By: Zaffirini

S.B. No. 854

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the renewal or amendment of certain permits issued by
3	groundwater conservation districts.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 36.001, Water Code, is amended by adding
6	Subdivision (31) to read as follows:
7	(31) "Operating permit" means any permit issued by the
8	district for the operation of or production from a well, including a
9	permit to drill or complete a well if the district does not require
10	a separate permit for the drilling or completion of a well.
11	SECTION 2. Sections 36.113(d) and (f), Water Code, are
12	amended to read as follows:
13	(d) Except as provided by Sections 36.1145 and 36.1146,
14	<u>before</u> [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;
19	(2) the proposed use of water unreasonably affects
20	existing groundwater and surface water resources or existing permit
21	holders;
22	(3) the proposed use of water is dedicated to any
23	<pre>beneficial use;</pre>
24	(4) the proposed use of water is consistent with the

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1 district's approved management plan;

(5) if the well will be located in the Hill Country
Priority Groundwater Management Area, the proposed use of water
from the well is wholly or partly to provide water to a pond, lake,
or reservoir to enhance the appearance of the landscape;

6 (6) the applicant has agreed to avoid waste and 7 achieve water conservation; and

8 (7) the applicant has agreed that reasonable diligence 9 will be used to protect groundwater quality and that the applicant 10 will follow well plugging guidelines at the time of well closure.

Except as provided by Sections 36.1145 and 36.1146, 11 (f) 12 permits [Permits] and permit amendments may be issued subject to the rules promulgated by the district and subject to terms and 13 14 provisions with reference to the drilling, equipping, completion, 15 alteration, or operation of, or production of groundwater from, wells or pumps that may be necessary to prevent waste and achieve 16 17 water conservation, minimize as far as practicable the drawdown of the water table or the reduction of artesian pressure, lessen 18 19 interference between wells, or control and prevent subsidence.

20 SECTION 3. Sections 36.114(b) and (c), Water Code, are 21 amended to read as follows:

(b) For each activity for which the district determines a permit or permit amendment is required under Subsection (a)<u>, and</u> that is not exempt from a hearing requirement under Section <u>36.1145</u>, the district by rule shall determine whether a hearing on the permit or permit amendment application is required.

27 (c) For all applications for which a hearing is not required

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1 under Subsection (b) <u>or Section 36.1145</u>, the board shall act on the 2 application at a meeting, as defined by Section 551.001, Government 3 Code, unless the board by rule has delegated to the general manager 4 the authority to act on the application.

5 SECTION 4. Subchapter D, Chapter 36, Water Code, is amended 6 by adding Sections 36.1145 and 36.1146 to read as follows:

Sec. 36.1145. OPERATING PERMIT RENEWAL. (a) Except as
 provided by Subsection (b), a district shall without a hearing
 renew or approve an application to renew an operating permit before
 the date on which the permit expires, provided that:

11 (1) the application, if required by the district, is 12 submitted in a timely manner and accompanied by any required fees in 13 accordance with district rules; and

14 (2) the permit holder is not requesting a change 15 related to the renewal that would require a permit amendment under 16 district rules.

17 (b) A district is not required to renew a permit under this 18 section if the applicant:

19 <u>(1) is delinquent in paying a fee required by the</u> 20 district;

21 (2) is subject to a pending enforcement action for a 22 substantive violation of a district permit, order, or rule that has 23 not been settled by agreement with the district or a final 24 adjudication; or

25 (3) has not paid a civil penalty or has otherwise
26 failed to comply with an order resulting from a final adjudication
27 of a violation of a district permit, order, or rule.

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1	(c) If a district is not required to renew a permit under
2	Subsection (b)(2), the permit remains in effect until the final
3	settlement or adjudication on the matter of the substantive
4	violation.
5	Sec. 36.1146. CHANGE IN OPERATING PERMITS. (a) If the
6	holder of an operating permit, in connection with the renewal of a
7	permit or otherwise, requests a change to the permit that requires
8	an amendment to the permit under district rules, the original
9	permit remains in effect until the later of:
10	(1) the conclusion of the permit amendment or renewal
11	process, as applicable; or
12	(2) final settlement or adjudication on the matter of
13	whether the change to the permit requires a permit amendment.
14	(b) If the permit amendment process results in the denial of
15	an amendment, the original permit as it existed before the permit
16	amendment process shall be renewed under Section 36.1145 without
17	penalty, unless Subsection (b) of that section applies to the
18	applicant.
19	(c) A district may initiate an amendment to an operating
20	permit, in connection with the renewal of a permit or otherwise, in
21	order to achieve a purpose of this chapter. If a district initiates
22	an amendment to an operating permit, the original permit shall
23	remain in effect until the conclusion of the permit amendment or
24	renewal process, as applicable.
25	SECTION 5. Section 36.402, Water Code, is amended to read as
26	follows:
27	Sec. 36.402. APPLICABILITY. Except as provided by Section

1 36.416, this subchapter applies to the notice and hearing process
2 used by a district for permit and permit amendment applications <u>for</u>
3 which a hearing is required.

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4 SECTION 6. As soon as practicable after the effective date 5 of this Act, groundwater conservation districts shall adopt rules 6 to implement the changes in law made by this Act.

7 SECTION 7. Sections 36.1145 and 36.1146, Water Code, as 8 added by this Act, apply only to a permit renewal initiated by a 9 groundwater conservation district or a permit holder on or after 10 the effective date of this Act. A permit renewal initiated before 11 that date is governed by the law in effect on the date the permit 12 renewal was initiated, and the former law is continued in effect for 13 that purpose.

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SECTION 8. This Act takes effect September 1, 2015.

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