Amend HB 3068 on third reading as follows:

- (1) Strike SECTION 1 of the bill.
- (2) Strike SECTION 3 of the bill.
- (3) Strike SECTIONS 13, 14, and 15 of the bill.
- (4) Insert the following appropriately numbered SECTION to the bill:

SECTION ____. Section 81.033(b), Local Government Code, is amended to read as follows:

- (b) If approved at an election held in the county for that purpose, the commissioners court has, in addition to the powers given to it under this code or other law, all the powers of the governing body of a Type A general-law municipality, including the powers contained in Subtitle A, Title 7, except that:
- (1) the commissioners court may not regulate an activity outside the county;
- (2) the commissioners court may not regulate a tract of land that is appraised as agricultural or open-space land by the appraisal district;
- (3) the commissioners court may not exercise the powers of a municipality under Chapter 211 [$\frac{1}{213}$]; and
- (4) if this code or other law provides for a procedure by which a county exercises a power, the commissioners court must use that procedure.
- (5) Insert the following appropriately numbered SECTION to the bill:

SECTION _____. Chapter 231, Local Government Code, is amended by adding Subchapter L to read as follows:

SUBCHAPTER L. ZONING AROUND FALCON LAKE

- Sec. 231.251. LEGISLATIVE FINDINGS; PURPOSE. (a) The legislature finds that:
- (1) the area that surrounds Falcon Lake in Zapata County is frequented for recreational purposes by residents from every part of the state;
- (2) orderly development and use of the area is of concern to the entire state; and
- (3) buildings in the area that are frequented for resort or recreational purposes tend to become congested and to be

- used in ways that interfere with the proper use of the area as a place of recreation to the detriment of the public health, safety, morals, and general welfare.
- (b) The powers granted under this subchapter are for the purpose of promoting the public health, safety, peace, morals, and general welfare and encouraging the recreational use of county land.
- Sec. 231.252. AREAS SUBJECT TO REGULATION. This subchapter applies only to the unincorporated area of Zapata County located within 25,000 feet of:
 - (1) the project boundary line for Falcon Lake; and
 - (2) the Rio Grande river.
- Sec. 231.253. FALCON LAKE PLANNING COMMISSION. (a) A lake planning commission is established for the area subject to this subchapter. The commission is comprised of:
- (1) four residents of Zapata County, with one resident from each of the county commissioner precincts, appointed by that precinct's commissioner; and
- (2) a person, who shall serve as the commission's presiding officer, appointed by the county judge of Zapata County.
- (b) Except as provided by Subsection (c), the members of the commission shall be appointed for two year terms that expire February 1 of each odd-numbered year.
- (c) The terms of the initial members of the commission expire on February 1st of the first February in an odd-numbered year following their appointment.
- (d) The commissioners court of Zapata County may employ staff for the commission to use in performing the commission's functions.
- Sec. 231.254. COMMISSION STUDY & REPORT; HEARING. (a) At the request of the commissioners court of Zapata County, the commission shall, or on the lake planning commission's own initiative, the commission may, conduct studies of the area subject to this subchapter and prepare reports to advise the commissioner's court about matters affecting that area, including any need for zoning regulations in that area.
 - (b) Before the commission may prepare a report, the

commission must hold a public hearing in which members of the public may offer testimony regarding any subject to be included in the commission's report. The commission shall provide notice of the hearing as required by the commissioner's court.

Sec. 231.255. ZONING REGULATIONS. After receiving a report from the lake planning commission under Section 231.254, the commissioner's court of Zapata County may adopt zoning regulations for the area subject to this subchapter and in accordance with the report that regulate:

- (1) the height, number of stories, and size of buildings and other structures;
 - (2) the percentage of a lot that may be occupied;
 - (3) the size of yards, courts, and other open spaces;
 - (4) population density;
- (5) the location and use of buildings, other structures, and land for business, industrial, residential, or other purposes; and
- (6) the placement of water and sewage facilities, parks, and other public requirements.
- (6) Insert the following appropriately numbered SECTION to the bill:

SECTION ____. Section 16.344, Water Code, is amended by adding Subsections (d), (e), (f), (g) and (h) to read as follows:

- (d) Notwithstanding Section 16.343(g) or Section 16.350(a), a political subdivision may temporarily continue to receive funds under Subchapter K, Chapter 17, if the political subdivision submits a request for temporary continuation of funding and the board determines that:
- (1) the political subdivision's initial funding application and any amendments for a designated area were reviewed and approved by the board before January 1, 2007;
- (2) withholding funds would result in an undue hardship for occupants of the property to be served by unreasonably delaying the provision of adequate water or waste water services;
- (3) withholding funds would result in inefficient use of local, state, or federal funds under the program;
 - (4) the political subdivision has committed to take

the necessary and appropriate actions to correct any deficiencies in adoption or enforcement of the model rules within the time designated by the board, but not later than the 90th day after the date the board makes the determinations under this subsection;

- (5) the political subdivision has sufficient safeguards in place to prevent the proliferation of colonias; and
- (6) during the 30 days after the date the board receives a request under this subsection, the board, after consulting with the attorney general, secretary of state, and commission, has not received an objection from any of those entities to the request for temporary continuation of funding.
- (e) In applying Subsection (d) to applications for increased financial assistance, the board shall only consider areas that were included in the initial application, except that the board may reconsider the eligibility of areas that were the subject of a facility plan in the initial application and that may be determined to be eligible based on criteria in effect September 1, 2005.
- appropriate actions to correct any deficiencies in its adoption and enforcement of the model rules within the time period required by the board, not to exceed the 90-day period described by Subsection (d)(4), and provide evidence of compliance to the board. The board shall discontinue funding unless the board makes a determination based on the evidence provided that the political subdivision has demonstrated sufficient compliance to continue funding.
- (g) Except as provided by Subsections (d) through (f), if the board determines that a county or city that is required to adopt and enforce the model rules is not enforcing the model rules, the board shall discontinue funding for all projects within the county or city that are funded under Subchapter K, Chapter 17.
- (h) The board may not accept or grant applications for temporary funding under Subsection (d) after June 1, 2009.
- (i) Subsections (d), (e), (f), (g), (h) and this subsection expire September 1, 2009.
- (7) Insert the following appropriately numbered SECTION to the bill:

- SECTION _____. Subchapter B, Chapter 412, Local Government Code, is amended by adding Section 412.017 to read as follows:
- Sec. 412.017. WATER SUPPLY AND SEWAGE SYSTEM FOR CERTAIN
 BORDER COUNTIES. (a) This section applies only to a county:
- (1) that is located adjacent to an international border; and
 - (2) in which a military installation is located.
- (b) The commissioners court of a county to which this section applies may acquire, construct, or operate a water supply system or sewage system to serve:
 - (1) unincorporated areas of the county; and
- (2) areas initially included in a municipality on or after September 1, 2007, in which the municipality does not provide water or sewer services.
- (c) The county may enter a management or lease agreement with another public or private entity for the operation of a county water or sewage system acquired or constructed under this section.
- (d) The county may apply for and receive grants or other assistance from a state or federal governmental entity to implement this section.
- (e) The county may own, operate, or maintain a water or sewer utility in the same manner as a municipality under Chapter 402.
- (f) A county may not construct, operate, or maintain a water supply system or sewage system in an area previously served by the county's water supply or sewage system after the area is annexed by a municipality and the municipality begins providing to the area water or sewer services previously provided by the county.
- (8) Renumber subsequent SECTIONS of the bill accordingly.