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Date: March 12, 2020

To: Representative Ron Highland, Chairman, House Agriculture Committee

From: Shahira Stafford, Kansas Cooperative Council

RE: Senate Bill 286, extends the sunset of the Kansas aboveground and underground program

and increases the fund liability maximum

Mr. Chairman and Members of the Committee,

Thank you for the opportunity to provide testimony in support of Senate Bill 286 on behalf of the Kansas Cooperative Council (KCC). The KCC is a voluntary trade association representing all forms of cooperatively-structured businesses in Kansas. Its mission is to promote, support, and advance the interests, business success, and understanding of agricultural, utility, credit, and consumer cooperatives and their members through legislation and regulatory efforts, education, and public relations. Simply, cooperatives differ from other businesses because they are member-owned, member-controlled, democratically-governed, and profits are returned back to the patrons.

Agricultural cooperatives often have grain, agronomy, precision ag, seed, feed, and fuel operations. Some of our members have both aboveground and underground storage tanks at their facilities (ASTs/USTs), and we support extending the state's regulatory oversight program through 2034, as directed in SB 286.

SB 286 also increases the maximum cap for reimbursement of clean-up costs from \$1 million to \$2 million in the event of a release from a petroleum storage tank. Soil and groundwater contamination remedial systems are complex, and site-clean-up costs have increased significantly in the past 20 years.

Although most sites have been remediated, the Kansas Department of Health and Environment estimates less than ten remaining sites will take corrective action; and they expect another ten in the next five years.

It is our understanding that Kansas has one of the best-run AST/UST programs in the country, and the KCC supports its continuation and improvement through the provisions set forth in SB 286. Thank you for allowing us to comment today.