORT

A [Lake Champlain basin SWAT Climate Response Modeling report](#) was prepared for EPA by Tetra Tech, Inc. in May 2013. The analysis used the Soil and Water Assessment Tool (SWAT) watershed model in concert with six regionally downscaled climate change scenarios based on several different underlying global climate change models. The purpose of the study was to facilitate the analysis of climate change impacts on future phosphorus loading to Lake Champlain for consideration during the development of the Lake Champlain Phosphorus TMDL.

The report analyzed changes in annual flows and total phosphorus loading rates for each major tributary to Lake Champlain by comparing baseline period rates (1980-2010) with future predictions for the period of 2040-2070. For the Lake Champlain basin as a whole, the median predicted changes across all six climate scenarios were a 12.5% increase in annual flow volume and a 29.8% increase in total phosphorus loading rate. These predicted changes varied among the individual tributaries, with predicted flow rate increases ranging from 7.8% to 26.6%, and predicted increases in phosphorus loading rates ranging from 2.7% to 54.6%.

The Tetra Tech analysis did not, however, take into account the increases in the Lake's assimilative capacity for phosphorus that would accompany the increased flow rates. As a result, the future phosphorus loading rate predictions in Table 11 overstate the extent to which climate change could cause phosphorus concentration increases in the lake. A direct analysis of the interplay between future increased flow volumes and tributary phosphorus loads would require a mass balance modeling analysis of the lake similar to what was done for the development of the TMDL. However, an indication of the combined effects of flow and phosphorus loading increases on the in-lake phosphorus concentrations can be provided by calculating changes in the flow-weighted average phosphorus concentration in each tributary (i.e., the total annual phosphorus loading rate divided by the total annual flow rate).

Changes in the flow-weighted average tributary phosphorus concentrations were calculated from the Tetra Tech predictions and shown in Table 10. Median changes in the flow-weighted average tributary phosphorus concentrations were estimated to be 15.4% for the basin as a whole, with a range among individual tributaries of -7.6% to 27.7%. These predicted changes in average inflow phosphorus concentrations are substantially more modest than the predicted loading rate increases, but still represent a potentially significant future source of phosphorus that will require adaptation measures in the watershed in order to achieve phosphorus concentration standards in the Lake.

TABLE 10 - A MEDIAN PREDICTED CHANGES IN ANNUAL FLOW RATES, TOTAL PHOSPHORUS (TP) LOADING RATES, AND FLOW-WEIGHTED AVERAGE TP CONCENTRATIONS IN LAKE CHAMPLAIN TRIBUTARIES RESULTING FROM CLIMATE CHANGE.

Tributary	Flow Rate^a	TP Loading Rate^a	Flow-Weighted Average TP Concentration
Poultney	13.9%	34.6%	18.2%
LaPlatte	22.1%	54.6%	26.6%
Lewis	12.8%	42.0%	25.8%
Little Otter	14.9%	46.8%	27.7%
Otter	12.2%	35.5%	20.7%
Winooski	8.8%	23.0%	13.0%
Lamoille	14.6%	43.4%	25.2%
Missisquoi	12.0%	25.2%	11.8%
Rock	26.3%	42.7%	12.9%
Pike	26.6%	17.1%	-7.5%
Mettawee/Barge Canal	14.2%	39.0%	21.8%
Ausable	7.8%	6.6%	-1.1%
Little Ausable	25.5%	37.7%	9.7%
Saranac	11.1%	2.7%	-7.6%
Salmon	18.1%	33.4%	13.0%
Boquet	11.4%	30.5%	17.1%
Great Chazy	15.0%	20.1%	4.4%
Little Chazy	15.7%	19.4%	3.2%
Lake Champlain watershed	12.5%	29.8%	15.4%

Values are the medians of the predictions of six regionally downscaled climate change scenarios. The modeled future period of 2040-2070 was compared with the baseline period of 1980-2010, except for the LaPlatte River.

^aMedian percent change in flows and TP loads are from TetraTech (2013).

^bPercent changes in flow-weighted average TP concentration were calculated as $((1+[Load\ percent\ change])/(1+[Flow\ percent\ change]))-1$.

C. ACTIONS TO MINIMIZE THE CURRENT AND FUTURE WATER QUALITY IMPACTS OF CLIMATE CHANGE

The final segment to this Chapter discusses specific actions the State of Vermont will take to minimize current and future climate change-induced phosphorus load impacts. Most of these actions are already included as part of this Phase 1 Plan, since climate change is expected to exacerbate the contribution of nutrient loading from land-based, nonpoint sources. Along the theme of a “no-regrets” strategy, actions to minimize the water quality impacts of climate change in Vermont are comparable to actions that minimize impacts from stormwater runoff and erosion.

AGRICULTURAL PROGRAMS

Background

A robust agricultural-based economy is important to Vermonters. Agriculture in this State supports a working landscape that offers important aesthetic, cultural, environmental, and recreational benefits. Yet climate change poses a number of threats to the State’s agricultural economy. ([The Potential Impacts of Climate Change on Agriculture in Vermont](#)). The seasonal shift in temperature and precipitation patterns will affect not only water quality but also crop production, milk productivity and the spread of pests and pathogens.

Increased erosion due to increases in precipitation amounts, frequency and intensity, and the resultant runoff is arguably the greatest concern to water quality impacts due to the soil and nutrient loss. However, as crop production is affected by increased temperatures and rainfall, producers may make crop management decisions, such as conversion of forested land to cropland. This could potentially increase the acreage to annual crops but may increase stormflows by as much as 10% (Hewlett, 1982). Producers may change to different crops that may have a greater or lesser ability to retain soil on fields (hayland versus annual crops). As increased crop production is needed, producers are increasing the acreage in tile drainage, which may decrease the nutrient runoff that occurs from field and gully erosion but can add dissolved phosphorus and hydrology concerns through high volume outflows.

Actions

Many of the current recommendations in Vermont’s policy commitments in this Plan will have a positive impact on water quality as climate change becomes a greater challenge in the future.

- The proposed changes to the AAPs will increase buffer widths, require buffers on field ditches, and require stabilization of field gullies. Increased precipitation will have a dramatic effect on field runoff and these requirements will substantially decrease the water quality impacts.
- Licensing of manure application operators will increase the knowledge of these companies, and require training and oversight that will decrease the over-application of manure in sensitive areas, and prior to heavy rainfall events.
- Additional agency inspectors will increase compliance of nutrient management and field practices

- An increase in the technical staff in the field to help implement good land practices such as reduced tillage, cover crops, and alternative manure management has already proven to be an asset to implementation of BMPs already proven to have value in water quality.
- Nutrient management planning will increase and be required on all farms. As a result all farms of a substantial size and animal density will be required to document their nutrient applications, soil tests, and other field practices that will decrease any potential for nutrient runoff.
- Focused outreach and BMP funds will be directed to critical source areas in watersheds of Missisquoi Bay, St. Albans Bay and South Lake. Upcoming maps developed with LiDAR technology allow for mapping of high potential runoff areas, down to partial field levels, and prior targeted outreach to these producers resulted in increased site-specific BMP implementation in Franklin County.
- Specific funding for Vermont, site-specific research into new technologies and methodologies will provide local information to producers to help with cost-effective management decision-making.

While these proposed commitments will all address increased precipitation and land use changes due to climate change, additional work is needed to ensure that farmers have the necessary education, tools and resources to address climate change impacts in a way that will improve water quality and protect their investments and livelihoods.

It is also important that this work is done in a way that will address the individual needs of each farm, and recognize the human behavior impacts of implementing change. The Agricultural Work Group that was formed by DEC and AAFM to help develop the proposed changes in the TMDL, listed as one of their three priorities, strategies that allow farmers the option to develop “smart” tailored plans. They recognized that flexibility in programs and requirements is necessary to appropriately address the uniquely individual needs and concerns on Vermont farms. A timely recent survey conducted by the UVM RACC effort (*Research on Adaptation to Climate Change*), showed that the ability to have control over decisions was the most statistically significant driver in creating change, *above* the impact of regulatory control. In developing programs that will address future issues, providing options as well as resources will be critical to successfully protecting our water quality.

Recommendations

In determining how to efficiently move forward in addressing the temperature and rainfall effects of future climate change, three key areas stand out as having the greatest potential to help mitigate the potential negative impacts of climate change on water quality; soil health, tile drain issues, and increased implementation of key BMPs.

Soil Health

Improving soil health is a long-term process that provides extensive and multiple benefits in addressing climate change issues. Good soil health results in increased organic matter, increased soil pore space for water infiltration, increased soil water holding capacity, and decreased flow speed and volume to surface waters. Increased organic matter also helps address drought adaptation that also may result from climate change. For every percent increase in organic matter, another inch of water is available to plants, increasing production and decreasing the

need for additional land converted to crops (Emerson, 1995). Soil resiliency hinges on infiltration – rainfall that infiltrates does not run off, cannot cause erosion, and can potentially be stored for plant use. The major problem is not runoff but infiltration.

Proposed actions

- Provide specific soil health training to outreach staff for their work with individual farmers.
- Increase demonstration projects and events to educate about biological approaches to compaction that can improve infiltration, specific soil quality BMPs and resources available to help with practice changes.
- Coordinate with UVM Extension Ag/Climate Change specialist on specific education programs for producers to increase knowledge of soil health.
- Coordinate with USDA/NRCS and their new healthy soils initiative “*Unlock the Secrets of Soil*”, which has extensive new educational materials and tools for helping farmers recognize the value of soil health.
- Use CSA mapping to evaluate priority areas for landscape infrastructure such as storage ponds that can increase water holding capacity that will address drought and prevents runoff of nutrients and sediment and related erosion. Use new personnel to work with landowners in key areas (potentially headwaters)
- Develop an incentive program that provides additional resources to producers who implement management changes that improve soil health. (This will be part of a larger incentive effort).

Tile Drains

As farms increase in size, a need for increased production per acre is a factor in the dramatic increase in the installation of tile drains in many sections of the Lake Champlain basin. While there is no method for accurately tracking this practice, NRCS estimates as much as 50% of agricultural fields in some watersheds may contain tile drains (Potter, 2012). When installed and managed appropriately, tile drainage can be an important part of environmental farm management and can dramatically reduce soil erosion and phosphorus losses from fields by decreasing surface runoff and increasing infiltration (Fraser and Fleming, 2001). However, timing and quantity of field nutrient applications, as well as soil quality and installation methods all affect the impacts of tile drains. Many studies have shown that tile drain outflows can contain high levels of dissolved phosphorus as well as nitrogen. These levels can be affected by timing of manure application around rainfall events, and the macropores in the soil that affect nutrient passage through soil to the drains. Tile outflows can also negatively impact stream channels by increasing the velocity of outflow to the receiving water, and resulting soil erosion.

Miner Institute in Chazy, NY is currently conducting an extensive research project on the impacts of tile drains and possible BMPs that may be implemented to address these. The Lake Champlain basin Program has recently allocated funds for a literature review of the subject to help inform policy makers, educators and producers about management of tile drains. USDA/NRCS recently added a practice standard (782) that will provide cost-share for systems that intercept tile flow and reduce the concentration of phosphorus to receiving waters. Each of these efforts has potential to improve the management of tile drains in Vermont and will be included in outreach and coordination.

Proposed actions

- Conduct demonstration projects on Vermont farms in priority watershed to demonstrate well-installed and managed tile drain systems, and compare water quality impacts.
- Work with partners to develop an extensive education program on the impacts and potential improvements to tile drain installation and management that would include an educational conference, factsheets, website additions and mailings.
- Provide training to outreach staff to assist them in providing education to producers and increase implementation of NRCS tile drain practice.
- Coordinate with partners to share results of tile drain research.

INCREASE IMPLEMENTATION OF KEY BEST MANAGEMENT PRACTICES

Many traditional BMPs that improve water quality will also help in mitigating the effects of climate change. As rainfall amounts and intensity increase, these BMPs will become even more necessary and more valuable. Specific BMPs such as conservation tillage, buffers, cover crops and alternative manure management will help address these climate concerns. In one Vermont study, conservation tillage decreased agricultural stormwater runoff by between 50-63% (Claussen and Potter, 1990). A Canadian study showed that soil loss can decrease from 8 tons/acre/year on some fields with conventional tillage to less than 1 ton with no-till practices (Herbek, www2.ca.uky.edu). No-till practices can also increase organic matter in fields from 2.5 to 4.1% (Quarles, 1994).

These particular BMPs help by decreasing field erosion, improving soil health and infiltration, and decreasing nutrient runoff. However, some of these practices require very site-specific adaption, resources and education. Transitioning from conventional to reduced or no-till requires individual technical assistance and an understanding of the long-term benefits. Alternative manure management technologies such as manure injection are extremely expensive and require financial assistance to producers. Larger buffers take valuable land out of production and compensation through programs such as CREP must be commensurate with the lost crop value. Cover crops in heavy clay soils can be challenging to implement and accept.

Proposed actions

- Continue to secure necessary BMP, FAP and CEAP (equipment cost-share) implementation funds for specific practices.
- Incentivize practice implementation by providing additional funding and benefit opportunities for BMPs that are implemented in priority watersheds, sensitive riparian areas and other critical source areas. Development of a comprehensive incentive program that will address priority areas will be done by 2015.
- Provide extensive outreach and education about the results of the “edge of field monitoring” research currently funded in Vermont that is evaluating critical BMPs in side-by-side watershed studies.
- Provide adequate ongoing training for technical staff about BMP information, available resources and site-specific implementation opportunities.

Summary

Vermont is fortunate to have current support from partners and other agencies that will provide assistance in our ability to share timely and appropriate new technologies and practices to address climate change in the future. The “edge of field monitoring” project that was funded with USDA/NRCS funds is an example of this. UVM Extension hired an agricultural climate change expert in 2013 who has brought educational and research knowledge and opportunities from the Chesapeake Bay area. USDA Secretary Vilsack recently announced that one of the national “climate hubs” will be located in Durham, NH, and will build capacity to provide information and guidance on technologies and risk management practices at the regional and local scale to partners and producers.

DEC and AAFM also intend to continue to recruit funds for additional outreach methods such as online training programs for producers, demonstration sites and educational workshops and materials to provide a diverse and flexible way for all producers to receive knowledge and technical assistance.

STORMWATER MANAGEMENT

Background

Climate change, stormwater runoff and phosphorus loading are inextricably linked. The intensity of precipitation events has a direct impact on the amount of stormwater runoff generated from impervious and semi-impervious surfaces. This in turn has a direct impact on erosion and sedimentation rates, the pollutant removal and detention capacity of existing BMP’s, and the integrity of critical infrastructure such as bridges and culverts. This relationship has significant implications for stormwater management in Vermont.

Currently, any project that exceeds the jurisdictional threshold for stormwater in Vermont is required to adhere to the standards set forth in the Vermont Stormwater Management Manual (VSMM). The current version of the VSMM was adopted in 2002 and presents a unified approach for designing and sizing stormwater treatment practices to meet specified treatment standards for water quality, channel protection, groundwater recharge, overbank flood protection, and extreme flood control. The unified sizing approach is intended to manage the entire frequency of storms anticipated over the life of the stormwater management system and the associated development.

From a climate change/flood resilience perspective, there are two issues associated with the current version of the VSMM:

- Under the unified sizing approach, stormwater treatment practices are designed according to a targeted design storm. The magnitude of the design storm is based on a probability distribution of observed precipitation events over a period of many decades. These precipitation values may not reflect the trend of greater frequency of severe storm events throughout the Northeast. There is growing concern that using the rainfall data currently in the VSMM to design and size stormwater infrastructure may result in permitted systems that are undersized and therefore not well suited for handling future rainfall

events and meeting pollution mitigation targets. Undersized structures can contribute to channel erosion and localized flooding, need more frequent maintenance, and, most significantly in the context of this TMDL, are less effective at removing pollutants from stormwater runoff.

To meet design standards, designers/engineers are often steered towards gray infrastructure practices. Gray infrastructure can be defined as “that which is manmade and part of the built environment.” Examples of stormwater, gray infrastructure include stormwater pipes, catch basins, and detention ponds. Gray infrastructure systems are centralized by design and predominantly capture, pipe, and convey stormwater from one location to another or control peak flows. Such systems do not take advantage of natural hydrologic processes, such as infiltration and evapotranspiration, and thus, do little to minimize stormwater runoff volumes.

- Reducing water quality impacts from road runoff is another strategy described in this plan with climate resilience benefits. Prior to federally declared disaster declarations (which make available public assistance funds for public infrastructure repairs), municipalities are to adopt road infrastructure “codes and standards” (referred to as “Road and Bridge Standards” or “Codes and Standards”). These municipal codes and standards apply to road and stream crossing upgrades and other infrastructure that are not governed by state or federal standards.

Actions

DEC’s Stormwater Program has identified six major actions – five are associated with managing stormwater infrastructure development and the sixth action addresses runoff from road networks.. The first five actions that address permitted stormwater infrastructure ensure that such projects are appropriately designed and adequately sized to effectively manage predicted increases in stormwater runoff. Stormwater systems designed and managed per standards that incorporate current precipitation data as well as LID and GSI, ensure resilience against increases in higher intensity precipitation, higher precipitation volumes, and snowmelt events. The sixth action incentivizes adoption and compliance with VTrans Road and Bridge Standards. (Act 110, passed in 2010, required that VTrans undergo rulemaking to include in the model Road and Bridge Standards practical and cost-effective best management practices to better control road-related stormwater runoff):

- Require recent and localized rainfall data, where possible, to size stormwater practices. An important step toward greater climate adaptation and flood resilience is to ensure that any permitted stormwater system is designed and sized using data that accurately reflects precipitation trends in the Northeast. This data should include: (a) current data and the past 10 years of record; (b) local and regional precipitation data, including the Northeast Regional Climate Center Extreme Precipitation data; and (c) where appropriate, location-specific data to account for regional variation in precipitation patterns.
- Promote greater use of, LID principles and GSI practices in the VSMM. LID is focused on avoiding and minimizing impacts to natural features and functions to reduce the amount of stormwater runoff generated both during and after construction. LID places a high value on hydrologic and ecological function, recognizing that those functions are

difficult, if not impossible, to replace if lost through development. Requiring LID ensures that stormwater runoff resulting from new development is minimized to the maximum extent practicable. This helps to reduce flashy streamflow regimes, caused by stormwater runoff, that can increase stream instability and pollutant loading from streambank bed and bank scouring.

- Promote GSI practices where minimization is not possible. GSI can be used in new development and redevelopment situations. GSI takes advantage of natural processes to treat and manage stormwater. Where soils are adequate, stormwater runoff from small and even large storms can be fully infiltrated into the ground by GSI, thus reducing the volume of water traveling as surface flow. In marginal soils, engineered soil media and soil restoration techniques (aeration, organic amendments, etc.) can be used to increase infiltration rates and improve soil water retention, thus decreasing excessive flows. Those GSI practices that include robust vegetation provide additional resilience to climate change through interception and evapotranspiration, which can collectively amount to a large export of water from the land surface. Where vegetation remains healthy and conditions are suitable, evapotranspiration rates in particular can be significant, sometimes even exceeding precipitation rates, especially during the growing season. This results in a soil column with greater capacity to infiltrate and absorb stormwater runoff during subsequent storms.
- The Stormwater Program is currently updating the VSMM to incorporate and incentivize LID and GSI concepts. As described in a University of New Hampshire study entitled, [“Economic and Adaptation Benefits of Low Impact Development,”](#) successful application of GSI has the potential to reduce stormwater runoff enough to reduce the need for conventional and costly drainage and treatment infrastructure, reduce the number of culverts deemed undersized that otherwise would need to be replaced, improve onsite storage of rainwater and snowmelt that can reduce and delay the runoff peak discharge, and minimize hydrologic impacts to the stream channel from stormwater runoff.
- Promote adoption of state stormwater standards at the local level and work to develop and disseminate model stormwater ordinances. These actions will help to address stormwater runoff associated with new developments that fall below state stormwater management jurisdiction.
- Provide technical assistance and training to municipalities regarding the use, installation, maintenance, and efficiency of best management practices along roadways. Actions to enhance adoption and compliance with VTrans Road and Bridge Standards include:
 - Towns file an annual certificate of compliance with their codes and standards. VTrans is to review and revise the standards, as appropriate, via rulemaking every four years to ensure that they are protective of water quality, and the Secretary of the Agency of Natural Resources is to approve all revisions;
 - Act 110 established an incentive program to encourage municipal adoption of codes and standards. That incentive involves increasing state

- cost share of two grant programs – the Town Highway Class 2 Roadway and Town Highway Structures grant programs; and,
- State of Vermont added another incentive to encourage municipalities to adopt the VTrans Road and Bridge Standards. The State modified its policy for managing the State’s Emergency Relief and Assistance Fund (ERAF). The new standard, which will be effective for any disaster after October 23, 2014, is structured to encourage municipalities to take four basic steps to prepare their communities before the next disaster; one of those steps involves adopting the most recent VTrans Road and Bridge Standards.

RIVER CHANNEL STABILITY

Background

With the increased risk of severe weather events causing water quality degradation as well as economic and public safety impacts, it becomes increasingly important to manage rivers to meet and maintain dynamic equilibrium conditions. Equilibrium refers to the condition in which a stream channel achieves a naturally stable slope, meander pattern, channel dimensions (width and depth), and access to its floodplain. This condition is the least erosive, even at flood stage. This policy requires that floodplains and river corridors are protected and reserved for flooding, and that stream channels themselves are managed in ways that are consistent with the objective of achieving equilibrium conditions over time. Well-functioning floodplains under an equilibrium condition keep people and infrastructure out of harm’s way, reduce property damages and flood recovery costs, reduce the need to channelize rivers in order to protect encroachments and, specific to the Lake Champlain TMDL’s goals, reduce nutrient and sediment loading by minimizing erosion.

Actions

The following commitments described in this Phase 1 Plan support the State policy to manage rivers towards long-term establishment and maintenance of dynamic equilibrium:

- Reserve, restore, and maintain floodplains and river corridors for flood storage and pollutant attenuation by minimizing floodplain encroachment:
 - Established a river corridor easement program to conserve river reaches identified as high priority nutrient and sediment attenuation areas. The key provision of a river corridor easement is the purchase of channel management right;
 - Act 110 (enacted in 2010, effective 2011) established, as State policy, the management of rivers and streams to achieve and maintain dynamic equilibrium, the least erosive and naturally stable stream condition. The Act established a river corridor and floodplain management program, integrating floodplain management under the FEMA National Flood Insurance Program with fluvial erosion hazard avoidance, river corridor, buffer protection, and river science;
 - Act 138 (effective 2012), directs ANR to create new state floodplain rules for activities exempt from municipal regulation, increase regulatory oversight and technical assistance in floodplain protection, and improve floodplain mapping;

- Act 138 also directs the creation of a Flood Resilient Communities Program to create financial incentives to encourage municipal adoption of bylaws that protect river corridors, floodplains, shorelands, and buffers;
- The State policy for managing the State’s Emergency Relief and Assistance Fund (ERAF), described above, added an incentive to encourage municipal adoption of the state model floodplain and river corridor protection bylaws; Effective in October, 2014, those municipalities that adopt such measures will receive a large share of state aid (from 12.5% to 17.5% of the repair costs) following federally declared flood disasters; and
- Act 16, enacted in 2013 and effective in 2014, requires that municipal and regional land use plans include protection and restoration of floodplains and upland forested area in order to moderate impacts from flooding.
- Ensure that stream alteration activities are aligned with and do not depart from attainment of stream equilibrium condition:
 - Act 110 also modified stream alteration statutes expanding state jurisdiction to all perennial streams (i.e., those with year-round flows). Prior to Act 110, the regulations only applied to streams with a watershed greater than 10 square miles;
 - Act 138 required the adoption of rules and a stream alteration general permit to regulate Emergency Protective Measures (effective in 2014);
 - Effective in 2014, the VTrans Road and Bridge Standards, clarify that the VTrans Hydraulics Manual (which provide the VTrans technical analysis for sizing of stream crossings), and the Stream Alterations General Permit, are aligned to support the management of streams, including stream crossings, to achieve equilibrium conditions. Sizing stream crossings based on equilibrium conditions minimize erosion, scour, and structure failure. It also improves connectivity that supports aquatic organism passage;
 - Act 138 required that DEC develop a comprehensive “rivers and roads” training program. The targeted audience includes municipal, state and federal transportation network professionals, municipal employees, regional planning commissions and contractors. The goal of the training program is to explain how to design, construct and maintain roads and bridges to create greater river stability and more flood resistant transportation infrastructure. DEC, in partnership with VTrans and FWD, is developing a three-tiered training course. Tier 1 (introductory level) and Tier 2 (intermediate level) are currently available; Tier 3 (advanced level) training, focused on design and construction, will be available in early 2015. DEC will release in 2014 a document entitled, “Standard River Management Principles and Practices: Guidance for Managing Vermont’s Rivers Based on Channel and Floodplain Function.” This document will serve as the technical foundation and reference document for the Tier 3 training.
- Restoring and protecting native woody vegetation in riparian buffers;
 - Increases in nutrient and sediment pollution loading, unstable streambanks, and loss of ecological function result when woody riparian vegetation is removed from the riparian or near stream area. Best management practices entail restoring and maintaining an undisturbed area that consists of trees, shrubs,

groundcover plants, and the duff layer. ANR adopted Riparian Buffer Guidance in December, 2005, which articulates a framework for Agency recommendations in the Act 250 process. The Agency is currently updating the Buffer Guidance in tandem with adopting River Corridor Procedures and revising the Agency Floodway Procedures used in Act 250.

CLIMATE-SMART FOREST ADAPTATION STRATEGIES

Background

Forest management has been based on an historical understanding of forest response to given treatments. Under climate change, meeting forest management goals is less certain than it has been in the past. Increased temperatures, heavy precipitation events, mild winters, and extreme wind and ice storms are all predicted to increase. The best risk management at this point in time is to manage forests to be more resilient to a variety of weather conditions, and to build forest harvest plans that account for extreme weather influences.

Actions

Publish and distribute the draft forest adaptation strategy document: “Creating and Maintaining Resilient Forests in Vermont: Adapting forests to climate change.”

1. Promote recommended forest adaptation strategies to foresters and landowners to implement climate-smart practices that maintain healthy forest cover, sustain ecological functions such as water holding capacity of forests, and promote water quality.
2. Develop and implement a policy to use climate-smart forestry practices on state lands.
3. Create funding priorities through the Working Lands Initiative (Working Lands Enterprise Fund (WLEF)) for new forest harvesting technologies that improve protection of soil and water.
4. Establish 3 demonstration areas on state land to train foresters and landowners on climate-smart forest management techniques that can then be implemented on the 86% of Vermont’s forestlands that are privately owned.
5. Identify vulnerable forest stands within the Lake Champlain basin, develop forest health strategies to maintain forest cover and water holding capacity, and identify funding to implement strategies on priority forests.

WETLAND PROTECTION AND RESTORATION

Background

Global wetlands store carbon at an amount similar to total atmospheric carbon. Wetlands are able to accumulate carbon from agriculture, forestry, and other land uses by storing sediment and organic materials. The emission of carbon dioxide is slowed by vegetation intake of carbon and by the anaerobic conditions which slow organic decomposition by hundreds or thousands of years. Studies have estimated that 6% of global carbon emissions can be attributed to the destruction of arctic and tropical peatlands alone. The protection and restoration of wetlands is a crucial component in offsetting climate change impacts in Vermont.

Wetlands are more sensitive to climate change than other landscape and deep water features in Vermont. A change in inches in water table depth can cause the presence or absence of a wetland in marginally wet sites. Wetland fragmentation and low biodiversity make many wetland plant communities less robust and adaptable to changes in climate. Vermont wetlands which are especially sensitive to climate change include: peatlands, seasonal wetlands (including vernal pools), spruce/fir swamps, wetlands with small watersheds, and wetlands surrounded by high nutrient and sediment load.

Climate impacts on wetland functions are expected to be significant, including hydrologic stresses from earlier spring runoff and hotter and drier summer months. Less consistent precipitation will expose peatlands and cause an increase in carbon dioxide release due to faster decomposition. More intense storm events will increase sediment and pollutants which may overwhelm the water quality protection function of the wetland. Stressors to wetland plant communities will make wetlands more susceptible to invasive species adapted to warmer climates. Loss or degradation of wetland function could, in turn, degrade water quality of the streams and lakes that benefit from the wetlands' natural filtering capacity. The expected increased groundwater withdrawal to support future irrigation needs, brought about from climate change-induced drier summer months may also lead to further wetland loss.

Wetland management, conservation, and restoration are effective and cost-effective climate adaptation strategies that:

- Enhance wetlands' filtering capacity of pollutants;
- Reduce carbon dioxide emissions;
- Minimize flood hazards by absorbing and attenuating floodwaters;
- Protect populations of species at their range extent;
- Promote groundwater recharge, which, in turn supports base flow in streams, which is particularly important during hotter and drier summer months; and,
- Sustain fish and wildlife habitat and support recreational activities that depend on them.

Programs to support the restoration and maintenance of vegetated buffers along waterways are also important strategies that:

- Reduce sediment load in waterways by slowing water velocities and stabilizing banks;
- Support cold-water aquatic organisms through shading;
- Increase resilience of native plant communities by preventing invasive plant establishment;

- Protect adult habitat of sensitive vernal pool dependent species; and,
- Increase and maintain carbon sequestration by vegetation.

Actions

Promote wetland conservation and restoration:

- Promote adequate buffers and protection to maximize their capacity to attenuate floodwaters, sediment and pollutants. DEC is able to change size of wetland buffers to accommodate this need;
- Focus protection and restoration efforts on wetlands which effectively sequester carbon, such as bogs. DEC has identified several peatlands throughout the State and will increase their protection standards. In 2012, the Wetlands Program established centennial sites to monitor and study climate change impacts to wetlands;
- Establish a wetlands technical assistance program to implement wetlands conservation and restoration projects with local and federal partners; and
- Strengthen wetland protection statute
 - Act 31 (enacted in May, 2009) strengthened the State’s wetlands protection statute, to give DEC the authority to conduct: (a) administrative determinations to re-classify wetlands; (b) update wetland mapping, and, (c) interpret jurisdictional buffer zone widths to accommodate wetland function needs.

SHORELAND MANAGEMENT

Background

Shoreland management plays an important role in providing climate change resiliency along lakeshores. Naturally vegetated shoreland are known to be more resistant to erosion during flooding events. Eroding shorelands are a source of sediment and phosphorus to the lake, although the exact quantity of these pollutants due to shoreland erosion has not been studied or estimated. During the Spring of 2011 floods in Lake Champlain, shoreland erosion was much more common in areas where the woodland had been removed and replaced with lawn, than in areas where natural vegetation had been left in place. Structural stabilizations can deflect wave energy to adjacent shore areas, thus increasing erosion potential on neighboring properties. In addition, structural stabilization measures were in some cases overtopped by the flood waters and eroded from behind.

Well vegetated shorelands provide sustainable stability by making use of the “ecosystem services” of a variety of species and root types which resist erosion due to high water level and wave action. Numerous trunks and stems absorb and break up wave energy, minimizing its impact on the soil layer itself. Shoreland which are yet undeveloped generally has reached an equilibrium where erosion is minimal or non-existent. Where development or other land uses have removed the woodlands, stabilization measures may need to be implemented. Bio-technical and bio-engineering designs can be used to implement stabilization projects. Such projects are ideally designed to mimic the natural shore and be self-sustaining over time.

Actions

Promote well vegetated shorelands as sustainable erosion prevention along Lake Champlain:

- Require the use of stabilization methods that incorporate vegetation through the Lake Encroachment Program or the Shoreland Permit Program (currently under consideration in the Vermont legislature);
- Provide technical and grant support to project demonstrating and implementing vegetative shoreland stabilization measures;
- Incorporate BMPs for vegetative shoreland stabilization measures into the Lake Wise Program to provide technical assistance to landowners; and
- Continue to coordinate with the River Management Program on the development of model municipal shoreland ordinances that meet federal flood protection standards and provide good shoreland management to benefit both flood resiliency and pollution abatement.

D. CONCLUSION

Vermont faces important decisions about how to effectively minimize or avoid impacts from climate change. In 2010, The Nature Conservancy published a report entitled, “Climate Change in the Champlain Basin: What natural resource managers can expect and do.” (Stager, J.C, M. Thill, 2010). That report’s conclusions underscore an important message that the best strategies to minimize undesirable impacts from climate change are already known; such strategies do not require a new set of conservation tools. That report provides a comprehensive list of climate-ready strategies, among which are the following that address the anticipated water quality impacts from climate change:

- Acceleration of best management practices across land uses to reduce runoff and erosion;
- Stormwater control structures that reduce erosion and nutrient transport;
- Stormwater control regulations that use the current precipitation period of record;
- River corridor and floodplain protection;
- Policy that supports establishment and maintenance of stream equilibrium conditions;
- Re-establishment and maintenance of vegetated buffer zones along rivers, wetlands, and lakes to support streambank integrity, minimize erosion and runoff, and provide shade;
- More accurate flood hazard mapping;
- Wetland conservation;
- Ecologically sound and sustainable shoreland erosion mitigation strategies,
- Forestland conservation; and,
- Public education.

The climate change policy recommendations described in this Chapter incorporates all of these recommendations.

Climate change is projected to increase intensity and frequency of storm events, thereby exacerbating the delivery of phosphorus loading to Lake Champlain from existing, traditional sources or stressors. The three major stressors that comprise most of the nutrient loading to Lake Champlain, described in the Vermont Surface Water Management Strategy include: (a) land erosion from developed lands, agricultural lands, construction, and logging operations; (b) non-erosion-related nutrient loading from sources such as over-fertilization of cropland or poor manure management practices; and (c) stream channel erosion.

Promoting greater resilience in the Lake Champlain basin to the water quality impacts of climate change requires actions that reduce loadings from these traditional stressors. Actions described in this Chapter are designed to accomplish that objective. These actions also enhance flood resilience locally and statewide – a top priority of the State and an important “co-benefit” of the implementation of the Lake Champlain TMDL. Thus, investments in the implementation of this Plan to achieve clean water will also pay dividends in contributing toward reduction in the State’s vulnerabilities to climate change.

CHAPTER 7 - IMPLEMENTATION SCHEDULE AND ACCOUNTABILITY FRAMEWORK

DEC is requesting a twenty year implementation schedule to allow for communities to plan and stage the necessary improvements to roads and stormwater infrastructure into long-term capital fund plans as a means of keeping costs and funding burdens down. DEC is proposing the following general schedule for implementation of the TMDL:

- | | |
|---|---------|
| 1. Department seeks authority and funding for implementation of the Phase 1 Plan | 2014-16 |
| 2. Department develops and implements Phase 2 Plans for each basin (tactical basin plans) | 2016-36 |

Detailed implementation schedules for Vermont's policy commitments are included in the Gantt Chart in the Executive Summary.

EPA views the Phase 1 and Phase 2 Plans as the core of a broader, ongoing accountability framework by which EPA will assess Vermont's progress toward fulfilling the pollution reduction targets identified in the final TMDL. In its January 17, 2014 letter, EPA asked that Vermont discuss the State's commitment to track implementation progress and to enter both BMP installations and programmatic progress into a tracking tool that EPA is helping to develop.

DEC is proposing a schedule including five year milestones for reporting and evaluating progress towards goals in the implementation plans. EPA indicated in its January 17, 2014 letter that consequences for failing to make adequate progress could involve (a) requiring wastewater treatment plants to meet phosphorus effluent limits based on limits of technology and to obtain offsets for the remaining phosphorus loads, and (b) expansion of federal Clean Water Act permit coverage to cover a larger scope of activities (separate storm sewer systems, developed areas subject to residual designation authority, and animal feedlot operations).

As discussed previously in Chapter 5, DEC intends to develop the capability to track BMP implementation for non-agricultural BMPs, to complement ongoing efforts by the agricultural resource agencies to develop an agricultural BMP tracking system. DEC will develop a system to document the location and value of all BMP projects supported by federal or state dollars, which will be tied to the Critical Source Area Assessment System. Using data exchange capabilities, implementation projects tracked by the agricultural BMP database will also eventually be married to DEC's system. In addition, for road network projects, DEC will incorporate BMP tracking either directly, or through data exchange approaches, in partnership with VTRANS.

In order to track numeric estimates of phosphorus reductions achieved, VT will partner with EPA, by leveraging the EPA Scenario Tool discussed in Chapter 5, and the proposed EPA spreadsheet-based tracking tool. The Scenario Tool presents a range of BMP effectiveness values and anticipated load reductions for a suite of BMPs. The spreadsheet tool is intended to translate these into phosphorus reduction estimates. Vermont is committed to developing and maintaining robust data systems to track implementation of projects and program commitments, and will work with EPA to translate these to phosphorus load reductions.

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APPENDICIES

APPENDIX A - EPA JANUARY 17, 2014 LETTER



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 1
5 POST OFFICE SQUARE, SUITE 100
BOSTON, MA 02109-3912

January 17, 2014

David Mears, Commissioner
Vermont Department of Environmental Conservation
1 National Life Drive, Main 2
Montpelier, VT 05620-3520

Chuck Ross, Secretary
Vermont Agency of Agriculture, Food and Markets
116 State Street
Montpelier, VT 05620-2901

Dear Commissioner Mears and Secretary Ross:

The purpose of this letter is threefold: to provide comments on the draft "State of Vermont Proposal for a Clean Lake Champlain" (the "Proposal"); to provide the Vermont agencies with a clear understanding of the Environmental Protection Agency's expectations for the development of plans to implement the required phosphorus reductions in the revised Total Maximum Daily Load (TMDL) for Lake Champlain; and to describe an accountability framework to ensure those reductions are achieved.

The State Proposal

EPA applauds the substantial efforts the State has made in developing the Proposal. It is broad in scope and ambition, appropriately reflecting the challenge of restoring the health of Lake Champlain. As we have learned from the Scenario Tool, it will take an aggressive application of all of the measures in the Proposal to achieve water quality standards. Generally the Proposal lacks the specific details of what will be done by when. We appreciate that fleshing out the details is an iterative process and that the public outreach conducted in December, the comments you will receive this month, and analyzing information about things like unit costs are part of that process.

Climate change is another area that needs to be addressed throughout the Proposal. We suggest that relevant sections in the document include a discussion of how the implementation approach will take climate change into account. Climate adaptation and flood resilience should be addressed for each major category of practices. The report should note the phosphorus increases projected in EPA's climate change analysis, and explain how certain BMP, AAP, AMP

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measures can and will be designed to be effective for higher intensity rainfall events. We suggest including a stand-alone section that summarizes the efforts the State has already undertaken to prepare and adapt to climate change (e.g., new culvert sizing specifications, etc.) and the additional things the State will be doing moving forward. EPA's additional comments on many of the programs in the draft Proposal are provided in an attachment.

Implementation Planning

We recognize that the level of detail necessary for implementation planning will take time to develop. The following are EPA's expectations divided into distinct planning phases. For the first phase EPA expects the state agencies to revise the Proposal and provide final policy commitments in a basin-wide scale implementation plan (Phase I Plan) by March 31, 2014. EPA expects the Phase I Plan to include a description of the authorities, actions, and, to the extent possible, control measures that will be implemented to achieve the nonpoint source target loads. EPA expects the Phase I Plan to identify a schedule for accomplishing reductions including dates for enhancing programs and implementing key actions to achieve these reductions, with all such actions to be implemented as soon as possible and by no later than a date to be discussed further. These actions include, but are not limited to, adopting new regulatory authorities, improving compliance with existing regulations, and securing additional resources for personnel, grant or cost-share programs. Ideally, EPA would like to see a high level project management chart (e.g., Gantt chart) that shows the intended schedule for each of the program elements.

Each of the programs identified in the Proposal is described as applicable across the Vermont portion of the Lake Champlain basin. For each of those programs, EPA expects that the State will identify and commit to implement specific pollutant reduction controls and actions in successive two-year milestones. We anticipate that some programs can be implemented quickly while others will need to be developed. For those items that depend on new funding, please prioritize actions into items that will be funded in the first two years, the next two years, and so on. EPA expects that the Phase I Plan will be followed by a commitment letter from the Governor by April 30, 2014.

EPA is seeking these commitments this spring because the State has expressed a clear preference to retain some flexibility in the TMDL's Waste Load Allocation (for point sources). As noted in my October 23, 2013 letter to Commissioner Mears, under these conditions in order for the TMDL to be issued consistent with EPA's regulations, it must provide reasonable assurances that the nonpoint source control measures will achieve expected load reductions. A satisfactory Phase I Plan and associated commitment letter will provide reasonable assurances.

After the TMDL has been finalized later this year, EPA expects the State to develop sub-basin implementation plans (Phase II Plans/Tactical Basin Plans), which more explicitly indicate what measures or practices will be applied in specific areas by certain dates. This spatial and temporal targeting of phosphorus loads to a finer scale will help local decision-makers (e.g., municipal governments, conservation districts, watershed associations) better understand the

contribution to and responsibilities for reducing pollutant loads. EPA expects the State to update these basin plans every five years, consistent with Vermont's current basin planning process, to take advantage of the latest information on phosphorus sources and control options applicable to each watershed. Additional suggestions regarding the Tactical Basin Plans are included in the attachment.

Accountability Framework

EPA views the Phase I and Phase II Implementation Plans the core of a broader, ongoing accountability framework by which EPA will assess progress toward fulfilling the pollution reduction targets identified in the TMDL. EPA expects that the State will identify and commit to implement specific pollutant reduction controls and actions in each of the successive two-year milestone periods included in the Plans. Prior to the start of each milestone period, EPA will evaluate whether the actions identified for that period are sufficient to achieve the pollutant reduction specified for the end of that two-year period, and whether the State has fulfilled the commitments identified in the previous period. EPA expects that the successive Plans and two-year milestone periods will contain increasingly greater source sector and geographic load reduction specificity, more rigorous assurances that load reductions will be achieved, and more detailed and transparent reporting to the public. EPA expects this accountability framework, including development of the Phase I Plans prior to the establishment of the TMDL and the State's commitment to produce detailed Phase II Plans and adopt two-year milestones, will strengthen the assurance that the TMDL point and nonpoint source allocations can and will be achieved and maintained.

EPA Commitments

EPA will continue to work in close collaboration with your agencies over the coming months as we develop the draft Waste Load and Load Allocations. This ongoing collaboration should provide opportunities for give and take as you digest comments on the Proposal and work to develop the Phase I Plan. If the Phase I Plan does not meet the expectations outlined above, EPA may take any of a number of actions. As noted in my October 22nd letter, likely options may include, but are not limited to setting Waste Load Allocations that would push Waste Water Treatment Plant discharges to the limit of available technology and require offsets for the plants' remaining phosphorus loads, and expansion of permit coverage to bring more sources under direct regulatory control (e.g., expand MS4 coverage, use Residual Designation Authority to capture currently unregulated point source stormwater dischargers, designate certain AFOs to be CAFOs subject to NPDES permitting). Similarly, if the State does not submit or fulfill its two-year milestones for phosphorus reductions, EPA may take any of a number of actions including, but not limited to, designating additional sources to be subject to NPDES permits.

EPA recognizes and applauds the substantial efforts the State is proposing to take to enhance program capacity and meet the necessary phosphorus reduction targets. We look forward to continuing to work with you to achieve a clean Lake Champlain.

Sincerely,



Stephen S. Perkins
Office of Ecosystem Protection

Attachment

cc: Kari Dolan, VT DEC

Additional EPA Comments on the State of Vermont's November 20, 2013 draft Proposal for a Clean Lake Champlain

- 1) EPA has estimated that lake restoration will require, at a minimum, an aggressive version of the actions included in the State's proposal. A few lake segments will require more effort. Therefore, it's very important that the State's final Phase I plan be at least as comprehensive as the November draft -- anything less extensive than these actions could significantly weaken the reasonable assurance that needed phosphorus reductions will be achieved.
- 2) Include schedules and milestones throughout, with indications of which parts of an action will be completed when. For those items that depend on new funding, prioritize actions into items that will be funded in the first two years, the next two years, etc. Ensure that major, substantial actions are funded in the early years. The two-year milestones must be measurable accomplishments that can be readily tracked, such as funding sources established, key personnel hired, numbers of farms inspected, new categories of stormwater covered by permits, numbers and percentages of needed management practices implemented, etc.
- 3) Include in each section a discussion of how the implementation approach will take climate change into account. Climate adaptation and flood resilience should be addressed for each major category of practices. The report should note the phosphorus increases projected in EPA's climate change analysis, and explain how BMP, AAP, AMP, and other management measures will be designed to be effective for higher intensity rainfall events and greater annual flow volumes. A stand-alone section should be added to the report to summarize the efforts Vermont has already undertaken to prepare/adapt to climate change (e.g., new culvert sizing specifications, etc.) and the additional things the state will be doing moving forward.
- 4) For the agricultural section, as part of the schedule and milestones additions, please indicate the full number of agricultural inspectors needed to complete inspections of all small farms by a certain date (preferably 2015), and include a strategy for securing the funding and staff needed, with clear milestones and schedules for completing all inspections and achieving compliance with AAPs. Likewise, please specify all other staff, such as agricultural engineers and agronomists, needed to carry out other aspects of the agricultural section of the proposal, and the schedule for hiring these staff. Agricultural staff currently funded through the Lake Champlain Basin Program should be included in this plan, as the Basin Program funding for these staff is anticipated to be temporary and non-sustainable.
- 5) The proposal to relax the winter manure spreading ban raises concern. EPA's preliminary review of research on this topic indicates that few if any BMPs can prevent significant nutrient loading to waters from manure spreading on frozen ground. Rather than relaxing the spreading ban, we recommend greater use of

nutrient management plans to guard against heavy spreading in the spring during wet conditions and other inappropriate times.

- 6) For stormwater treatment practices for existing development (retrofits), include a discussion of the level of treatment (e.g., the types of practices and runoff depth to be designed for) to be required through the new permit initiative. For the phosphorus reduction scenarios generated by the scenario tool, EPA assumed use of stormwater practices that would achieve a 50% - 70% phosphorus reduction from applicable impervious area. Please add this information to the proposal so that EPA can be assured that the stormwater aspects of the State's proposal will achieve a comparable level of phosphorus reduction. Also, it's important that the criteria for triggering the need for retrofits be at least as aggressive as those indicated in the November 20th proposal.
- 7) Also regarding stormwater, please include a section that addresses new requirements anticipated for existing MS4s. Currently, stormwater management is presented in the context of expanding permit coverage to areas not presently regulated. Even though this would be somewhat outside the central focus on reasonable assurance for nonpoint sources, it's important to include the existing regulated stormwater sources for completeness purposes, and to avoid giving the unintended impression that nothing further will be required from existing MS4s. EPA's scenario tool simulations include significant additional reductions from existing MS4s as part of the package that allows phosphorus reduction goals to be met in applicable lake segments.
- 8) Please add a section that addresses new initiatives for stormwater from new development. Include a description of how the current revisions to the stormwater manual will require the use of practices with higher phosphorus removal efficiencies in the Lake Champlain basin. With all the effort to reduce phosphorus loads from existing sources, it's important that new sources are also adequately addressed. It is much less expensive to implement phosphorus controls during the initial project construction stage than as post-development retrofit projects.
- 9) The river channel stability section addresses the need to minimize further river corridor and floodplain encroachments. This topic is very important to include as minimizing future encroachments will be critical to allowing natural progress towards stream equilibrium conditions. Likewise, the section on preventing adverse channel modifications is also important, as stream channelization (such as berming and straightening) decreases stream stability and increases phosphorus loads from streams. However, an additional section (perhaps a subsection 4.3) is needed to cover actions that will accelerate this progress toward equilibrium conditions for river and stream reaches where intervention is deemed appropriate based on geomorphic assessments. This additional section should especially include actions related to re-establishing stream and river access to floodplains and should lay out a

systematic approach that makes use of the river corridor plans and related information to identify opportunities, secure easements where needed, and complete floodplain restoration projects on an on-going basis. This section should also address the State's plans to support efforts to stabilize banks where appropriate, although EPA recognizes such interventions need to be approached carefully and typically only in cases supported by suitable geomorphic assessments. EPA's analysis suggests a large percentage of the phosphorus load to the lake comes from stream channel erosion, so it's important that the State adequately address how this source will be addressed. While EPA understands it will take time for streams to approach equilibrium conditions, and that natural and passive stream "evolution" will be a big part of the solution, we also believe it is very important for Vermont to adequately document steps the State will take to accelerate this process where appropriate.

- 10) Please include plans for addressing the internal phosphorus load in St. Albans Bay. EPA's scenario runs simulating the potential reduction from nonpoint sources in the St. Albans Bay watershed estimate that phosphorus targets can be achieved as long as the Bay's internal phosphorus source (from bottom sediments) is ultimately reduced as well. While EPA acknowledges that internal phosphorus controls will not be effective until watershed sources are adequately reduced (as has been affirmed in several St. Albans Bay studies), for completeness purposes, we believe this topic must be addressed in the State's proposal.
- 11) Tracking progress: a section should be added that discusses the State's commitment to track implementation progress and enter both BMP installations and programmatic progress into a tracking tool that EPA is helping to develop. Among other things, this tracking should support reporting on achievement of the two-year milestones.
- 12) Revise and expand the section on tactical basin plans to address how either these plans or separate TMDL implementation plans will make use of the TMDL phosphorus data for each subwatershed and include a detailed strategy and schedule for implementing all practices needed to achieve phosphorus reduction goals. The basin plans must include detailed descriptions of where and when practices will be implemented, identification of critical sources areas (CSAs), and whether actions will be funded with cost-share funds or grant funds, required via regulatory programs such as AAPs or new stormwater permits, or whether they will be accomplished through enforcement of existing requirements. The proposal should indicate dates by which each basin plan will be completed, and VDEC should commit to completing all plans within no more than two to three years of TMDL issuance.

Given the importance of the basin planning step, we are including below an outline of key elements that should be included in each plan. Note that these plans must

include all actions needed to attain phosphorus reduction targets and the full time-frame for implementation, but plans should be organized into 5-year increments (consistent with the existing tactical planning process). If full implementation is expected to take 15 years, for example, the plan could be divided into three 5-year increments. The activities planned for all phases must be identified up front, with more detail included for the first 5-year increment. Subsequent increments could be updated with additional detail during the final years of the previous 5-year increment. This approach allows for use of the latest and best information in each subsequent phase, such as refined estimates of source characterizations (especially for CSAs) and the effectiveness of management practices. The plans should lay out the TMDL targets (the total reduction needed), the phosphorus load reduction expected from each 5-year increment, and the management practices to be applied in each 5-year increment. The overall process will provide both clear expectations of future work planned and documentation of quantified load reduction estimates already achieved at regular intervals (i.e., each 5-year increment).

Outline of Recommended Elements for Initial Basin Implementation Plans:

- Description of implementation process (the 5-year increment approach);
- Summarize reductions needed from the TMDL;
- Identify broad source categories and respective estimated phosphorus loads based on TMDL analysis;
- Identify TMDL wasteload allocations (WLAs) and associated reductions needed;
- Identify TMDL load allocations (LA) and associated reductions needed;
- Provide master implementation schedule for all phases (increments) including timetable for developing implementation plans for each phase and accountable implementation and load reduction milestones;
- Results of CSA analysis (GIS analysis at a minimum) to be conducted as part of the initial plan development;
- Basis and documentation of any revisions/refinements in information used to estimate source loading rates and P load reduction credits for management practices;
- Inventory of phosphorus reduction practices already implemented in all applicable source categories, together with estimates of phosphorus load reductions achieved;
- Revised estimate of outstanding load reduction to be achieved (TMDL reduction less reduction already achieved by existing practices);
- Phosphorus load reduction to be achieved during the first 5-year implementation period;
- Description, location, and schedule for practices/actions selected to achieve the phosphorus reduction amount assigned to the first 5-year period. EPA's scenario tool and/or a separate DEC analysis (with adequate documentation) can be used to confirm that the level of implementation will be sufficient to achieve the needed reduction.

- Any additional resources (staff and funds) and regulatory mechanisms needed to accomplish all of the implementation activities consistent with achieving the full 5-year phosphorus load reduction;
- Identification of year-2 and year-4 implementation milestones (what actions will be completed by each of those periods);
- Description of the method to be used to track progress on implementation actions;
- Description of how water quality trends will be monitored over time; and
- Identification of any immediate and long term research needs important to the development of future phases of implementation plans.

Outline for all future 5-year increments of implementation plans:

- Same elements as described above (although some of the broader items such as those related to TMDL requirements could be referenced from the first iteration);
- Refinements to existing CSA analysis if applicable; and
- Basis and documentation for any revisions/refinements to information used to estimate source loading rates and P load reduction credits for management practices.

APPENDIX B – EPA FEBRUARY 13, 2014 ADDENDUM LETTER



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
REGION 1
5 POST OFFICE SQUARE, SUITE 100
BOSTON, MA 02109-3912

February 13, 2014

David Mears, Commissioner
Vermont Department of Environmental Conservation
1 National Life Drive, Main 2
Montpelier, VT 05620-3520

Chuck Ross, Secretary
Vermont Agency of Agriculture, Food and Markets
116 State Street
Montpelier, VT 05620-2901

Dear Commissioner Mears and Secretary Ross:

The purpose of this letter is to augment my January 17, 2014 letter, calling specific attention to the need to focus on additional measures for South Lake and Missisquoi Bay.

As noted in the January 17 letter, based on the results of the Scenario Tool, EPA believes it will take an aggressive application of all of the measures in the Proposal to achieve water quality standards. However, the Scenario Tool also indicates that for two lake segments, Missisquoi Bay and the South Lake, additional measures will be required beyond those described in the Proposal. Please ensure that your final Proposal includes a description of the additional actions or measures that will be taken in these lake segment watersheds. EPA is available to assist in evaluating the effectiveness of potential additional measures using the Scenario Tool. For example, EPA's preliminary analysis suggests some additional phosphorus reductions may be achieved from forest lands with increased implementation of certain forest management practices. These reductions from forested areas will help, and it's important that they be added to the Proposal, but additional reductions will also be needed from other sectors. Agricultural land is the dominant phosphorus source in these watersheds, and it is therefore essential that the Proposal include an especially strong commitment to phosphorus reductions from agricultural lands in these watersheds. An evaluation of the suite of proposed additional measures with the Scenario Tool should be included to demonstrate that these measures, in combination with the measures proposed in November will be sufficient to achieve the reduction targets in these critical segments. If the effects of certain proposed measures are not feasible for simulation using the Scenario Tool, then the alternative basis for determining their effectiveness should be described in the Proposal.

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As always, EPA stands ready to assist your agencies in this effort.

Sincerely,

A handwritten signature in black ink, appearing to read 'S. Perkins', written in a cursive style.

Stephen S. Perkins
Office of Ecosystem Protection

cc: Kari Dolan, VT DEC
Laura DiPietro, VT AAFM

APPENDIX C – EPA RESPONSE LETTER MAY 8, 2014



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY
REGION 1
5 POST OFFICE SQUARE, SUITE 100
BOSTON, MA 02109-3912

May 8, 2014

David K. Mears, Commissioner
Vermont Department of Environmental Conservation
1 National Life Drive, Main 2
Montpelier, VT 05620
Re: Draft Phase One Plan: Lake Champlain Total Maximum Daily Load

Dear Commissioner Mears:

Thank you for submitting the “Draft Phase One Plan” for the Lake Champlain Total Maximum Daily Load (TMDL). EPA appreciates all the effort that multiple Vermont agencies made to develop the draft and deliver it by the date we had requested. We are encouraged to see that the scope of programs and measures contained in the proposal issued last fall has been expanded and more fully fleshed out. The draft marks another significant step forward in the development of the new TMDL.

The purpose of this letter is to provide comments on the areas of the draft plan that EPA believes need to be strengthened in the revised Phase One Plan. Our overarching and general comments are provided below. More detailed comments on specific sections of the plan are contained in an enclosure.

Funding

As many others have noted, turning a good plan into reality hinges on getting more staff and more money for the core work of this plan. However, the additional staffing needs are not identified, and there is no clear commitment to or indication of how the state plans to secure the funding that will be needed to launch new programs and expand existing ones. While we understand that there will need to be many sources of implementation funding – local, state, federal, public-private – over time, Vermont will need to commit state resources to get these programs up and running. EPA was encouraged to read the April 20 commentary in the VT Digger by Secretaries Markowitz, Searles, Ross, and Miller regarding their determination to work with the General Assembly to deploy the resources needed to implement the plan. The revised Phase One Plan needs to include details on the steps and timetable the Administration plans to take in fiscal year 2015 to identify staffing and funding needs and secure those resources.

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This funding plan is needed to ensure that the Phase One Plan will be implemented – an important element for demonstrating adequate reasonable assurance that necessary nonpoint source phosphorus reductions will occur. We understand that there can be uncertainty associated with securing resources. However, this should not preclude the State from committing to take measured steps towards securing these resources. Therefore, we request that all statements that are conditioned on receipt of adequate resources, such as, “...if provided additional staffing resources...” (p. 72, 3rd paragraph), be revised to include a commitment detailing the steps to secure these resources. We ask that you address these and more specific comments on funding and staffing in the enclosure as you work within the State in the coming months to develop a resource strategy in support of the Phase One Plan.

Implementation Milestones

The draft plan leaves the impression that nearly everything starts in 2016. Through intervening conversation we now understand that the years referenced in the plan are state fiscal years. Thus the year listed as 2016 in the draft actually starts on July 1, 2015. Still, the plan should more clearly indicate the elements of the plan that are already getting started or will be started between now and 2016 (e.g., AAP revision, AMP revisions, Stormwater Manual revisions). These elements should also be clearly indicated in the Gantt chart in Appendix E.

There is significant variability in the level of milestone detail in Chapter Five. In the revised Phase One Plan we would like to see year-by-year detail, particularly in fiscal years 2015-17 so that there are clear yardsticks for assessing progress. For instance, there are key steps (e.g., issuing a draft permit for public comment) and significant time increments before the state issues the new transportation TS4 general permit. Seeing such milestone steps will allow EPA and other interested parties to know that the State is on the path to actually issue the permit in 2016.

Accountability Framework

In Chapter Seven, the draft plan requests a 20 year implementation schedule to allow for communities to plan and stage needed improvements into long-term capital planning. Although we consider this a topic that does not need to be settled before the revised Phase One plan is completed, we are providing our preliminary thoughts on the request.

While EPA is prepared to consider that some of the implementation work will extend 20 years into the future, we will require a clearer commitment to implement the higher benefit programs in the early and middle phases of implementation. We would hope that no more than the last 10% of the planned reductions would occur between years 16 to 20. We understand that the finer detail on timing within each sub-watershed would be worked out in the Tactical Basin Planning process.

We continue to believe that progress reporting will need to be more frequent than every five years, especially until the Tactical Basin Planning process is completed for all the watersheds. Working from the proposed schedule in the Tactical Basin Planning section in Chapter 5, that would suggest the first reporting and evaluation phase would run through December 2017.

If the Tactical Basin Plans are as detailed as we expect, providing an accountability framework at the sub-watershed level, then we would be prepared to discuss extending the progress reporting cycle, perhaps to mirror the Tactical Basin Planning cycle.

With regard to accountability and progress reporting, we strongly encourage Vermont to include some state backstops or contingencies in the revised plan for the significant new actions and programs. For example, if some of the voluntary or incentive programs (or the funding for those programs) fall short, what additional actions will the State take? EPA is happy to discuss this further.

Nonpoint Source Reductions

As noted at the outset, we are very encouraged to see that the scope of the nonpoint source phosphorus control measures includes all the program areas in your initial proposal last fall and that there is far more detail in the draft Phase One Plan. The Tactical Basin Planning and Internal Phosphorus Loading in St. Albans Bay sections are good examples of this improvement. As also noted above, there is significant variability in the level of detail in the “Implementation Steps and Timeframe” sections which we believe need to be brought to a more consistent level of detail in the revised Phase One Plan. There is also inconsistent information on the intended extent of implementation for individual control practices. Some practices, such as those proposed for inclusion in the revised Accepted Agricultural Practices, are clearly expected to be implemented in all applicable areas throughout the basin. Other practices, such as cover cropping for example, are proposed to be implemented as recommended in nutrient management plans, with no indication of the ultimate level of anticipated implementation. The expected level of implementation resulting from the various components of the Phase One Plan is important to EPA’s effort (using the scenario tool) to confirm that the State has provided sufficient assurance that needed nonpoint source phosphorus reductions will be achieved.

We were encouraged to see that a section addressing additional efforts needed in the so called “gap watersheds” (i.e., Missisquoi Bay, St. Albans Bay and South Lake) is included among the Agricultural Programs. However, it raises further questions. One is whether these efforts are in addition to the commitments in the prior sections, or do they reflect geographic targeting of those overall resources to the Gap Watersheds, thus potentially diminishing efforts in other watersheds. It is also unclear whether there are additional nonpoint measures beyond Agriculture that are being considered in these watersheds. We remain concerned that there is not a clear plan with actions that meet the preliminary reduction targets in Missisquoi Bay and South Lake. In addition to clarifying these issues, the revised Phase One Plan should include more detailed actions in these watersheds along with estimates of the extent of application of these practices across these watersheds.

Point Source Reductions

EPA’s January 17, 2014 letter was focused on securing commitments to nonpoint source reductions such that flexibility could be considered in future discussions about the point source portion of the TMDL equation. As such, EPA did not require, nor were we expecting, a point source chapter in the draft Phase One Plan. We still consider this an area for further discussion.

However, in response to the proposal in Chapter Three, EPA believes it is highly unlikely that the final TMDL would allocate no reductions to wastewater treatment plants in any of the lake segments. There are some lake segments (i.e., Main Lake, Shelburne Bay, Burlington Bay and St. Albans Bay) where the wastewater treatment contribution is well above the smaller lake-wide average contribution from this sector. In addition, the Missisquoi Bay and South Lake segments still will not meet the reduction targets with the nonpoint measures identified to date. Furthermore, as described in more detail below, final adjustments to the predictive model may result in changes to specific segment allocations. As such, EPA believes it is likely that some point source reductions will be needed. We encourage VT DEC to engage on this issue and share ideas. As you know, EPA sets the wasteload allocations as part of the TMDL. More detailed discussions on the various point sources will be useful to EPA in setting the wasteload allocations. Lastly, with regard to the regulated stormwater portion of the wasteload allocations, we have not yet discussed VT DEC's plans to expand its stormwater permitting program, and the draft plan is unclear as to whether VT DEC intends to extend NPDES permitting coverage to additional stormwater sources (both municipal and non-municipal) through the exercise of its residual designation authority. We request that VT DEC clarify its intent in more detail in the revised plan.

Climate Change and Resilience

We appreciate the thoughtful consideration in Chapter Six of the effects of climate change on the suite of nonpoint controls contained in the plan. In general, we agree that the best strategies to minimize the undesirable impacts from climate change are already known to Vermont's resource managers, and that the statewide drive towards greater climate resiliency and its effort to reduce phosphorus loads to Lake Champlain are mutually reinforcing.

Status of EPA's Development of Allocations


Most of our efforts to date have been based on predicted segment specific allocations and reductions that were evaluated last fall using EPA's Scenario Tool and the modeling it rests upon. As you know, work is continuing between DEC and EPA technical staff and EPA's contractor to make some technical adjustments to the inputs to the model. As such, it is possible that there will be changes to some of the segment specific targets. While we do not expect that changes will render any of the proposed nonpoint source measures unnecessary, changes may influence the outcome of the point source allocation discussion. Rest assured that if changes in the modeling substantially impact the proposed nonpoint measures included in the revised plan, EPA will provide the state with the opportunity to modify the plan accordingly.

Conclusion

We greatly appreciate the effort undertaken to date to develop a comprehensive and wide-ranging approach to nonpoint source reductions of phosphorus to Lake Champlain. We hope Vermont will make an effort to revise the Phase One Plan by May 30th along with a commitment letter from the Governor. A revised Phase 1 Plan with more details on the nonpoint source elements will allow us to turn to the point source allocation with greater precision.

We value the truly collaborative nature of our efforts over the past three years and look forward to working in that same spirit to bring the TMDL process to closure and to focus on those important next steps to restore and protect Lake Champlain.

Sincerely,

A handwritten signature in blue ink that reads "Stephen S. Perkins" with a horizontal line extending to the right. Below the signature, the word "for" is written in a smaller, cursive script.

Stephen S. Perkins
Office of Ecosystem Protection

Enclosure

ENCLOSURE
**EPA'S COMMENTS ON VERMONT'S DRAFT PHASE ONE PLAN FOR THE LAKE
CHAMPLAIN TMDL**

CHAPTER 3: STRATEGY TO ADDRESS POINT SOURCE POLLUTION

Please refer to EPA's comments in the Point Source section of the cover letter. EPA and VT DEC need to have more discussions on the point source portion of the TMDL.

In addition, EPA has the following comments:

On pages 35 and 36 for Urban Stormwater - MS4s and Residual Designation Authority Discharges (RDA) – There is not a clear indication of how/whether to expand use of MS4 and RDA authorities which would result in more items in the wasteload allocation side of the equation. Although the RDA section of Chapter 3 says "...DEC plans on expanding the RDA permit to the remaining urban stormwater impaired waters in the near future..." (last sentence on page 36), there is no mention of expanding these programs in Chapter 5. Comment 7 of EPA's January 17, 2014 letter regarding existing MS4s is largely unaddressed. A paragraph on page 81 does discuss the phosphorus reduction benefits of the flow restoration plans required for most MS4s in stormwater impaired waters. But some MS4s are minimally affected by flow restoration plans, so the Phase One Plan should go beyond the flow restoration plans and also discuss whether additional phosphorus reduction measures will be required and whether additional areas for residual designation are proposed.

CHAPTER 5: VERMONT'S COMMITMENT TO FURTHER REDUCE NONPOINT SOURCES

Agricultural Programs (pp. 68-70)

The Phase One Plan should provide clarity on the timing of implementation and milestones for the small farm certification program, small farm nutrient management plans, and changes to the livestock exclusion regulations.

Water Quality Permitting Programs: LFOs, MFOs, and CAFOs (pp. 68-70)

The Draft Phase One Plan states that the CAFO program manager inspects a minimum of 12 farms annually per agreements with EPA, but consistently achieves a higher rate (p 70). Under the Implementation Steps and Timeframe (p 70) for LFOs, MFOs and CAFOs, item number 1 states that a minimum of 75 CAFO inspections will be conducted annually, which is a notable increase from the current 12 annual inspections. Please provide the interim steps between items 1A and 1B (p 70) that will be taken. Further, we assume that additional staff and funding will be necessary to accommodate the proposed increased inspection level. Please identify the number of staff, and funding needs required to increase the annual inspections in the State's resource plan that will be developed in support of the Phase One Plan.

It is unclear what is meant by DEC's commitment to inspect CAFOs, since there are no currently permitted CAFOs in Vermont. Please clarify if the intent is to inspect all LFOs and MFOs that could be potentially identified as CAFOs (i.e., if found to be discharging). Presumably the minimum of 75 CAFO inspections includes SFOs, as well as MFOs and LFOs, but the draft Plan

does not state this explicitly, nor does it clearly state in 1B that these farms would be in the Lake Champlain Basin. Please clarify whether SFOs are included in the stated 75 CAFO inspections, and whether 75 CAFO inspections identified in 1B will be in the Lake Champlain Basin. We understand that AAFM currently inspects all LFOs throughout Vermont and in the Lake Champlain Basin (p 69), and that AAFM will continue to inspect LFOs in the Basin annually (Item 2A, p 70).

Although we understand that work completed in recent years could potentially be applicable to reasonable assurance demonstrations, especially when accounting for the lag time between when a practice is implemented and when the water quality benefit is realized, AAFM should explain this in the revised Plan. Otherwise, it unintentionally appears that credit for reasonable assurance is being sought for practices already being done. Finally, for the remaining Implementation Steps, numbers 3 – 5 (p 70), please clarify when they will, or did commence.

Accepted Agricultural Practice Rule Updates and Compliance Section (pp. 71 – 78)

We understand there can be uncertainty associated with securing resources. However, this should not preclude the State from committing to take measured steps towards securing these resources. We request that all statements that are conditioned on receipt of adequate resources, such as those appearing on pages 71 and 72, be revised to include a commitment to developing a plan that includes the steps to secure these resources.

It is EPA's understanding that the AAP revision process will begin in the fall of 2014 (p 72). Although 2016 appears at 1F, it is unclear when the implementation steps 1A – F and 2A (p 73 – 74, respectively) will actually begin. Please clarify, and provide timeframes for all steps, and any that will be taken in 2015.

On page 71, AAFM indicates the small farm inspection program will be expanded. Please provide the number of inspections that will likely result from expanding this program versus the existing inspections (approximately 120 annually) done on a complaint-driven basis.

We understand that one small farm inspector was hired in 2013, and that AAFM is proposing to use existing staff to accomplish small farm inspections (p 71). This only partially addresses the request in Item 4 of the Attachment to our January 17, 2014 letter. In the State's resource plan, please provide the number of existing (and any new) staff that will be dedicated to these inspections, whether additional funding is needed and how it will be sought.

Update AAPs to Require Changes in Buffers, Gullies, and Erosion (p. 72)

Please explain why the proposed revision to the AAPs for SFOs (and presumably the existing AAP for MFOs and LFOs) related to stream buffers only requires buffers on perennial streams even though seasonal and intermittent streams also transport phosphorus loads, especially during high flows. Similarly, we would like to understand the basis for requiring 10' buffers on ditches rather than wider buffers.

Update AAPs to Require Changes in Livestock Exclusion Regulations (p. 73)

The update to the AAPs requiring changes to the Livestock Exclusion Regulations is clearly an effective approach to help prevent erosion and eliminate additional pollutants from livestock

wastes. The draft Plan states that livestock exclusion would “significantly” reduce phosphorus loads from pasture. Please explain the basis for this statement and the approximate amount of phosphorus reduction expected (or at least the percentage of this phosphorus source that will be controlled). The plan should clarify the meaning of the term “significant” livestock Operations in 2B, p. 74. Lastly, the plan should clarify that new additions to the AAPs apply to all farms and not just small farms.

Nutrient Management Plans (p. 74)

It is unclear how AAFM is going to enhance nutrient management plan activities with existing staff. The State’s resource plan should explain what steps will be taken (including the additional staff that will be needed and how they will be acquired) to ensure that nutrient management plans are properly implemented on farms.

As an overall comment related to agricultural BMPs (particularly structural practices) please include in the revised plan information on the size and extent of storms on which BMP design and implementation will be based and how that relates to the kinds of changes in precipitation frequency and duration observed most recently.

Partner Assistance (p. 77)

In the Implementation Steps and Timeframe section, Item 1F includes a mandate for certification of manure applicators. Detail is needed, however, especially regarding milestones. For example, please provide those milestones needed for the certification program. In the State’s resource plan, please include whether, and how additional staff and funding resources will be sought.

Additional Efforts in Gap Watersheds (Missisquoi Bay, St. Albans Bay and South Lake (p. 78).

It appears that AAFM is targeting resources to the Gap Watersheds and critical source areas (CSAs), thus potentially diminishing efforts needed in other watersheds. In this Gap Watershed section, please clarify if the targeted CAFO and SFO inspections are in addition to the inspection efforts described in the Permitting Program section, or merely a refocusing of those resources. Since the scenario tool estimates that about a 70% reduction from agricultural land could be achieved if a robust suite of practices were implemented nearly everywhere, focusing only on CSAs will probably not be enough to achieve the needed higher reduction percentage. Instead, it will likely require a combination of attention to CSAs along with applying additional practices (beyond what were simulated in the scenario tool) to Gap Watershed areas. The revised plan should include a timetable for obtaining additional resources to support this effort, and the State’s resource plan should identify the additional staff resources and increased targeted funding needed to accomplish the objectives. Also, the revised Plan needs to provide a clear explanation regarding the basis for focusing efforts and resources on CSAs, and clarify how the practices in the CSAs will equate to phosphorus reductions.

Two additional practices which EPA staff discussed with state staff recently, are prescribed grazing for pasture and manure incorporation for hay fields. These practices were not simulated in the scenario tool, and at least the latter practice could achieve significant additional phosphorus reductions. There is mention of the practice under the nutrient management category, but no clear commitment to widespread implementation. Another additional practice

that could have significant phosphorus reduction benefits (even though they are difficult to quantify at present) is controlled tile drainage. This topic is mentioned on p. 76, but there is no strong commitment to implementing this practice. These are examples of opportunities for additional phosphorus reductions in the Gap Watersheds. Given how difficult it will be to achieve necessary reductions in these watersheds, consideration should be given to making these practices requirements, and whether or not the four additional BMP practices identified in Item 5 in the implementation plan should be considered as well (pp. 78-79).

EPA is concerned about establishing a clear plan for the Gap watersheds. Given recent discussions regarding forestland and forestry practices, there are likely limited opportunities for phosphorus reductions from this sector. In addition to concerns stated previously, there is not a clear set of actions that add up to the required phosphorus reductions in these watersheds to meet the TMDL targets. Thus, EPA would like to discuss this issue more thoroughly with DEC prior to the submittal of the revised Phase One Plan.

STORMWATER MANAGEMENT (pp. 79 – 85)

Stormwater Runoff from State Roads (p. 79)

A TS4 stormwater general permit for the entire state-operated system is an effective way to ensure controls of phosphorus. In order for this to be an NPDES permit, DEC will need to exercise its residual designation authority to designate those portions of the system that are not within urbanized areas. The process and schedule for doing so should be incorporated into the Implementation Steps and Timeframe for this element, including major milestones leading up to the issuance of this general permit (e.g., draft permit out for public comment, etc.). Also, the State's resource plan needs to identify the additional staff that will be needed to develop and manage the new permit.

Stormwater Runoff from Municipal Roads (p. 80)

The extent to which BMPs beyond the existing "Town Road and Bridge Standards" will be required by the contemplated new roads permit is unclear. Therefore, it is unclear how much phosphorus reduction is likely to be achieved by this program. Please provide an estimate of the expected phosphorus reductions to be achieved. Considering both the permitting and implementation timeframes are quite long, please include the major milestones leading up the issuance of this General Permit (e.g., draft permit out for public comment), including the year of expected issuance, and schedule for implementation. Also, please clarify if the Municipal Road General Permit will be a State or NPDES permit. Finally, the State's resource plan needs to identify the additional staff that will be needed to develop and manage the new permit and a plan to obtain additional staffing resources.

Stormwater Runoff from Existing Developed Lands (p. 81)

Similar to the Municipal Road General Permit, please clarify if the Developed Lands General Permit will be a State or NPDES permit. In order to estimate the reductions from this existing developed lands permit, in the revised Phase One Plan please include DEC's analysis of the percentage of additional existing impervious area expected to become subject to stormwater

permits using the impervious cover criteria thresholds indicated in the Plan (p 81). The revised plan should also provide an estimate of the expected phosphorus reductions.

The revised Plan needs to include the major milestones leading up the issuance of this General Permit (e.g., draft permit out for public comment), including the year of expected issuance. Also, the State's resource plan needs to identify the additional staff that will be needed to develop and manage the new permit and provide a plan to obtain additional staffing resources.

Stormwater Runoff from New Development (p. 82)

The description refers to "state-of-the-art" stormwater BMPs that will be included in the upcoming revisions to the Vermont Stormwater Management Manual (VSMM). Also, it states that these practices, along with the State's permit program, will "prevent substantial phosphorus loading." Without more specific information about the new practices to be included, it is not possible to determine the extent of phosphorus loading they will be able to prevent. In addition, the extent to which these practices will reduce existing phosphorus loads when employed at redeveloped and expanded sites, as distinguished from preventing new additional phosphorus, should be estimated, if possible, in the revised Plan.

In the Implementation Steps and Timeframe section, please include interim steps for the revisions to the VSMM, in particular, specifying those sections of the VSMM to be revised in 2015. Also, for steps currently listed (1 – 4)), please provide estimated timeframes. Please include in the revised plan information on the size and extent of storms on which BMP design and implementation will be based and how that relates to the kinds of changes in precipitation frequency and duration observed most recently.

NON-REGULATORY STORMWATER MANAGEMENT FOR NON-MS4 MUNICIPALITIES (pp. 82 – 85)

River Channel Stability (p. 86)

The Draft Plan does not appear to address comment 9 in EPA's January 17, 2014 letter. It is important for DEC to include a sub-section addressing actions that will restore vegetated buffers where there are currently none (with a cross reference to buffer requirements on Agricultural lands) and actions that will restore floodplain access. As written, the plan still focuses only on preventing further loss of buffers and floodplain access, etc. Also, the Plan should include a discussion of the potential for shorter-term increases in phosphorous loads as some stream segments may need to progress through a more erosive stage before making it to equilibrium conditions.

Forest Management (pp. 90 – 98)

DEC proposes to develop a Vermont Forestry Direct Link Loan Program for qualified logging professionals to provide financial incentives that would increase the use of BMPs and environmentally friendly logging equipment. EPA understands the benefit of this program to help protect and improve water quality during logging operations. The implementation steps includes an augmentation to the VT State Clean Water Revolving Fund by EPA (p. 93) in 2017. The language in the revised plan should be amended on page 94 because EPA cannot predict the budget allocation for this fund in 2017, and whether it will be increased.

Additional actions to reduce phosphorus loadings in the Missisquoi Bay and South Lake Sub-watersheds include focusing the efforts of two foresters, partially funded through NRCS, to assist landowners with forestry cost-share practices to reduce phosphorus contributions from forestlands in these watersheds. Forest, Parks and Recreation proposes to expand this voluntary cost-share program, VT NRCS Forest Trails and Landings Cost-Share Practice 655, throughout the Lake Champlain basin and provide an additional 25% for cost-share practice to make this a no-cost practice for landowners. The State's resource plan should include the interim steps required for the State to provide the funds for the 25% portion of the cost.

As stated earlier, we understand there can be uncertainty associated with securing resources. However, this should not preclude the State from committing to take measured steps to secure these resources. We request that all statements that are conditioned on receipt of adequate resources, such as, "This proposal hinges on continued funding from NRCS." (p. 94) be revised to include a commitment to secure these resources.

WATERSHED PROTECTION AND RESTORATION PROGRAMS (pp. 99 – 109)

The Clean Water Improvement Fund is a conceptual plan that aligns existing programs, and provides a framework for potential new programs, to establish a dedicated funding source to priority water quality improvement projects that would help meet the TMDL targets. Because this is a voluntary program, and does not specify an amount or percentage of annual funding that will be allocated, or estimate additional future funding, it will be difficult to rely upon this program for reasonable assurance. In its plan to secure resources, EPA recommends DEC provide additional information on new resources that will be in place to implement the program, and provide a commitment on the amount of annual funding, or percentage of annual funding from each of the existing programs that can be dedicated to Lake Champlain implementation efforts.

Wetland Protection and Restoration (pp. 110 – 112)

The Description (p. 111) states that, as a result of the transfer of authority from the Natural Resources Board to ANR, ANR is now able to protect "thousands of additional wetland acres." It is not clear whether this is occurring, or if ANR must take additional steps to effectuate the broader protection. If the latter, then such steps should be discussed and integrated into the plan, given the stated importance of wetlands in the abatement of NPS nutrients.

We support DEC's commitment to station one District Ecologist in the Lake Champlain basin, and request this commitment be added to the Implementation Steps and include a start date. The narrative in the Implementation Mechanism section (p. 111) states that several exceptional or irreplaceable wetlands within the Lake Champlain basin have been identified. However, under Milestones for Partial Implementation, item 2, (p. 112), only two of these wetlands will be advanced through the rulemaking process for Class I designation. We recommend that all wetlands within the basin that function to improve the water quality of Lake Champlain, and are eligible for Class I designation, be considered for advancement through the rulemaking process. Additionally, please provide an estimate of the acreage of these wetlands in the revised plan. Please clarify what is meant by Milestones for "Partial" Implementation (p. 112) and the basis for doing a majority of this work in 2020 and 2025 rather than beginning sooner.

CLIMATE CHANGE AND RESILIENCE (pp. 116 – 133)

The Draft Plan adequately addresses planning for larger storms related to stormwater. It would be helpful to address how green infrastructure can be designed for larger storms where feasible (e.g., infiltration BMPs with substrate that captures and treats runoff). Also, it will be important to address measures that the Agriculture sector can implement to mitigate impacts from larger storms.

IMPLEMENTATION SCHEDULE AND ACCOUNTABILITY FRAMEWORK (p. 134)

In Chapter 7, the Phase One Plan includes a 20 year implementation schedule to allow communities the time needed for planning and staging the most cost effective approach for improvements to roads and stormwater infrastructure (p. 134). However, before a 20-yr implementation schedule can be considered, VT DEC needs to more thoroughly document its basis for this request. For example, DEC should provide a discussion that explains and details specific milestones and implementation actions that will be needed during this 20 year period. While EPA is prepared to consider that some of the implementation work will extend 20 years into the future, we will require a clearer commitment to implement the higher benefit programs in the early and middle phases of implementation. We would hope that no more than the last 10% of the planned reductions would occur between years 16 to 20. We understand that the finer detail on timing within each sub-watershed would be worked out in the Tactical Basin Planning process.

DEC should clearly explain how the Phase 2 Implementation Plans will integrate with the Tactical Plans and schedules. Additionally, this Phase One Plan should clearly commit to and specify a date by which the detailed Phase 2 Plan(s) will be completed. We continue to believe that progress reporting will need to be more frequent than every five years, especially until the Tactical Basin Planning process is completed for all the watersheds. Working from the proposed schedule in the Tactical Basin Planning section in Chapter 5, that would suggest the first reporting and evaluation phase would run through December 2017. If the Tactical Basin Plans are as detailed as we expect, providing an accountability framework at the sub-watershed level, then we would be prepared to discuss extending the progress reporting cycle, perhaps to mirror the Tactical Basin Planning cycle.

Implementation Steps and Timeframes for the programs in Chapter 5 need to include intermediate steps. Some examples include stormwater from municipal roads (p. 80) and stormwater from existing developed lands (p. 81). Milestones should be clearly defined for the various actions so that EPA can clearly gauge progress. For example, revisions to the AAP rules need to include dates for initiating the revisions, completing a draft revised rule, and adopting the rules. Implementation steps listed as ongoing, annually, bi-annually, quarterly etc., need to include and explain when these steps were, or will be, started. This will give a better understanding of the start dates. Many new actions are not scheduled to start until 2016 or 2017 at the earliest. At a minimum, the Plan should clearly lay out actions that will be established by the end of 2016 (i.e., not just actions that will be started).

With regard to accountability and progress reporting, we strongly encourage Vermont to include some state backstops or contingencies in the revised plan for the significant new actions and

programs. For example, if some of the voluntary or incentive programs (or the funding for those programs) fall short, what additional actions will the State take? EPA is happy to discuss this further.

APPENDIX D – SUMMARY OF REGIONAL PLANNING COMMISSION GRANTS UNDER SECTION 604B FOR FFY 2013

MONITORING AND ASSESSMENT RELATED PROJECTS

ADDISON COUNTY REGIONAL PLANNING COMMISSION (ACRPC) \$3,636.36

ACRPC will continue its monitoring and assessment assistance to the Addison County River Watch Collaborative under their LaRosa grant. ACRPC will actively provide technical assistance and presentation of results to member municipalities. Outreach materials and maps developed under previous 604b funding will be used in ACRWC targeted communities. In addition, ACRPC will assist the ACRWC Coordinator to improve the ACRWC web paged hosted on the ACRPC website.

CENTRAL VERMONT REGIONAL PLANNING COMMISSION (CVRPC) \$3,636.36

CVRPC will continue the assessment of Class 3 and 4 town roads in the Dog River watershed. Class 3 and especially class 4 town roads are typically located on steeper grades in narrower valleys and are often located in very close proximity to waterways and river; infrastructure conflicts as a result of this are more prevalent. The purpose of the assessment is to locate and identify water quality threats associated with these public roads, conduct an inventory of these class 3 and 4 town roads, prioritize restoration projects and develop recommendations for remediation. This assessment will draw upon existing work and protocols created as part of similar projects already completed in the Winooski Basin.

WINDHAM REGIONAL COMMISSION (WRC) \$3,636.36

WRC proposes to identify undeveloped stream corridors and undeveloped shorelands on ponds and lakes greater than 10 acres in the Windham Region portion of upper West River, Saxtons and Williams River watersheds (upper Basin 11), and the middle Connecticut River direct watershed (middle Basin 13). Stream segments will be characterized with stream order, segment length, ownership (public, private conserved, or private unconserved), and land use district and conservation priority based upon town and regional plans. Identification of undeveloped stream corridors and shorelands will be performed through a GIS analysis using E911 ESITE data, VTrans road centerline data, Conserved Lands data, the Vermont Hydrography Dataset, aerial photographs, and town and regional plans. The final product will be a set of maps and a brief report outlining the analysis procedure and providing results and statistics.

PLAN DEVELOPMENT RELATED PROJECTS

LAMOILLE COUNTY PLANNING COMMISSION (LCPC) \$3,636.40

LCPC will develop a flood resilience element, including flood risk maps, for its Regional Plan. This project will build upon efforts already in progress to update the Natural Resources element of the Regional Plan and to update local hazard mitigation plans for five Lamoille County towns. The flood resilience element developed in this effort will reference and be used for discussions during local hazard mitigation plan updates. Part of this project will involve the development of a spatial flood risk analysis. This analysis will use methods recommended and described on the flood resiliency planning website, and will result in maps and tables depicting the number of different structure types (single family homes, mobile homes, commercial/industrial, etc.) in different flood risk categories (floodway, 100-year flood zone, 500-year flood zone, and fluvial erosion hazard zone).

NORTHWEST REGIONAL PLANNING COMMISSION (NRPC) \$3,636.36

NRPC will implement portions of the Missisquoi Basin Plan and participate in the development of the Upper Lake Champlain Tactical Basin Plan. For the Missisquoi Basin, tasks will include participating in the Upper Missisquoi and Trout River Wild and Scenic Designation Committee and providing assistance for projects identified in municipal stormwater management plans. For the Upper Lake Champlain basin, tasks will include participating on the tactical basin plan stakeholder group and holding a series of public forums to gather local input for the tactical basin plan.

NORTHEASTERN VERMONT DEVELOPMENT ASSOCIATION (NVDA) \$3,636.36

NVDA will work with Danville and Burke to improve and strengthen water quality protection language in their respective plans and regulatory documents. This may include the town plan (including a resiliency element), zoning bylaw, and flood hazard area bylaw. Geomorphic data has been collected on streams in both towns and updated maps and corridor plans are expected in March of 2014.

Burke has completed assessments on the East Branch and sections of the West Branch and Calendar Brook. Additional data is being collected on the West Branch through West Burke village and the Dishmill Brook draining Burke Mountain per their request. With a new corridor plan for Dishmill Brook, and an updated corridor plan for the West Branch, the town will have a complete dataset to begin discussing any needed bylaw changes. After serious flood damages in 2011, Danville requested support in their flooding bylaws. The town had no data on any streams and minimal information from their FEMA maps. Assessments were launched on the Sleepers River and its tributaries as well as the Water Andric. A corridor plan will be completed by March of 2014 prepared by the consultant for this project, Fitzgerald Environmental Associates.

***SOUTHERN WINDSOR COUNTY REGIONAL PLANNING COMMISSION
(SWCRPC) \$3,636.36***

SWCRPC will address the new flood resiliency element for the Regional Plan, and encourage and assist towns within the SWCRPC Region to build flood resilient communities. The activities will allow RPC staff to develop appropriate planning protection language to be incorporated into the RPC Regional Plan and town plans. The new floodplain management language will focus future planning protections on flood resiliency and emergency preparedness.

TWO RIVERS-OTTAUQUEECHEE REGIONAL COMMISSION (TRORC) \$3,636.36

TRORC will draft a regional flood resilience plan. With the completion of this regional plan chapter, we will ensure that our Regional Plan is consistent with the new state planning goals and requirements.

In addition to drafting a flood resilience chapter for our regional plan, we wish to create a flood resilience chapter template that towns can use and include in their town plans. By providing our towns with a flood resilience chapter template, we will be helping them comply with the new state planning goals and requirements. Our work on this template will also investigate how towns can use components of their Hazard Mitigation Plan to create and satisfy the requirements of the flood resilience chapter.

***CHITTENDEN COUNTY REGIONAL PLANNING COMMISSION (CCRPC)
\$3,636.36***

CCRPC will work with key municipalities to aid them in developing the required flood resiliency element for their town plans. CCRPC will work with two of the following five towns that are likely to be updating their town plans in 2014: Bolton, Richmond, Underhill, Westford and Winooski. This work would also serve to inform the CCRPC's work in 2015 to update the Chittenden County Multi-Jurisdictional All Hazards Mitigation Plan due in 2016.

IMPLEMENTATION RELATED PROJECTS

BENNINGTON COUNTY REGIONAL COMMISSION (BCRC) \$3,636.36

BCRC will host a "regional" workshop where town and regional planners will be informed about Act 16 and how it will affect their local planning efforts. BCRC will also develop the river corridor maps for our member towns and will present these maps to those planning commissions that are updating their Town Plans. Additional technical assistance will be offered to those towns that express an interest.

RUTLAND REGIONAL PLANNING COMMISSION (RRPC) \$3,636.36

RRPC will develop a flood resilience element for its Regional Plan. It will also work with all 27 municipalities in the Region to complete a Flood Resilience Plan Checklist (found in: Disaster Recovery and Long-Term Resilience Planning in Vermont U.S. EPA Smart Growth Implementation Assistance Project Policy Memo for the Mad River Valley, August 2013; p.22). This preliminary checklist provides a menu of steps that could be taken to improve flood resiliency and is intended to help a municipality get started in a self-assessment. This data is beneficial to the towns' individual (local) hazard mitigation and emergency operations plan(s) as well as the town plan and the update of the Regional Plan. RRPC will also facilitate a training workshop to inform local officials about flood resiliency, Act 16, how it affects town plans, the municipal checklist and how it can help, and local hazard mitigation plan and its role.

APPENDIX E – ACT 97, AS AMENDED

No. 97. An act relating to administering, implementing, and financing water quality improvement in Vermont.

(S.215)

It is hereby enacted by the General Assembly of the State of Vermont:

**Sec. 1. AGENCY OF NATURAL RESOURCES RECOMMENDATIONS
FOR ADMINISTERING, IMPLEMENTING, AND FINANCING
WATER QUALITY IMPROVEMENT**

(a) Findings. The General Assembly finds and declares:

(1) Clean water is a key factor in Vermont's quality of life.

(2) Preserving, protecting, and restoring the water quality of surface waters are necessary for the clean water, recreation, economic opportunity, wildlife habitat, and ecological value that such waters provide.

(3) The State currently is subject to multiple requirements to respond to, remediate, and prevent water quality problems, including implementation of a total maximum daily load (TMDL) plan for Lake Champlain; a pending TMDL for the Connecticut River; a pending TMDL for Lake Memphremagog; and implementation of 15 TMDLs for stormwater-impaired waters throughout the State.

(4) All waters of the State are at risk of pollution or impairment, and under State and federal law, Vermont is required to prevent impairment or degradation of these waters. In 2007, the General Assembly required the Agency of Natural Resources to adopt by July 2008 rules implementing anti-degradation in the State, but the rules have not yet been adopted.

VT LEG #297847 v.1

(5) Responding to the multiple water quality requirements to which the State is subject requires a long-term work plan to identify and prioritize necessary State action to improve water quality, but the State currently lacks such a plan.

(6) Significant financial resources will also be required to respond adequately to the multiple water quality requirements in the State, but the State currently lacks the funding necessary to respond adequately and in a timely way to the demands for remediation and water quality protection.

(7) To address how the State should pursue the implementation, administration, and financing of water quality programs in Vermont, the General Assembly enacted 2012 Acts and Resolves No. 138 (Act 138), which required the Secretary of Natural Resources to report to the General Assembly regarding how the State should fund statewide and localized water quality remediation and conservation efforts.

(8) Specifically, the Act 138 report required the Secretary of Natural Resources to recommend:

(A) funding sources or a funding mechanism or mechanisms for ongoing water quality efforts in the State; and

(B) how to design, implement, and administer water quality programs in the State.

(9) The Secretary of Natural Resources submitted the Act 138 report to the Vermont General Assembly on January 13, 2012. However, the Act 138

report did not include recommendations from the Secretary of Natural Resources. Instead, the Act 138 report listed: 19 categories of water quality needs, each with multiple proposed necessary actions; 16 possible financial tools for generating additional revenue for water quality; and eight options for administering a statewide water quality program.

(10) After receipt of the Act 138 report, the General Assembly faced the task of sifting through variations or permutations of the multiple actions, financial tools, and administration options available for water quality programs in the State; a task the General Assembly intended to avoid when it required the Secretary of Natural Resources to issue the Act 138 report.

(b) Purpose. The purpose of this act is to require the Agency of Natural Resources, as the State agency with expertise in the water quality science, environmental response, environmental remediation, and administration of environmental and natural resources programs, to provide the General Assembly with specific, detailed recommendations for strategic investments, the implementation of which is necessary in the next five to 10 years in order to preserve, protect, and remediate existing water quality problems while also preventing future impairment or degradation of State waters.

(c) Report. On or before April 15, 2014, the Secretary of Natural Resources shall submit to the Senate Committee on Natural Resources and Energy, the House Committee on Fish, Wildlife and Water Resources, and the Senate and House Committees on Appropriations a report that provides

specific recommendations for administering, implementing, and financing water quality improvement in Vermont. The report shall:

(1) Identify five priority actions that the State must address in the next 10 years in order to improve water quality in the State, including a summary of the water quality benefit of each action, why the identified actions are necessary, and why they should be prioritized over other actions.

(2) Recommend at least two proposals for financing water quality improvement programs in the State. The recommended financing options should be sufficient to fund implementation of the five priority actions identified in subdivision (1) of this subsection. The report shall include an estimate of the amount of revenue that each recommended financing proposal would generate.

(3) Summarize how the Agency of Natural Resources will administer, implement, and oversee implementation of the five priority actions identified in subdivision (1) of this subsection, including:

(A) how the Agency will restructure itself or reassign staff to assure completion of the priority actions; and

(B) how the Agency will respond to and work collaboratively with the public in implementing the five priority actions.

(4) Recommend a specific process by which water quality priorities, in addition to those identified in subdivision (1) of this subsection, will be addressed and financed.

Sec. 2. EFFECTIVE DATE

This act shall take effect on passage.

Date on which Governor allowed bill to become law without his signature:

March 27, 2014

1 H.650
2 Introduced by Representative Deen of Westminster
3 Referred to Committee on
4 Date:
5 Subject: Conservation; water resources; stormwater; monitoring
6 Statement of purpose of bill as introduced: This bill proposes to establish an
7 Ecosystem Restoration and Water Quality Improvement Special Fund under
8 which the Agency of Natural Resources would be authorized to provide
9 assistance to municipalities in fulfilling the monitoring, education, and other
10 requirements of the Municipal Separate Storm Sewer Systems (MS4) permit
11 program.
12 An act relating to establishing the Ecosystem Restoration and Water Quality
13 Improvement Special Fund
14 It is hereby enacted by the General Assembly of the State of Vermont:
15 ~~Sec. 1. 10 V.S.A. § 1264d is added to read:~~
16 ~~§ 1264d. ECOSYSTEM RESTORATION AND WATER QUALITY~~
17 ~~IMPROVEMENT SPECIAL FUND~~
18 ~~(a) Purpose. The federal and State requirements for the permitting of~~
19 ~~Municipal Separate Storm Sewer Systems (MS4) require certain communities~~
20 ~~to collect water flow and precipitation data at monitoring stations on~~

1 ~~stormwater impaired waters in order to demonstrate 1 compliance with~~
2 ~~stormwater Total Maximum Daily Load allocations. The costs, equipment,~~
3 ~~and expertise to conduct monitoring can be prohibitive to individual~~
4 ~~communities. The establishment of the Ecosystem Restoration and Water~~
5 ~~Quality Improvement Special Fund is intended to ensure municipal compliance~~
6 ~~with the monitoring requirements for MS4 communities while reducing the~~
7 ~~fiscal and other pressures on these communities.~~

8 (b) ~~Creation of fund; purpose. There is created an Ecosystem Restoration~~
9 ~~and Water Quality Improvement Special Fund, to be managed in accordance~~
10 ~~with the requirements of 32 V.S.A. chapter 7, subchapter 5, and to be~~
11 ~~administered by the Secretary of Natural Resources. The Ecosystem~~
12 ~~Restoration and Water Quality Improvement Special Fund shall be used to~~
13 ~~provide assistance to municipalities in fulfilling the monitoring, education, and~~
14 ~~other requirements of the MS4 permitting program. The Secretary is~~
15 ~~authorized to collect monies for the Fund and to make disbursements from the~~
16 ~~Fund directly related to the Secretary's oversight of monitoring required under~~
17 ~~the MS4 program.~~

18 (c) ~~Participation by municipalities.~~

19 (1) ~~A municipality may through a memorandum of understanding~~
20 ~~(MOU) with the Secretary of Natural Resources agree to contribute to the~~
21 ~~Ecosystem Restoration and Water Quality Improvement Special Fund to~~

~~1 perform the monitoring and other data collection that a municipality is required
2 to conduct under the MS4 permitting program. Under the MOU, a
3 municipality shall commit to contribute to the Fund the municipalities share of
4 funding required by the Agency of Natural Resources to perform MS4
5 monitoring and provide oversight and administration. Memoranda of
6 understanding shall serve to coordinate funding and work among various
7 entities, including municipalities, nongovernmental organizations, and the
8 State, with the objective of improving water quality.~~

~~9 (2) At a minimum, each memorandum of understanding developed
10 under this section shall contain the following:~~

~~11 (A) the purpose of the memorandum of understanding;~~

~~12 (B) a description of the work to be performed under the
13 memorandum of understanding;~~

~~14 (C) a description of how the coordinated work proposed under the
15 memorandum of understanding will improve water quality;~~

~~16 (D) the entities eligible to participate under the memorandum of
17 understanding; and~~

~~18 (E) the amount of required contribution by the entity based on a
19 funding formula developed in consultation with entities eligible to participate
20 in the program.~~

1 ~~(3) A memorandum of understanding developed 1 under this section shall~~
2 ~~be posted on the Agency website and subject to a comment period of not less~~
3 ~~than 30 days.~~

4 (4) All participating entities, and the Agency, shall sign any final
5 memoranda of understanding.

6 (d) Fund proceeds.

7 (1) The Ecosystem Restoration and Water Quality Improvement Special
8 Fund Deposits shall consist of:

9 (A) payment of costs by participating MS4 communities;

10 (B) monies appropriated by the General Assembly; and

11 (C) any other source, public or private.

12 (2) Unexpended balances and interest earned on the Fund shall be
13 retained in the Fund for use in accordance with the purposes of the Fund.

14 (e) Fund accounts; expenditures.

15 (1) The Secretary shall maintain separate accounts within the Ecosystem
16 Restoration and Water Quality Improvement Special Fund for each
17 memorandum of understanding. The Secretary may establish within the Fund
18 an account for the purpose of conducting education and outreach related to
19 improvements to water quality.

20 (2) Expenditures from an account shall be limited to the purposes
21 established by the memorandum of understanding associated with that
account.

1 ~~The Secretary is prohibited from disbursing funds 1 on behalf of an entity that~~
2 ~~failed to contribute its assigned allocation pursuant to the funding formula~~
3 ~~established by the Secretary or for any purpose not associated with that~~
4 ~~account.~~

5 ~~Sec. 2. EFFECTIVE DATE~~

6 This act shall take effect on July 1, 2014.

Sec. 1. 10 V.S.A. § 1264d is added to read:

§ 1264d. ECOSYSTEM RESTORATION AND WATER QUALITY

IMPROVEMENT SPECIAL FUND

a) Purpose. The federal and State requirements for the permitting of Municipal Separate Storm Sewer Systems (MS4) require certain communities to collect water flow and precipitation data at monitoring stations on stormwater-impaired waters in order to demonstrate compliance with stormwater Total Maximum Daily Load allocations. The costs, equipment, and expertise to conduct monitoring can be prohibitive to individual communities. The establishment of the Ecosystem Restoration and Water Quality Improvement Special Fund is intended to ensure municipal compliance with the monitoring requirements for MS4 communities while reducing the fiscal and other pressures on these communities.

(b) Creation of fund; purpose. There is created an Ecosystem Restoration and Water Quality Improvement Special Fund, to be managed in accordance

with the requirements of 32 V.S.A. chapter 7, subchapter 5, and to be administered by the Secretary of Natural Resources. The Ecosystem Restoration and Water Quality Improvement Special Fund shall be used to provide assistance to municipalities in fulfilling the monitoring, education, and other requirements of the MS4 permitting program. The Secretary is authorized to collect monies for the Fund and to make disbursements from the Fund directly related to the Secretary's oversight of monitoring required under the MS4 program.

(c) Participation by municipalities.

(1) A municipality may through a memorandum of understanding (MOU) with the Secretary of Natural Resources agree to contribute to the Ecosystem Restoration and Water Quality Improvement Special Fund to perform the monitoring and other data collection that a municipality is required to conduct under the MS4 permitting program. Under the MOU, a municipality shall commit to contribute to the Fund the municipality's share of funding required by the Agency of Natural Resources to perform MS4 monitoring and provide oversight and administration. Memoranda of understanding shall serve to coordinate funding and work among municipalities, the State, and any entity contracted with or by a municipality or the State for the purposes of improving water quality.

(2) At a minimum, each memorandum of understanding developed under this section shall contain the following:

(A) the purpose of the memorandum of understanding;

(B) a description of the work to be performed under the memorandum of understanding;

(C) a description of how the coordinated work proposed under the memorandum of understanding will improve water quality;

(D) the entities eligible to participate under the memorandum of understanding; and

(E) the amount of required contribution by the entity, based on a funding formula developed in consultation with entities eligible to participate in the program.

(3) A memorandum of understanding developed under this section shall be posted on the Agency website and subject to a comment period of not less than 30 days.

(4) All participating entities, and the Agency, shall sign any final memoranda of understanding.

(d) Fund proceeds.

(1) The Ecosystem Restoration and Water Quality Improvement Special Fund Deposits shall consist of:

(A) payment of costs by participating MS4 communities;

(B) monies appropriated by the General Assembly; and

(C) any other source, public or private.

(2) Unexpended balances and interest earned on the Fund shall be retained in the Fund for use in accordance with the purposes of the Fund.

(e) Fund accounts; expenditures.

(1) The Secretary shall maintain separate accounts within the Ecosystem Restoration and Water Quality Improvement Special Fund for each memorandum of understanding. The Secretary may establish within the Fund an account for the purpose of conducting education and outreach related to improvements to water quality.

(2) Expenditures from an account shall be limited to the purposes established by the memorandum of understanding associated with that account. The Secretary is prohibited from disbursing funds on behalf of an entity that failed to contribute its assigned allocation pursuant to the funding formula established by the Secretary or for any purpose not associated with that account.

~~Sec. 2. EFFECTIVE DATE~~

~~This act shall take effect on July 1, 2014.~~

~~Sec. 2. 2014 Acts and Resolves No. 97, Sec. 1(c) is amended to read:~~

~~(c) Report. On or before ~~April 15~~ November 15, 2014, the Secretary of Natural Resources shall submit to the Senate Committee on Natural Resources~~

and Energy, the House Committee on Fish, Wildlife and Water Resources, and the Senate and House Committees on Appropriations a report that provides specific recommendations for administering, implementing, and financing water quality improvement in Vermont. The report shall:

* * *

Sec. 3. EFFECTIVE DATES

(a) This section and Sec. 2 (ANR report) shall take effect on passage.

(b) Sec. 1 (Ecosystem Restoration and Water Quality Improvement Special Fund) shall take effect on July 1, 2014.