By: Puente H.B. No. 3338

Substitute the following for H.B. No. 3338:

By: Hamilton C.S.H.B. No. 3338

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the performance of a water audit by a retail public

- 3 utility providing potable water.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter B, Chapter 16, Water Code, is amended
- 6 by adding Section 16.0121 to read as follows:
- 7 Sec. 16.0121. WATER AUDITS. (a) In this section, "retail
- 8 public utility" has the meaning assigned by Section 13.002.
- 9 (b) Every five years, a retail public utility providing
- 10 potable water shall perform and file with the board a water audit
- 11 computing the utility's most recent annual system water loss.
- 12 (c) The board shall develop appropriate methodologies and
- 13 submission dates for a water audit required under Subsection (b)
- 14 for the following categories of retail public utilities:
- 15 (1) retail public utilities serving populations of
- 16 100,000 or more;
- 17 (2) retail public utilities serving populations of
- 18 <u>50,000 or more but less than 100,000;</u>
- 19 (3) retail public utilities serving populations of
- 20 more than 3,300 but less than 50,000; and
- 21 (4) retail public utilities serving populations of
- 22 3,300 or less.
- 23 (d) In developing the methodologies required by Subsection
- 24 (c), the board shall ensure that each methodology:

- 1 (1) is financially feasible for the category of retail
- 2 public utility for which it is developed; and
- 3 (2) considers differences in population density,
- 4 source of water supply, the mean income of the service population,
- 5 and other factors determined by the board.
- 6 (e) The methodologies required by Subsection (c) shall
- 7 <u>account for various components of system water loss, including loss</u>
- 8 from distribution lines, inaccuracies in meters or accounting
- 9 practices, and theft.
- 10 (f) The board shall compile the information included in the
- 11 water audits required by Subsection (b) according to category of
- 12 retail public utility and according to regional water planning
- 13 area. The regional planning group for a regional planning area
- 14 shall use the information to identify appropriate water management
- 15 strategies in the development of a regional water plan under
- 16 <u>Section 16.053.</u>
- SECTION 2. Section 16.053(j), Water Code, is amended to
- 18 read as follows:
- 19 (j) The board may provide financial assistance to political
- 20 subdivisions under Subchapters E and F of this chapter, Subchapters
- 21 C, D, E, F, J, O, and P, Chapter 15, and Subchapters D, I, K, and L,
- 22 Chapter 17, for water supply projects only if:
- 23 (1) the board determines that the needs to be
- 24 addressed by the project will be addressed in a manner that is
- consistent with the state water plan; [and]
- 26 (2) beginning January 5, 2002, the board:
- 27 (A) has approved a regional water plan as

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- 1 provided by Subsection (i), and any required updates of the plan,
- 2 for the region of the state that includes the area benefiting from
- 3 the proposed project; and
- 4 (B) determines that the needs to be addressed by
- 5 the project will be addressed in a manner that is consistent with
- 6 that regional water plan; and
- 7 (3) the board finds that the water audit required
- 8 under Section 16.0121 has been completed and filed.
- 9 SECTION 3. This Act takes effect September 1, 2003.