H.B. No. 3338 1-1 Puente (Senate Sponsor - Armbrister) 1-2 1-3 (In the Senate - Received from the House May 12, 2003; May 13, 2003, read first time and referred to Committee on Natural Resources; May 23, 2003, reported favorably by the following vote: Yeas 8, Nays 0, 1 present not voting; May 23, 2003, sent to 1-4 1-5 1-6 printer.) A BILL TO BE ENTITLED 1-7 1-8 AN ACT 1-9 relating to the performance of a water audit by a retail public 1-10 1-11 utility providing potable water. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 1-12 SECTION 1. Subchapter B, Chapter 16, Water Code, is amended by adding Section 16.0121 to read as follows: 1-13 Sec. 16.0121. WATER AUDITS. (a) In this section, "retail public utility" has the meaning assigned by Section 13.002.

(b) Every five years, a retail public utility providing potable water shall perform and file with the board a water audit 1-14 1**-**15 1**-**16 1-17 computing the utility's most recent annual system water loss. 1-18 (c) The board shall develop appropriate methodologies and 1-19 submission dates for a water audit required under Subsection (b) for the following categories of retail public utilities:

(1) retail public utilities serving populations of 1-20 1-21 1-22 100,000 or more; 1-23 1-24 (2) retail public utilities serving populations of 50,000 or more but less than 100,000;

(3) retail public utilities serving populations 1-25 1-26 of more than 3,300 but less than 50,000; and 1-27 1-28 (4)retail public utilities serving populations 1-29 3,300 or less. 1-30 (d) developing the methodologies required by Subsection In 1-31 the board shall ensure that each methodology: (1) is financially feasible for the category of retail 1-32 1-33 public utility for which it is developed; and 1-34 (2) considers differences in density, population source of water supply, the mean income o and other factors determined by the board. 1-35 of the service population, 1-36 The methodologies required by 1-37 Subsection (c) account for various components of system water loss, including loss 1-38 from distribution lines, inaccuracies in meters or accounting practices, and theft.

(f) The board shall compile the information included in the 1-39 1-40 1-41 1-42 water audits required by Subsection (b) according to category of retail public utility and according to regional water planning 1-43 area. The regional planning group for a regional planning area shall use the information to identify appropriate water management strategies in the development of a regional water plan under 1 - 441-45 1-46 Section 16.053. 1 - 471-48 SECTION 2. Section 16.053(j), Water Code, is amended to 1-49 read as follows: 1-50 (j) The board may provide financial assistance to political subdivisions under Subchapters E and F of this chapter, Subchapters 1-51 C, D, E, F, J, O, and P, Chapter 15, and Subchapters D, I, K, and L, 1-52 1-53 Chapter 17, for water supply projects only if: 1-54 (1) the board determines that the needs addressed by the project will be addressed in a manner that is consistent with the state water plan;  $\left[\frac{and}{a}\right]$ 1-55 1-56 1-57 beginning January 5, 2002, the board: (2) (A) has approved a regional water plan as provided by Subsection (i), and any required updates of the plan, for the region of the state that includes the area benefiting from 1-58 1-59 1-60

the project will be addressed in a manner that is consistent with

(B) determines that the needs to be addressed by

1-61

1-62

1-63

1-64

the proposed project; and

that regional water plan; and

H.B. No. 3338

2-1

(3) the board finds that the water audit required

under Section 16.0121 has been completed and filed.

SECTION 3. This Act takes effect September 1, 2003.

\* \* \* \* \* \*