By: Callegari H.B. No. 856

Substitute the following for H.B. No. 856:

By: Puente C.S.H.B. No. 856

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the general powers, authority, and directors of the
- 3 West Harris County Regional Water Authority.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 1.02(10), Chapter 414, Acts of the 77th
- 6 Legislature, Regular Session, 2001, is amended to read as follows:
- 7 (10) "Subsidence district" means the Harris-Galveston
- 8 Coastal Subsidence District or the Fort Bend Subsidence District.
- 9 SECTION 2. Chapter 414, Acts of the 77th Legislature,
- 10 Regular Session, 2001, is amended by adding Section 1.035 to read as
- 11 follows:
- Sec. 1.035. CHANGE IN BOUNDARIES. The territory contained
- on December 20, 2004, within the boundaries of the following
- 14 districts is excluded from the authority:
- 15 (1) Harris-Fort Bend Counties Municipal Utility
- 16 District No. 1;
- 17 (2) Harris-Fort Bend Counties Municipal Utility
- 18 <u>District No. 5; and</u>
- 19 (3) Fort Bend County Municipal Utility District No.
- 20 30.
- 21 SECTION 3. Section 2.01, Chapter 414, Acts of the 77th
- Legislature, Regular Session, 2001, is amended by adding Subsection
- 23 (b-1) to read as follows:
- 24 (b-1) Each director's term expires on May 15 of the fourth

- 1 year after the year in which the director was appointed.
- 2 SECTION 4. Chapter 414, Acts of the 77th Legislature,
- 3 Regular Session, 2001, is amended by adding Section 2.015 to read as
- 4 follows:
- 5 Sec. 2.015. CONFLICTS OF INTEREST. Chapter 171, Local
- 6 Government Code, governs conflicts of interest of board members.
- 7 SECTION 5. Chapter 414, Acts of the 77th Legislature,
- 8 Regular Session, 2001, is amended by adding Sections 4.015 and
- 9 4.016 to read as follows:
- Sec. 4.015. REQUESTS FOR PROPOSALS. The board may adopt
- 11 policies establishing whether, when, and how the authority uses
- 12 requests for proposals in obtaining services, including
- 13 professional services.
- 14 Sec. 4.016. ADDITIONAL ADMINISTRATIVE POLICIES. The
- 15 authority is not required to adopt administrative policies in
- addition to those required by Section 49.199, Water Code.
- SECTION 6. Section 4.03, Chapter 414, Acts of the 77th
- 18 Legislature, Regular Session, 2001, is amended by adding
- 19 Subsections (h)-(j) to read as follows:
- 20 (h) The authority is entitled to collection expenses and
- 21 reasonable attorney's fees incurred by the authority in collecting
- 22 any delinquent fees, user fees, rates, charges, and assessments,
- 23 and any related penalties and interest.
- (i) Fees and user fees imposed by the authority under
- 25 Subsection (b), and any related penalties, interest, collection
- 26 expenses, and reasonable attorney's fees incurred by the authority:
- 27 (1) are a first and prior lien against the well to

- which the fees or user fees apply;
- 2 (2) are superior to any other lien or claim other than
- 3 <u>a lien or claim for county, school district, or municipal ad valorem</u>
- 4 taxes; and
- 5 (3) are the personal liability of and a charge against
- 6 the owner of the well.
- 7 (j) A lien under Subsection (i) is effective from the date
- 8 of the resolution or order of the board imposing the fee or user fee
- 9 until the fee or user fee is paid. The board may enforce the lien in
- 10 the same manner that a municipal utility district operating under
- 11 Chapter 54, Water Code, may enforce an ad valorem tax lien against
- 12 <u>real property.</u>
- SECTION 7. Section 4.09(a), Chapter 414, Acts of the 77th
- 14 Legislature, Regular Session, 2001, is amended to read as follows:
- 15 (a) Notwithstanding any other law, irrespective of whether
- the authority enters into contracts with local governments located
- 17 within its boundaries, and irrespective of whether the authority
- 18 holds any well permit issued by the subsidence district [under
- 19 Chapter 151, Water Code], the authority [by rule] may, in whole or
- 20 in part, develop, prepare, revise, adopt, implement, enforce,
- 21 manage, or participate in a groundwater reduction plan that is
- 22 applicable only to the authority or a groundwater reduction plan
- that is applicable to the authority and one or more persons outside
- the authority. The authority may require that any groundwater
- 25 reduction plan that the authority, in whole or in part, develops,
- 26 prepares, revises, adopts, implements, enforces, or manages or in
- 27 which the authority participates be the exclusive groundwater

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- 1 reduction plan that is binding and mandatory on some or all of the
- 2 territory, persons, or wells located within the authority. A
- 3 groundwater reduction plan may:
- 4 (1) specify the measures to be taken to reduce
- 5 groundwater withdrawals;
- 6 (2) identify alternative sources of water to be
- 7 provided to those affected;
- 8 (3) identify the rates, terms, and conditions under
- 9 which alternative sources of water will be provided, which may be
- 10 changed from time to time as considered necessary by the authority;
- 11 (4) specify the dates and extent to which persons or
- 12 districts within the authority's boundaries shall reduce or cease
- 13 reliance on groundwater and accept water from alternative sources,
- including water from the authority;
- 15 (5) include other terms and measures that are
- 16 consistent with the powers and duties of the authority;
- 17 (6) exceed the minimum requirements imposed by the
- 18 subsidence district, including any applicable groundwater
- 19 reduction requirements; and
- 20 (7) be amended from time to time at the discretion of
- 21 the authority.
- SECTION 8. The change in law made by Section 1.035, Chapter
- 23 414, Acts of the 77th Legislature, Regular Session, 2001, as added
- 24 by this Act, does not impair any obligation related to bonds or
- 25 notes issued by the West Harris County Regional Water Authority
- 26 before the effective date of this Act. All outstanding bonds and
- 27 notes validly issued by the authority remain valid, enforceable,

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- 1 and binding and shall be paid in full, both principal and interest,
- 2 in accordance with their terms and from the sources pledged to the
- 3 payment of the bonds or notes. Any fees, assessments, or other
- 4 charges owed to the West Harris County Regional Water Authority on
- 5 the effective date of this Act by an owner of property excluded from
- 6 the authority by this Act remain the obligation of the owner.
- 7 SECTION 9. This Act takes effect immediately if it receives
- 8 a vote of two-thirds of all the members elected to each house, as
- 9 provided by Section 39, Article III, Texas Constitution. If this
- 10 Act does not receive the vote necessary for immediate effect, this
- 11 Act takes effect September 1, 2005.