# 2011 - 2012 Water Policy Interim Committee Work Plan

June 2011

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## Introduction

This is the work plan for the Water Policy Interim Committee (WPIC) for the 2011-2012 interim. This document contains:

- Staff for the WPIC.
- An explanation of how the WPIC plans its work.
- A description of possible study topics and work plan tasks.
- An interim time line.

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## How the WPIC Plans its Work

The WPIC was created in 2009 to study water policy. During the legislative interim, the WPIC may focus on the study topics assigned to it as well as any water policy issue.

The WPIC establishes a work plan at the beginning of the interim. This is a draft of the work plan. The draft work plan and the accompanying matrix are decision-making tools to help the committee set priorities and decide how and where to spend the WPIC's limited time and resources.

The primary constraints limiting the study agenda for the interim is the number of issues that can be effectively addressed within the available time and resources of the committee and staff.

The adopted work plan is a road map for the 2011-2012 interim. Staff will develop detailed draft work plans and timetables for each task. A draft time line illustrating the overall schedule that these work plans will fit into once the meeting schedule and work plan are finalized is presented at the end of this document.

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## **Work Plan Topics**

#### **Statutory Study**

The 2011 Legislature passed House Bill. No. 602 directing the WPIC to study water wells that are exempt from permitting. In brief, the study would include the effect of such wells on existing water rights, including the amount of water consumed, the relationship to land use planning, and the ability of senior water right holders to protect rights against junior exempt well rights through the Prior Appropriation Doctrine.

With an appropriation of \$15,000 specifically for the exempt well study, it is anticipated that there would be up to four meetings around the state to gather public comment and possibly conduct field tours.

The regular WPIC meetings in Helena would include exempt well policy discussions and other WPIC business.

<u>DECISION POINT:</u> The WPIC must decide when and where to hold meetings outside of Helena. It may be worth considering the goal of the meetings outside Helena. Are they to gather comment on the exempt well issue in general, or are they to elicit comments on possible solutions?

#### **Study Resolutions**

The Legislative Council did not assign the committee any studies in the form of joint study resolutions ranked by legislators following the close of the 2011 Legislature.

#### Water-Related Statutory Issues

While the Environmental Quality Council retains oversight of agencies that deal with water as well as being cited in several water-related statutes, the EQC and the WPIC have worked collaboratively in the past to eliminate duplication. In practice, this means that statutorily-required reports are provided to both committees, but presentations are made to only the WPIC.

The EQC duties cited in 85-2-105, MCA, which may be shared with the WPIC, include:

- Advise the Legislature on the adequacy of Montana's water policy.
- Advise the Legislature on important state, regional, national, and international developments that affect Montana's water resources.
- Oversee policies and activities of executive branch agencies and other state institutions that affect Montana's water resources.
  - Assist with interagency coordination related to water resources.
  - Communicate with the public about water policy and water resources.

Water-related statutory duties of the EQC include:

• 75-5-313, MCA, requires the DEQ to provide a summary of the status of the base numeric nutrient standards, the nutrient standards variances, and implementation of those

standards and variances, including estimated economic impacts to the EQC. (revised 2011, SB 367)

- 85-1-203, MCA, requires the DNRC to submit a copy of the State Water Plan or any plan changes to the EQC. (SB 303, 2009, accelerated requirements)
- 85-1-621, MCA, requires the DNRC to submit a biennial report to the EQC that describes the status of the Renewable Resource Grant and Loan Program financed with funds from the Resource Indemnity Trust.
- 85-2-281, MCA, requires the Water Court and the DNRC to report to the EQC on the progress of the adjudication process until 2020.
  - 85-2-350, MCA, requires Clark Fork River Task Force to report to the EQC annually.
- 85-2-436, MCA, requires the DFWP to submit a summary report to the EQC by December 1 of odd-numbered years of all appropriation rights changed to an instream flow purpose in the previous 2 years.

<u>DECISION POINT:</u> The WPIC must prioritize these issues in relation to how much staff and committee time is dedicated the to exempt well study as well as other issues identified to study.

#### Issues Identified by Prior WPIC

As part of its work in 2009-10, the WPIC identified several ongoing issues that should continue to be studied. How these topics may be prioritized will be decided by the current WPIC and may be limited by time and resources. These recommendations included:

- Applicants and the DNRC should work together to identify specific issues that may unnecessarily impede the permit and change process and report those findings, along with suggestions to improve the process, to the 2011-12 WPIC.
- The Departments of Revenue and Natural Resources and Conservation should make successful implementation of the water right ownership update system a priority and ensure that the WPIC is kept fully informed of progress, or lack thereof.
- In consultation with the WPIC, the Water Court should establish defined performance expectations for the remainder of the water right adjudication process. Regular progress reports to the Legislature should continue after 2020.
- To protect the investment the people of Montana made in the adjudication of water rights, the WPIC should continue to be involved in planning for the transition to the post adjudication era.
- The WPIC should study the scope and limitations of adjudication and how the adjudication result relates to the enforceable accuracy of water right claims. The study should examine the role and power of the DNRC to evaluate changes in water rights. The study should analyze how adjudication and change authorizations work together and suggest improvements to those systems.
- The WPIC should evaluate the current water plan, determine what parts are still relevant and what sections need updating, and, if possible, suggest ways that the water plan can be updated to meet the future water needs of Montana.

<u>DECISION POINT:</u> The WPIC must prioritize these issues identified by the past WPIC in relation to how much staff and committee time is dedicated the to exempt well study, the water-related statutes as well as other issues identified to study.

#### Other Issues

During the interim, the WPIC may identify other issues to explore. Depending on the issue and the amount of time the WPIC wants to dedicate, the work plan may need to be adjusted.

Issues of this nature examined during the last interim included a discussion on the Flood Map Modernization Program, debate on the Clean Water Restoration Act, and a panel discussion on cottonwood regeneration along the Missouri River.

#### **Resource Allocation**

There is approximately .80 FTE of staff time available to conduct the work identified by the WPIC. A breakdown of the allocation is included in the attached Work Plan Decision Matrix.

### **Work Plan Time Line**

NOTE: This does not include meetings outside Helena for the exempt well study.

Date	Tasks
June 21, 2011 Helena	<ul> <li>Elect officers</li> <li>Review 2011 water legislation</li> <li>Overview of exempt well study</li> <li>Agency/program overviews - DEQ, DNRC, FWP, GWIP</li> <li>Update on adjudication, water right ownership transfers, DNRC, WC</li> <li>Update on drought and water storage projects</li> <li>Public input on study issues</li> <li>Discuss possible study issues</li> <li>Adopt rules</li> <li>Review budget, meeting dates</li> <li>Public comment</li> </ul>
Sept. 13, 2011 Helena	<ul> <li>➤ MORE ITEMS ADDED AFTER WORK PLAN ADOPTED</li> <li>➤ Identify areas where more information is needed - WPIC</li> <li>➤ Revisions to work plan, if necessary - WPIC</li> <li>➤ Adopt work plan - WPIC</li> <li>➤ Public comment</li> </ul>

Jan. 10, 2012 Helena	<ul> <li>➤ MORE ITEMS ADDED AFTER WORK PLAN ADOPTED</li> <li>➤ Identify areas where more information is needed - WPIC</li> <li>➤ Revisions to work plan, if necessary - WPIC</li> <li>➤ Discussion of draft report, legislation, if necessary - WPIC</li> <li>➤ Public comment</li> </ul>
March 6, 2012 Helena	<ul> <li>➤ MORE ITEMS ADDED AFTER WORK PLAN ADOPTED</li> <li>➤ Identify areas where more information is needed - WPIC</li> <li>➤ Revisions to work plan, if necessary - WPIC</li> <li>➤ Discussion of draft report, legislation, if necessary - WPIC</li> <li>➤ Public comment</li> </ul>
May 1, 2012 Helena	<ul> <li>➤ MORE ITEMS ADDED AFTER WORK PLAN ADOPTED</li> <li>➤ Identify areas where more information is needed - WPIC</li> <li>➤ Revisions to work plan, if necessary - WPIC</li> <li>➤ Discussion and approval of draft report, legislation for public comment period - WPIC</li> <li>➤ Public comment</li> </ul>
July 16- 17, 2012 Helena	<ul> <li>MORE ITEMS ADDED AFTER WORK PLAN ADOPTED</li> <li>Identify areas where more information is needed - WPIC</li> <li>Revisions to work plan, if necessary - WPIC</li> <li>Discuss and revise draft report, legislation - WPIC</li> <li>Public comment</li> </ul>
August 2012	➤ Public comment on draft report, proposed legislation
Sept. 10- 11, 2010 Helena	<ul> <li>MORE ITEMS ADDED AFTER WORK PLAN ADOPTED</li> <li>Review public comment on draft report, legislation</li> <li>Revise draft report, legislation</li> <li>Approve proposed legislation - WPIC</li> <li>Selection of bill sponsors - WPIC</li> <li>Approve WPIC report - WPIC</li> <li>Overview of proposed agency legislation - DNRC, DEQ, FWP</li> <li>Public comment</li> </ul>

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