By: Kolkhorst S.B. No. 1080 (Gerdes)

Substitute the following for S.B. No. 1080:

By: Gerdes C.S.S.B. No. 1080

A BILL TO BE ENTITLED

1 AN ACT

2 relating to a mitigation program and fees for the Lost Pines

- 3 Groundwater Conservation District.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter C, Chapter 8849, Special District
- 6 Local Laws Code, is amended by adding Section 8849.107 to read as
- 7 follows:
- 8 Sec. 8849.107. MITIGATION PROGRAM. (a) The district by
- 9 rule, adopted in accordance with Section 36.101, Water Code, may
- 10 establish a mitigation program to address excessive drawdown of an
- 11 aquifer or subdivision of an aquifer in the district that results
- 12 <u>in:</u>
- 13 (1) the potentiometric surface being below a desired
- 14 future condition; or
- 15 (2) nonproductive wells.
- 16 (b) In order to provide a balance between the highest
- 17 practicable level of groundwater production and the conservation,
- 18 preservation, protection, recharge, and prevention of waste of
- 19 groundwater and control of subsidence, a mitigation program
- 20 established under this section may provide reimbursement for the
- 21 cost of repairing or replacing wells described by Section
- 22 <u>36.117(b)(1)</u>, Water Code, to access groundwater below the
- 23 potentiometric surface of the aquifer or subdivision of an aquifer
- 24 that is the subject of the program.

- 1 (c) The district may enter into a reciprocal agreement with
- 2 an adjacent groundwater conservation district or a district located
- 3 <u>in Groundwater Management Area 12 to allow the transfer of</u>
- 4 groundwater rights in a district for production and use in another
- 5 district or to support a jointly managed mitigation program. The
- 6 district may fund the mitigation program with production fees,
- 7 export fees, or any other revenue available to the district.
- 8 SECTION 2. Section 8849.151, Special District Local Laws
- 9 Code, is amended to read as follows:
- 10 Sec. 8849.151. [PUMPING] FEES. (a) The district may
- 11 assess <u>production</u> [<u>regulatory pumping</u>] fees <u>under Section</u>
- 12 36.205(c), Water Code, and export fees under Section 36.122, Water
- 13 Code [for water produced in or exported from the district].
- 14 (b) The production [regulatory pumping] fees the district
- 15 assesses for water for crop or livestock production or other
- 16 agricultural uses may not exceed 20 percent of the rate applied to
- 17 water for municipal uses.
- 18 (c) Production [Regulatory pumping] fees [based on the
- 19 amount of water withdrawn from a well] may not exceed:
- 20 (1) \$1 for each acre-foot for water used to irrigate
- 21 agricultural crops; or
- 22 (2) 17 cents for each thousand gallons for water used
- 23 for any other purpose.
- 24 [(d) Combined regulatory pumping fees for production and
- 25 export of water may not exceed 17 cents for each thousand gallons
- 26 for water used.]
- 27 SECTION 3. Mitigation payments and fees assessed before the

C.S.S.B. No. 1080

- 1 effective date of this Act are ratified, confirmed, and validated
- 2 in all respects.
- 3 SECTION 4. This Act takes effect immediately if it receives
- 4 a vote of two-thirds of all the members elected to each house, as
- 5 provided by Section 39, Article III, Texas Constitution. If this
- 6 Act does not receive the vote necessary for immediate effect, this
- 7 Act takes effect September 1, 2023.