Approved: March 16, 2016

MINUTES OF THE HOUSE AGRICULTURE AND NATURAL RESOURCES COMMITTEE

The meeting was called to order by Chairperson Sharon Schwartz at 3:30pm on Monday, March 07, 2016, 346-S of the Capitol.

All members were present

Committee staff present:

Joanna Dolan, Legislative Research Department Natalie Scott, Office of Revisor of Statutes Raney Gilliland, Legislative Research Department Shirley Jepson, Kansas Legislative Committee Assistant

Conferees appearing before the Committee:

Lane Letourneau, Water Appropriations Program Manager, Department of Agriculture Kent Askren, Kansas Farm Bureau

Others in attendance:

See Attached List

Approval of Minutes

Representative Rahjes moved to approved the minutes of February 16, 2016, and February 17, 2016, as written. Motion seconded by Representative Swanson. Motion carried on a voice vote.

Hearing and possible action on: SB337 — Creating a penalty for failure to report annual water use.

Natalie Scott, Revisor, explained that <u>SB337</u> increases the penalty for the failure to submit an annual water use report. Ms. Scott explained that <u>SB337</u> as written is identical to <u>HB2491</u> which had a hearing in this Committee, amended and passed out; however, did not see action on the floor of the House. Ms. Scott noted that the Senate Natural Resources Committee amended the penalty amount in <u>SB337</u> to provide that a first time violator would be subject to a \$250 fine and once a person has a violation for 2 or more times, they would be subject to a \$1,000 fine (Attachment 1).

Lane Letourneau, Water Appropriations Program Manager, Department of Agriculture, appeared before the Committee in support of **SB337** (Attachment 2). Mr. Letourneau explained that **SB337** provides the state the tools necessary to protect private property rights by ensuring that all water use is reported in a timely and accurate manner.

Kent Askren, Kansas Farm Bureau, appeared before the Committee in support of **SB337 (Attachment 3).** Mr. Askren_stated that the legislation provides a reasonable, phased-in penalty when the owner fails to provide water use documentation as required.

CONTINUATION SHEET

MINUTES of the Committee on Agriculture and Natural Resources at 3:30pm on Monday, March 07, 2016 in Room 346-S of the Capitol.

Written testimony in support of **SB337** was received from:

Leslie Kaufman, Kansas Cooperative Council and Ron Seeber, Kansas Grain and Feed Association and Kansas Agribusiness Retailers Association (Attachment 4).

Sean Miller, on behalf of Western Kansas GMD#1 (Attachment 5).

Mark Rude, Southwest Kansas Groundwater Management District No. 3 (Attachment 6).

Greg Krissek, Kansas Corn Growers Association (Attachment 7)

The hearing on **SB337** was closed.

<u>Discussion & action on: SB337 — Creating a penalty for failure to report annual water use.</u>

Natalie Scott, Revisor, explained the difference between <u>SB337</u> and <u>HB2491</u>, noting that the Senate bill reduces the penalty for the first year of not reporting water usage.

The Committee voiced concern noting that a tool is necessary in order to enforce water use reporting. It was also noted that the use of telemetry is not addressed in **SB337** as it amended into **HB2491**.

Representative Sloan moved to suspend the rules and allow the Committee to discuss and take action on SB337. Motion seconded by Representative Dierks. Motion carried on a voice vote.

<u>Representative Trimmer moved to recommend</u> <u>SB337</u> favorable for passage. Motion seconded by <u>Representative Carlin.</u>

Representative Sloan moved to insert the language of **HB2491** as amended into **SB337** for **House Substitute for SB337**. Motion seconded by Representative Hibbard. Motion carried on a voice vote.

Representative Sloan moved to recommend **H Sub for SB337** favorable for passage. Motion seconded by Representative Trimmer. Motion carried on a voice vote.

Adjournment

The meeting was adjourned at 3:50 pm. The next meeting of the Committee is scheduled for Tuesday, March 8, 2016.