#### 05/19/2023 10:51:18 AM

### HOUSE OF REPRESENTATIVES CONFERENCE COMMITTEE REPORT

Mr. President: Mr. Speaker:

The Conference Committee, to which was referred

#### HB2053

Hardin of the House and Howard of the Senate By:

Title: Water and water rights; groundwater; application protests; appeals; emergency.

Together with Engrossed Senate Amendments thereto, beg leave to report that we have had the same under consideration and herewith return the same with the following recommendations:

- 1. That the Senate recede from its amendment; and
- 2. That the attached Conference Committee Substitute be adopted.

Respectfully submitted,

## HB2053 CCR (A) HOUSE CONFEREES

Alonso Sandoval, Arturo		Burns, Ty	
Caldwell, Trey		Fetgatter, Scott	Sumfitzate
Grego, Jim	Jin & rogo	Hardin, David	Demi
Hasenbeck, Toni		Kerbs, Dell	Dhen
Lowe, Dick		Patzkowsky, Kenton	Kenton Fat powsky
Pfeiffer, John	John c. Bliff	Pittman, Ajay	
Ranson, Trish		Sterling, Danny	Denny J. Starling
West, Rick	Each. Wast		

HB2053 CCR A

SENATE CONFEREES Howard Paxton Green Kidd Boren

House Action \_\_\_\_\_ Date \_\_\_\_\_ Date \_\_\_\_\_ Date \_\_\_\_\_

 House Action
 Date
 Senate Action
 Date

# AUTHOR(s)/COAUTHOR(s)CURRENTLY IN THE QUEUE for HB2053 As of 5/19/2023 10:32:32 AM

Add as coauthor Representative Kerbs

Add as coauthor Representative Archer

Add as coauthor Representative Lowe (Dick)

Add as coauthor Representative Caldwell (Trey)

Add as coauthor Representative Moore

Add as coauthor Representative Burns

Add as coauthor Representative Newton

Add as coauthor Representative Grego

Add as coauthor Representative Patzkowsky

Remove as coauthor Representative West (Josh)

1	CONFERENCE COMMITTEE SUBSTITUTE
2	FOR ENGROSSED HOUSE
3	BILL NO. 2053 By: Hardin, Fetgatter, West (Josh), and Sims of the House
4	and
5	Howard and Woods of the
6	Senate
7	
8	CONFERENCE COMMITTEE SUBSTITUTE
9	An Act relating to water and water rights; amending 82 O.S. 2021, Section 1020.9, which relates to
10	applications for permits to take and use groundwater; allowing certain actions during
11	appeals; requiring certain proof for injunctive relief; limiting injunctive relief; authorizing
12	dismissal of certain appeals; requiring certain finding; authorizing sanctions; and declaring an
13	emergency.
14	
15	
16	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
17	SECTION 1. AMENDATORY 82 O.S. 2021, Section 1020.9, is
18	amended to read as follows:
19	Section 1020.9 A. 1. Before the Oklahoma Water Resources
20	Board takes final action on an application, the Board shall
21	determine from the evidence presented, from the hydrologic surveys
22	or reports and from other relevant data available to the Board and
23	applicant, whether:
24	

1		a.	the lands owned or leased by the applicant overlie a
2			fresh groundwater basin or subbasin,
3		b.	the use to which the applicant intends to put the
4			water is a beneficial use,
5		с.	waste as specified by Section 1020.15 of this title
6			will occur, and
7		d.	the proposed use is likely to degrade or interfere
8			with springs or streams emanating in whole or in part
9			from water originating from a sensitive sole source
10			groundwater basin or subbasin as defined in Section $ frac{1}{2}$
11			1020.9A of this act title.
12	2.	The	Board shall approve the application by issuing a regular
13	permit,	if t	he Board finds that:
14		a.	the lands owned or leased by the applicant overlie the
15			fresh groundwater basin or subbasin,
16		b.	the use to which the applicant intends to put the
17			water is a beneficial use,
18		с.	waste specified by Section 1020.15 of this title will
19			not occur. When determining whether waste will occur
20			pursuant to this subparagraph, if the activity for
21			which the applicant intends to use the water is
22			required to comply with rules and requirements of or
23			is within the jurisdictional areas of environmental
24			responsibility of the Department of Environmental

Quality or the State Department of Agriculture, Food, 1 2 and Forestry the Board shall be precluded from making a determination whether waste by pollution pursuant to 3 paragraph 7 of subsection A of Section 1020.15 of this 4 5 title will occur as a result of such activity. Each groundwater protection agency, as such term is defined 6 7 by Section 1-1-201 of Title 27A of the Oklahoma Statutes, shall be responsible for developing and 8 9 enforcing groundwater protection practices to prevent 10 groundwater contamination from activities within their 11 respective jurisdictional areas of environmental 12 responsibility, and

d. the proposed use is not likely to degrade or interfere
with springs or streams emanating in whole or in part
from water originating from a sensitive sole source
groundwater basin as defined in Section 1200.9A of
this act title.

18 Except as otherwise provided in subsection C of this в. 19 section, a regular permit shall allocate to the applicant the 20 proportionate part of the maximum annual yield of the basin or 21 subbasin. The proportionate part shall be that percentage of the 22 total annual yield of the basin or subbasin, previously determined 23 to be the maximum annual yield as provided in Section 1020.5 of this 24 title, which is equal to the percentage of the land overlying the

Req. No. 8353

Page 3

fresh groundwater basin or subbasin which the applicant owns or
 leases and which is dedicated to the application.

If the lands dedicated to the application overlie two or 3 С. 4 more groundwater basins and both basins have had maximum annual 5 yields determined, the amount to be authorized by the regular permit shall be calculated on the basin having the greatest maximum annual 6 7 If the lands dedicated to the application overlie two or vield. more groundwater basins or subbasins and the maximum annual yield 8 has been determined for at least one but not all the basins or 9 10 subbasins, a temporary permit may be issued to the applicant if the 11 applicant demonstrates by substantial competent evidence that the water to be withdrawn by the temporary permit will not be taken from 12 13 a basin or subbasin for which the maximum annual yield has been 14 determined. If the land overlies two or more groundwater basins or 15 subbasins and the maximum annual yield has not been determined for 16 any of the basins or subbasins, more than one temporary permit may 17 be issued for the land if the applicant demonstrates by substantial 18 competent evidence from which basin the water will be withdrawn for 19 each of the permits.

D. The permit shall specify the location of the permitted well or wells and other terms and conditions as specified by the Board, including, but not limited to, the rate of withdrawal, the level of perforating and the level of sealing the well. A regular permit

24

Page 4

shall not be granted for less than the remaining life of the basin
 or subbasin as previously determined by the Board.

3	E. Except for applications for use of groundwater from sole
4	source aquifers, if the Board's final action to approve an
5	application is appealed, the applicant may take and use groundwater
6	as is set forth under the permit while any appeals are pending with
7	the Board, in district court, or in the appellate courts. For a
8	court to enjoin the approved use of groundwater pending appeal,
9	appellants must show a high likelihood of success on the merits,
10	that there is clear and convincing evidence that they will suffer
11	irreparable harm, that the balance of the equities tips
12	significantly in their favor, and that the order is clearly in the
13	public interest. Any preliminary injunctive relief must be narrowly
14	drawn, extend no further than necessary to correct the harm the
15	court finds requires preliminary relief, and be the least intrusive
16	means necessary to correct that harm. For sole source aquifers, if
17	the Board's final action to approve an application is appealed, a
18	district court may enjoin the approved use of groundwater pending
19	appeal by appellants showing any one of the following:
20	1. Appellants must show a high likelihood of success on the
21	merit;
22	2. That there is clear and convincing evidence that they will
23	suffer irreparable harm;
24	

1	3.	That	the	balance	of	the	equities	tips	significantly	in	their
2	favor;	or									

3	4. That the order is clearly in the public interest.
4	F. If all statutory requirements for groundwater permits are
5	fulfilled and the Board approves the application, appeals seeking to
6	prohibit the use of water based solely on the industry or entity
7	applying to use the water are considered to have no genuine issue as
8	to any material fact and shall be dismissed pursuant to Section 2056
9	of Title 12 of the Oklahoma Statutes. Further, if such claims are
10	found to be frivolous, the court may impose sanctions against the
11	appellant, the appellant's attorney, or both including requiring the
12	appellant or the appellant's attorney to reimburse the appellee for
13	reasonable costs and expenses such as reasonable attorney fees and
14	other expenses incurred as a result of the appeal.
15	SECTION 2. It being immediately necessary for the preservation
16	of the public peace, health or safety, an emergency is hereby
17	declared to exist, by reason whereof this act shall take effect and
18	be in full force from and after its passage and approval.
19	
20	59-1-8353 AQH 05/11/23
21	

- 23
- 24