By: Puente H.B. No. 3337

## A BILL TO BE ENTITLED

1 AN ACT

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2 relating to the purposes for which state water may be appropriated.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. (a) The legislature finds that it has been the specific public policy of the state for many years for the Texas Commission on Environmental Quality and its predecessors to address the needs of the state's bays and estuaries by the inclusion in water appropriation permits, to the extent practicable when considering all public interests, of those conditions considered necessary to maintain beneficial inflows to any affected bay and estuary system. It also has been the public policy of the state for many years for the commission and its predecessors to specifically consider the effect, if any, of the issuance of water appropriation permits on instream uses, water quality, and fish and wildlife habitats, and to include in those permits the conditions considered appropriate to address those interests. As an essential part of the state's policy, all permit conditions relating to beneficial inflows to affected bays and estuaries and instream needs are subject to suspension during water shortages and other emergencies.

(b) The legislature finds that recent attempts by private interests to make specific appropriations of the remaining available unappropriated state water in certain river basins for environmental purposes that are not associated with diversion or storage of the water are not authorized, are contrary to the public

- 1 welfare, and are contrary to the state's existing system of water
- 2 rights administration that has been in existence since 1913. The
- 3 legislature further finds that appropriations for environmental
- 4 purposes that are not associated with the diversion or storage of
- 5 water are contrary to and jeopardize the state's investment in the
- 6 regional planning process and the state water plan.
- 7 (c) The legislature intends that this Act reaffirm that the
- 8 imposition in water appropriation permits of conditions that are
- 9 subject to suspension during emergencies is the sole mechanism to
- 10 be used by the commission in the permitting process to address the
- 11 needs of the state's bays and estuaries and instream needs.
- 12 SECTION 2. Section 11.023, Water Code, is amended by
- amending Subsections (a) and (b) and adding Subsection (g) to read
- 14 as follows:
- (a) State water may be appropriated <u>for storage</u> [, stored,]
- 16 or diversion [diverted] for:
- 17 (1) domestic and municipal uses, including water for
- 18 sustaining human life and the life of domestic animals;
- 19 (2) agricultural uses and industrial uses, meaning
- 20 processes designed to convert materials of a lower order of value
- 21 into forms having greater usability and commercial value, including
- the development of power by means other than hydroelectric;
- 23 (3) mining and recovery of minerals;
- 24 (4) hydroelectric power;
- 25 (5) navigation;
- 26 (6) recreation and pleasure;
- 27 (7) public parks; and

- 1 (8) game preserves.
- 2 (b) State water also may be appropriated <u>for storage</u> [<sub>7</sub>]
  3 <u>stored</u><sub>7</sub>] or diversion [<u>diverted</u>] for any other beneficial use.
- (g) State water may not be appropriated for diversion to
  sustain flows at or below the diversion point in a manner that could
  be achieved by the imposition of permit conditions.
- SECTION 3. Section 11.131, Water Code, is amended by amending Subsection (b) and adding Subsection (c) to read as follows:
- 10 (b) If the commission denies <u>an</u> [the] application under
  11 <u>Subsection (a)</u> [this section] and the applicant elects not to
  12 proceed further, the commission may order any part of the fee
  13 submitted with the application returned to the applicant.
- 14 <u>(c) The commission shall deny an application and return all</u>
  15 <u>fees if the application does not propose to beneficially use state</u>
  16 water by the storage, taking, or diversion of the water.
- SECTION 4. (a) This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2003.
- 22 (b) The change in law made by this Act applies to an 23 application for a permit to use state water that is filed with the 24 Texas Commission on Environmental Quality on or after the effective 25 date of this Act or that is pending with the commission on the 26 effective date of this Act.