Amend CSHB 36 as follows:

- (1) On page 1, strike lines 11 through 14 and substitute "commission by rule shall develop standards [a uniform standard] for evaluating compliance history."
- (2) On page 2, at the end of line 17, add "The commission shall develop standards for classifying some categories of regulated entities. In determining the types of regulated entities to classify, the commission shall consider, as one of the factors in making that determination, those regulated entities that are generally inspected at least annually.".
- (3) Add an appropriately numbered SECTION to the bill to read as follows:

SECTION _____. Not later than December 31, 2004, the Texas Commission on Environmental Quality by rule shall adopt standards for classification of regulated entities required by Section 5.754(a), Water Code, as amended by this Act.