By: Lindsay S.B. No. 748

A BILL TO BE ENTITLED

AN ACT

2 relating to the use of funds received under a contract with a 3 municipality by a conservation and reclamation district.

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

5 SECTION 1. Subchapter C, Chapter 49, Water Code, is amended 6 by adding Section 49.073 to read as follows:

Sec. 49.073. USE OF CERTAIN CONTRACT FUNDS. A district receiving funds from a municipality pursuant to the provisions of a contract with a municipality, including a strategic partnership agreement authorized under Sec. 43.0751, Local Government Code, may use such funds for any lawful purpose of either the district or the applicable municipality, unless required otherwise by the applicable contract. The purposes of the district shall be construed to include the municipal purposes for which such funds

are used by the district hereunder.

SECTION 2. EFFECTIVE DATE. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2005.

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