Amend CSHB 1204 as follows:

- (1) On page 1, line 13, between "reenacting" and "Subsection", insert "and amending".
- (2) On page 2, line 15, between "incorporates." and "The", insert the following:

On reaching an agreement, the municipality and county shall certify that the agreement complies with the requirements of this chapter.

- (3) On page 4, strike the underscored text on lines 9-22 and substitute the following:
- If a certified agreement between a county and municipality as required by Subsection (c) is not in effect on or before January 1, 2004, the municipality and the county must enter into arbitration as provided by Section 242.0015. If the arbitrator or arbitration panel, as applicable, has not reached a decision in the 60-day period as provided by Section 242.0015, the county has exclusive authority to regulate plats and subdivisions and approve related permits in the extraterritorial jurisdiction of the municipality in accordance with Chapter 232 and other statutes applicable to counties. The county retains that exclusive authority only until the arbitrator or arbitration panel reaches a decision.
- (4) On page 5, strike the sentence beginning on line 22 and substitute the following:

 If a certified agreement between a county and municipality is not in effect on or before January 1, 2004, the parties must arbitrate the disputed issues.
- (5) On page 5, line 27, after "section.", insert "An arbitration decision under this section is binding on the parties."
- (6) On page 6, lines 8 and 9, strike "the effective date of this section" and substitute "the date the county and the municipality are required to have an agreement in effect under Section 242.001(f)".
- (7) On page 6, line 12, between "only to the" and "authority", insert "disputed issues between the county and the municipality regarding the".
- (8) On page 6, line 17, strike "The prevailing part of" and substitute "The party whose regulatory standards prevail in".

(9) On page 7, strike line 3.