Amend SB 1436 on third reading as follows:

(1) In SECTION 5 of the bill, in amended Section 16.315, Water Code (page 4, lines 4 and 5), strike "to comply with" and substitute "that are not less stringent than [to comply with]".

(2) In SECTION 5 of the bill, in amended Section 16.315, Water Code (page 4, lines 17-19), strike Subdivision (5) and substitute the following:

(5) engaging in floodplain management, [and] adopting and enforcing permanent land use and control measures <u>that are not</u> <u>less stringent than those</u> [consistent with the criteria] established under the National Flood Insurance Act, and providing for the imposition of penalties on landowners who violate this subchapter or rules adopted or orders issued under this subchapter;

(3) In SECTION 5 of the bill, in amended Section 16.315, Water Code (page 5, lines 25-27), strike Subdivision (13) and substitute the following:

(13) adopting permanent land use and control measures with enforcement provisions <u>that are not less stringent than</u> [which are consistent with] the criteria for land management and use adopted by the director;

(4) Insert new SECTION 9A into the bill:

SECTION 9A. Section 16.319, Water Code, is amended to read as follows:

Sec. 16.319. QUALIFICATION. Political subdivisions wishing to qualify under the National Flood Insurance Program shall have the authority to do so by complying with the directions of the Federal Emergency Management Agency and by:

(1) evidencing to the director a positive interest in securing flood insurance coverage under the National Flood Insurance Program; and

(2) giving to the director satisfactory assurance that measures will have been adopted for the political subdivision <u>that</u> [which measures] will be <u>not less stringent than</u> [consistent with] the comprehensive criteria for land management and use developed by the Federal Emergency Management Agency.

(5) Strike current SECTION 11 of the bill (page 10, line 21, through page 11, line 2) and substitute:

SECTION 12. (a) Except as otherwise provided by this section, this Act takes effect September 1, 2007.

(b) Sections 1-10 of this Act take effect September 1, 2007, but only if before that date the 80th Legislature appropriates at least \$6.1 million to the Texas Water Development Board for the state fiscal biennium beginning September 1, 2007, specifically for the purpose of administering the National Flood Insurance Program. If before that date the 80th Legislature does not appropriate at least that amount to the Texas Water Development Board for that state fiscal biennium specifically for that purpose, Sections 1-10 of this Act have no effect.

(c) If Sections 1-10 of this Act take effect, Section 11 of this Act has no effect.

(6) Insert a new SECTION 11 into the bill:

SECTION 11. Sections 16.315 and 16.319, Water Code, are amended to read as follows:

Sec. 16.315. POLITICAL SUBDIVISIONS; COMPLIANCE WITH FEDERAL REQUIREMENTS. All political subdivisions are hereby authorized to take all necessary and reasonable actions <u>that are</u> <u>not less stringent than</u> [to comply with] the requirements and criteria of the National Flood Insurance Program, including but not limited to:

(1) making appropriate land use adjustments to constrict the development of land which is exposed to flood damage and minimize damage caused by flood losses;

(2) guiding the development of proposed future construction, where practicable, away from a location which is threatened by flood hazards;

(3) assisting in minimizing damage caused by floods;

(4) authorizing and engaging in continuing studies of flood hazards in order to facilitate a constant reappraisal of the flood insurance program and its effect on land use requirements;

(5) engaging in floodplain management, [and] adopting and enforcing permanent land use and control measures <u>that are not</u> <u>less stringent than those</u> [consistent with the criteria] established under the National Flood Insurance Act, and providing for the imposition of penalties on landowners who violate this

subchapter or rules adopted or orders issued under this subchapter;

(6) declaring property, when such is the case, to be in violation of local laws, regulations, or ordinances which are intended to discourage or otherwise restrict land development or occupancy in flood-prone areas and notifying the director, or whomever the director designates, of such property;

(7) consulting with, giving information to, and entering into agreements with the Federal Emergency Management Agency for the purpose of:

(A) identifying and publishing information with respect to all flood areas, including coastal areas; and

(B) establishing flood-risk zones in all such areas and making estimates with respect to the rates of probable flood-caused loss for the various flood-risk zones for each of these areas;

(8) cooperating with the director's studies and investigations with respect to the adequacy of local measures in flood-prone areas as to land management and use, flood control, flood zoning, and flood damage prevention;

(9) taking steps, using regional, watershed, and multi-objective approaches, to improve the long-range management and use of flood-prone areas;

(10) purchasing, leasing, and receiving property from the director when such property is owned by the federal government and lies within the boundaries of the political subdivision pursuant to agreements with the Federal Emergency Management Agency or other appropriate legal representative of the United States Government;

(11) requesting aid pursuant to the entire authorization from the commission;

(12) satisfying criteria adopted and promulgated by the commission pursuant to the National Flood Insurance Program;

(13) adopting permanent land use and control measures with enforcement provisions <u>that are not less stringent than</u> [which are consistent with] the criteria for land management and use adopted by the director;

(14) adopting more comprehensive floodplain

management rules that the political subdivision determines are necessary for planning and appropriate to protect public health and safety;

(15) participating in floodplain management and mitigation initiatives such as the National Flood Insurance Program's Community Rating System, Project Impact, or other initiatives developed by federal, state, or local government; and

(16) collecting reasonable fees to cover the cost of administering a local floodplain management program.

Sec. 16.319. QUALIFICATION. Political subdivisions wishing to qualify under the National Flood Insurance Program shall have the authority to do so by complying with the directions of the Federal Emergency Management Agency and by:

(1) evidencing to the director a positive interest in securing flood insurance coverage under the National Flood Insurance Program; and

(2) giving to the director satisfactory assurance that measures will have been adopted for the political subdivision <u>that</u> [which measures] will be <u>not less stringent than</u> [consistent with] the comprehensive criteria for land management and use developed by the Federal Emergency Management Agency.

(7) SECTION _____ of the bill, as added by Floor AmendmentNo. 1 (Ortiz) on Second Reading of the bill, is numbered "13".