Estes By: (Miller of Comal) S.B. No. 692

A BILL TO BE ENTITLED

1 AN ACT 2 relating to exemptions from groundwater conservation district 3 permit requirements. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Subsections (a) through (d), (f), and 5 (h) 6 through (k), Section 36.117, Water Code, are amended to read as follows: 7 A district by rule may provide an exemption [exempt 8 (a) wells] from the district's requirement to obtain [of obtaining] a 9 10 drilling permit, an operating permit, or any other permit required by this chapter or the district's rules. 11 12 (b) Except as provided by this section, a [A] district shall 13 provide an exemption from the district requirement to obtain a [may not require any] permit [issued by the district] for: 14 drilling or operating a well used solely for 15 (1) domestic use or for providing water for livestock or poultry if the 16 17 well is: (A) located or to be located on a tract of land 18 larger than 10 acres; and 19 20 (B) [that is either] drilled, completed, or equipped so that it is incapable of producing more than 25,000 21 22 gallons of groundwater a day; 23 [the] drilling [of] a water well used solely to (2) 24 supply water for a rig that is actively engaged in drilling or

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1 exploration operations for an oil or gas well permitted by the 2 Railroad Commission of Texas provided that the person holding the 3 permit is responsible for drilling and operating the water well and 4 the <u>water</u> well is located on the same lease or field associated with 5 the drilling rig; or

6 (3) [the] drilling [of] a water well authorized under 7 a permit issued by the Railroad Commission of Texas under Chapter 8 134, Natural Resources Code, or for production from the [such a] 9 well to the extent the withdrawals are required for mining 10 activities regardless of any subsequent use of the water.

11 (c) A district may not restrict the production of <u>water from</u> 12 any well <u>described by</u> [that is exempt from permitting under] 13 Subsection (b)(1).

(d) <u>A</u> [Notwithstanding Subsection (b), a] district may
<u>cancel a previously granted exemption, and may require an operating</u>
<u>permit for or restrict production from</u> a well, [to be permitted by
the district and to comply with all district rules] if:

18 (1) the [withdrawals from a] well <u>is located</u> in the 19 Hill Country Priority Groundwater Management Area and <u>the</u> 20 <u>groundwater withdrawals that were</u> exempted under Subsection (b)(1) 21 are no longer used solely for domestic use or to provide water for 22 livestock or poultry;

(2) the <u>groundwater withdrawals that were</u> [purpose of
a well] exempted under Subsection (b)(2) <u>are</u> [is] no longer <u>used</u>
solely to supply water for a rig that is actively engaged in
drilling or exploration operations for an oil or gas well permitted
by the Railroad Commission of Texas; or

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1 (3) the <u>groundwater</u> withdrawals <u>that were</u> [from a 2 well] exempted under Subsection (b)(3) are no longer necessary for 3 mining activities or are greater than the amount necessary for 4 mining activities specified in the permit issued by the Railroad 5 Commission of Texas under Chapter 134, Natural Resources Code.

6 (f) <u>A</u> [Notwithstanding Subsection (d), a] district may
7 [not] require compliance with the district's well spacing rules for
8 <u>the drilling of any</u> [a] well <u>except a well</u> exempted under Subsection
9 (b)(3) [to comply with the spacing requirements of the district].

10 (h) A <u>district shall require the owner of a</u> water well <u>to</u> 11 [exempted under Subsection (a) or (b) shall]:

12 (1) <u>register the well</u> [be registered] in accordance
13 with rules promulgated by the district; and

14 (2) <u>equip and maintain the well</u> [be equipped and 15 maintained so as] to conform to the district's rules requiring 16 installation of casing, pipe, and fittings to prevent the escape of 17 groundwater from a groundwater reservoir to any reservoir not 18 containing groundwater and to prevent the pollution or harmful 19 alteration of the character of the water in any groundwater 20 reservoir.

(i) The driller of a well [exempted under Subsection (a) or (b)] shall file [the drilling log] with the district the well log required by Section 1901.251, Occupations Code, and, if available, the geophysical log.

(j) <u>An exemption provided under Subsection (b) does not</u> <u>apply to a</u> [A] well <u>if the groundwater withdrawn is used</u> to supply water for a subdivision of land for which a plat approval is

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1 required by Chapter 232, Local Government Code[, is not exempted
2 under Subsection (b)].

3 (k) Groundwater withdrawn [from a well exempt from 4 permitting or regulation] under an exemption provided in accordance 5 with this section and subsequently transported outside the 6 boundaries of the district is subject to any applicable production 7 and export fees under Sections 36.122 and 36.205.

8 SECTION 2. This Act takes effect immediately if it receives 9 a vote of two-thirds of all the members elected to each house, as 10 provided by Section 39, Article III, Texas Constitution. If this 11 Act does not receive the vote necessary for immediate effect, this 12 Act takes effect September 1, 2011.