

HOUSE BILL No. 1639

DIGEST OF HB 1639 (Updated February 1, 2023 12:00 pm - DI 148)

Citations Affected: IC 14-8; IC 14-30; IC 14-30.5.

Synopsis: Watershed development commissions. Provides that the executives of one or more counties may adopt ordinances designating their counties as members of a proposed watershed development commission (commission) and that the proposed commission is established as a legal entity with the counties as its members if it is recognized by the natural resources commission. Requires the natural resources commission, in deciding whether to recognize a proposed commission, to answer certain questions. Provides that a nonmember county may become a member of an established commission if its membership is accepted by the member counties and recognized by the natural resources commission. Requires the department of natural resources (department), with the approval of the natural resources commission, to certify the area of a member county that is within a commission's designated watershed. Sets forth certain flood damage reduction and drainage purposes for which a commission may be established. Provides that a commission may also have water quality purposes if the board develops a water quality improvement plan that is approved by the natural resources commission. Specifies that a water quality purpose, goal, project, or interstate agreement does not convey water quality regulatory authority to a watershed development commission. Requires a commission to develop a flood damage reduction and drainage plan for its designated watershed and grants a commission exclusive authority to perform drainage and flood damage (Continued next page)

Effective: July 1, 2023.

Aylesworth, Ledbetter, Hamilton, Abbott

January 19, 2023, read first time and referred to Committee on Natural Resources. February 2, 2023, amended, reported — Do Pass. Referred to Committee on Ways and Means pursuant to Rule 127.



Digest Continued

reduction activities within the channel of the river that is the surface water outlet of the commission's designated watershed. Authorizes, however, a commission to enter into an interlocal cooperation agreement with an existing local governmental entity having some flood damage reduction authority to apportion authority and financial support between the two entities. Provides for a commission to be governed by a board that includes the director of the department (or the director's designee) and one representative of each member county. Provides that the board of a single county commission also includes the county surveyor. Establishes an advisory committee for each commission to provide counsel to the board. Provides for the funding of a commission through an annual special assessment against each taxable parcel of real property that is located: (1) in a member county; and (2) within the designated watershed of the commission. Establishes maximum assessment levels and allows the board of a commission to reduce the special assessment to lower levels. Authorizes a member county to adopt any of three alternative methods of funding the commission. Authorizes a commission to give preference to an Indiana business over an out-of-state business in contracting for public works. Allows the Maumee River basin commission, the St. Joseph River basin commission, or the Upper Wabash River basin commission to transform into a watershed development commission if the county executives of all participating counties, by vote of at least two of the three members of the county executive, approve the proposed transformation. Provides that if the St. Joseph River basin commission is transformed into a watershed development commission, the members of the St. Joseph River basin commission become members of the watershed development commission's advisory committee.



First Regular Session of the 123rd General Assembly (2023)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2022 Regular Session of the General Assembly.

HOUSE BILL No. 1639

A BILL FOR AN ACT to amend the Indiana Code concerning natural resources.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 14-8-2-48, AS AMENDED BY P.L.282-2019,
2	SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2023]: Sec. 48. (a) "Commission", except as provided in this
4	section, refers to the natural resources commission.
5	(b) "Commission", for purposes of IC 14-13-1, has the meaning set
6	forth in IC 14-13-1-1.
7	(c) "Commission", for purposes of IC 14-13-2, has the meaning set
8	forth in IC 14-13-2-2.
9	(d) "Commission", for purposes of IC 14-13-4, has the meaning set
0	forth in IC 14-13-4-1.
l 1	(e) "Commission", for purposes of IC 14-13-5, has the meaning set
12	forth in IC 14-13-5-1.
13	(f) "Commission", for purposes of IC 14-13-6, has the meaning set
14	forth in IC 14-13-6-2.
15	(g) "Commission", for purposes of IC 14-13-9, has the meaning set
16	forth in IC 14-13-9-2.
17	(h) "Commission", for purposes of IC 14-20-11, has the meaning set



1	forth in IC 14-20-11-1.
2	(i) "Commission", for purposes of IC 14-28-4, has the meaning set
3	forth in IC 14-28-4-1.
4	(j) "Commission", for purposes of IC 14-30-2, has the meaning set
5	forth in IC 14-30-2-2.
6	(k) "Commission", for purposes of IC 14-30-3, has the meaning set
7	forth in IC 14-30-3-2.
8	(1) "Commission", for purposes of IC 14-30-4, has the meaning set
9	forth in IC 14-30-4-2.
10	(m) "Commission", for purposes of IC 14-30.5, has the meaning
11	set forth in IC 14-30.5-1-2.
12	(m) (n) "Commission", for purposes of IC 14-33-20, has the
13	meaning set forth in IC 14-33-20-2.
14	SECTION 2. IC 14-8-2-68.3 IS ADDED TO THE INDIANA CODE
15	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
16	1, 2023]: Sec. 68.3. "Designated watershed", for purposes of
17	IC 14-30.5, has the meaning set forth in IC 14-30.5-1-3.
18	SECTION 3. IC 14-8-2-86.2 IS ADDED TO THE INDIANA CODE
19	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
20	1, 2023]: Sec. 86.2. "Executive", for purposes of IC 14-30.5, has the
21	meaning set forth in IC 14-30.5-1-4.
22	SECTION 4. IC 14-8-2-131.6 IS ADDED TO THE INDIANA
23	CODE AS A NEW SECTION TO READ AS FOLLOWS
24	[EFFECTIVE JULY 1, 2023]: Sec. 131.6. "Indiana business", for
25	purposes of IC 14-30.5, has the meaning set forth in IC 14-30.5-1-5.
26	SECTION 5. IC 14-8-2-192.2 IS ADDED TO THE INDIANA
27	CODE AS A NEW SECTION TO READ AS FOLLOWS
28	[EFFECTIVE JULY 1, 2023]: Sec. 192.2. "Out-of-state business",
29	for purposes of IC 14-30.5, has the meaning set forth in
30	IC 14-30.5-1-6.
31	SECTION 6. IC 14-8-2-242.1 IS ADDED TO THE INDIANA
32	CODE AS A NEW SECTION TO READ AS FOLLOWS
33	[EFFECTIVE JULY 1, 2023]: Sec. 242.1. "Resident of Indiana", for
34	purposes of IC 14-30.5, has the meaning set forth in IC 14-30.5-1-7.
35	SECTION 7. IC 14-8-2-275.1 IS ADDED TO THE INDIANA
36	CODE AS A NEW SECTION TO READ AS FOLLOWS
37	[EFFECTIVE JULY 1, 2023]: Sec. 275.1. "Surface water outlet", for
38	purposes of IC 14-30.5, has the meaning set forth in IC 14-30.5-1-8.
39	SECTION 8. IC 14-8-2-279.8 IS ADDED TO THE INDIANA
40	CODE AS A NEW SECTION TO READ AS FOLLOWS
41	[EFFECTIVE JULY 1, 2023]: Sec. 279.8. "Taxable parcel", for
42	purposes of IC 14-30.5, has the meaning set forth in IC 14-30.5-1-9.



1	SECTION 9. IC 14-8-2-310, AS AMENDED BY P.L.106-2012,
2	SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2023]: Sec. 310. (a) "Watershed", for purposes of IC 14-25
4	through IC 14-29, means an area:
5	(1) from which water drains to a common point; and
6	(2) for:
7	(A) a watercourse, that is measured to the mouth of the
8	watercourse; and
9	(B) any part of a watercourse, that is measured to the farthest
10	downstream point in question.
11	(b) For purposes of IC 14-13-2, "watershed" has the meaning set
12	forth in IC 14-13-2-3.8.
13	(c) For purposes of IC 14-30.5, "watershed" has the meaning set
14	forth in IC 14-30.5-1-10.
15	SECTION 10. IC 14-30-2-25 IS ADDED TO THE INDIANA
16	CODE AS A NEW SECTION TO READ AS FOLLOWS
17	[EFFECTIVE JULY 1, 2023]: Sec. 25. (a) The commission may
18	consider a proposal to transform the commission from a river
19	basin commission subject to this chapter into a watershed
20	development commission subject to IC 14-30.5.
21	(b) For the commission to be transformed from a river basin
22	commission subject to this chapter into a watershed development
23	commission subject to IC 14-30.5, the county executives of all
24	participating counties:
25	(1) must approve the proposal described in subsection (a); and
26	(2) must adopt identical ordinances that:
27	(A) set forth the flood damage reduction, drainage, storm
28	water management, or water infrastructure purposes for
29	which the watershed development commission would be
30	established; and
31	(B) state the flood damage reduction, drainage, storm
32	water management, or water infrastructure needs of the
33	counties that would be addressed through the
34	transformation of the river basin commission into a
35	watershed development commission.
36	(c) For the county executive of a participating county to approve
37	a proposal described in subsection (a), at least two (2) of the three
38	(3) members of the county executive must vote in favor of the
39	proposal.
40	(d) If a member of the county executive of a participating
41	county has designated another individual under section 10 of this
+ 1	county has designated another individual under section to of this

chapter to perform the member's duties on the commission, the



1	individual designated to perform the duties of the member of the
2	county executive may vote under subsection (c) on the proposal
3	described in subsection (a).
4	(e) If the county executives of all participating counties approve
5	a proposal described in subsection (a), and if the natural resources
6	commission approves the transformation of the commission into a
7	watershed development commission with the purposes set forth in
8	the ordinances under subsection (b)(2)(A), the following apply:
9	(1) The commission shall notify the natural resources
10	commission and the department of the approval of the
l 1	proposal.
12	(2) The officers of the commission elected under section 11 of
13	this chapter shall take the actions necessary and appropriate
14	to the transformation of the commission from a river basin
15	commission subject to this chapter into a watershed
16	development commission subject to IC 14-30.5.
17	(3) The executive of each participating county shall appoint:
18	(A) one (1) individual; or
19	(B) if subsection (f) applies, two (2) individuals;
20	to represent the county on the board of the watershed
21	development commission under IC 14-30.5-4-1(a)(2).
22	(4) The director of the department or the director's designee:
23 24	(A) shall advise the commission on the transformation of
24	the commission into a watershed development commission
25	subject to IC 14-30.5; and
26	(B) when the board of the watershed development
27	commission is formed, shall assume the position on the
28	board of the watershed development commission specified
29	in IC 14-30.5-4-1(a)(1).
30	(5) The watershed development commission board may not
31	meet until the natural resources commission has given the
32	approval referred to in this subsection. Upon the convening of
33	the first meeting under IC 14-30.5-4 of the board of the
34	watershed development commission:
35	(A) the Maumee River basin commission ceases to exist as
36	a separate municipal corporation under this chapter;
37	(B) the Maumee watershed development commission is
38	established as a public body corporate and politic under
39	IC 14-30.5;
10	(C) the participating counties of the Maumee River basin
11	commission become member counties of the Maumee

 $water shed\ development\ commission\ under\ IC\ 14\text{--}30.5; and$



1	(D) each participating county of the Maumee River basin
2	commission is authorized to appoint an individual under
3	IC 14-30.5-4-1 to represent the county on the board of the
4	Maumee watershed development commission.
5	(f) The executive of each participating county shall appoint at
6	least one (1) individual under subsection (e)(3). If the county
7	surveyor of a county is appointed under subsection (e)(3), the
8	county executive may also appoint a second individual to represent
9	the county executive on the board of the watershed development
10	commission.
11	(g) If established under this section, the Maumee watershed
12	development commission:
13	(1) is a continuation of;
14	(2) retains the property and rights of; and
15	(3) is responsible for the actions and subject to the liabilities
16	of;
17	the former Maumee River basin commission.
18	(h) If established under this section, the Maumee watershed
19	development commission has all of the powers and duties of a
20	watershed development commission under IC 14-30.5 in the areas
21	of the watershed of the Maumee River and the tributaries of the
22	Maumee River that are within the boundaries of the member
23	counties of the Maumee watershed development commission. For
24	the purposes of IC 14-30.5, the areas of the watershed of the
25	Maumee River and the tributaries of the Maumee River that are
26	within the boundaries of the member counties of the Maumee
27	watershed development commission comprise the designated
28	watershed of the Maumee watershed development commission.
29	(i) If the Maumee watershed development commission is
30	established under this section, the board of the Maumee watershed
31	development commission shall appoint an executive director under
32	IC 14-30.5-4-2(f). An individual who was executive director of the
33	Maumee River basin commission may be appointed executive
34	director of the Maumee watershed development commission under
35	this subsection.
36	(j) If the Maumee watershed development commission is
37	established under this section, all property, records, and funds of
38	the former Maumee River basin commission:
39	(1) become property, records, and funds of the Maumee
40	watershed development commission; and
41	(2) shall be transmitted to the Maumee watershed
42	development commission not more than sixty (60) days after



1	the appointment of the executive director under subsection (i).
2	SECTION 11. IC 14-30-3-33 IS ADDED TO THE INDIANA
3	CODE AS A NEW SECTION TO READ AS FOLLOWS
4	[EFFECTIVE JULY 1, 2023]: Sec. 33. (a) The commission may
5	consider a proposal to transform the commission from a river
6	basin commission subject to this chapter into a watershed
7	development commission subject to IC 14-30.5.
8	(b) For the commission to be transformed from a river basin
9	commission subject to this chapter into a watershed development
10	commission subject to IC 14-30.5, the county executives of all
11	participating counties:
12	(1) must approve the proposal described in subsection (a); and
13	(2) must adopt identical ordinances that:
14	(A) set forth the flood damage reduction, drainage, storm
15	water management, or water infrastructure purposes for
16	which the watershed development commission would be
17	established; and
18	(B) state the flood damage reduction, drainage, storm
19	water management, or water infrastructure needs of the
20	counties that would be addressed through the
21	transformation of the river basin commission into a
22	watershed development commission.
23	(c) For the county executive of a participating county to approve
24	a proposal described in subsection (a), at least two (2) of the three
25	(3) members of the county executive must vote in favor of the
26	proposal.
27	(d) If a member of the county executive of a participating
28	county has designated another individual under section 8(2) of this
29	chapter to fill the member's position on the commission, the
30	individual designated to fill the member's position may vote under
31	subsection (c) on the proposal described in subsection (a).
32	(e) If the county executives of all participating counties approve
33	a proposal described in subsection (a), and if the natural resources
34	commission approves the transformation of the commission into a
35	watershed development commission with the purposes set forth in
36	the ordinances under subsection (b)(2)(A), the following apply:
37	(1) The commission shall notify the natural resources
38	commission and the department of the approval of the
39	proposal.
40	(2) The officers of the commission elected under section 11 of
41	this chapter shall take the actions necessary and appropriate
42	to the transformation of the commission from a river basin



1	commission subject to this chapter into a watershed
2	development commission subject to IC 14-30.5.
3	(3) The executive of each participating county shall appoint:
4	(A) one (1) individual; or
5	(B) if subsection (f) applies, two (2) individuals;
6	to represent the county on the board of the watershed
7	development commission under IC 14-30.5-4-1(a)(2).
8	(4) The director of the department or the director's designee:
9	(A) shall advise the commission on the transformation of
10	the commission into a watershed development commission
11	subject to IC 14-30.5; and
12	(B) when the board of the watershed development
13	commission is formed, shall assume the position on the
14	board of the watershed development commission specified
15	in IC 14-30.5-4-1(a)(1).
16	(5) The watershed development commission board may not
17	meet until the natural resources commission has given the
18	approval referred to in this subsection. Upon the convening of
19	the first meeting under IC 14-30.5-4 of the board of the
20	watershed development commission:
21	(A) the St. Joseph River basin commission ceases to exist
22	as a separate municipal corporation under this chapter;
23	(B) the St. Joseph watershed development commission is
24	established as a public body corporate and politic under
25	IC 14-30.5;
26	(C) the participating counties of the St. Joseph River basin
27	commission become member counties of the St. Joseph
28	watershed development commission under IC 14-30.5; and
29	(D) each participating county of the St. Joseph River basin
30	commission is authorized to appoint an individual under
31	IC 14-30.5-4-1 to represent the county on the board of the
32	St. Joseph watershed development commission.
33	(f) The executive of each participating county shall appoint at
34	least one (1) individual under subsection (e)(3). If the county
35	surveyor of a county is appointed under subsection (e)(3), the
36	county executive may also appoint a second individual to represent
37	the county executive on the board of the watershed development
38	commission.
39	(g) If established under this section, the St. Joseph watershed
40	development commission:
41	(1) is a continuation of;

(2) retains the property and rights of; and



1	(3) is responsible for the actions and subject to the liabilities
2	of;
3	the former St. Joseph River basin commission.
4	(h) If established under this section, the St. Joseph watershed
5	development commission has all of the powers and duties of a
6	watershed development commission under IC 14-30.5 in the areas
7	of the watershed of the St. Joseph River and the tributaries of the
8	St. Joseph River that are within the boundaries of the member
9	counties of the St. Joseph watershed development commission. For
10	the purposes of IC 14-30.5, the areas of the watershed of the St.
11	Joseph River and the tributaries of the St. Joseph River that are
12	within the boundaries of the member counties of the St. Joseph
13	watershed development commission comprise the designated
14	watershed of the St. Joseph watershed development commission.
15	(i) If the St. Joseph watershed development commission is
16	established under this section, the board of the St. Joseph
17	watershed development commission shall appoint an executive
18	director under IC 14-30.5-4-2(f)(1). An individual who was
19	executive director of the St. Joseph River basin commission may be
20	appointed executive director of the St. Joseph watershed
21	development commission under this subsection.
22	(j) If the St. Joseph watershed development commission is
23	established under this section, the following apply:
24	(1) All property, records, and funds of the St. Joseph River
25	basin commission:
26	(A) become property, records, and funds of the St. Joseph
27	watershed development commission; and
28	(B) shall be transmitted to the St. Joseph watershed
29	development commission not more than sixty (60) days
30	after the appointment of the executive director under
31	subsection (i).
32	(2) Any advisory committee appointed under section 13 of this
33	chapter is dissolved.
34	(3) The individuals serving as members of the St. Joseph
35	River basin commission under section 8 of this chapter
36	become the members of the advisory committee of the St.
37	Joseph watershed development commission. Upon the
38	expiration under section 9 of this chapter or other termination
39	of the term of office of an individual described in this
40	subdivision, the office of the individual shall be filled by a
41	successor according to subdivision (4).
42	(4) Notwithstanding IC 14-30.5-4-5, the advisory committee



1	of the St. Joseph watershed development commission consists
2	of the following members:
3	(A) From each participating county the following:
4	(i) The executive of each second class city or the
5	executive's designee.
6	(ii) If the county does not have a second class city, the
7	executive of the municipality with the largest population
8	or the executive's designee.
9	(B) A member of the county executive or the county
10	executive's designee from each participating county.
1	(C) The county health officer or the health officer's
12	designee from each participating county.
13	(D) The county surveyor of each participating county or
14	the county surveyor's designee.
15	(E) A representative of each soil and water conservation
16	district that:
17	(i) is subject to IC 14-32;
18	(ii) includes territory in a participating county; and
19	(iii) includes territory in the St. Joseph river basin.
20	(F) The director of the St. Joseph watershed development
21	commission or the director's designee.
22	SECTION 12. IC 14-30-4-20 IS ADDED TO THE INDIANA
23	CODE AS A NEW SECTION TO READ AS FOLLOWS
24	[EFFECTIVE JULY 1, 2023]: Sec. 20. (a) The commission may
25	consider a proposal to transform the commission from a river
26	basin commission subject to this chapter into a watershed
27	development commission subject to IC 14-30.5.
28	(b) For the commission to be transformed from a river basin
29	commission subject to this chapter into a watershed development
30	commission subject to IC 14-30.5, the county executives of all
31	participating counties:
32	(1) must approve the proposal described in subsection (a); and
33	(2) must adopt identical ordinances that:
34	(A) set forth the flood damage reduction, drainage, storm
35	water management, or water infrastructure purposes for
36	which the watershed development commission would be
37	established; and
38	(B) state the flood damage reduction, drainage, storm
39	water management, or water infrastructure needs of the
10	counties that would be addressed through the
11 12	transformation of the river basin commission into a
12	watershed development commission.



1	(c) For the county executive of a participating county to approve
2	a proposal described in subsection (a), at least two (2) of the three
3	(3) members of the county executive must vote in favor of the
4	proposal.
5	(d) If a member of the county executive of a participating
6	county has designated another individual under section 9(a)(1) of
7	this chapter to perform the member's duties on the commission,
8	the individual designated to perform the member's duties may vote
9	under subsection (c) on the proposal described in subsection (a).
10	(e) If the county executives of all participating counties approve
l 1	a proposal described in subsection (a), and if the natural resources
12	commission approves the transformation of the commission into a
13	watershed development commission with the purposes set forth in
14	the ordinances under subsection (b)(2)(A), the following apply:
15	(1) The commission shall notify the natural resources
16	commission and the department of the approval of the
17	proposal.
18	(2) The officers of the commission elected under section 10 of
19	this chapter shall take the actions necessary and appropriate
20	to the transformation of the commission from a river basin
21	commission subject to this chapter into a watershed
22	development commission subject to IC 14-30.5.
23 24	(3) The executive of each participating county shall appoint:
	(A) one (1) individual; or
25	(B) if subsection (f) applies, two (2) individuals;
26	to represent the county on the board of the watershed
27	development commission under IC 14-30.5-4-1(a)(2).
28	(4) The director of the department or the director's designee:
29	(A) shall advise the commission on the transformation of
30	the commission into a watershed development commission
31	subject to IC 14-30.5; and
32	(B) when the board of the watershed development
33	commission is formed, shall assume the position on the
34	board of the watershed development commission specified
35	in IC 14-30.5-4-1(a)(1).
36	(5) The watershed development commission board may not
37	meet until the natural resources commission has given the
38	approval referred to in this subsection. Upon the convening of
39	the first meeting under IC 14-30.5-4 of the board of the
10	watershed development commission:
11	(A) the Upper Wabash River basin commission ceases to

exist as a separate municipal corporation under this



1	chapter;
2	(B) the Upper Wabash watershed development commission
3	is established as a public body corporate and politic under
4	IC 14-30.5;
5	(C) the participating counties of the Upper Wabash River
6	basin commission become member counties of the Upper
7	Wabash watershed development commission under
8	IC 14-30.5; and
9	(D) each participating county of the Upper Wabash River
10	basin commission is authorized to appoint an individual
11	under IC 14-30.5-4-1 to represent the county on the board
12	of the Upper Wabash watershed development commission.
13	(f) The executive of each participating county shall appoint at
14	least one (1) individual under subsection (e)(3). If the county
15	surveyor of a county is appointed under subsection (e)(3), the
16	county executive may also appoint a second individual to represent
17	the county executive on the board of the watershed development
18	commission.
19	(g) If established under this section, the Upper Wabash
20	watershed development commission:
21	(1) is a continuation of;
22	(2) retains the property and rights of; and
23	(3) is responsible for the actions and subject to the liabilities
24	of;
25	the former Upper Wabash River basin commission.
26	(h) If established under this section, the Upper Wabash
27	watershed development commission has all of the powers and
28	duties of a watershed development commission under IC 14-30.5
29	in the areas of the watershed of the Wabash River and the
30	tributaries of the Wabash River that are within the boundaries of
31	the member counties of the Upper Wabash watershed development
32	commission. For the purposes of IC 14-30.5, the areas of the
33	watershed of the Wabash River and the tributaries of the Wabash
34	River that are within the boundaries of the member counties of the
35	Upper Wabash watershed development commission comprise the
36	designated watershed of the Upper Wabash watershed
37	development commission.
38	(i) If the Upper Wabash watershed development commission is
39	established under this section, the board of the Upper Wabash
40	watershed development commission shall appoint an executive

director under IC 14-30.5-4-2(f). An individual who was executive

director of the Upper Wabash River basin commission may be



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1	appointed executive director of the Upper Wabash watershed
2	development commission under this subsection.
3	(j) If the Upper Wabash watershed development commission is
4	established under this section, all property, records, and funds of
5	the former Upper Wabash River basin commission:
6	(1) become property, records, and funds of the Upper Wabash
7	watershed development commission; and
8	(2) shall be transmitted to the Upper Wabash watershed
9	development commission not more than sixty (60) days after
10	the appointment of the executive director under subsection (i).
11	SECTION 13. IC 14-30.5 IS ADDED TO THE INDIANA CODE
12	AS A NEW ARTICLE TO READ AS FOLLOWS [EFFECTIVE JULY
13	1, 2023]:
14	ARTICLE 30.5. WATERSHED DEVELOPMENT
15	COMMISSIONS
16	Chapter 1. Definitions
17	Sec. 1. The definitions in this chapter apply throughout this
18	article.
19	Sec. 2. "Commission" refers to a watershed development
20	commission established under this article.
21	Sec. 3. "Designated watershed" means the watershed:
22	(1) within which a watershed development commission may
23	exercise the powers conferred by this article; and
24	(2) after which a watershed development commission is
25	named under IC 14-30.5-2-3(c).
26	Sec. 4. "Executive" has the meaning set forth in IC 36-1-2-5.
27	Sec. 5. "Indiana business" has the meaning set forth in
28	IC 5-22-15-20.5.
29	Sec. 6. "Out-of-state business" refers to a business that is not an
30	Indiana business.
31	Sec. 7. (a) "Resident of Indiana" means an individual:
32	(1) who is at least eighteen (18) years of age; and
33	(2) who:
34	(A) holds a certificate of title for a motor vehicle registered
35	in Indiana;
36	(B) is registered to vote in Indiana;
37	(C) is the parent or guardian of a child enrolled in an
38	elementary or a secondary school located in Indiana; or
39	(D) except as provided in subsection (b), derives more than
40	one-half $(1/2)$ of the individual's gross income (as defined
41	in Section 61 of the Internal Revenue Code) from sources
42	in Indiana, according to the provisions applicable to



1	
1	determining the source of adjusted gross income that are
2 3	set forth in IC 6-3-2-2.
<i>3</i>	(b) An individual who meets the condition set forth in subsection
5	(a)(2)(D) is not a resident of Indiana if a preponderance of the
	evidence concerning the conditions set forth in subsection (a)(2)(A)
6	through (a)(2)(C) proves that the individual is not a resident of
7	Indiana.
8	Sec. 8. "Surface water outlet" means the river, stream, lake
9	impoundment, or other body of water into which the water in a
10	watershed naturally drains.
11	Sec. 9. "Taxable parcel" means a parcel of real property that is
12	not exempt from property taxation under IC 6-1.1-10.
13	Sec. 10. "Watershed" means the area of land from which water
14	naturally drains into a particular surface water outlet.
15	Chapter 2. Establishing or Joining a Watershed Development
16	Commission
17	Sec. 1. (a) The executive of a county may adopt an ordinance
18	designating the county as a member of a proposed watershed
19	development commission if at least ten percent (10%) of the
20	surface of the designated watershed, as identified in the ordinance
21	under subsection (b)(1), lies within the boundaries of the county.
22	(b) An ordinance adopted under this section must do the
23	following:
24	(1) Identify the designated watershed within which the
25	proposed commission would exercise its powers by:
26	(A) identifying the surface water outlet of the designated
27	watershed; and
28	(B) setting forth the geographic boundaries of the entire
29	area, both inside and outside the county, from which water
30	drains into the surface water outlet.
31	(2) Specify the area or areas of the county that are inside the
32	geographic boundaries of the designated watershed, as
33	identified under subdivision (1).
34	(3) Set forth the flood damage reduction, drainage, storm
35	water management, or water infrastructure purposes for
36	which the proposed commission would be established.
37	(4) State the flood damage reduction, drainage, storm water
38	management, or water infrastructure needs of the county that
39	would be addressed through the county's membership in the
40	proposed commission.

(c) A county executive that adopts an ordinance under this

section designating a county as a member of a proposed watershed



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development commission must submit to the natural resources

2	commission:
3	(1) a copy of the ordinance; and
4	(2) a written request for the natural resources commission's
5	recognition of the proposed commission under section 2 of this
6	chapter.
7	Sec. 2. (a) If one (1) county executive submits an ordinance and
8	a written request for recognition of a proposed watershed
9	development commission under section 1(c) of this chapter, the
10	natural resources commission shall decide under subsections (c)
11	through (e) whether to recognize the proposed commission.
12	(b) If the county executives of two (2) or more counties submit
13	ordinances and written requests under section 1(c) of this chapter
14	for recognition of a single proposed watershed development
15	commission empowered to act in a single designated watershed
16	that includes areas within both or all of the counties:
17	(1) the natural resources commission may not decide whether
18	to recognize the proposed commission unless the provisions of
19	the ordinances submitted under section $1(c)(1)$ of this chapter
20	are essentially identical in:
21	(A) identifying the designated watershed; and
22	(B) stating the purposes of the proposed commission; and
23	(2) if the natural resources commission determines that the
24	requirement set forth in subdivision (1) is met, the natural
25	resources commission shall decide under subsections (c)
26	through (e) whether to recognize the proposed commission.
27	(c) Before making a decision whether to recognize a proposed
28	commission under this section, the natural resources commission
29	shall hold at least one (1) public hearing concerning the proposed
30	commission in each county whose executive submitted an
31	ordinance and a written request for recognition of the proposed
32	commission under section 1(c) of this chapter. Any interested
33	person attending a public hearing held under this subsection shall
34	have the right to:
35	(1) address the natural resources commission; and
36	(2) provide written comments;
37	on whether the proposed commission should be established. An
38	officer or employee of the division of hearings of the natural
39	resources commission may, on behalf of the natural resources
40	commission, convene the meeting, record the testimony given, and
41	receive the written comments provided.
42	(d) The natural resources commission shall give notice of a



1	public hearing to be held under subsection (c):
2	(1) by publication at least one (1) time in one (1) newspaper of
3	general circulation in the county in which the hearing will be
4	held; and
5	(2) through the website of the natural resources commission.
6	(e) In deciding whether to recognize a proposed commission, the
7	natural resources commission shall determine the answer to each
8	of the following questions:
9	(1) Are the purposes for which the proposed commission
10	would be established, as set forth in the ordinance or
11	ordinances under section 1(b)(3) of this chapter, within the
12	purposes set forth in IC 14-30.5-3-1 for which a watershed
13	development commission may be established?
14	(2) Do the purposes of the proposed commission, as set forth
15	in the ordinance or ordinances under section 1(b)(3) of this
16	chapter, correspond to legitimate flood damage reduction,
17	drainage, storm water management, or water infrastructure
18	needs of each county seeking establishment of the commission,
19	as set forth under section 1(b)(4) of this chapter?
20	(3) Is it reasonable to expect that the establishment of a
21	commission having powers under this article only in the
22	county or counties from which the ordinance or ordinances
23	were submitted under section 1(c)(1) of this chapter would
24	effectively address the flood damage reduction, drainage,
25	storm water management, or water infrastructure needs of
26	each county that submitted an ordinance under section $1(c)(1)$
27	of this chapter?
28	(4) Is it reasonable to expect that the establishment of a
29	commission that has powers under this article only in the area
30	or areas inside the geographic boundaries of the designated
31	watershed would effectively address the flood damage
32	reduction, drainage, storm water management, or water
33	infrastructure needs of each county that submitted an
34	ordinance under section 1(c)(1) of this chapter?
35	(f) If:
36	(1) one (1) county's executive submits an ordinance and a
37	request for recognition of a proposed commission under
38	section 1(c) of this chapter; and
39	(2) the natural resources commission answers all of the
40	questions set forth in subsection (e) favorably;
41	the natural resources commission shall issue an order recognizing
42	the watershed development commission and recognizing the county



1	referred to in subdivision (1) as a member of the watershed
2	development commission.
3	(g) If:
4	(1) executives of two (2) or more counties submit ordinances
5	and requests for recognition of a proposed watershed
6	development commission under section 1(c) of this chapter;
7	and
8	(2) the natural resources commission answers all of the
9	questions set forth in subsection (e) favorably with respect to
10	at least one (1) of the counties;
11	the natural resources commission shall issue an order recognizing
12	the watershed development commission and recognizing as a
13	member of the watershed development commission each county
14	with respect to which the natural resources commission answered
15	all of the questions set forth in subsection (e) favorably.
16	(h) If the natural resources commission does not answer all of
17	the questions set forth in subsection (e) favorably with respect to
18	a county, the natural resources commission shall:
19	(1) inform the executive of the county in writing of its
20	decision; and
21	(2) specify in the writing the reason or reasons for each
22	unfavorable answer.
23	(i) The action of the natural resources commission under this
24	section in declining to recognize a proposed watershed
25	development commission for a particular watershed does not
26	preclude the later submission of one (1) or more new ordinances
27	and written requests for recognition of a proposed watershed
28	development commission for the same designated watershed.
29	(j) An action of the natural resources commission under this
30	section declining to recognize a particular county as a member of
31	a watershed development commission does not preclude the later
32	submission of:
33	(1) another ordinance and written request under section 1(c)
34	of this chapter for recognition of the county as a member of
35	another proposed watershed development commission; or
36	(2) an ordinance and written request under section 4 or 5 of
37	this chapter proposing the county for membership in an
38	established watershed development commission.
39	Sec. 3. (a) Upon the natural resources commission's issuance of
40	an order recognizing a proposed watershed development
41	commission under section 2 of this chapter:
42	(1) the commission is established as a public body corporate



1	and politic; and
2	(2) each county recognized as a member of the commission
3	under section 2(f) or 2(g) of this chapter becomes a member
4	of the commission.
5	(b) A county recognized as a member of a commission under
6	section 2(f) or 2(g) of this chapter is entitled to representation on
7	the board of the commission under IC 14-30.5-4-1.
8	(c) A watershed development commission established under this
9	chapter shall be named after the surface water outlet of the
10	commission's designated watershed, in the following style: "(Name
11	of Surface Water Outlet) Watershed Development Commission".
12	Sec. 4. (a) The executive of a county may adopt an ordinance
13	proposing the county for membership in an established watershed
14	development commission if at least ten percent (10%) of the
15	surface of the commission's designated watershed lies within the
16	boundaries of the county.
17	(b) An ordinance adopted under this section must do the
18	following:
19	(1) Identify the existing commission in which the county seeks
20	membership.
21	(2) Specify the area or areas of the county that are within the
22	designated watershed of the existing commission.
23	(3) State the flood damage reduction, drainage, storm water
24	management, or water infrastructure needs of the county that
25	would be addressed through the county's membership in the
26	existing commission.
27	(c) A county executive that adopts an ordinance under this
28	section proposing the county for membership in an existing
29	commission must submit to the natural resources commission:
30	(1) a copy of the ordinance; and
31	(2) a written request for the natural resources commission's
32	recognition of the county as a member of the existing
33	commission.
34	Sec. 5. (a) The executive of a county may adopt an ordinance
35	proposing the county for membership in an established watershed
36	development commission even if less than ten percent (10%) of the
37	surface of the designated watershed of the commission lies within
38	the boundaries of the county.
39	(b) An ordinance adopted under this section must do the
40	following:
41	(1) Identify the existing commission in which the county seeks



membership.

1	(2) Specify the area or areas of the county that are within the
2	designated watershed of the existing commission.
3	(3) State the flood damage reduction, drainage, storm water
4	management, or water infrastructure needs of the county that
5	would be addressed through the county's membership in the
6	existing commission.
7	(c) A county executive that adopts an ordinance under this
8	section proposing the county for membership in an existing
9	watershed development commission must submit to the natural
10	resources commission:
11	(1) a copy of the ordinance; and
12	(2) a written request for the natural resources commission's
13	recognition of the county as a member of the existing
14	commission.
15	(d) If a county to which this section applies becomes a member
16	of an existing commission, the county is subject to section 7(c) of
17	this chapter.
18	Sec. 6. (a) A county to which section 4 or 5 of this chapter
19	applies may not become a member of an existing watershed
20	development commission unless:
21	(1) the executives of all of the counties that are members of
22	the existing commission adopt ordinances accepting the
23	county as a member county of the existing commission; and
24	(2) the natural resources commission issues an order under
25	this section recognizing the county as a member county of the
26	existing commission.
27	(b) Before making a decision whether to recognize a county as
28	a member county of an existing commission under this section, the
29	natural resources commission shall hold at least one (1) public
30	hearing in the county concerning the proposed membership of the
31	county in the existing commission. Any interested person attending
32	a public hearing held under this subsection shall have the right to:
33	(1) address the natural resources commission; and
34	(2) provide written comments;
35	concerning the proposed membership of the county in the existing
36	commission. An officer or employee of the division of hearings of
37	the natural resources commission may, on behalf of the natural
38	resources commission, convene the meeting, record the testimony
39	given, and receive the written comments provided.
40	(c) The natural resources commission shall give notice of a



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public hearing to be held under subsection (b):

(1) by publication at least one (1) time in one (1) newspaper of

1	general circulation in the county in which the hearing will be
2	held; and
3	(2) through the website of the natural resources commission.
4	(d) In deciding whether to recognize a county to which section
5	4 or 5 of this chapter applies as a member of an existing
6	commission, the natural resources commission shall determine the
7	answer to each of the following questions:
8	(1) Do the stated purposes for which the watershed
9	development commission was established correspond to the
10	flood damage reduction, drainage, storm water management,
11	or water infrastructure needs of the county, as stated under
12	section 4(b)(3) or 5(b)(3) of this chapter?
13	(2) Is it reasonable to expect that the county's flood damage
14	reduction, drainage, storm water management, or water
15	infrastructure needs, as stated under section $4(b)(3)$ or $5(b)(3)$
16	of this chapter, would be addressed more effectively if the
17	county were a member of the existing commission than those
18	needs have previously been addressed?
19	(3) Would the county's membership in the existing
20	commission diminish the effectiveness of the existing
21	watershed development commission in addressing the flood
22	damage reduction, drainage, storm water management, or
23	water infrastructure needs of other member counties?
24	(e) If the natural resources commission answers all of the
25	questions set forth in subsection (d) favorably, the natural
26	resources commission shall issue an order recognizing the
27	membership of the county in the existing commission.
28	(f) If the natural resources commission does not answer all of
29	the questions set forth in subsection (d) favorably, the natural
30	resources commission shall inform the executive of the county to
31	which section 4 or 5 of this chapter applies in writing of its decision
32	and specify in the writing the reason or reasons for each
33	unfavorable answer.
34	(g) An action of the natural resources commission under this
35	section declining to recognize a county as a member of an
36	established watershed development commission does not preclude
37	the later submission of another ordinance under section 4 or 5 of
38	this chapter seeking membership for the county in an existing
39	commission.
40	Sec. 7. (a) If:
41	(1) the executives of all of the counties that are members of an

existing watershed development commission adopt ordinances



1	under section 6(a)(1) of this chapter accepting a county to
2	which section 4 or 5 of this chapter applies as a member
3	county of the existing commission; and
4	(2) the natural resources commission recognizes the county as
5	a member of the watershed development commission under
6	section 6(e) of this chapter;
7	the county becomes a member of the existing commission upon the
8	satisfaction of subdivision (1) or (2), whichever is satisfied later.
9	(b) If a county to which section 4 of this chapter applies becomes
10	a member of an existing commission under this section, the county
11	is entitled to representation on the board of the existing
12	commission under IC 14-30.5-4-1.
13	(c) If a county to which section 5 of this chapter applies becomes
14	a member of an existing commission under this section, the county
15	is not entitled to representation on the board of the existing
16	commission under IC 14-30.5-4-1 unless:
17	(1) the natural resources commission, in the order issued
18	under section 6(e) of this chapter recognizing the county as a
19	member of the existing watershed development commission,
20	recommends that the county be granted representation on the
21	board of the existing commission; and
22	(2) the executives of all of the counties that are members of
23	the existing commission adopt ordinances granting the county
24	representation on the board of the commission.
25	Chapter 3. Purposes, Powers, and Duties of a Watershed
26	Development Commission
27	Sec. 1. (a) The flood damage reduction, drainage, storm water
28	management, and water infrastructure purposes for which a
29	watershed development commission may be established include the
30	following:
31	(1) Planning, taking, and promoting action to prevent or
32	mitigate flooding through generally accepted structural and
33	nonstructural means, including the following:
34	(A) Bank stabilization.
35	(B) Expansion of water storage capacity.
36	(C) Erosion control.
37	(D) Sediment reduction.
38	(E) Logjam management.
39	(F) Selective construction, maintenance, and removal of
40	berms.
41	(G) Construction of levees.
42	(H) Bridge and structure removal and replacement.



1	(2) Taking and promoting action to enhance drainage in ways
2 3	consistent with storm water management requirements.
3	(3) Taking and promoting action to address water
4	infrastructure needs related to flood damage reduction, storm
5	water management, and drainage.
6	(4) Set voluntary water quality goals.
7	(b) Subject to subsection (c), the purposes for which a watershed
8	development commission may be established, in addition to those
9	set forth in subsection (a), may include one (1) or more purposes
10	related to water quality within the boundaries of the designated
11	watershed, such as:
12	(1) reducing the runoff of nutrients and soil into streams and
13	bodies of water by promoting the use of improved ditch design
14	and the reestablishment of strategically located wetlands; and
15	(2) reducing ground water contamination by promoting the
16	use of improved septic system technology.
17	However, a water quality purpose, goal, or project does not convey
18	water quality regulatory authority to a watershed development
19	commission.
20	(c) A watershed development commission may not have a
21	purpose described in subsection (b) unless:
22	(1) the board of the commission, in addition to developing a
23	flood damage reduction and drainage plan under section 4 of
24	this chapter, develops a water quality improvement plan that:
25	(A) describes water quality problems within the
26	boundaries of the designated watershed; and
27	(B) proposes one (1) or more actions that the watershed
28	development commission could take to address those
29	problems;
30	(2) the board of the watershed development commission
31	submits the water quality improvement plan to the natural
32	resources commission; and
33	(3) the natural resources commission, after:
34	(A) determining whether the water quality problems
35	described in the water quality improvement plan truly
36	exist within the boundaries of the watershed development
37	commission's designated watershed; and
38	(B) considering whether it is likely that the efforts of the
39	watershed development commission would be a practically
40	effective and cost effective means of addressing the water
41	quality problems;
42	approves the commission's water quality improvement plan.



1	Sec. 2. A watershed development commission is granted powers
2	by this chapter for the benefit of the people of Indiana and for the
3	increase of their commerce, health, enjoyment, and prosperity. The
4	operation, creation, development, and maintenance of the projects
5	by a watershed development commission constitute the
6	performance of essential governmental functions.
7	Sec. 3. A watershed development commission shall limit its
8	activities to the commission's designated watershed.
9	Sec. 4. (a) The board of a watershed development commission
10	shall develop a plan for flood damage reduction and drainage
11	within the commission's designated watershed.
12	(b) A watershed development commission:
13	(1) subject to subsection (f), has exclusive authority to
14	perform drainage and flood damage reduction activities
15	within the channel of:
16	(A) the river that is the surface water outlet of the
17	commission's designated watershed; or
18	(B) each river that flows directly into the surface water
19	outlet, if the surface water outlet of the commission's
20	designated watershed is a lake or impoundment;
21	and within the area extending seventy-five (75) feet from the
22	top of each bank of the river;
23	(2) may participate in the flood control program established
24	under IC 5-1.2-13; and
25	(3) may acquire interests in land, including easements, for the
26	commission's use in:
27	(A) providing flood storage; and
28	(B) the construction of levees and other flood damage
29	reduction improvements.
30	(c) The drainage and flood damage reduction activities that a
31	watershed development commission has exclusive authority to
32	perform under subsection (b)(1) include the following:
33	(1) Bank stabilization.
34	(2) Tree removal.
35	(3) Construction and operation of sand traps.
36	(4) Channel reconstruction.
37	(5) Sediment removal.
38	(6) The acquisition, construction, and maintenance of access
39	roads to levees and the channel of a river to which subsection
40	(b)(1) applies.
41	(7) Other actions that the board of the watershed development
42	commission reasonably considers necessary to carry out this



1	chapter.
2	(d) Subject to subsection (f), a county must obtain the
3	authorization of the board of the watershed development
4	commission before performing any:
5	(1) construction work; or
6	(2) drainage or flood damage reduction activities;
7	within the area described in subsection (b)(1) unless the work must
8	be performed in response to an emergency.
9	(e) Subsection (f) applies if a governmental entity other than the
10	watershed development commission has authority:
11	(1) to perform one (1) or more activities set forth in subsection
12	(c) within any part of the watershed development
13	commission's designated watershed; and
14	(2) to collect a tax or an assessment or to impose another duty
15	of financial contribution upon the owners of property located
16	in any part of the watershed development commission's
17	designated watershed.
18	(f) The board of a watershed development commission may
19	enter into an interlocal cooperation agreement under IC 36-1-7
20	with a governmental entity described in subsection (e):
21	(1) under which:
22	(A) the watershed development commission will perform,
23	and the other governmental entity will relinquish its
24	authority to perform, the activity or activities set forth in
25	subsection (c) within the watershed development
26	commission's designated watershed; and
27	(B) the governmental entity will cease collecting the tax or
28	assessment or imposing the other duty of financial
29	contribution described in subsection (e)(2) for performing
30	the activity or activities set forth in subsection (c) within
31	the watershed development commission's designated
32	watershed; or
33	(2) under which:
34	(A) the governmental entity will continue to perform, and
35	the watershed development commission will relinquish its
36	authority to perform, the activity or activities set forth in
37	subsection (c) within the part of the watershed
38	development commission's designated watershed in which
39	the governmental entity performs those activities;
40	(B) the governmental entity will continue collecting the tax
41	or assessment or imposing the other duty of financial
42	contribution described in subsection (e)(2) in the part of



1	the watershed development commission's designated
2	watershed in which the governmental entity performs the
3	activity or activities set forth in subsection (c); and
4	(C) the watershed development commission will:
5	(i) relinquish its authority to receive; or
6	(ii) appropriately reduce;
7	the annual special assessments or support by optional
8	methods to which the watershed development commission
9	is otherwise entitled under IC 14-30.5-5 with respect to
0	taxable parcels of real property located in the part of the
l 1	watershed development commission's designated
12	watershed in which the governmental entity performs the
13	activity or activities set forth in subsection (c).
14	Sec. 5. The board of a watershed development commission may
15	do the following:
16	(1) Conduct all studies necessary for the performance of the
17	board's duties.
18	(2) Publicize, advertise, and distribute reports on the
9	commission's purposes, objectives, and findings.
20	(3) Provide recommendations in matters related to the
21	commission's functions and objectives to:
22	(A) a political subdivision located in the designated
22 23 24	watershed; or
24	(B) any public or private agency;
25	upon request from the political subdivision or agency.
26	(4) Upon request, act as a coordinating agency for programs
27	and activities of other public and private agencies that are
28	related to the commission's objectives.
29	Sec. 6. (a) A watershed development commission may receive
30	grants and appropriations from the following:
31	(1) Federal, state, and local governments.
32	(2) Individuals, foundations, and other organizations.
33	(b) A watershed development commission may enter into
34	agreements or contracts regarding the acceptance or use of grants
35	and appropriations for the purpose of carrying out the
36	commission's activities under this chapter.
37	(c) A watershed development commission must expend money
38	appropriated to the commission for the purpose for which the
39	money is appropriated.
10	Sec. 7. (a) A watershed development commission may:
11	(1) acquire and dispose of real or personal property by grant,
12	gift, purchase, lease, devise, or otherwise; and



1	(2) hold, use, improve, maintain, operate, own, manage, or
2	lease as lessor or lessee real or personal property or any
3	interest in that property;
4	for the purposes set forth in this chapter.
5	(b) A watershed development commission may exercise the
6	powers granted by this section for the development of the water
7	resources of the commission's designated watershed.
8	Sec. 8. A watershed development commission may sue and be
9	sued.
10	Sec. 9. (a) A watershed development commission, with the
11	approval of:
12	(1) the affected regional planning commission established
13	under IC 36-7-7 or IC 36-7-7.6; and
14	(2) the department;
15	may enter into agreements with agencies in another state that are
16	responsible for the planning or development of flood damage
17	reduction and drainage measures in the part of the commission's
18	designated watershed that is located in the other state.
19	(b) If a watershed development commission has water quality
20	purposes under section 1(b) of this chapter, the commission, with
21	the approval of:
22	(1) the affected regional planning commission established
23	under IC 36-7-7 or IC 36-7-7.6; and
24	(2) the department;
25	may enter into agreements with agencies in another state that are
26	responsible for water quality in the part of the commission's
27	designated watershed that is located in the other state. However,
28	an agreement under this subsection does not convey water quality
29	regulatory authority to a watershed development commission.
30	Chapter 4. Governance of a Watershed Development
31	Commission
32	Sec. 1. (a) Except as provided in subsection (c), the board of a
33	watershed development commission consists of the following
34	individuals:
35	(1) The director of the department or the director's designee.
36	(2) One (1) individual representing each county that:
37	(A) is a member of the commission; and
38	(B) is entitled to membership on the board.
39	All of the members of the board of a commission to which this
40	subsection applies are voting members.
41	(b) The executive of a county described in subsection (a)(2) shall

appoint the individual to represent the county on the board of the



1	commission under subsection (a)(2). However, if the position of an
2	individual appointed under subsection (a)(2) becomes vacant, the
3	county surveyor of the county shall represent the county on the
4	board under subsection (a)(2) until a new appointment is made by
5	the county executive under subsection (a)(2).
6	(c) If only one (1) county is a member of a watershed
7	development commission, the board of the commission consists of
8	the following individuals:
9	(1) The director of the department or the director's designee.
10	(2) One (1) individual appointed by the executive of the
11	county.
12	(3) The county surveyor of the county.
13	All of the members of the board of a commission to which this
14	subsection applies are voting members.
15	(d) The executive of a county described in subsection (c) shall
16	appoint the individual to represent the county on the board of the
17	watershed development commission under subsection (c)(2).
18	However, if the position of an individual appointed under
19	subsection (c)(2) becomes vacant, the executive of the county shall
20	appoint an individual other than the county surveyor under
21	subsection (c)(2) to fill the vacant position.
22	(e) An individual appointed to represent a county on the board
23	of a watershed development commission under subsection (a)(2) or
24	(c)(2):
25	(1) must have a background in construction, project
26	management, flood damage reduction, drainage, or a similar
27	professional background; and
28	(2) must reside in the county.
29	(f) The term of office of an individual appointed under
30	subsection (a)(2) or (c)(2):
31	(1) is four (4) years; and
32	(2) continues until the individual's successor is appointed.
33	(g) An individual appointed under subsection (a)(2) or (c)(2) is
34	eligible for reappointment.
35	Sec. 2. (a) Except as provided in subsection (b), the voting
36	members of the board of a watershed development commission
37	shall elect the following officers:
38	(1) A chair.



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(2) A vice chair.

(3) A secretary-treasurer.

(b) The board of a watershed development commission to which

section 1(c) of this chapter applies shall elect the following officers:

1	(1) A chair.
2	(2) A secretary-treasurer.
3	(c) When one (1) or more additional counties that are entitled to
4	representation on the board of a watershed development
5	commission under IC 14-30.5-2-7(b) or IC 14-30.5-2-7(c) become
6	members of the commission, the offices referred to in subsection
7	(a) or (b) become vacant and the members of the board shall elect
8	new officers under subsection (a).
9	(d) The term of an individual elected to an office under
10	subsection (a) or (b) may not exceed one (1) year, but the individual
11	is eligible for reelection.
12	(e) An individual elected to an office under subsection (a) or (b)
13	shall perform the duties usually pertaining to the office.
14	(f) The board of a watershed development commission:
15	(1) shall appoint an executive director; and
16	(2) may establish and fill other offices the board considers
17	necessary.
18	Sec. 3. (a) The board of a watershed development commission
19	shall meet:
20	(1) at least four (4) times per calendar year; and
21	(2) on the call of either of the following:
22	(A) The chair.
23	(B) A quorum of the members of the board.
24	(b) A majority of the voting members of a board constitutes a
25	quorum.
26	(c) The affirmative votes of a majority of the voting members of
27	a board are required for the board to take action.
28	(d) A board may adopt rules for the transaction of business.
29	(e) A board shall keep a record of its findings, resolutions, and
30	transactions. The record kept under this subsection is a public
31	record open to inspection and copying under IC 5-14-3.
32	Sec. 4. A member of the board of a watershed development
33	commission is not entitled to receive any compensation for
34	performance of the member's duties except that a member is
35	entitled to a minimum salary per diem from the watershed
36	development commission for the member's participation in board
37	meetings. The amount of the per diem is equal to the amount of the
38	per diem provided under IC 4-10-11-2.1(b).
39	Sec. 5. (a) There is established for each watershed development
40	commission an advisory committee to provide counsel to the board
41	of the commission.
42	(b) Except as provided in subsections (c) and (d), a watershed

(b) Except as provided in subsections (c) and (d), a watershed



1	development commission advisory committee established under
2	this section consists of:
3	(1) a member or representative of the board of supervisors of
4	the soil and water conservation district of each county that is
5	a member of the commission, selected by the board of
6	supervisors; and
7	(2) subject to subsection (c), the county surveyor of each
8	county that is a member of the commission.
9	(c) If the county surveyor of a member county is representing
10	the county on the board of a watershed development commission
11	under section 1(b) or 1(c)(3) of this chapter, the executive of the
12	county may appoint an individual other than the county surveyor
13	to represent the county on the advisory committee. The
14	appointment of an individual to an advisory committee under this
15	subsection expires and the county surveyor becomes a member of
16	the advisory committee when the county surveyor ceases to
17	represent the county on the board of the watershed development
18	commission under section 1(b) or 1(c)(3) of this chapter.
19	(d) If the St. Joseph watershed development commission is
20	established under IC 14-30-3-33:
21	(1) the individuals serving as members of the St. Joseph River
22	basin commission under IC 14-30-3-8 become members of the
23	advisory committee of the St. Joseph watershed development
24	commission;
25	(2) the term of office of an individual who becomes a member
26	of the advisory committee of the St. Joseph watershed
27	development commission under subdivision (1) is as provided
28	in IC 14-30-3-9; and
29	(3) upon:
30	(A) the expiration under IC 14-30-3-9; or
31	(B) the termination under any other circumstances;
32	of the term of office of an individual described in subdivision
33	(1), the office of the individual shall be filled by a successor
34	according to IC 14-30-3-33(j)(4).
35	Sec. 6. (a) The board of a watershed development commission
36	may establish an ad hoc advisory committee other than the
37	advisory committee established under section 5 of this chapter to
38	advise the board on one (1) or more particular subjects.
39	(b) The board may appoint to an ad hoc advisory committee
40	established under this section any individual whose knowledge,
41	experience, training, or interest enables the individual to provide
42	counsel to the board concerning the subject or subjects referred to



1	in subsection (a).
2	Sec. 7. A member of an advisory committee established under
3	section 5 of this chapter or a member of an ad hoc advisory
4	committee established under section 6 of this chapter is not entitled
5	to compensation for the member's services.
6	Chapter 5. Funding of a Watershed Development Commission
7	Sec. 1. (a) A watershed development commission is authorized
8	to provide special benefits to taxpayers in the designated watershed
9	by promoting public safety and economic development that is of
10	public use and benefit through public funds provided by:
11	(1) the fiscal bodies of the Indiana counties that are members
12	of the watershed development commission; and
13	(2) the special assessments imposed under subsection (b) or
14	the optional methods of supporting the watershed
15	development commission as set forth in subsection (d).
16	(b) Except as provided in subsections (c) and (d), there is
17	imposed in the designated watershed of each watershed
18	development commission in each calendar year an annual special
19	assessment against each taxable parcel of real property that is
20	located in the county and within any part of the commission's
21	designated watershed, as follows:
22	(1) For a residential parcel of real property, seven dollars
23	(\$7).
24	(2) For an agricultural parcel of real property, the product of:
25	(A) one dollar (\$1); multiplied by
26	(B) the number of acres in the parcel.
27	(3) For a commercial parcel of real property on which no
28	structures are situated, the product of:
29	(A) two dollars (\$2); multiplied by
30	(B) the number of acres in the parcel.
31	(4) For a commercial parcel of real property on which at least
32	one (1) structure is situated, fifty dollars (\$50).
33	(5) For an industrial or public utility parcel of real property,
34	three hundred sixty dollars (\$360).
35	(c) The amounts of the special assessment set forth in subsection
36	(b) are maximum amounts. The annual special assessment imposed
37	in a calendar year against each taxable parcel of real property that
38	is located in the county and within the watershed development
39	commission's designated watershed may be set by the board of the
40	watershed development commission at amounts lower than those
41	set forth in subsection (b). If the board of a commission determines

that the anticipated financial needs of the commission in the



approaching calendar year do not require the full amount of revenue that would be generated by the special assessment at the amounts set forth in subsection (b), the board, before the first of the public informational meetings held under section 2 of this chapter, may adopt a resolution providing that the special assessment for the approaching calendar year for each class of property described in subsection (b)(1) through (b)(5) will be equal to the amount set forth in subsection (b)(1) through (b)(5) for the class of property, reduced by a percentage determined by the board. The same percentage shall be used to reduce all of the assessment amounts set forth in subsection (b)(1) through (b)(5). The board shall set the reduction percentage so as to produce revenue expected to be sufficient to meet the anticipated financial needs of the watershed development commission in the approaching calendar year.

- (d) The taxable parcels of real property located in a county are not subject to the special assessment imposed by subsection (b) or (c) if the fiscal body of the county adopts a resolution opting to implement one (1) of the following methods of supporting the watershed development commission:
 - (1) The county may pay direct support to the watershed development commission from any resources available to the county. Direct support paid under this subdivision in a calendar year must equal at least ninety percent (90%) of the total amount that would otherwise be due in the annual special assessment against taxable parcels of real property in the county under subsection (b) or (c).

(2) The county may:

- (A) impose a special assessment against one (1) or more of the classes of property to which subsection (b)(1) through (b)(5) would otherwise apply that is less than the special assessment that would otherwise apply to the class or classes of property under subsection (b) or (c); and
- (B) supplement the special assessments imposed under clause (A) by paying direct support to the watershed development commission from any resources available to the county;

if the total of the special assessment imposed under clause (A) and the direct support paid under clause (B) in a calendar year at least equals the total amount that would otherwise be due in the annual special assessment against taxable parcels of real property in the county under subsection (b) or (c).



1	(3) The county may impose a schedule of special assessments
2	under which:
3	(A) a special assessment for one (1) or more of the classes
4	of property described in subsection (b)(1) through (b)(5) is
5	greater than the special assessment that would otherwise
6	apply to the class or classes of property under subsection
7	(b) or (c); and
8	(B) the total amount of revenue in the calendar year from
9	the special assessment imposed under clause (A) is greater
10	than the total amount of revenue that would otherwise be
11	produced by the annual special assessment against taxable
12	parcels of real property in the county under subsection (b)
13	or (c).
14	(e) Payments of direct support under subsection (d)(1) are due
15	at the same time that special assessments would otherwise be paid
16	to the watershed development commission under section 3(e) of this
17	chapter.
18	Sec. 2. (a) Before January 1 of a calendar year in which an
19	annual special assessment will be imposed under section 1(b) of this
20	chapter or the watershed development commission will be
21	supported through another method under section 1(d) of this
22	chapter, the board of the watershed development commission must
23	hold at least two (2) public informational meetings in each county
23 24 25	that is a member of the watershed development commission
25	concerning:
26	(1) the nature and details of the special assessment imposed
27	under section 1(b) or 1(c) of this chapter or the support
28	provided under section 1(d) of this chapter; and
29	(2) a description of:
30	(A) the flood damage reduction projects;
31	(B) the administrative needs; and
32	(C) if the watershed district has water quality purposes
33	under IC 14-30.5-3-1(b), the water quality projects and
34	actions;
35	for which the revenue generated from the annual special
36	assessment imposed under section 1(b) or 1(c) of this chapter
37	or the support provided under section 1(d) of this chapter will
38	be used.
39	(b) A majority of the members of the board of the watershed
40	development commission, including the executive director of the
41	board and the member or members of the board who were

appointed from the county in which the meeting is being held, must



1	be present for a meeting held under subsection (a).
2	Sec. 3. (a) In each calendar year in which an annual special
3	assessment will be imposed under section 1(b), 1(c), 1(d)(2), or
4	1(d)(3) of this chapter, the county auditor shall do the following
5	with respect to the property tax statement of the owner of a taxable
6	parcel that is subject to the special assessment:
7	(1) Add the amount of the special assessment.
8	(2) Designate the special assessment in a manner distinct from
9	general taxes.
10	(3) Indicate that the full annual assessment is due in the year
11	in which the statement is sent to the owner of the taxable
12	parcel.
13	(b) A special assessment imposed under section 1(b), 1(c),
14	1(d)(2), or 1(d)(3) of this chapter shall be collected in the same
15	manner as other special assessments are collected under IC 6-1.1.
16	However, a delinquent special assessment is not subject to
17	enforcement under IC 6-1.1-24 and IC 6-1.1-25. The following
18	apply to the enforcement of a special assessment:
19	(1) The assessment is not the personal obligation of the owner
20	of the taxable parcel affected by the assessment.
21	(2) A special assessment constitutes a lien against the taxable
22	parcel.
23	(3) The lien described in subdivision (2) is superior to all other
24	liens except tax liens and first lien mortgages.
25	(c) At the time of each annual tax settlement, the county auditor
26	shall certify the amount of the special assessments collected.
27	(d) The county auditor shall do the following:
28	(1) In the case of special assessments imposed under section
29	1(b) or 1(c) of this chapter, the county auditor shall pay the
30	total amount of the special assessments collected under this
31	section to the watershed development commission for deposit
32	under section 6 of this chapter.
33	(2) In the case of a county in which the fiscal body adopts a
34	resolution to impose special assessments under section $1(d)(2)$
35	of this chapter, the county auditor shall do the following:
36	(A) Retain from the special assessments collected under
37	this section for the county's use under section 5 of this
38	chapter an amount equal to ten percent (10%) of the
39	amount that would otherwise be due under section 1(b) of
40	this chapter in the annual special assessment against
41	taxable parcels of real property in the county that are

located within any part of the watershed development



1	commission's designated watershed.
2	(B) Pay the remainder of the special assessments collected
3	under this section to the watershed development
4	commission for deposit under section 6 of this chapter.
5	(3) In the case of a county in which the fiscal body adopts a
6	resolution to impose special assessments under section 1(d)(3)
7	of this chapter, the county auditor shall do the following:
8	(A) Retain from the special assessments collected under
9	this section the following amounts for the county's use
10	under section 5 of this chapter:
11	(i) The total amount of the special assessments imposed
12	under section 1(d)(3) of this chapter that exceeds the
13	amount that would otherwise be due in the annual
14	special assessment against taxable parcels of real
15	property in the county under section 1(b) or 1(c) of this
16	chapter.
17	(ii) An amount equal to ten percent (10%) of the amount
18	that would otherwise be due in the annual special
19	assessment against taxable parcels of real property in the
20	county under section 1(b) or 1(c) of this chapter.
21	(B) Pay the remainder of the special assessments collected
22	under this section to the watershed development
23	commission for deposit under section 6 of this chapter.
23 24 25	(e) The county auditor shall make the payments to the
25	watershed development commission required by subsection (d) on
26	the dates of the June and December settlement and apportionment
27	of property taxes collected under IC 6-1.1.
28	Sec. 4. (a) If:
29	(1) a county fails to pay direct support or special assessments
30	to the watershed development commission when due under
31	section 1(e) or 3(e) of this chapter; and
32	(2) more than thirty (30) days have elapsed since the due date;
33	the watershed development commission shall notify the auditor of
34	state of the county's failure to pay and the amount due from the
35	county. The commission may request that the auditor of state pay
36	the amount due from local income taxes otherwise distributable to
37	the county under IC 6-3.6. The auditor of state shall immediately
38	contact the county auditor and the commission to confirm whether
39	the county is unable to make the required payment. Upon
40	confirming the county's inability to make the payment, the auditor
41	of state shall deduct the amount due from the next distribution of

local income taxes allocated to the county under IC 6-3.6.



1	(b) This section shall be interpreted liberally to ensure that the
2	obligations of the watershed development commission are paid to
3	the extent legally valid. However, this section does not create a debt
4	of the state.
5	Sec. 5. A county shall use money retained under section 3(d)(2)
6	and 3(d)(3) of this chapter for the following purposes:
7	(1) To improve flood storage capacity along the rivers in the
8	designated watershed of the watershed development
9	commission.
10	(2) For flood damage reduction and drainage projects within
11	the designated watershed of the commission.
12	Sec. 6. (a) A watershed development commission shall deposit
13	special assessments received under section 3 of this chapter into a
14	segregated account maintained by the commission. Except as
15	provided in subsection (b), special assessments deposited into the
16	account may not be transferred into other accounts belonging to
17	the commission. Money in the account may be used only for the
18	following purposes:
19	(1) To pay expenses directly related to the acquisition,
20	construction, or improvement of real property, a facility, a
21	betterment, or an improvement constituting part of a project
22	of the commission, including acquisition of the site for a
23	project.
24	(2) To pay expenses directly related to the operation, repair,
25	ı v
26	8
27	(3) To pay the annual installment and interest on a loan or
28	other financial assistance received by the commission under
29	
30	(4) To pay:
31	(A) the compensation of:
32	(i) the executive director of the commission appointed
33	under IC 14-30.5-4-2(f)(1); and
34	(ii) the individuals holding any other offices of the
35	commission established under IC 14-30.5-4-2(f)(2); and
36	(B) other administrative expenses of the commission.
37	(b) A watershed development commission that has:
38	(1) obtained easements from landowners; or
39	
40	allowing the use of land for flood storage purposes shall establish
41	an account for reimbursing the landowners for the use of their land
42	for flood storage. The account consists of money transferred from



	33
1	the segregated account described in subsection (a). A commission
2	may transfer into the account established under this subsection
3	amounts that the board of the commission considers appropriate.
4	Sec. 7. (a) The counties that are members of a watershed
5	development commission may budget, appropriate, and disburse
6	to the commission a sum of money each year to carry out the
7	purposes of the commission under this article. A sum disbursed to
8	the commission under this section must be in addition to payments
9	made to the commission under sections 1 through 3 of this chapter.
10	(b) Upon request from a watershed development commission, a

- (b) Upon request from a watershed development commission, a regional planning commission established under IC 36-7-7 or IC 36-7-7.6 may:
 - (1) furnish support staff needed by the watershed development commission; and
 - (2) collect a reasonable charge from the watershed development commission for the staff furnished.
- Sec. 8. (a) The board of a watershed development commission shall do the following:
 - (1) Prepare and adopt by majority vote an annual budget for the commission.
 - (2) Submit the budget to each county, municipality, or agency appropriating money for the use of the commission.
- (b) After the board of a watershed development commission approves an annual budget, the commission may expend money only as budgeted unless a majority vote of the board of the commission authorizes the expenditure other than according to the budget.
- (c) Any appropriated amounts remaining unexpended or unencumbered at the end of a year become part of a nonreverting cumulative fund to be held in the name of the watershed development commission. The board of a commission may authorize unbudgeted expenditures from this fund by a majority vote of the board.
- (d) A watershed development commission is responsible for the safekeeping and deposit of money it receives under this chapter. The state board of accounts shall:
 - (1) prescribe the methods and forms for keeping; and
- (2) periodically audit; the accounts, records, and books of each watershed development commission.
- (e) The secretary-treasurer of the board of a watershed development commission may receive, disburse, and handle money



1	belonging to the commission, subject to the following:
2	(1) Applicable statutes.
3	(2) Procedures established by the board of the commission.
4	Chapter 6. Public Works Projects of a Watershed Development
5	Commission
6	Sec. 1. (a) For purposes of this section, "undeveloped public
7	land" does not include the following:
8	(1) State parks established under IC 14-19.
9	(2) Nature preserves established under IC 14-31.
10	(3) Other public lands that must be used for purposes other
11	than flood damage reduction storage as a condition of:
12	(A) federal or state law; or
13	(B) funding received from federal, state, or private sources.
14	(b) A watershed development commission shall coordinate its
15	flood damage reduction activities with the department and other
16	public agencies to ensure that undeveloped public land is used for
17	providing flood storage to the greatest extent feasible before other
18	lands are used.
19	Sec. 2. (a) Before undertaking a flood damage reduction,
20	drainage, storm water management, or water infrastructure public
21	works project (or, if a watershed development commission has
22	water quality purposes under IC 14-30.5-3-1(b), a water quality
23	public works project) that:
24	(1) may be subject to regulation under:
25	(A) IC 14-26-5; or
26	(B) IC 14-28-1; or
27	(2) may require an individual permit under Section 404 of the
28	federal Clean Water Act (33 U.S.C. 1344);
29	a watershed development commission shall request a review of the
30	project through a written notification to the department's division
31	of water (referred to as "the division" in this section). The
32	notification may include a request to schedule an onsite field
33	review of the project.
34	(b) If an onsite field review is requested under subsection (a),
35	the division, not more than fourteen (14) days after receiving the
36	request, shall contact:
37	(1) the county surveyor of each county that is a member of the
38	watershed development commission; and
39	(2) the department of environmental management;
40	to establish a date, time, and location for the onsite field review.
41	(c) An onsite field review requested under subsection (a) shall be
42	conducted by a team consisting of:



1	(1) one (1) or more representatives of each county that is
2	member of the watershed development commission;
3	(2) one (1) or more representatives of the departmen
4	including an engineer from the division;
5	(3) one (1) or more representatives of the department o
6	environmental management; and
7	(4) representatives of the soil and water conservation distric
8	of each county in which the project will be conducted.
9	(d) Not more than thirty (30) calendar days after the completion
10	of an onsite field review under this section, the division shall
11	provide to the county surveyor of each county that is a member o
12	the watershed development commission a written summary of the
13	onsite field review. The summary must contain the following:
14	(1) A narrative and map defining the project location.
15	(2) A description of the work proposed for the project.
16	(3) A statement of:
17	(A) the conditions that the department would place on a
18	permit for the project to mitigate any unreasonable of
19	detrimental effects that may occur as a result of the
20	proposed work;
21	(B) the conditions that the department of environmenta
22	management would place on a certification for the projec
23	under Section 401 of the federal Clean Water Act (3:
24	U.S.C. 1341), if it is possible to ensure compliance with
25	Section 401 by placing conditions on the certification; or
26	(C) both sets of conditions described in clauses (A) and (B)
27	Sec. 3. (a) A watershed development commission may give
28	preference to an Indiana business that submits a bid under thi
29	article in connection with a public works project if both of the
30	following apply:
31	(1) An out-of-state business also submits a bid.
32	(2) The out-of-state business is a business from a state tha
33	gives public works preferences unfavorable to Indiana
34	businesses.
35	(b) A watershed development commission shall establish criteria
36	for determining the following:
37	(1) Whether a bidder qualifies as an Indiana business.
38	(2) Whether another state's public works preference i
39	unfavorable to Indiana businesses.
40	(3) The method by which the preference for Indians
41	businesses is to be computed.

(c) The preference that a watershed development commission



gives to an Indiana business over an out-of-state business under
this section may not be more favorable to the Indiana business than
the preference of the state of the out-of-state business is to that
state's businesses.
Sec. 4. (a) Each contractor entering a bid for a public works
project of a watershed development commission must provide the
watershed development commission with information on:
(1) the number of residents of Indiana who will be employed
by the contractor; and
(2) the number of residents of Indiana who will be employed
by any subcontractor of the contractor.
(b) The goal for a contract awarded by a watershed
development commission for a public works project is to award the
contract to a contractor that:
(1) employs residents of Indiana as at least ninety percent
(90%) of the employees who work on the contract; and
(2) enters into subcontracts only with subcontractors who
employ residents of Indiana as at least ninety percent (90%)
of the employees who work on the subcontract.



COMMITTEE REPORT

Mr. Speaker: Your Committee on Natural Resources, to which was referred House Bill 1639, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 21, between lines 5 and 6, begin a new line block indented and insert:

"(4) Set voluntary water quality goals.".

Page 21, between lines 15 and 16, begin a new line blocked left and insert:

"However, a water quality purpose, goal, or project does not convey water quality regulatory authority to a watershed development commission."

Page 25, line 23, after "state." insert "However, an agreement under this subsection does not convey water quality regulatory authority to a watershed development commission."

and when so amended that said bill do pass.

(Reference is to HB 1639 as introduced.)

LINDAUER

Committee Vote: yeas 13, nays 0.

