| 1  | HOUSE BILL NO. 520  |
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| 2  | INTRODUCED BY D. LOGE   |
| 3  |   |
| 4  | A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING A STUDY ON THE EFFECTS OF PRIVATE PONDS                       |
| 5  | ON THE STATE, PERMITTING, WATER RIGHTS, AND OPTIONS TO MITIGATE NEGATIVE IMPACTS,                           |
| 6  | INCLUDING INVASIVE SPECIES AND THREATS TO WILD FISH AND AQUATIC RESOURCES; ASSIGNING                        |
| 7  | THE STUDY TO THE ENVIRONMENTAL QUALITY COUNCIL WATER POLICY INTERIM COMMITTEE;                              |
| 8  | ESTABLISHING REPORTING REQUIREMENTS; PROVIDING AN APPROPRIATION; PROVIDING FOR                              |
| 9  | CONTINGENT VOIDNESS; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE AND A TERMINATION                            |
| 10 | DATE."  |
| 11 |   |
| 12 | WHEREAS, Montana's world-class fisheries are rooted in a philosophy of wild fish management; and            |
| 13 | WHEREAS, high-quality fisheries that rely on self-sustaining wild fish and high-quality aquatic habitat     |
| 14 | may be negatively impacted by private ponds; and  |
| 15 | WHEREAS, often touted to increase property values, more than 10,000 pond permits have been                  |
| 16 | issued—most of which remain active; and   |
| 17 | WHEREAS, the department of fish, wildlife, and parks issues about 200 pond permits annually to stock        |
| 18 | fish, and the permit review is complex and burdensome leading to inconsistent administration statewide; and |
| 19 | WHEREAS, the department cost of managing private pond issues far outweighs the cost of the                  |
| 20 | permit—\$10 for a 10-year permit or \$10 annually for a commercial production pond permit; and              |
| 21 | WHEREAS, private ponds can provide optimal environments for invasive species and pathogen                   |
| 22 | introduction and propagation; and   |
| 23 | WHEREAS, the number of permitted in-state commercial hatcheries providing fish for private pond             |
| 24 | stocking declined over the last decade, and four of the remaining five commercial hatcheries are on limited |
| 25 | quarantine due to invasive species or pathogen detection; and   |
| 26 | WHEREAS, applications for importing stocked fish have increased fivefold because of limited in-state        |
| 27 | sources, increasing the risk of introducing nontarget species that could damage aquatic resources; and      |
| 28 | WHEREAS, stocking private ponds illegally from nonpermitted out-of-state commercial hatcheries is           |
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| 1  | also on the rise due in part to easy access to fish purchased online and from other sources; and               |
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| 2  | WHEREAS, frequent and severe drought years in southwest Montana harm agriculture and fisheries,                |
| 3  | yet pond development continues, bringing with it increased water temperature and water loss from evaporation;  |
| 4  | AND  |
| 5  | WHEREAS, IT IS CRITICAL TO FULLY UNDERSTAND HOW THE DEVELOPMENT OF PONDS MAY IMPACT                            |
| 6  | CONSTITUTIONALLY PROTECTED WATER RIGHTS; AND   |
| 7  | WHEREAS, THE PRIOR APPROPRIATION DOCTRINE AND MONTANA WATER USE ACT MUST BE CONSIDERED                         |
| 8  | WHEN EVALUATING THE CUMULATIVE IMPACTS OF PONDS AND THE ASSOCIATED CONSUMPTION OF WATER; AND                   |
| 9  | WHEREAS, THE IMPACT OF PONDS ON EXISTING WATER RIGHTS IS AN IMPORTANT ELEMENT OF DETERMINING                   |
| 10 | THE LEVEL AND TYPE OF PERMITTING THAT IS NECESSARY FOR PONDS.  |
| 11 |  |
| 12 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:  |
| 13 |  |
| 14 | NEW SECTION. Section 1. Study of private ponds. (1) The environmental quality council, provided                |
| 15 | for in 5-16-101 WATER POLICY INTERIM COMMITTEE, PROVIDED FOR IN 5-5-231, shall study issues related to private |
| 16 | ponds <u>AS DEFINED IN 87-4-603</u> .  |
| 17 | (2) The study must examine:  |
| 18 | (a) private pond policies, including permitting and protocols;   |
| 19 | (b) impacts of private ponds on aquatic resources as well as water quality and quantity related to             |
| 20 | drought, high water temperatures, and evaporation and options to mitigate these impacts;                       |
| 21 | (C) COSTS OF REGULATING PRIVATE PONDS, INCLUDING FOR PERMITTING, ENFORCEMENT, FINES, FEES,                     |
| 22 | AND RESTITUTION; AND   |
| 23 | (D) THE TYPE AND VOLUME OF PRIVATE PONDS IN THE STATE AND THE WATER RIGHTS ASSOCIATED WITH                     |
| 24 | THOSE PONDS;   |
| 25 | (E) THE EXISTENCE AND EXTENT OF PRIVATE PONDS THAT HAVE BEEN DEVELOPED WITHOUT A WATER                         |
| 26 | RIGHT; and   |
| 27 | (C)(F) (D) options to provide in-state certified fish to stock private ponds.                                  |
| 28 | (3) The environmental quality council WATER POLICY INTERIM COMMITTEE shall complete the study by               |
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| 1  | September 15, 2024, and report its findings and recommendations, including legislation, to the 69th legislature. |
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| 2  |  |
| 3  | NEW SECTION. Section 2. Appropriation. There is appropriated \$100,000 \$50,000 from the                         |
| 4  | general fund to the legislative services division for the biennium beginning July 1, 2023, to pay for costs      |
| 5  | associated with the study required by [section 1].   |
| 6  |  |
| 7  | NEW SECTION. Section 3. Contingent voidness. (1) Pursuant to Joint Rule 40-65, if [this act] does                |
| 8  | not include an appropriation prior to being transmitted to the governor, then [this act] is void.                |
| 9  | (2) If the appropriation in [section 2] is vetoed, then [this act] is void.                                      |
| 10 |  |
| 11 | NEW SECTION. Section 4. Effective date. [This act] is effective on passage and approval.                         |
| 12 |  |
| 13 | NEW SECTION. Section 5. Termination. [Section 1] terminates December 31, 2024.                                   |
| 14 | - END -  |