HOUSE RESEARCH ORGANIZATION	bill digest 5/1/2019	HB 3656 (2nd reading) Murr (CSHB 3656 by Price)	
SUBJECT:	Transferring certain irrigation water rights in the Edwards Aquifer		
COMMITTEE:	Natural Resources — committee substitute recommended		
VOTE:	10 ayes — Larson, Metcalf, Dominguez, Harris, T. H Oliverson, Price, Ramos	s — Larson, Metcalf, Dominguez, Harris, T. King, Lang, Nevárez, son, Price, Ramos	
	0 nays		
	1 absent — Farrar		
WITNESSES:	For — Donald McLaughlin, City and County of Uva Alexander, East Medina County Special Utility Distr Water Association; Jared Capt, Landowners in Uvalo Schuchart, Medina County; Buck Benson, Various E (<i>Registered, but did not testify</i> : Vince DiPiazza, City Howe, Texas Farm Bureau)	rict, Texas Rural de County; Chris EAA permit holders;	
	Against — (<i>Registered, but did not testify</i> : Charles F Alliance; Robert Turner, West Texas Groundwater N	•	
	On — Marc Friberg and Roland Ruiz, Edwards Aquifer Authority		
BACKGROUND:	Acts of the 73 rd Legislature, Regular Session, 1993, a Edwards Aquifer Authority to manage the Edwards A governs the transfer of irrigation water rights within permit holder may lease permitted water rights, but a for irrigation use may not lease more than 50 percent rights initially permitted. The user's remaining irrigate be used in accordance with the original permit and m of the irrigated land.	Aquifer. Sec. 1.34 the authority. A a holder of a permit t of the irrigation tion water rights must	
	Some suggest there is a lack of clarity about how wa allocated for irrigation use can be used in the Edward in areas where development has resulted in an inabili- agricultural purposes.	ds Aquifer Authority	

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DIGEST: CSHB 3656 would amend irrigation water transfers with the Edwards Aquifer Authority to allow a landowner to sever and transfer certain water rights for historically irrigated land. Irrigation water rights severed under the bill could change in purpose or place of use.

> Under the bill, an owner of land within the Edwards Aquifer Authority could sever all or a portion of the remaining water rights for historically irrigated land that had become developed land, subject to the authority's approval. The owner could sever water rights in proportion to the part of the land that had been developed. Water rights used for irrigation that were tied to a portion of land that could not be developed because of its topography or location in a floodplain could be included in the proportion of land considered developed land.

> A land owner also could sever water rights for historically irrigated land if the owner demonstrated that all or a portion of the land was no longer practicable to farm. To be considered no longer practicable to farm, the land could not have been irrigated for more than five years, and the landowner would need to submit documentation to the authority that due to development in close proximity to the land, agricultural activities could present health and safety concerns.

Rules adopted to implement the bill could not expand the type of land considered developed land or land considered no longer practicable to farm. The approval of a severance under the bill would be subject to a contested case hearing.

The Edwards Aquifer Authority also could adopt rules allowing the holder of an initial regular irrigation water permit to lease all or part of the permitted water rights to another person for irrigating land, including land not described in the initial permit, located in the authority. Adopted rules also could allow the permit holder to use the water rights temporarily for irrigation at a location other than the land described in the initial regular permit.

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Rules adopted by the authority before the effective date of the bill on the severance of water rights from historically irrigated land and actions taken by the authority under those rules would be validated and confirmed in all respects.

The bill would take effect September 1, 2019, and would apply only to transfers effective on or after that date.