#### SECOND REGULAR SESSION

### SENATE COMMITTEE SUBSTITUTE FOR

# SENATE BILL NO. 782

## 102ND GENERAL ASSEMBLY

4468S.05C KRISTINA MARTIN, Secretary

# **AN ACT**

To amend chapter 640, RSMo, by adding thereto one new section relating to water exportation across state boundaries.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 640, RSMo, is amended by adding thereto

- 2 one new section, to be known as section 640.406, to read as
- 3 follows:
  - 640.406. 1. For the purposes of this section, the
- 2 following terms mean:
- 3 (1) "Beneficial uses", uses of the waters of the
- 4 state, which include but are not limited to domestic,
- 5 agricultural, industrial, recreational, and other legitimate
- 6 beneficial uses;
- 7 (2) "Department", the Missouri department of natural
- 8 resources;
- 9 (3) "Director", the director of the department of
- 10 natural resources;
- 11 (4) "Person", any individual, partnership,
- 12 copartnership, firm, company, public or private corporation,
- 13 association, joint stock company, trust, estate, political
- 14 subdivision, water district, or any agency, board,
- department, or bureau of the federal or any state
- 16 government, or any other legal entity which is recognized by
- 17 law as the subject of rights and duties;

- 18 (5) "Water resources", all waters of the state
  19 occurring on the surface, in natural or artificial channels,
  20 lakes, reservoirs, or impoundments, and in subsurface
  21 aquifers which are available or which may be made available.
  - 2. In order to protect the access, use, and enjoyment of Missouri's water resources, it shall be unlawful for any person to withdraw water from any water source for export outside the state of Missouri unless such person holds a water exportation permit issued by the department. A water exportation permit shall not be required to withdraw water from any water source for export outside of the state by a public water system, as defined in section 640.102, where the withdrawal and ultimate end use are within the same six-digit hydrological unit code as defined by the United States Geological Survey.
  - 3. During the review process of any permit required by this section, the director shall determine from the application for a water exportation permit and any supporting materials whether the following conditions have been met:
- 38 (1) There is water available in the amount specified 39 in the application to export for water use outside the state 40 of Missouri;
  - (2) The applicant has a present need for the water and intends to put the water into beneficial use. In making the determinations of need and beneficial use, the director shall consider the availability of all water sources and other relevant matters as the director deems appropriate, and may consider the availability of groundwater as an alternative source;
- 48 (3) The proposed use will not interfere with existing 49 in-state uses;

- 50 (4) The proposed use will not interfere with proposed 51 beneficial uses within the state. In making this 52 determination, the director shall conduct a review pursuant 53 to subsection 5 of this section;
- 54 (5) The water subject to the permit applications could 55 feasibly be transported to alleviate water shortages in the 56 state.
- 57 Within one hundred eighty days after the 58 department's receipt of a complete application, the director 59 shall issue a proposed decision to either approve the 60 application if the conditions in subsection 3 of this section have been met or deny the application if the 61 conditions in subsection 3 of this section have not been met 62 and shall hold a thirty-day public comment period on the 63 64 proposed approval or denial. After the comment period, the 65 department shall respond to comments received and shall 66 either approve the application or deny the application if the conditions in subsection 3 of this section have not been 67 68 If the department approves the application, it shall 69 send its findings to the Missouri soil and water districts 70 commission for review. At the next scheduled meeting, the 71 Missouri soil and water districts commission shall review 72 the department's findings. If the Missouri soil and water 73 districts commission agrees with the department's decision 74 that a permit should be issued, the commission shall send 75 its decision back to the department for the issuance of the 76 If the commission disagrees with the department's 77 decision for the issuance of the permit, the commission 78 shall send its decision back to the department and the 79 department shall deny the application. Any permit issued 80 pursuant to this section shall state the time within which 81 the water shall be applied to beneficial use. Permits

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- 82 issued pursuant to this section shall be issued for a period 83 not to exceed three years after the date of issuance.
- 84 In the absence of appeal as provided under chapter 536, the decision of the director subject to approval or 85 disapproval of the Missouri soil and water districts 86 87 commission shall be final.
  - Applications for renewal of a water export permit shall be filed at least one hundred eighty days prior to the expiration date of the existing permit, and the director shall determine whether the conditions in subsection 3 of this section are still satisfied. The director's decision to renew the permit shall be subject to the Missouri soil and water districts commission's review and approval or denial pursuant to this subsection.
- Before granting water supply for access and 97 use outside the state of Missouri, the director shall 98 consider existing and proposed in-state uses in order to quarantee that in-state users will have access to and use of all of the water required to adequately supply for 101 beneficial uses.
  - The director shall review the needs for water supply export every three years to determine whether the water supply continues to be adequate for municipal, agricultural, industrial, domestic, and other beneficial uses within the state.
  - Subsections 3 to 5 of this section are subject to the most recent reports, data, and information in consideration of each permit application, whether the application is for an initial permit or renewal of an active or expired permit.
- 112 The review conducted pursuant to subsection 3 of this section shall not be used to reduce the quantity of 113

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- water authorized to be transferred pursuant to the active life of permits issued prior to such review.
- 8. On the filing of an application to export water
  outside the state, the applicant shall designate an agent in
  the state of Missouri for service of process and to receive
  other notices.
- 9. In the event of a conflict between the conditions
  of use required in Missouri and conditions required in
  another state, the water permit holder shall consent to
  conditions imposed by the director.
- 124 10. The time-limited, active life of the permit, not 125 to exceed three years, requires the director to determine whether there has been a substantial or material change 126 127 relating to any matters set forth in subsections 3 to 5 of 128 this section in response to renewal applications requesting 129 a permit for authorization of the continued export of water 130 outside the state. The director may impose additional conditions to address any such substantial or material 131 132 change or may deny the permit renewal application as necessary to comply with this section based on any such 133 134 substantial or material changes. The director's decision to renew the permit shall be subject to the requirements of 135 136 subsection 4 of this section.
  - 11. At the request of the department, the attorney general may bring an injunctive action or other appropriate action in the name of the people of the state to enforce provisions of this section. Suit may be brought in any county where the defendant's principal place of business is located or where the withdrawal of water occurred in violation of this section.

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