			Approved April 20, 1983	proved April 20, 1983	April 20, 1983	
			Date			
AMUTEC OF THE	House	COMMITTEE ON	Energy and Natural Resources	ergy and Natural Resources		

MINUTES OF THE CO	WIMITTEE ON		
The meeting was called to order by	Representative David J. Heinemann	a	
The meeting was cancel to order by	Chairperson		

3:30 a.m./p.m. on _______ March 24 ______, 1983 in room ____519-S of the Capitol.

All members were present except:

Committee staff present:

Ramon Powers, Research Department Theresa Kiernan, Revisor of Statutes' Office

Conferees appearing before the committee:

Representative Sandy Duncan

SCR 1609 - A concurrent resolution concerning underground injection control rejecting Kansas administrative regulation 28-46-10, as adopted by the secretary of health and environment and filed with the revisor of statutes on December 15, 1982.

Representative Sandy Duncan said that in a committee review of these regulations on underground injection control, it was found that one regulation had been changed—it was a policy change. He said the rest of the changes simply update the correct adoption by reference. He noted that in this particular case, they found that the old language said they could issue a permit, but to not exceed ten years. Under the new language it said the permit had to be ten years, and it was asked why do you have to do that? He noted that in testimony from the agency in front of their committee, it was pointed out that you could not be more restrictive in state regulations than federal law. I questioned that and so did other committee members. Independent investigation by the committee, supported by staff, found that we could in fact be more restrictive. The committee felt the original way the regulation was written was the best way.

He said, if you have a person who has abused their permit and done a bad job, the only way under this law if you have done a bad job, if you qualified for a permit, you just barely get another permit for another full ten years. He said this resolution would allow the state to say if you have a problem with permitee, you could issue a permit for one year, two years, or whatever, so you can check up on it more frequently. We think we have demonstrated that you can be more restrictire than the federal regulations and what we are doing is returning it to the language originally written by the agency. This makes our regulations more stringent and a little better control over the wells.

FINAL ACTION ON SCR 1609

Representative Ron Fox made a motion that the Committee recommend SCR 1609 be adopted. Representative Betty Jo Charlton seconded the motion. The motion was unanimously passed.

FINAL ACTION ON SB 62

Chairman Heinemann noted that the Subcommittee on Natural Resources had been working the past week on a <u>House Substitute for SB 62</u>. He asked Ramon Powers, Committee staff from the Research Department, to provide explanation of the substitute draft for Committee members (\underline{see} attachment \underline{l}).

Mr. Powers said that for comparison purposes, and to understand what changes were made, Committee members might want to follow along on \underline{SB} 62 in its present printed form, in addition to the substitute draft. He noted that he would make note of all of the changes as he explained the substitute, section-by-section.

Throughout explanation of the two versions of the bill, Committee members

CONTINUATION SHEET

MINUTES OF THE COMMITTEE	ON Energy and Natural Resources,
room <u>519−S</u> , Statehouse, at <u>3:30</u> ¾¾n./p.m. or	March 24 , 1983.
and staff discussed the proposed ch	anges and sought clarity on specific issues
be amended by striking "3,000" on p	motion that House Substitute for SB 62 age 1, line 6, and inserting "1,000". the motion. On a show-of-hand vote, the
	motion that the Committee recommend d as amended. Representative Ron Fox s unanimously passed.
There being no further business to adjourned at 5:00 p.m.	come before the Committee, the meeting
The next meeting of the Committee w	ill be held March 28, 1983
n.o	n David I Hoinomann Chairman

Date 3-24-83

<u>GUESTS</u>

HOUSE ENERGY AND NATURAL RESOURCES COMMITTEE

NAME	ADDRESS	ORGANIZATION
JOE HARKINS	TOPEKA	KWO.
Chris M-Kenzie	TOPEKA	League of Ks. Newway.
Delen Stephens	Praise Village	League Women Voters
myrua Stringer	Shawnee	SwV
Kenghbedd	Toacks	Ks Noter of Resource Council
Ed Reinert		Ks League vom Voler
JEPPY (OCN SOO)	Topera	£62E
LON STANTON	TOPEKA	KPC
Buco Salvener	Lawrence	AP
Kosemay O'Leary	TOPEKA	K5, Corporation Commission
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PROPOSED HOUSE Substitute for SENATE BILL NO. 62

- 1 AN ACT concerning water; relating to the approval of certain
- 2 water transfers.

3 Be it enacted by the Legislature of the State of Kansas:

- 4 Section 1. As used in this act:
- 5 (a) "Water transfer" means the diversion and transportation
- of water in a quantity of 3,000 acre feet or more per year for
- 7 beneficial use outside a ten-mile radius from the point of
- 8 diversion of such water.
- 9 (b) "Point of diversion" means:
- 10 (1) The point where the longitudinal axis of the dam
- crosses the center line of the stream in the case of a reservoir;
- 12 (2) the location of the headgate or intake in the case of a
- direct diversion from a river, stream or other watercourse;
- 14 (3) the location of a well in the case of groundwater
- 15 diversion;
- 16 (4) the geographical center of the points of diversion in
- 17 the case of multiple diversion points.
- 18 (c) "Chief engineer" means the chief engineer of the
- 19 division of water resources of the state board of agriculture.
- 20 (d) "Secretary" means the secretary of the department of
- 21 health and environment.
- (e) "Director" means the director of the Kansas water
- 23 office.
- 24 (f) "Authority" means the Kansas water authority.
- 25 (g) "Panel" means the water transfer hearing panel.
- 26 (h) "Party" means any person who intervened at the public
- 27 hearing held pursuant to section 3, and who presented testimony
- of witnesses under oath, conducted cross examination, presented
- oral arguments and filed written briefs. "Party" does not mean a
- 30 person who made a limited appearance for the purpose of

Attachment / 3-24-83

- 1 presenting a statement for or against the water transfer.
- 2 (i) "District court" means the district court of Shawnee 3 county.
- (a) No person shall make a water transfer in this 4 5 state unless and until the transfer is approved pursuant to No water transfer shall be approved 6 provisions of this act. which would reduce the amount of water required to meet the 7 any reasonably foreseeable future beneficial use of 8 present or water by present or future users in the area from which the water 9 is to be taken for transfer, unless (1) the panel determines that 10 the benefits to the state for approving the transfer outweigh the 11 benefits to the state for not approving the transfer; (2) 12 engineer recommends to the authority and the authority 13 chief concurs that an emergency exists which affects the public health, 14 safety or welfare; or (3) the governor has declared that 15 16 emergency exists which affects the public health, safety or welfare. Whenever an emergency exists, a water transfer may be 17 approved on a temporary basis for a period of time not to exceed 18 one year under rules and regulations adopted by the chief 19 20 engineer. The emergency approval shall be subject to the terms, conditions and limitations specified by the chief engineer. 21
 - (b) No water transfer shall be approved under the provisions of this act if such transfer would impair water reservation rights, vested rights, appropriation rights or prior applications for permit to appropriate water.

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Sec. 3. (a) Any person desiring to make a water transfer 26 shall file, with the chief engineer, an application in the 27 required by rules and regulations adopted by the chief engineer. 28 If the application is found to be insufficient to enable 29 panel to determine the source, nature and amount of the proposed 30 transfer, it shall be returned for correction or completion or 31 This act shall not be any other necessary information. 32 construed as to exempt the applicant from complying with the 33 provisions of the Kansas water appropriation act or the state 34

water plan storage act, whichever is applicable.

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2 (b) Within 60 days of receipt of a sufficient application 3 for a water transfer pursuant to this act, the chief engineer 4 shall convene and conduct a hearing thereon. At such hearing, the 5 panel shall consider the application and shall take testimony, 6 hear oral arguments and accept all other evidence offered to 7 determine whether to approve the proposed water transfer.

If it is determined to be in the best interest of the state, the chief engineer may convene and conduct such a hearing within 60 days of receipt of (1) an application to appropriate water pursuant to the Kansas water appropriation act or (2) a proposed contract for the sale of water from the state's conservation storage water supply capacity even though such diversion and transportation of water is not a water transfer as defined by section 1.

- (c) The panel shall consist of the chief engineer, the director and the secretary or the director of the division of environment of the department of health and environment if designated by the secretary. The chief engineer shall serve as the chairperson of the panel. All actions of the panel shall be taken by a majority of the members thereof. The panel shall have all powers necessary to conduct the hearings, make its findings and effectuate the provisions of this act. The hearing shall be conducted in a prudent and timely manner.
- (d) To determine whether the benefits to the state for approving the transfer outweigh the benefits to the state for not approving the transfer, the panel shall consider all matters pertaining thereto, including specifically:
- 29 (1) Any current beneficial use being made of the water 30 proposed to be diverted, including minimum desirable streamflow 31 requirements;
- 32 (2) any reasonably foreseeable future beneficial use of the 33 water;
- 34 (3) the economic, environmental, public health and welfare 35 and other impacts of approving or denying the transfer of the

1 water;

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- (4) alternative sources of water available to the applicant
 and present or future users for any beneficial use;
 - (5) the proposed plan of design, construction and operation of any works or facilities used in conjunction with carrying the water from the point of diversion. The plan shall be in sufficient detail to enable all parties to understand the impacts of the proposed water transfer; and
 - (6) conservation practice implementation plans for the use of water currently available to and being used by the applicant and for the use of the water proposed to be transferred; and
 - (7) conservation plans and practices or the need for such plans and practices of persons protesting or potentially affected by the proposed transfer.
 - (e) Any person shall be permitted to appear and testify at any such hearing upon the terms and conditions determined by the chief engineer.
 - (f) Notice of any such hearing shall be published in the Kansas register. Such notice shall be published at least 15 days prior to the date of the hearing.
 - (g) The record of the hearing and findings of fact shall be public records and open for inspection at the office of the chief engineer. The panel shall assess to the applicant all costs of obtaining a court reporter for the hearing and transcribing the transcript of the hearing. Certified transcripts of the hearing shall be provided at the expense of those requesting same. A transcript shall be provided to the chairperson of the authority.
- Sec. 4. (a) Within 90 days following the conclusion of the hearing, the panel shall approve or disapprove the proposed water transfer and shall send a copy of its decision and any dissent thereto to the authority. The panel's decision shall specify the reasons for such decision, including findings of fact relating to each of the factors set forth in subsection (d) of section 3. shall be documented by reference to specific findings portions of the hearing record and to any other sources used in

- making the decision. The panel may approve a transfer of a smaller amount of water than requested and may approve the application upon such terms, conditions and limitations as it deems necessary for the protection of the public interest of the state as a whole.
- The chief engineer shall send the panel's decision to 6 7 Within 90 days of receipt of the panel's the authority. 8 decision, the authority shall review the transcript of the hearing and the panel's findings and determine whether to concur 9 or nonconcur in the panel's decision and shall send written 10 notice of its concurring or nonconcurring opinion to the chief 11 12 engineer and to all other parties. If the authority does not in the panel's decision, it shall include in 13 its 14 nonconcurring opinion the specific reasons therefor.

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- (c) If the panel approves the water transfer and if there is no appeal pending therefrom, the chief engineer shall submit the panel's decision and a copy of the authority's concurring or nonconcurring opinion to the legislature for review as provided for in K.S.A. 82a-1301 et seq., and amendments thereto. Absent legislative disapproval, the chief engineer shall issue the order approving the transfer.
- (d) Any party aggrieved by the panel's decision to approve or disapprove the proposed water transfer may appeal the decision in the manner provided by section 5.
- Sec. 5. (a) From and after the effective date of this act, the provisions of this section shall govern exclusively the manner in which any appeal from the panel's decision is made.
- (b) All appeals from the panel's decision shall be filed with the district court. The attorney general of the state of Kansas shall represent the panel in any appellate procedure.
- 31 (c) Not later than 30 days after the date of the panel's 32 decision, any party may apply to the district court for a review 33 thereof. The application for review shall state the specific 34 facts upon which the appeal for review is based. Upon application 35 for review, the clerk of the district court shall serve a copy of 36 such application upon the chief engineer. The chief engineer

- shall notify, by prepaid first class mail, all parties that an
- 2 application for review has been filed. The chief engineer shall
- 3 transmit to the clerk a certified transcript of the proceedings
- 4 before the panel, the panel's findings of fact and the
- 5 authority's concurring or nonconcurring opinion.
- 6 (d) The district court shall review the certified
- 7 transcript of the hearing and the panel's findings for the sole
- 8 purpose of determining whether:
- 9 (1) The panel's decision was based upon sufficient
- 10 evidence, or
- 11 (2) the panel's decision was arbitrary or capricious or
- 12 fraudulent.
- (e) The review proceedings shall have precedence in the
- 14 district court and shall be heard by the court without a jury.
- 15 Except as provided by this section, the procedure for review
- shall be the same as in other civil actions.
- 17 (f) The decision of the district court may be appealed in
- 18 the same manner as other civil actions. Appellate proceedings
- 19 shall have precedence in the court of appeals and in the state
- 20 supreme court. Except as provided by this section, the procedure
- 21 upon appeal shall be the same as in other civil actions.
- 22 (q) Any findings of fact made by the panel shall be deemed
- 23 conclusive unless it is clearly shown to the court that the
- 24 findings are not supported by substantial evidence.
- 25 Sec. 6. The chief engineer shall adopt all rules and
- 26 regulations necessary to effectuate and administer the provisions
- 27 of this act.
- Sec. 7. This act shall take effect and be in force from and
- 29 after its publication in the Kansas register.