# Memo

**To:** Alan Day

**From:** Heather Harward

**cc:** Monique Norman

**Date:** July 6, 2018

Re: Legislative Update

# **TEXAS LEGISLATURE**

## Senate Committee on Agriculture Water and Rural Affairs (SAWR)

SAWR met on Monday, June 4, 2018, in Austin to discuss Interim Charges #2 and #3. SAWR also met the following day, Tuesday, June 5, 2018, to discuss Interim Charges #1 and #4. Groundwater issues were only addressed during the hearing on June 4. SAWR has now held hearings and received testimony on all of their interim charges and may not hold another interim hearing (TBD). Chairman Perry recently hired Katherine Thigpen to replace Rusty Smith as his Committee Director. Katherine was previously employed by the Texas Water Development Board.

#### **House Natural Resources Committee (HNRC)**

HNRC also met on Tuesday, June 5, 2018, at Palo Duro Canyon State Park to discuss Interim Charge #3.

HNRC staff has indicated that they are tentatively planning to hold the following interim hearings:

- September 13, 2018: Del Rio, TX on Charge #3(g)
- September 27, 2018: Brownsville, TX on Charge #9, Charge #3(d)
- October 17, 2018: Baylor on Charge #4, Charge #7 (this date is subject to change)
- Nov. 14, 2018: Austin, TX on Charge #5, Charge #10

**House Bill 1318 Stakeholder meeting:** Chairman Larson called a stakeholder meeting on Thursday, June 28, 2018, to discuss House Bill 1318 by Lucio, III, relating to regulation of production of wells for retail public utilities by a groundwater conservation district.

House Bill 1318 was filed during the 85<sup>th</sup> Legislature, but failed to pass. Alan Day and Heather Harward were invited to attend the stakeholder meeting on behalf of Brazos Valley GCD. Chairman Larson and staff have not determined whether or not Interim Charge #3(d), which is related to House Bill 1318, will be included on their agenda during their September 27, 2018, committee hearing in Brownsville.

## **Legislator Resignations & Special Elections**

On June 21, 2018, longtime State Senator Carlos Uresti (D-San Antonio) announced he was stepping down from the Texas Senate. Governor Greg Abbott called a special election for Tuesday, July 31, 2018, to serve out the remainder of Senator Uresti's current term, which does not expire until January 2021.

In June, State Representative Larry Gonzales (R-Round Rock) also announced his resignation from the Texas House of Representatives. Governor Abbott has not called a special election to fill Gonzales' vacated seat, but the election is anticipated to be held in November 2018.

At last count, four members of the Texas Senate and 21 members of the Texas House of Representatives, including Speaker Joe Straus and five committee chairs, will not be returning for the 86<sup>th</sup> Legislature. Those numbers include the anticipated departure of Senator Sylvia Garcia (D-Houston) who secured the Democratic nomination for a Houston congressional seat. She faces Republican opposition in November, but is favored to win the historically Democratic district.

#### **General Election**

The General Election will be held in Texas on Tuesday, November 6, 2018.

# TEXAS ALLIANCE OF GROUNDWATER DISTRICTS (TAGD)

The TAGD Groundwater Summit will take place August 28-30, 2018, at the Hyatt Hill Country Resort in San Antonio, Texas. Planning for the Summit is underway. Subcommittees have been actively meeting to work on policy issues facing the  $86^{th}$  Legislature. TAGD plans to produce a white paper reviewing all policy issues currently being contemplated by the subcommittees.

# TEXAS WATER CONSERVATION ASSOCIATION (TWCA)

TWCA will held their Mid-Year Conference on June 13 through June 15, 2018, at La Toretta Lake Resort & Spa in Montgomery, Texas.

TWCA has not begun to discuss legislative issues for the 86<sup>th</sup> Legislature, but have indicated that they hope to do so in late July.

The TWCA Fall Meeting will be held on October 17 through October 19, 2018, at the Wyndham San Antonio Riverwalk.

### **INTERIM CHARGES**

2017 Interim Legislative Charges: Hurricane Harvey Response Senate Agriculture Water and Rural Affairs Committee

- 1.) Study and make recommendations on how to move forward with water infrastructure projects in the State Water Plan that will help mitigate floods through flood control, diversion, and storage projects. Evaluate plans for a possible third reservoir in addition to Addicks and Barker to control and alleviate additional flooding in the region. Additionally, review the current status of reservoir projects in Texas. Examine opportunities for coordination between federal and state agencies to develop flood mitigation infrastructure, and the ongoing maintenance and restoration of critical dam infrastructure.
- 2.) Study and identify ways to improve the capacity and maintain the structure of the Addicks and Barker Reservoirs. Report on mechanisms that would ensure the public has access to timely and transparent release figures from reservoirs across the state.
- 3.) Evaluate current state data-sharing standards for rainfall and stream gauges and whether regional flood management projects and flood warnings should be hosted in a centralized location, such as a state agency web page. Determine whether a statewide real-time flood warning system could be developed and coordinated through mobile devices, TxDOT electronic signage, communication devices and whether existing local and regional forecasting infrastructure could be integrated into a centralized inclement weather forecasting system.

## 2017 Interim Legislative Charges: 2 Senate Agriculture, Water and Rural Affairs Committee

- 1.) Streamlining Water Permitting: Study and recommend changes that promote streamlining of water right permit issuance and the amendment process by the TCEQ for surface water, and that promote uniform and streamline permitting by groundwater conservation districts for groundwater. Evaluate more transparent process needs and proper valuation of water.
- 2.) Regulatory Framework of Groundwater Conservation Districts and River Authorities: Study and make recommendations on the regulatory framework for managing groundwater in Texas to ensure that private property rights are being sufficiently protected. Study the role of river authorities and groundwater conservation districts including the state's oversight role of their operations and fees imposed.
- 3.) Agricultural Fees: Review licensing, permitting, or registration requirements and fees imposed on the agriculture industry by licensing agencies within the committee's jurisdiction. Make recommendations for state licenses and fees that should be reduced, repealed or transitioned to private-sector enforcement.
- 4.) Monitoring: Monitor the implementation of legislation addressed by the Senate Committee on Agriculture, Water & Rural Affairs during the 85th Legislature, Regular Session, including, but not limited to:
- SB 1511 (prioritization in the regional water plan);
- SB 1538 (Floodplain Management Account uses);
- SB 864 (GCD application of state water);
- HB 2004 (Texas economic development fund for TDA); and
- HB 3433 (adoption of rules affecting rural communities. Make recommendations for any legislative improvements needed to improve, enhance, or complete implementation including regional water planning, flood planning, and groundwater production.)

### **House Committee on Natural Resources**

1.) Examine the following issues within the Committee's jurisdiction regarding Hurricane Harvey and flooding in general: the role of regional entities in developing projects to control

flooding, both through new infrastructure and enhancing existing infrastructure; mitigation efforts that would reduce the impact of future flood events, and strategies to fund those efforts; and the response of public entities that own or operate dams to large-scale rain events, including how such entities make decisions regarding dam and reservoir operations during such events, coordinate with state and local emergency management officials, and communicate with the public. (Issued September 14, 2017)

- 2.) In conjunction with Charge 1, study the following additional issues related to Hurricane Harvey and flooding in general:
- a. The development of the initial State Flood Plan by the Texas Water Development Board, and how the plan might be enhanced or focused in light of Harvey;
- b. Science and data availability and needs related to flood risk and to responding to flood events;
- c. The best methods of providing state financial assistance for flood infrastructure needs;
- d. Opportunities for improved collection and storage of flood flows for future supply needs; and
- e. The role of voluntary land conservation efforts, including conservation easements, in preventing and mitigating flooding.
- 3.) Evaluate the status of groundwater policy in Texas, including the following issues: a. Progress and challenges in encouraging coordination and consistency in aquifer-wide management and permitting practices;
- b. Developments in case law regarding groundwater ownership and regulation;
- c. Potential improvements to the existing groundwater permitting process, including those contemplated in H.B. 31 (85R);
- d. The appropriate consideration of the service area of a water supplier when groundwater resources are allocated based on surface ownership:
- e. The designation of brackish groundwater production zones and related research;
- f. Groundwater data and science needs; and
- g. Emerging issues in groundwater and surface water interaction, in particular in areas of increasing competition for scarce resources.
- 4.) Examine the status of water markets in Texas and the potential benefits of and challenges to expanded markets for water.
- 5.) Examine the potential value, the necessary elements, and the implications of a broadbased information and awareness campaign regarding water issues in Texas. Consider input from water stakeholders, educators, and communications experts.
- 6.) Evaluate the results of the expedited decertification process created under S.B. 573 (82R). Include an evaluation of the process for resolving disputes around this process and assessing compensation for utilities whose service areas are decertified.
- 7.) Analyze the need to update Water Availability Models for the river basins in this state.
- 8.) Study the hazards presented by abandoned and deteriorated groundwater wells, and make recommendations to address the contamination and other concerns these wells may represent.
- 9.) Examine opportunities to enhance water development opportunities involving neighboring states and Mexico. Evaluate lessons from previous attempts to import new water supplies, as well as the impacts of noncompliance with the 1944 treaty with Mexico on the Rio Grande Valley region.

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10.) Monitor the agencies and programs under the Committee's jurisdiction and oversee the implementation of relevant legislation passed by the 85th Legislature.