By: Seliger

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	A BILL TO BE ENTITLED
1	AN ACT
2	relating to groundwater conservation district management plans.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Sections 36.1071(a) and (b), Water Code, are
5	amended to read as follows:
6	(a) Following notice and hearing, the district shall, in
7	coordination with surface water management entities on a regional
8	basis, develop a [ <del>comprehensive</del> ] management plan <u>that</u> [ <del>which</del> ]
9	addresses the following management goals, as applicable:
10	(1) providing the most efficient use of groundwater;
11	(2) controlling and preventing waste of groundwater;
12	(3) controlling and preventing subsidence;
13	(4) addressing conjunctive surface water management
14	issues;
15	(5) addressing natural resource issues;
16	(6) addressing drought conditions;
17	(7) addressing conservation, recharge enhancement,
18	rainwater harvesting, precipitation enhancement, or brush control,
19	where appropriate and cost-effective; and
20	(8) addressing in a quantitative manner the desired
21	future conditions of the groundwater resources.
22	(b) The [A district] management plan, or any amendments to
23	the [a district management] plan, shall be developed [by the
24	district] using the district's best available data and forwarded to

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1 the regional water planning group for use in their planning 2 process.

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3 SECTION 2. Section 36.1072, Water Code, is amended to read 4 as follows:

Sec. 36.1072. TEXAS WATER DEVELOPMENT BOARD REVIEW AND
APPROVAL OF MANAGEMENT PLAN. (a) <u>In this section</u>, "development
<u>board</u>" means the Texas Water Development Board.

8 <u>(a-1)</u> A district shall, not later than three years after the 9 creation of the district or, if the district required confirmation, 10 <u>not later than three years</u> after the election confirming the 11 district's creation, submit the management plan required under 12 Section 36.1071 to the executive administrator for review and 13 approval.

14 (b) Within 60 days of receipt of a district's management 15 plan adopted under Section 36.1071, readopted under Subsection (e) or (g) of this section, or amended under Section 36.1073, the 16 17 executive administrator shall approve the district's [<del>a</del> management] plan if the plan is administratively complete. 18 А 19 management plan is administratively complete when it contains the information required to be submitted under Section 36.1071(a) and 20 21 (e). The executive administrator may determine whether conditions justify waiver of the requirements under Section 36.1071(e)(4). 22

(c) Once the executive administrator has approved a
 <u>district's</u> management plan:

(1) the executive administrator may not revoke but may
 require revisions to the approved [groundwater conservation
 district] management plan as provided by Subsection (g); and

1 (2) the executive administrator may request 2 additional information from the district if the information is 3 necessary to clarify, modify, or supplement previously submitted 4 material, but a request for additional information does not render 5 the management plan unapproved.

6 (d) A management plan takes effect on approval by the
7 executive administrator or, if appealed, on approval by the
8 <u>development board</u> [Texas Water Development Board].

9 (e) The district may review the plan annually and must review and readopt the plan with or without revisions at least once 10 every five years. The district shall provide the readopted plan to 11 the executive administrator not later than the 60th day after the 12 date on which the plan was readopted. Approval of the preceding 13 14 management plan remains in effect until the executive administrator 15 approves the readopted management plan or until the date on which any dispute under Subsection (f) or (g) is resolved. The executive 16 17 administrator shall report a district's failure to timely submit a readopted management plan to the commission [+ 18

19 [(1) the district fails to timely readopt a management
20 plan;

21 [(2) the district fails to timely submit the 22 district's readopted management plan to the executive 23 administrator; or

24 [(3) the executive administrator determines that the 25 readopted management plan does not meet the requirements for 26 approval, and the district has exhausted all appeals to the Texas 27 Water Development Board or appropriate court].

If the executive administrator does not approve the 1 (f) district's management plan, the executive administrator shall 2 provide to the district, in writing, the reasons for 3 the action. Not later than the 180th day after the date a district 4 5 receives notice that its management plan has not been approved, the district may submit a revised management plan for review and 6 The executive administrator's decision may be appealed 7 approval. 8 to the development board [Texas Water Development Board]. If the development board [Texas Water Development Board] decides not to 9 approve the district's management plan on appeal, the district may 10 request that the conflict be mediated. The district and the board 11 may seek the assistance of the Center for Public Policy Dispute 12 Resolution at The University of Texas School of Law or 13 an 14 alternative dispute resolution system established under Chapter 15 152, Civil Practice and Remedies Code, in obtaining a qualified impartial third party to mediate the conflict. The cost of the 16 17 mediation services must be specified in the agreement between the parties and the Center for Public Policy Dispute Resolution or the 18 alternative dispute resolution system. If the parties do not 19 resolve the conflict through mediation, the decision of the 20 development board [Texas Water Development Board] not to approve 21 the district's management plan may be appealed to a district court 22 23 in Travis County. Costs for the appeal shall be set by the court 24 hearing the appeal. An appeal under this subsection is by trial de The commission shall not take enforcement action against a 25 novo. 26 district under Subchapter I until the latest [later] of the expiration of the 180-day period, the date the development board 27

[Texas Water Development Board] has taken final action withholding 1 approval of a revised management plan, the date the mediation is 2 3 completed, or the date a final judgment upholding the board's decision is entered by a district court. An enforcement action may 4 not be taken against a district by the commission or the state 5 auditor under Subchapter I because the district's management plan 6 and the approved regional water plan are in conflict while the 7 parties are attempting to resolve the conflict before 8 the development board, in mediation, or in court. Rules of 9 the district continue in full force and effect until all appeals under 10 this subsection have been exhausted and the final judgment is 11 12 adverse to the district.

[In this subsection, "development board" means the 13 (g) 14 Texas Water Development Board.] A person with a legally defined 15 interest in groundwater in a district, or the regional water planning group, may file a petition with the development board 16 17 stating that a conflict requiring resolution may exist between the district's approved management plan developed under 18 Section 19 36.1071 and the state water plan. If a conflict exists, the development board shall provide technical assistance to and 20 facilitate coordination between the involved person or regional 21 water planning group and the district to resolve the conflict. 22 Not later than the 45th day after the date the person or the regional 23 water planning group files a petition with the development board, 24 if the conflict has not been resolved, the district and the involved 25 26 person or regional planning group may mediate the conflict. The district and the involved person or regional planning group may 27

1 seek the assistance of the Center for Public Policy Dispute Resolution at The University of Texas School of Law or 2 an 3 alternative dispute resolution system established under Chapter 152, Civil Practice and Remedies Code, in obtaining a qualified 4 5 impartial third party to mediate the conflict. The cost of the mediation services must be specified in the agreement between the 6 parties and the Center for Public Policy Dispute Resolution or the 7 8 alternative dispute resolution system. If the district and the involved person or regional planning group cannot resolve the 9 10 conflict through mediation, the development board shall resolve the conflict not later than the 60th day after the date the mediation is 11 12 completed. The development board action under this provision may be consolidated, at the option of the board, with related action 13 14 under Section 16.053(p). If the development board determines that 15 resolution of the conflict requires a revision of the approved [groundwater conservation district] 16 management plan, the 17 development board shall provide information to the district. The district shall prepare any revisions to the plan based on the 18 19 information provided by the development board and shall hold, after notice, at least one public hearing at some central location within 20 21 the district. The district shall consider all public and development board comments, prepare, revise, and adopt 22 its 23 management plan, and submit the revised management plan to the 24 development board for approval. On the request of the district or the regional water planning group, the development board shall 25 26 include discussion of the conflict and its resolution in the state water plan that the development board provides to the governor, the 27

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1 lieutenant governor, and the speaker of the house of representatives under Section 16.051(e). If the groundwater 2 3 conservation district disagrees with the decision of the development board under this subsection, the district may appeal 4 5 the decision to a district court in Travis County. Costs for the appeal shall be set by the court hearing the appeal. 6 An appeal 7 under this subsection is by trial de novo.

8 SECTION 3. Sections 36.108(b) and (c), Water Code, are 9 amended to read as follows:

(b) If two or more districts are located within the 10 11 boundaries of the same management area, each district shall 12 [prepare a comprehensive management plan as required by Section 36.1071 covering that district's respective territory. On 13 14 completion and approval of the plan as required by Section 36.1072, 15 each district shall forward a copy of that district's [the] new or revised management plan to the other districts in the management 16 17 area. The boards of the districts shall consider the plans individually and shall compare them to other management plans then 18 in force in the management area. 19

(c) The presiding officer, or the presiding officer's designee, of each district located in whole or in part in the management area shall meet at least annually to conduct joint planning with the other districts in the management area and to review the management plans and accomplishments for the management area. In reviewing the management plans, the districts shall consider:

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(1) the goals of each management plan and its impact on

1 planning throughout the management area;

2 (2) the effectiveness of the measures established by 3 each <u>district's</u> management plan for conserving and protecting 4 groundwater and preventing waste, and the effectiveness of these 5 measures in the management area generally;

6 (3) any other matters that the boards consider 7 relevant to the protection and conservation of groundwater and the 8 prevention of waste in the management area; and

9 (4) the degree to which each management plan achieves 10 the desired future conditions established during the joint planning 11 process.

SECTION 4. Section 36.113(d), Water Code, is amended to read as follows:

14 (d) Before granting or denying a permit or permit amendment,15 the district shall consider whether:

16 (1) the application conforms to the requirements 17 prescribed by this chapter and is accompanied by the prescribed 18 fees;

(2) the proposed use of water unreasonably affects
existing groundwater and surface water resources or existing permit
holders;

(3) the proposed use of water is dedicated to anybeneficial use;

(4) the proposed use of water is consistent with the
 district's <u>approved</u> [<del>certified water</del>] management plan;

(5) if the well will be located in the Hill CountryPriority Groundwater Management Area, the proposed use of water

1 from the well is wholly or partly to provide water to a pond, lake, 2 or reservoir to enhance the appearance of the landscape;

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3 (6) the applicant has agreed to avoid waste and4 achieve water conservation; and

5 (7) the applicant has agreed that reasonable diligence 6 will be used to protect groundwater quality and that the applicant 7 will follow well plugging guidelines at the time of well closure.

8 SECTION 5. Section 36.116(b), Water Code, is amended to 9 read as follows:

10 (b) In promulgating any rules limiting groundwater production, the district may preserve historic or existing use 11 before the effective date of the rules to the maximum extent 12 practicable consistent with the district's 13 [comprehensive] 14 management plan under Section 36.1071 and as provided by Section 15 36.113.

16 SECTION 6. Section 36.122(f), Water Code, is amended to 17 read as follows:

18 (f) In reviewing a proposed transfer of groundwater out of 19 the district, the district shall consider:

(1) the availability of water in the district and in the proposed receiving area during the period for which the water supply is requested;

(2) the projected effect of the proposed transfer on
 aquifer conditions, depletion, subsidence, or effects on existing
 permit holders or other groundwater users within the district; and

26 (3) the approved regional water plan and <u>approved</u>
27 [<del>certified</del>] district management plan.

1 SECTION 7. Section 36.207, Water Code, is amended to read as
2 follows:

Sec. 36.207. USE OF PERMIT FEES AUTHORIZED BY SPECIAL LAW. 3 A district may use funds obtained from permit fees collected 4 pursuant to the special law governing the district for any purpose 5 consistent with the district's <u>approved</u> [certified water] 6 management plan including, without limitation, making grants, 7 8 loans, or contractual payments to achieve, facilitate, or expedite reductions in groundwater pumping or the development 9 or 10 distribution of alternative water supplies.

SECTION 8. Section 36.301, Water Code, is amended to read as follows:

Sec. 36.301. FAILURE TO SUBMIT A MANAGEMENT PLAN. If a <u>district</u> [board] fails to submit a management plan or to receive <u>approval</u> [certification] of its management plan under Section 36.1072, or fails to submit or receive <u>approval</u> [certification] of an amendment to the management plan under Section 36.1073, the commission shall take appropriate action under Section 36.303.

SECTION 9. Section 36.3011, Water Code, is amended to read as follows:

21 Sec. 36.3011. FAILURE OF DISTRICT ТО CONDUCT JOINT PLANNING. Not later than the 45th day after receiving the review 22 panel's report under Section 36.108, the executive director or the 23 24 commission shall take action to implement any or all of the panel's recommendations. The commission may take any action against a 25 26 district it considers necessary in accordance with Section 36.303 if the commission finds that: 27

S.B. No. 727 (1) a district has failed to submit its <u>management</u> 2 plan to the executive administrator;

3 (2) a district has failed to adopt rules;
4 (3) the rules adopted by the district are not designed
5 to achieve the desired future condition of the groundwater
6 resources in the groundwater management area; or

7 (4) the groundwater in the management area is not 8 adequately protected by the rules adopted by the district, or the 9 groundwater in the management area is not adequately protected 10 because of the district's failure to enforce substantial compliance 11 with its rules.

12 SECTION 10. This Act takes effect immediately if it 13 receives a vote of two-thirds of all the members elected to each 14 house, as provided by Section 39, Article III, Texas Constitution. 15 If this Act does not receive the vote necessary for immediate 16 effect, this Act takes effect September 1, 2011.