By: Ellis, et al. H.B. No. 3625

Substitute the following for H.B. No. 3625:

By: Cook of Colorado C.S.H.B. No. 3625

## A BILL TO BE ENTITLED

AN ACT

2	 L _ L1	المسموما مما	 J	ممالت المسم	 	⊥1 <sub>-</sub> -	T	C+

- 2 relating to the board of directors and the powers of the Lone Star
- 3 Groundwater Conservation District; validating certain actions and
- 4 proceedings of the district.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Chapter 1321, Acts of the 77th Legislature,
- 7 Regular Session, 2001, is amended by adding Sections 5A and 5B to
- 8 read as follows:

1

- 9 Sec. 5A. ADDITIONAL POWERS. (a) The district may adopt
- 10 different rules under Section 36.116, Water Code, for:
- 11 (1) each aquifer, subdivision of an aquifer, or
- 12 geologic stratum located in whole or in part within the boundaries
- of the district; or
- 14 (2) different geographic areas of an aquifer or
- 15 subdivision of an aquifer located in whole or in part within the
- 16 boundaries of the district:
- 17 (A) if the district finds that conditions in or
- 18 use of the aquifer differs substantially from one geographic area
- 19 to another; or
- (B) to promote better management of the
- 21 groundwater resources in the district.
- 22 (b) The district may:
- 23 (1) establish zones within the boundaries of the
- 24 district for the purposes of groundwater management and regulation;

- 1 and
- 2 (2) implement regulations for each zone as provided by
- 3 Subsection (a).
- 4 (c) The district may place more restrictions on the
- 5 production of groundwater by a person applying for a nonhistoric
- 6 operating permit than the district places on the production of
- 7 groundwater by a person under a historic use permit.
- 8 <u>(d) The district may:</u>
- 9 (1) establish metering requirements for nonexempt
- 10 wells; and
- 11 (2) initiate and enforce a water use fee structure
- 12 based on the total amount of groundwater authorized to be produced
- 13 annually under a permit.
- 14 <u>Sec. 5B. HISTORIC USE PERMITS. (a)</u> The district may
- 15 protect existing or historic use of groundwater by implementing a
- 16 claims process in which the district may require an existing or
- 17 historic user to obtain a historic use permit.
- 18 (b) To obtain a historic use permit, an existing or historic
- 19 user must prove the maximum annual amount of groundwater that the
- 20 user applied to a beneficial use during a period established by the
- 21 <u>district as the existing and historic use period</u>. If an existing or
- 22 historic user began using groundwater in the final year of the
- 23 existing and historic use period, the district may issue a historic
- use permit to that user based on an extrapolation of the amount of
- groundwater that the user would have applied to the same beneficial
- 26 use in a full calendar year.
- 27 (c) The district may establish as an existing and historic

- 1 use period a period that:
- 2 (1) is not less than 5 years nor more than 21 years in
- 3 length; and
- 4 (2) ends on or before the date the district publishes
- 5 notice or adopts rules protecting existing or historic use.
- 6 (d) The district may define the initial existing and
- 7 historic use period as the period from January 1, 1992, to the date
- 8 of first adoption of the district's rules, August 26, 2002.
- 9 SECTION 2. Section 6, Chapter 1321, Acts of the 77th
- 10 Legislature, Regular Session, 2001, is amended by amending
- 11 Subsection (g) and adding Subsection (i) to read as follows:
- 12 (g) A position on the board shall not be construed to be a
- 13 civil office of emolument for any purpose, including a purpose
- 14 described by [in] Section 40, Article XVI, Texas Constitution,
- 15 except as provided by this subsection. A director may receive a fee
- of office under Section 36.060, Water Code, only if the director
- does not hold another office that is a civil office of emolument for
- 18 purposes of Section 40, Article XVI, Texas Constitution. This
- 19 subsection prevails over any provision of general or special law to
- the contrary, including Section 36.060(d), Water Code.
- (i) Notwithstanding Subsection (g), a director may receive
- reimbursement of actual expenses as provided by Section 36.060(b),
- 23 <u>Water Code</u>.
- SECTION 3. Sections 7(b)-(d), Chapter 1321, Acts of the
- 25 77th Legislature, Regular Session, 2001, are amended to read as
- 26 follows:
- 27 (b) Except as provided by Section 8 of this Act, <u>a director</u>

C.S.H.B. No. 3625

- [directors] shall be appointed not later than January 31 of the year 2 in which the current director's term expires in order to begin the new term of office on February 1 [the second Monday in January of 3 4 odd-numbered years]. Not later than the 75th [60th] day before that
- date, the general manager of the district shall mail to each person 5
- 6 who is designated in Subsection (a) of this section to make
- 7 appointments in that particular year written notice that the
- 8 appointments are due.

1

- The persons designated in Subsections (a)(1)-(4) and 9
- (6) of this section shall make their appointments and submit in 10
- writing the names of their appointments to the <u>district not later</u> 11
- than January 15 of the year in which the current director's term 12
- expires [Commissioners Court of Montgomery County]. 13
- 14 Except as provided by Section 8 of this Act, the board
- 15 shall by rule adopt an appointment process providing for the
- written submission of votes to the [Commissioners Court of 16
- Montgomery County and the] district by those persons designated in 17
- Subsections (a)(5) and (7)-(8) of this section. The process 18
- adopted by the district shall preserve the one vote per mayor and 19
- per municipal utility district concept for the appointment of 20
- 21 initial directors established by Section 8 of this Act.
- SECTION 4. Chapter 1321, Acts of the 77th Legislature, 22
- Regular Session, 2001, is amended by adding Section 13A to read as 23
- 24 follows:
- 25 Sec. 13A. NONAPPLICABILITY. Section 36.121, Water Code,
- 26 does not apply to the district.
- SECTION 5. (a) Any act or proceeding taken by or on behalf 27

C.S.H.B. No. 3625

- 1 of the Lone Star Groundwater Conservation District before the
- 2 effective date of this Act is validated in all respects as if the
- 3 act or proceeding had occurred as authorized by law.
- 4 (b) A governmental act or proceeding of the Lone Star
- 5 Groundwater Conservation District occurring after an act or
- 6 proceeding validated by this Act may not be held invalid on the
- 7 ground that the prior act or proceeding, in the absence of this Act,
- 8 was invalid.
- 9 (c) Specifically, the following acts of the Lone Star
- 10 Groundwater Conservation District are validated as of the dates
- 11 they occurred:
- 12 (1) the appointment of initial directors in accordance
- 13 with Section 8, Chapter 1321, Acts of the 77th Legislature, Regular
- 14 Session, 2001;
- 15 (2) the appointment of directors in accordance with
- 16 Section 7, Chapter 1321, Acts of the 77th Legislature, Regular
- 17 Session, 2001;
- 18 (3) the confirmation election held in accordance with
- 19 Section 10, Chapter 1321, Acts of the 77th Legislature, Regular
- 20 Session, 2001;
- 21 (4) the adoption of district rules and amendments to
- 22 those rules;
- 23 (5) the establishment and adoption of fees;
- 24 (6) the protection of existing and historic use by the
- 25 institution of a permitting process that protects existing and
- 26 historic users of groundwater and allows new users to apply for
- 27 operating permits;

C.S.H.B. No. 3625

- 1 (7) the establishment of production regulations to
- 2 manage the groundwater resources in the district; and
- 3 (8) the establishment of metering requirements
- 4 necessary to allow the district to serve the purposes for which it
- 5 was created.
- 6 (d) This section does not apply to any matter that on the
- 7 effective date of this Act:
- 8 (1) is involved in litigation if the litigation
- 9 ultimately results in the matter being held invalid by a final
- 10 judgment of a court of competent jurisdiction; or
- 11 (2) has been held invalid by a final judgment of a
- 12 court of competent jurisdiction.
- 13 SECTION 6. This Act takes effect immediately if it receives
- 14 a vote of two-thirds of all the members elected to each house, as
- 15 provided by Section 39, Article III, Texas Constitution. If this
- 16 Act does not receive the vote necessary for immediate effect, this
- 17 Act takes effect September 1, 2003.