



**S.F. No. 1560, 1st Engrossment - 87th Legislative Session (2011-2012) [S1560-1]**

2.1 ~~under subdivision 4, paragraph (c), before requesting approval from the commissioner~~  
2.2 ~~of health under section 144.383, paragraph (a), to construct a public water supply well~~  
2.3 ~~or requesting an increase in the authorized volume of appropriation. Demand reduction~~  
2.4 ~~measures must include evaluation of conservation rate structures and a public education~~  
2.5 ~~program that may include a toilet and showerhead retrofit program. The commissioner~~  
2.6 ~~of natural resources and the water supplier shall use a collaborative process to achieve~~  
2.7 ~~demand reduction measures as a part of a water supply plan review process.~~

2.8 (d) Public water suppliers serving more than 1,000 people must submit records  
2.9 that indicate the number of connections and amount of use by customer category and  
2.10 volume of water unaccounted for with the annual report of water use required under  
2.11 section 103G.281, subdivision 3.

2.12 (e) For the purposes of this section, "public water supplier" means an entity  
2.13 that owns, manages, or operates a public water supply, as defined in section 144.382,  
2.14 subdivision 4.

2.15 Sec. 2. Minnesota Statutes 2010, section 103G.291, subdivision 4, is amended to read:

2.16 Subd. 4. ~~Conservation rate structure required~~ **Demand reduction measures.**

2.17 (a) For the purposes of this section, "demand reduction measures" means measures that  
2.18 reduce water demand, water losses, peak water demands, and nonessential water uses.

2.19 Demand reduction measures must include a conservation rate structure, or a uniform rate  
2.20 structure with a conservation program that achieves demand reduction. A "conservation

2.21 rate structure" means a rate structure that encourages conservation and may include  
2.22 increasing block rates, seasonal rates, time of use rates, individualized goal rates, or excess  
2.23 use rates. If a conservation rate is applied to multi-family dwellings, the rate structure  
2.24 must consider each residential unit as an individual user in multiple-family dwellings.

2.25 (b) To encourage conservation, a public water supplier serving more than 1,000  
2.26 people ~~in the metropolitan area, as defined in section 473.121, subdivision 2, shall use~~  
2.27 ~~a conservation rate structure by January 1, 2010. All remaining public water suppliers~~  
2.28 ~~serving more than 1,000 people shall use a conservation rate structure~~ must implement  
2.29 demand reduction measures by January 1, ~~2013~~ 2015.

2.30 (c) ~~A public water supplier without the proper measuring equipment to track the~~  
2.31 ~~amount of water used by its users, as of July 1, 2008, is exempt from this subdivision and~~  
2.32 ~~the conservation rate structure requirement under subdivision 3, paragraph (c).~~