

By: Flores

H.B. No. 2010

A BILL TO BE ENTITLED

AN ACT

1
2 relating to authority of the state auditor to investigate or audit a
3 nonprofit water supply or sewer service corporation.

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

5 SECTION 1. Chapter 67, Water Code, is amended by adding
6 Section 67.018 to read as follows:

7 Sec. 67.018. AUTHORITY OF STATE AUDITOR TO INVESTIGATE OR
8 AUDIT. (a) The state auditor may conduct an investigation of or
9 audit a corporation that, through a state agency, receives state or
10 federal money.

11 (b) The state auditor shall conduct an appropriate
12 investigation or audit in response to a protest the state auditor
13 receives from a member or customer of the corporation regarding
14 alleged impropriety, malfeasance, or nonfeasance related to the
15 performance of the corporation's duties that involve the receipt or
16 use of the state or federal money.

17 (c) The state auditor may forward to the attorney general
18 any findings of an investigation or audit conducted under this
19 section.

20 (d) This section does not limit any authority of the state
21 auditor or attorney general.

22 SECTION 2. This Act takes effect September 1, 2005.