By: Oliveira

H.B. No. 2898

## A BILL TO BE ENTITLED AN ACT 1 2 relating to allocations involving excluded irrigation land in 3 certain counties. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Subchapter J, Water Code, is amended by adding 6 Section 49.3141 to read as follows: Sec. 49.3141. WATER ALLOCATIONS IN CERTAIN COUNTIES. (a) 7 Notwithstanding any other section of this subchapter, after a 8 district in a county that borders the Gulf of Mexico and the United 9 Mexican States or in a county or is adjacent to a county that 10 11 borders the Gulf of Mexico and the United Mexican States adopts an 12 order excluding property, whether such exclusion took place under the Water Code or under Article 8280-3.2 or under Article 8280-3.5 13 14 or under Article 973c since its adoption or any subsequent amendment, or any other exclusion statute granting to a district 15 16 the right to exclude land if such exclusion occurred after the effective date of such other exclusion statute, a city or water 17 supply corporation that serves the excluded land with a potable 18 water supply may petition the district to convert the proportionate 19 irrigation water right previously associated with the excluded land 20 21 from irrigation use to municipal use for the use and benefit of the city or water supply corporation. The district shall compute the 22 23 proportionate amount of water rights that are associated with the 24 land and shall proceed with appropriate administrative proceedings

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to convert the irrigation use to municipal use. The city or water 1 2 supply corporation shall have the right to appeal the district's 3 computation of the proportionate amount of water rights that are 4 associated with the land. (b) The district shall make such application to the 5 6 commission within 30 days of the filing of a petition by the city or 7 water supply corporation that serves the land with a potable water 8 supply and the district shall provide to the city or water supply corporation with an estimate of the district's reasonable costs in 9 proceeding with appropriate administrative proceedings to convert 10 the irrigation use to municipal use and the amount of the estimate 11 shall be deposited with the district before the district is 12 obligated to initiate the administrative proceedings. In such 13 commission proceeding, the city or water supply corporation shall 14 15 provide evidence to the commission of the current or projected need within a five year period for the municipal-use water allocation 16 17 after such conversion as a condition of such conversion of use of the district's water rights from irrigation use to municipal use. 18 (c) On approval of the conversion by the Commission, the 19 water shall be supplied to the city or water supply corporation by 20 21 the district and the district will charge a just and reasonable 22 amount for this supply. The amount shall not be unreasonably preferential, prejudicial, or discriminatory but shall be 23 24 sufficient, equitable, and consistent for the supply of water based on the cost of the district's services. The amount of the 25 26 district's charge may be appealed to the commission by the city or 27 water supply corporation.

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