By: Hupp

H.B. No. 3477

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the creation of the Central Texas Groundwater 3 Conservation District; providing authority to impose a tax and issue bonds; granting the power of eminent domain. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 SECTION 1. Subtitle H, Title 6, Special District Local Laws 6 Code, is amended by adding Chapter 8810 to read as follows: 7 8 CHAPTER 8810. CENTRAL TEXAS GROUNDWATER 9 CONSERVATION DISTRICT SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 8810.001. DEFINITIONS. In this chapter: 11 12 (1) "Board" means the board of directors of the 13 district. 14 (2) "Director" means a member of the board. (3) "District" means the Central Texas Groundwater 15 16 Conservation District. Sec. 8810.002. NATURE OF DISTRICT. The district is a 17 18 groundwater conservation district in Burnet County created under and essential to accomplish the purposes of Section 59, Article 19 XVI, Texas Constitution. 20 21 Sec. 8810.003. CONFIRMATION ELECTION REQUIRED. If the 22 creation of the district is not confirmed at a confirmation 23 election held before September 1, 2007: 24 (1) the district is dissolved on September 1, 2007,

1	except that:
2	(A) any debts incurred shall be paid;
3	(B) any assets that remain after the payment of
4	debts shall be transferred to Burnet County; and
5	(C) the organization of the district shall be
6	maintained until all debts are paid and remaining assets are
7	transferred; and
8	(2) this chapter expires on September 1, 2010.
9	Sec. 8810.004. INITIAL DISTRICT TERRITORY. The initial
10	boundaries of the district are coextensive with the boundaries of
11	Burnet County, Texas.
12	Sec. 8810.005. CONSTRUCTION OF CHAPTER. This chapter shall
13	be liberally construed to achieve the legislative intent and
14	purposes of Chapter 36, Water Code. A power granted by Chapter 36,
15	Water Code, or this chapter shall be broadly interpreted to achieve
16	that intent and those purposes.
17	Sec. 8810.006. APPLICABILITY OF OTHER GROUNDWATER
18	CONSERVATION DISTRICT LAW. Except as otherwise provided by this
19	chapter, Chapter 36, Water Code, applies to the district.
20	[Sections 8810.007-8810.020 reserved for expansion]
21	SUBCHAPTER A-1. TEMPORARY PROVISIONS
22	Sec. 8810.021. APPOINTMENT OF TEMPORARY DIRECTORS. (a)
23	Not later than the 45th day after the effective date of this
24	chapter, five temporary directors shall be appointed as follows:
25	(1) the Burnet County Commissioners Court shall
26	appoint one temporary director from each of the four commissioners
27	precincts in the county to represent the precincts in which the

1	temporary directors reside; and
2	(2) the county judge of Burnet County shall appoint
3	one temporary director who resides in the district to represent the
4	district at large.
5	(b) If there is a vacancy on the temporary board of
6	directors of the district, the authority who appointed the
7	temporary director whose position is vacant shall appoint a person
8	to fill the vacancy.
9	(c) Temporary directors serve until the earlier of:
10	(1) the time the temporary directors become initial
11	directors as provided by Section 8810.024; or
12	(2) the date this chapter expires under Section
13	8810.003.
14	Sec. 8810.022. ORGANIZATIONAL MEETING OF TEMPORARY
15	DIRECTORS. As soon as practicable after all the temporary
16	directors have qualified under Section 36.055, Water Code, a
17	majority of the temporary directors shall convene the
18	organizational meeting of the district at a location within the
19	district agreeable to a majority of the directors. If an agreement
20	on location cannot be reached, the organizational meeting shall be
21	at the Burnet County Courthouse.
22	Sec. 8810.023. CONFIRMATION ELECTION. (a) The temporary
23	directors shall hold an election to confirm the creation of the
24	district.
25	(b) Section 41.001(a), Election Code, does not apply to a
26	confirmation election held as provided by this section.
27	(c) Except as provided by this section, a confirmation

election must be conducted as provided by Sections 36.017(b)-(i), 1 2 Water Code, and the Election Code. Section 36.017(d), Water Code, does not apply to a confirmation election under this section. 3 4 (d) The ballot for the election must be printed to provide for voting for or against the proposition: "The creation of the 5 6 Central Texas Groundwater Conservation District and the imposition 7 of a maintenance tax at a rate not to exceed five cents for each \$100 8 of assessed valuation." 9 (e) If a majority of the votes cast at the election are not in favor of the creation of the district, the temporary directors 10 may call and hold a subsequent confirmation election. The 11 12 subsequent election may not be held before the first anniversary of the date on which the previous election was held. 13 14 (f) The district may not impose a maintenance tax unless the 15 tax is confirmed under this section. 16 Sec. 8810.024. INITIAL DIRECTORS. (a) If creation of the 17 district is confirmed at an election held under Section 8810.023, the temporary directors of the district become the initial 18 19 directors of the district and serve on the board of directors until permanent directors are elected under Section 8810.025. 20 21 (b) The initial directors representing commissioners precincts 2 and 4 shall serve a term expiring June 1 following the 22 first regularly scheduled election of directors under Section 23 24 8810.025, and the initial directors representing commissioners 25 precincts 1 and 3 shall serve a term expiring June 1 following the second regularly scheduled election of directors. The at-large 26 27 director shall serve a term expiring June 1 following the second

1	regularly scheduled election of directors.
2	Sec. 8810.025. INITIAL ELECTION OF PERMANENT DIRECTORS. On
3	the uniform election date prescribed by Section 41.001, Election
4	Code, in May of the first even-numbered year after the year in which
5	the district is authorized to be created at a confirmation
6	election, an election shall be held in the district for the election
7	of two directors to replace the initial directors who, under
8	Section 8810.024(b), serve a term expiring June 1 following that
9	election.
10	Sec. 8810.026. EXPIRATION OF SUBCHAPTER. This subchapter
11	expires September 1, 2010.
12	[Sections 8810.027-8810.050 reserved for expansion]
13	SUBCHAPTER B. BOARD OF DIRECTORS
14	Sec. 8810.051. DIRECTORS; TERMS. (a) The district is
15	governed by a board of five directors.
16	(b) Directors serve staggered four-year terms, with two or
17	three directors' terms expiring June 1 of each even-numbered year.
18	(c) A director may serve consecutive terms.
19	Sec. 8810.052. METHOD OF ELECTING DIRECTORS: COMMISSIONERS
20	PRECINCTS. (a) The directors of the district shall be elected
21	according to the commissioners precinct method as provided by this
22	section.
23	(b) One director shall be elected by the voters of the
24	entire district, and one director shall be elected from each county
25	commissioners precinct by the voters of that precinct.
26	(c) Except as provided by Subsection (e), to be eligible to
27	be a candidate for or to serve as director at large, a person must be

1	a registered voter in the district. To be a candidate for or to
2	serve as director from a county commissioners precinct, a person
3	must be a registered voter of that precinct.
4	(d) A person shall indicate on the application for a place
5	on the ballot:
6	(1) the precinct that the person seeks to represent;
7	or
8	(2) that the person seeks to represent the district at
9	large.
10	(e) When the boundaries of the county commissioners
11	precincts are redrawn after each federal decennial census to
12	reflect population changes, a director in office on the effective
13	date of the change, or a director elected or appointed before the
14	effective date of the change whose term of office begins on or after
15	the effective date of the change, shall serve in the precinct to
16	which elected or appointed even though the change in boundaries
17	places the person's residence outside the precinct for which the
18	person was elected or appointed.
19	Sec. 8810.053. ELECTION DATE. The district shall hold an
20	election to elect the appropriate number of directors on the
21	uniform election date prescribed by Section 41.001, Election Code,
22	in May of each even-numbered year.
23	Sec. 8810.054. DIVISION OF MUNICIPALITY. The provision in
24	Section 36.059(b), Water Code, concerning the division of a
25	municipal corporation among precincts does not apply to an election
26	under this chapter.
27	[Sections 8810.055-8810.100 reserved for expansion]

1	SUBCHAPTER C. POWERS AND DUTIES
2	Sec. 8810.101. DEFINITION. In this subchapter, "man-made
3	excavation" means a quarry, open pit mine, or similar cut into the
4	surface of the ground made by a person.
5	Sec. 8810.102. PERMIT CONSIDERATION. Before granting or
6	denying a permit under Section 36.113, Water Code, the district
7	shall consider if the proposed use of water unreasonably affects
8	surrounding landowners.
9	Sec. 8810.103. PERMITS; APPLICABLE RULES. If a permit is
10	required, the permit holder is subject to rules adopted by the
11	<u>district to:</u>
12	(1) conserve, preserve, protect, and recharge the
13	groundwater or a groundwater reservoir or its subdivisions to
14	control subsidence, prevent degradation of groundwater quality,
15	and prevent waste of groundwater; and
16	(2) carry out any other power or duty under Chapter 36,
17	Water Code.
18	Sec. 8810.104. IMPACT OF TRANSFER. (a) If the district
19	finds that a transfer of groundwater out of the district negatively
20	impacts any of the factors described by Section 36.122(f), Water
21	Code, the district may impose additional requirements or
22	limitations on the permit that are designed to minimize those
23	impacts.
24	(b) Sections 36.122(c), (e), (i), and (j), Water Code, do
25	not apply to a requirement or limitation imposed under this
26	section.
27	Sec. 8810.105. PROHIBITIONS ON WASTE. (a) In this section,

1 "waste" has the meaning assigned by Section 36.001, Water Code, and 2 additionally means causing or allowing groundwater from a well or man-made excavation to escape into a river, creek, natural 3 4 watercourse, depression, lake, reservoir, drain, sewer, street, highway, road or road ditch, or onto any land other than that of the 5 6 owner of the well or man-made excavation. 7 (b) Waste is prohibited by the district unless the district 8 determines that the waste will not unduly diminish the groundwater 9 resources of the district. 10 Sec. 8810.106. CONTRACTS WITH OTHER GOVERNMENTAL ENTITIES. The district and another governmental entity, including a river 11 12 authority located in the district, may enter into a contract for the performance by that entity of a district function. 13 Sec. 8810.107. REVENUE. To pay the maintenance and 14 15 operating costs of the district and to pay any bonds or notes issued by the district, the district may: 16 17 (1) impose ad valorem taxes at a rate not to exceed five cents on each \$100 of assessed valuation of taxable property; 18 19 (2) assess fees for services or for water withdrawn from non-exempt wells or man-made excavations; or 20 21 (3) solicit and accept grants from any private or 22 public source. 23 [Sections 8810.108-8810.150 reserved for expansion] 24 SUBCHAPTER D. DISSOLUTION 25 Sec. 8810.151. ELECTION FOR DISSOLUTION. (a) If the 26 district has no outstanding bond or other long-term indebtedness, 27 the district may be dissolved by a favorable vote of a majority of

1	the registered voters of the district at an election called for that
2	purpose.
3	(b) The board shall call a dissolution election if the board
4	receives a petition for dissolution signed by at least 50 percent of
5	the registered voters in the district as computed by using the list
6	of registered voters for Burnet County.
7	(c) If the district is dissolved under this section, the
8	board shall:
9	(1) notify the Texas Commission on Environmental
10	Quality and the secretary of state of the dissolution; and
11	(2) transfer title to any assets of the district to
12	Burnet County.
13	SECTION 2. (a) The legal notice of the intention to
14	introduce this Act, setting forth the general substance of this
15	Act, has been published as provided by law, and the notice and a
16	copy of this Act have been furnished to all persons, agencies,
17	officials, or entities to which they are required to be furnished
18	under Section 59, Article XVI, Texas Constitution, and Chapter 313,
19	Government Code.
20	(b) The governor has submitted the notice and Act to the
21	Texas Commission on Environmental Quality.
22	(c) The Texas Commission on Environmental Quality has filed
23	its recommendations relating to this Act with the governor,
24	lieutenant governor, and speaker of the house of representatives
25	within the required time.
26	(d) All requirements of the constitution and laws of this
27	state and the rules and procedures of the legislature with respect

H.B. No. 3477 1 to the notice, introduction, and passage of this Act are fulfilled 2 and accomplished.

3 SECTION 3. This Act takes effect immediately if it receives 4 a vote of two-thirds of all the members elected to each house, as 5 provided by Section 39, Article III, Texas Constitution. If this 6 Act does not receive the vote necessary for immediate effect, this 7 Act takes effect September 1, 2005.