SESSION OF 2012

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2685

As Recommended by House Committee on Energy and Utilities

Brief*

HB 2685 would establish the procedures that allow eligible water right holders to create a reservoir improvement district on any particular reservoir. This bill is based on the Watershed District Act. Eligible water right holders could petition to form a district if signed by the holders of more than 20 percent of the combined quantities of water rights within the proposed district. Eligible water right holders would include persons who hold a water right according to the Water Appropriation Act, the Water Storage Act, or the Water Assurance Program Act.

If the petition is deemed sufficient by the Secretary of State and approved by the Director of the Kansas Water Office, then the steering committee would hold an election for eligible water right holders in the proposed district to vote either in favor or against. If holders of more than 50 percent of the combined quantities of water rights within the proposed district vote in favor, the district would be formed.

Once the district has been incorporated, the eligible water right holders would elect a board of three to five directors. Each holder would receive one vote and one additional vote for every 10 percent of the combined quantities of water rights they have within the district.

The board would be tasked with developing a general plan and an estimate of costs to implement their plan. The Director of the Kansas Water Office would be required to

^{*}Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at http://www.kslegislature.org

approve the general plan. Upon approval, the board would adopt a resolution that imposes a charge to each eligible water right holder of the district in proportion to each holder's total quantity of water rights to provide funding. The district could also be dissolved by the board.

Background

In support of the bill, representatives from the Kansas Department of Agriculture and the Kansas Water Office testified that storage in the federal reservoir system serves as the primary or backup water supply for roughly two thirds of Kansas citizens, and this system is under threat from sedimentation, which depletes storage capacity. They stated this bill would be key to extending the life of the system by giving the users of a given reservoir the ability to develop a combined approach to protecting and improving that reservoir.

Westar Energy, Kansas City Power and Light, and Kansas Electric Power Cooperative provided joint, neutral testimony on the bill. Their representative said the companies' main concern was the existing water purchase contract the Wolf Creek Generating Station has with the state, and whether the station would be required to pay twice if brought into a reservoir improvement district. A representative from the State Association of Kansas Watersheds also testified neutral. He stated the organization supports any program that improves the chances of sustaining the storage capabilities of any reservoir, and its neutral stance was due to not having enough information on the establishment and financing needed for reservoir improvement districts.

There was no testimony in opposition to this bill.

A fiscal note on the bill was not available at the time the bill was heard by the House Energy and Utilities Committee.