First Regular Session Sixty-eighth General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction

LLS NO. 11-0913.01 Kate Meyer

HOUSE BILL 11-1286

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House Committees Senate Committees Agriculture, Livestock, & Natural Resources

A BILL FOR AN ACT

101	CONCERNING THE STATE ENGINEER'S RULE-MAKING AUTHORITY IN
102	THE CASE OF DEWATERING OF GEOLOGIC FORMATIONS BY
103	WITHDRAWING NONTRIBUTARY GROUND WATER TO FACILITATE
104	THE MINING OF MINERALS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

The bill clarifies the state engineer's rule-making authority made in connection with the dewatering of geologic formations to facilitate

HOUSE 2nd Reading Unam ended M arch 28, 2011 mining by specifying that the rules can:

- Determine whether water in certain formations or basins, in whole or part, is nontributary water; and
- Establish procedures for such determinations, relating both to the rule-making itself and adjudicatory aspects of the determination.

The bill also specifies that courts must give the state engineer's determination presumptive effect, subject to rebuttal.

1 Be it enacted by the General Assembly of the State of Colorado:

2 **SECTION 1.** The introductory portion to 37-90-137 (7) and 3 37-90-137 (7) (c), Colorado Revised Statutes, are amended to read:

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37-90-137. Permits to construct wells outside designated
basins - fees - permit no ground water right - evidence - time
limitation - well permits - rules - repeal. (7) In the case of dewatering
of geologic formations by withdrawing nontributary groundwater
GROUND WATER to facilitate or permit mining of minerals:

9 (c) The state engineer may, pursuant to the "State Administrative 10 Procedure Act", ARTICLE 4 OF TITLE 24, C.R.S., adopt rules to assist with 11 the administration of this subsection (7). THE RULE-MAKING AUTHORITY 12 INCLUDES THE PROMULGATION OF RULES PURSUANT TO WHICH GROUND 13 WATER WITHIN FORMATIONS AND BASINS, IN WHOLE OR PART, IS 14 DETERMINED TO BE NONTRIBUTARY FOR THE PURPOSES OF THIS 15 SUBSECTION (7). THE RULES MAY ALSO PROVIDE RULE-MAKING AND 16 ADJUDICATORY PROCEDURES FOR NONTRIBUTARY DETERMINATIONS TO BE 17 MADE AFTER THE INITIAL RULE-MAKING PURSUANT TO THIS SUBSECTION 18 (7). In all rule-making proceedings authorized by this subsection (7), the 19 state engineer shall afford interested persons the right of 20 cross-examination. Judicial review of all rules promulgated pursuant to 21 this subsection (7), shall be INCLUDING ALL NONTRIBUTARY

1 DETERMINATIONS MADE PURSUANT TO THIS SUBSECTION (7), IS in 2 accordance with the "State Administrative Procedure Act"; except that 3 venue for such review shall lie LIES exclusively with the water judge or 4 judges for the water division or divisions within which the ground water 5 that is the subject of such rules OR DETERMINATIONS is located. IN ANY 6 JUDICIAL ACTION SEEKING TO CURTAIL THE WITHDRAWAL, USE, OR 7 DISPOSAL OF GROUND WATER PURSUANT TO THIS SUBSECTION (7) OR TO 8 OTHERWISE DECLARE SUCH ACTIVITIES UNLAWFUL, THE COURT SHALL 9 PRESUME, SUBJECT TO REBUTTAL, THAT ANY APPLICABLE NONTRIBUTARY 10 DETERMINATION MADE BY THE STATE ENGINEER IS VALID. Any rules 11 promulgated pursuant to this subsection (7) shall MUST not conflict with 12 existing laws and shall DO not affect the validity of ground water well 13 permits existing prior to the adoption of such rules.

SECTION 2. Applicability. This act shall apply to nontributary
 determinations made and rules promulgated before, on, or after the
 applicable effective date of this act.

SECTION 3. Safety clause. The general assembly hereby finds,
determines, and declares that this act is necessary for the immediate
preservation of the public peace, health, and safety.