MINUTES OF THE SENATE NATURAL RESOURCES COMMITTEE

The meeting was called to order by Chairman Carolyn McGinn at 8:30 a.m. on March 21, 2008 in Room 423-S of the Capitol.

All members were present.

Committee staff present:

Raney Gilliland, Kansas Legislative Research Department Emalene Correll, Kansas Legislative Research Department Jason Thompson, Revisor of Statutes Matt Todd, Revisor of Statutes Adrienne Halpin, Committee Assistant

Conferees appearing before the committee:

Terry Holdren, Kansas Farm Bureau Mark Rude, Groundwater Management Districts Constantine Cotsoradis, Department of Agriculture Dave Starkey, Department of Agriculture

Others attending:

See attached list.

Chair McGinn opened the meeting with discussion on <u>HB 2892</u>, rules and regulations for underground crude oil storage. Amendments to the bill seek to address the possible problems that ground surface owners may encounter in circumstances in which other parties own and access pipelines below the ground surface.

Terry Holdren, Kansas Farm Bureau, stood before the Committee to state that the new language would ensure surface representation on the Oil and Gas Advisory Board to aid in resolving possible issues resulting from damages caused by entities who require access to underground equipment. Mr. Holdren stood for questions.

Senator Taddiken made a motion to accept the amendments, seconded by Senator Ostmeyer. The motion carried.

Senator Ostmeyer made a motion to move **HB 2892** out of Committee favorably as amended, seconded by Senator Francisco. The motion carried.

Chair McGinn recommenced discussion on <u>SB 676</u>, non-fuel flammable or combustible liquid above ground storage tanks; duties of state fire marshal; civil penalties; non-fuel flammable or combustible liquid aboveground storage tank system fund. Chair McGinn presented amendments to the bill.

The majority of the amendments in the bill were proposed by the State Fire Marshal and the Kansas Department of Health and Environment (KDHE) working with the Revisor's Office. The amendments include: (1.) an expanded definition for "non-fuel flammable or combustible liquid," (2.) additional guidelines for application submissions to the State Fire Marshal, and (3.) an expanded explanation of rules and regulations to be adopted.

Senator Lee made a motion to adopt the amendments, seconded by Senator Taddiken. The motion carried.

Senator Taddiken made a motion that the SB 676 be passed out of Committee favorably as amended, seconded by Senator Ostmeyer. The motion carried.

Chair McGinn opened the continued discussion on <u>HB 2625</u>, intensive groundwater use control areas; review hearings; advisory panels.

Senator Francisco explained the proposed amendments to the bill which include: (1.) changes in the language to clarify the hearings referred to in the bill, (2.) the deletion of a reference to an "adversarial hearing," and (3.) designation of the standing committees to which the chief engineer would present annual reports.

CONTINUATION SHEET

MINUTES OF THE Senate Natural Resources Committee at 8:30 a.m. on March 21, 2008 in Room 423-S of the Capitol.

Senator Francisco made a motion to accept the amendments, seconded by Senator Wysong. The motion carried.

Jason Thompson, Revisor of Statutes, explained to the Committee proposed changes to Kansas Statutes 82a-928, 2007 Supp. 82a-1038, and 82a-1040 which would clarify the range of statutes and tie the process to current law.

Senator Taddiken made a motion to approve the amendments, seconded by Senator Lee. The motion carried.

In reference to a map provided by the Kansas Department of Agriculture (KDA) (See <u>Attachment 1</u>), Senator Lee expressed concern that, because only part of many Intensive Groundwater Use Control Areas (IGUCAs) are part of a Groundwater Management District (GMD), individuals not involved in a GMD may not have adequate representation during the review process. Mark Rude, Director, GMD 3, and Constantine Cotsoradis, Deputy Secretary, KDA, stood before the Committee to address this issue.

Chair McGinn recognized Steve Swaffar, Kansas Farm Bureau (KFB), to present the KFB's proposed amendments which seek to separate the hearing officer's employees from being parties in the review hearing process of cross-examination.

Senator Taddiken made a motion to adopt the new language, seconded by Senator Ostmeyer.

Dave Starkey, Chief Council, KDA, expressed concern regarding the amendment including: (1.) that the burden of proof for the continuation of an IGUCA being placed on the KDA necessitate's the Department's ability to participate in the hearing, and (2.) that possible problems would arise in the appeal process if the Chief Engineer had not been allowed to be a participant in the original hearing.

Senator Taddiken removed his motion to adopt the amendments.

Chair McGinn requested that the GMDs and the KDA meet to develop language which would be mutually acceptable.

Senator Taddiken made a motion to adopt the amendments proposed by the Department of Agriculture, seconded by Senator Lee. The motion carried.

Senator Francisco made a motion to pass **HB 2625** out of Committee favorably as amended, seconded by Senator Lee. The motion carried.

The meeting adjourned at 9:30.

SENATE NATURAL RESOURCES COMMITTEE

Guest Roster

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SON MILLEY	CAPITOL STRAFEGIES
Gary Blackburn	KDHE
ev Cotsoradis	KDA
DAVE STARKSY	KOA
Mary Jane Hankiewicz	KGFA
Liser Kanfonan	KCC
Lent Astren	Ks Farm Bureau
Steve Smaffar	B Farn Bucau
ace the	KWO
TERRY HOLDER	KFB
Pat hehman	6MD 4
MARK RUBE	GMD 3
Dand Sartiols	KDA
BRAD HARPELSON	KAR

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Intensive Groundwater Use Control Areas in Kansas BR CN RP RA DP DC NT NMPL MS SM JW WS AT Northwest Kansas CD GMD #4 JA SH PT MC SD GH CY RO OB TH RL JF LV WY OT WA EL SN LC LG GE WB Hays IGUCA JO TR DG RS Upper Smoky Hill IGUCA GO DK Lower Smoky SA Hill IGUCA EW MR OS RH Western Kansas NS MI FR McPherson BT GMD #1 IGUCA M P Wet Walnut IGUCA LY GL RC SC WH LE CS MN CF AN LN Pawnee Valley IGUCA HM FI KE HV HG SF Burrton IGUCA AL WO Equus Beds GW BB Arkansas ED Big Bend GMD #2 Southwest Kansas IGUCA BU GMD #5 GMD #3 GY PR SG FO GT HS NO WL KM CR KW EK CL SU CM HP LB CK MG ME CA SV SW BA CQ Kansas Department of Agriculture Administrative Services, GIS March 20, 2008 Arkansas IGUCA Hays IGUCA McPherson IGUCA Upper Smoky Hill IGUCA 37.5 75 0 150 Miles Burrton IGUCA Lower Smoky Hill IGUCA Pawnee Valley IGUCA Wet Walnut IGUCA

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