By: Ashby H.B. No. 1971

Substitute the following for H.B. No. 1971:

By: King of Uvalde C.S.H.B. No. 1971

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the procedures for acting on a permit or permit
- 3 amendment application by a groundwater conservation district and
- 4 the disqualification of board members of groundwater conservation
- 5 districts.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 7 SECTION 1. Section 36.053, Water Code, is amended to read as
- 8 follows:
- 9 Sec. 36.053. QUORUM. (a) Except as provided by Subsection
- 10 (b), a [A] majority of the membership of the board constitutes a
- 11 quorum for any meeting, and a concurrence of a majority of the
- 12 entire membership of the board is sufficient for transacting any
- 13 business of the district.
- 14 (b) For the purposes of making a final decision on a permit
- 15 or permit amendment application by a board composed of 10 or more
- 16 directors, a concurrence of a majority of the directors eligible to
- 17 vote is sufficient for taking an action on the application.
- SECTION 2. Section 36.058, Water Code, is amended to read as
- 19 follows:
- Sec. 36.058. CONFLICTS OF INTEREST. (a) A director of a
- 21 district is subject to the provisions of Chapters 171 and 176, Local
- 22 Government Code, relating to the regulation of conflicts of
- 23 officers of local governments.
- 24 (b) If a director is required to file an affidavit under

- 1 Section 171.004(a), Local Government Code, the director may not:
- 2 (1) attend a closed meeting related to the matter for
- 3 which the director is required to file the affidavit; and
- 4 (2) vote on a matter for which the director is required
- 5 to file the affidavit unless a majority of the directors are also
- 6 required to file an affidavit related to a similar interest on the
- 7 <u>same official action.</u>
- 8 SECTION 3. Section 36.409, Water Code, is amended to read as
- 9 follows:
- Sec. 36.409. CONTINUANCE. (a) The presiding officer may
- 11 continue a hearing from time to time and from place to place without
- 12 providing notice under Section 36.404.
- 13 (b) If the presiding officer continues a hearing without
- 14 announcing at the hearing the time, date, and location of the
- 15 continued hearing, the presiding officer must provide notice of the
- 16 continued hearing by regular mail to the parties.
- 17 (c) A continuance may not exceed the time limit for the
- 18 issuance of a final decision under Section 36.4165.
- 19 SECTION 4. Section 36.411, Water Code, is amended to read as
- 20 follows:
- Sec. 36.411. BOARD ACTION. (a) The board shall act on a
- 22 permit or permit amendment application not later than the 60th day
- 23 after the date the final hearing on the application is concluded.
- 24 (b) The board shall ensure a decision on a permit or permit
- 25 amendment application is timely rendered in accordance with the
- 26 provisions set forth in this chapter.
- 27 SECTION 5. The heading to Section 36.412, Water Code, is

- 1 amended to read as follows:
- 2 Sec. 36.412. REQUEST FOR REHEARING OR FINDINGS OF FACT AND
- 3 CONCLUSIONS OF LAW.
- 4 SECTION 6. Section 36.412, Water Code, is amended by
- 5 amending Subsections (a) and (b) and adding Subsections (a-1),
- 6 (b-1), and (f) to read as follows:
- 7 (a) An applicant in a contested or uncontested hearing on an
- 8 application or a party to a contested hearing may administratively
- 9 appeal a decision of the board on a permit or permit amendment
- 10 application by making a request in writing to the board.
- 11 <u>(a-1)</u> A party seeking to appeal a decision by the board must
- 12 request [by requesting] written findings of fact and conclusions of
- 13 law not later than the 20th day after the date of the board's
- 14 decision unless the board issued findings of fact and conclusions
- 15 of law as part of the final decision.
- 16 (b) On receipt of a timely written request under Subsection
- 17 (a-1), the board shall make written findings of fact and
- 18 conclusions of law regarding a decision of the board on a permit or
- 19 permit amendment application. The board shall provide certified
- 20 copies of the findings of fact and conclusions of law to the person
- 21 who requested them, and to each designated party, not later than the
- 22 35th day after the date the board receives the request.
- 23 (b-1) A party to a contested hearing may request a rehearing
- 24 not later than the 20th day after the date the board issues the
- 25 findings of fact and conclusions of law.
- 26 <u>(f) The board shall consolidate requests for rehearing</u>
- 27 filed by multiple parties to the contested case hearing, but only

- 1 one rehearing may be considered per matter.
- 2 SECTION 7. Section 36.4165, Water Code, is amended by
- 3 adding Subsections (c), (d), (e), (f), and (g) to read as follows:
- 4 (c) A final decision issued by the board under this section
- 5 must be in writing and must either adopt the proposed findings of
- 6 fact and conclusions of law as proposed by the administrative law
- 7 judge or include revised findings of fact and conclusions of law
- 8 consistent with Subsection (b).
- 9 (d) Notwithstanding any other law, a board shall issue a
- 10 final decision under this section not later than the 180th day after
- 11 the date of receipt of the final proposal for decision from the
- 12 State Office of Administrative Hearings. The deadline may be
- 13 extended if all parties agree to the extension.
- 14 (e) Notwithstanding any other law, if a motion for rehearing
- is filed and granted by a board under Section 36.412, the board
- 16 shall make a final decision on the application not later than the
- 17 90th day after the date of the decision by the board that was
- 18 subject to the motion for rehearing.
- 19 (f) A board is considered to have adopted a final proposal
- 20 for decision of the administrative law judge as a final order on the
- 21 181st day after the date the administrative law judge issued the
- 22 final proposal for decision if the board has not issued a final
- 23 decision by:
- 24 (1) adopting the findings of fact and conclusions of
- 25 law as proposed by the administrative law judge; or
- 26 (2) issuing revised findings of fact and conclusions
- 27 of law as provided by Subsection (b).

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- 1 (g) A proposal for decision adopted under Subsection (f) is
- 2 final, immediately appealable, and not subject to a request for
- 3 rehearing.
- 4 SECTION 8. The changes in law made by this Act apply to an
- 5 application for a permit or permit amendment submitted on or after
- 6 the effective date of this Act. An application for a permit or
- 7 permit amendment submitted before the effective date of this Act is
- 8 governed by the law in effect at the time the application was
  - submitted, and the former law is continued in effect for that
- 10 purpose.
- 11 SECTION 9. This Act takes effect immediately if it receives
- 12 a vote of two-thirds of all the members elected to each house, as
- 13 provided by Section 39, Article III, Texas Constitution. If this
- 14 Act does not receive the vote necessary for immediate effect, this
- 15 Act takes effect September 1, 2023.