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S.B. No. 707

A BILL TO BE ENTITLED

AN ACT
relating to the powers and duties of the Rio Grande Regional Water
Authority and the establishment of a member conference.
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
SECTION 1. Section 1.01, Chapter 385, Acts of the 78th
Legislature, Regular Session, 2003, is amended by adding
Subdivisions (4-a), (6), (7), and (8) to read as follows:
(4-a) "Conference" means the conference under Section
1A.01 of this Act.
(6) "Municipal class entity" means one of the
following entities that is located in the authority:
(A) a municipality;
(B) a municipal utility district operating under
Chapter 54, Water Code; or
(C) a special utility district operating under
Chapter 65, Water Code.
(7) "Water supply corporation" means a nonprofit water
supply corporation operating under Chapter 67, Water Code.
(8) "Watermaster" means the watermaster appointed by
the commission under Subchapter G, Chapter 11, Water Code, for the
segment of the Rio Grande basin inside the boundaries of the
authority.
SECTION 2. Chapter 385, Acts of the 78th Legislature,
Regular Session, 2003, is amended by adding Article IA to read as

1 follows:

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ARTICLE IA. CONFERENCE

3 <u>Sec. 1A.01. CONFERENCE MEMBERSHIP.</u> (a) Subject to 4 <u>Subsection (b) of this section, each county, municipal class</u> 5 <u>entity, water supply corporation, and irrigation district or other</u> 6 water district in the authority is a member of the conference.

7 (b) The board may determine whether a prospective member is 8 <u>qualified to become a member of the conference.</u>

9 Sec. 1A.02. ADVISORY COMMITTEE. The board may appoint an
 10 advisory committee composed of representatives of the conference
 11 members to advise the board in administering this Act.

Sec. 1A.03. IRRIGATION DISTRICTS COMMITTEE. (a) The 12 irrigation districts that are members of the conference shall 13 convene as a committee to prepare a list of nominees for director 14 positions under Section 2.01(b)(1) of this Act at least 60 days 15 16 before directors' terms are scheduled to expire or whenever a vacancy occurs in those positions. The committee shall provide the 17 18 list to the governor not later than the 21st day after the date on which the committee convenes. 19

20 (b) The irrigation district conference members may select a 21 presiding officer to conduct committee meetings and represent the 22 entire committee.

23 SECTION 3. Section 2.01, Chapter 385, Acts of the 78th 24 Legislature, Regular Session, 2003, is amended by amending 25 Subsections (a), (b), (c), and (f) and adding Subsections (c-1), 26 (h), and (i) to read as follows:

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(a) The board consists of <u>18</u> [15] directors.

S.B. No. 707 1 Twelve [Nine] directors are appointed by the governor, (b) with the advice and consent of the senate, as follows: 2 3 (1)nine [six] directors who represent irrigation 4 districts that are members of the conference from a list of nominees submitted by the committee of irrigation districts convened under 5 6 Section 1A.03 of this Act; 7 (2) one director who represents the public; 8 (3) director who represents municipal class one 9 entities that are members of the conference [water utilities]; and director 10 (4) one who represents water supply corporations that are members of the conference [municipalities]. 11 (c) One director is appointed from each of the six counties 12 in the authority by majority vote of the commissioners court of that 13 county. In January of a year in which a director's term expires, 14 the commissioners court of the appropriate county shall appoint a 15 16 director for a <u>four-year</u> [two-year] term beginning February 1 of that year. In addition to meeting the requirements of Subsection 17 18 (c-1) of this section, if applicable, a [A] director appointed as provided by this subsection must: 19 (1) be a registered voter; 20 reside in the county from which the director is 21 (2) 22 appointed; and work in a water-related field or have special 23 (3) knowledge of water issues [be certified to the board by the county 24 judge of the county from which the director is appointed]. 25 (c-1) A director appointed under Subsection (c) of this 26 section must reside in the most populous municipality in the county 27

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1	from which the director is appointed if the county:
2	(1) does not hold water rights;
3	(2) does not have a certificate of convenience and
4	necessity to provide water service; and
5	(3) is not a water service provider.
6	(f) <u>Directors</u> [Permanent directors] appointed under
7	Subsection (b) or (c) of this section serve staggered four-year
8	terms. [Permanent directors appointed under Subsection (c) of this
9	section serve staggered two-year terms.]
10	(h) In making an appointment under Subsection (b)(1) of this
11	section, the governor may reject one or more of the nominees on a
12	list submitted by the committee of irrigation districts and request
13	a new list of different nominees. The second list of nominees must
14	be submitted to the governor not later than the 14th day after the
15	date of the governor's request for a new list. If the governor
16	rejects one or more of the nominees on the second list, the governor
17	may request a third, final list of nominees, that must be submitted
18	to the governor not later than the 14th day after the date of the
19	governor's request for the third list. If the governor rejects one
20	or more of the nominees on the third list, the governor may select
21	any person who represents an irrigation district that is a member of
22	the conference to serve as a director.
23	(i) The watermaster serves as a nonvoting advisor to the
24	board.
25	SECTION 4. Chapter 385, Acts of the 78th Legislature,

26 Regular Session, 2003, is amended by adding Section 2.035 to read as 27 follows:

1	Sec. 2.035. REMOVAL FROM OFFICE. It is a ground for removal
2	from the board that a director is absent from more than half of the
3	regularly scheduled board meetings that the director is eligible to
4	attend during a calendar year without an excuse approved by a
5	majority vote of the board.
6	SECTION 5. Subsection (b), Section 2.06, Chapter 385, Acts
7	of the 78th Legislature, Regular Session, 2003, is amended to read
8	as follows:
9	(b) The president is the chief executive officer of the
10	authority. The president may not vote at a board meeting except to
11	break a tie vote.
12	SECTION 6. Section 3.07, Chapter 385, Acts of the 78th
13	Legislature, Regular Session, 2003, is amended to read as follows:
14	Sec. 3.07. COURT-APPOINTED RECEIVER. The authority may
15	serve as the court-appointed receiver in a matter determined by a
16	court concerning the disposition of assets of any political
17	subdivision, municipally owned utility, or water supply
18	corporation [district authorized by Section 59, Article XVI, Texas
19	Constitution].
20	SECTION 7. Chapter 385, Acts of the 78th Legislature,
21	Regular Session, 2003, is amended by adding Section 3.08 to read as
22	follows:
23	Sec. 3.08. DETERMINATION OF WATER RIGHTS. (a) Not later
24	than September 1 of each year, the watermaster shall provide to the
25	board a list of all water rights held inside the boundaries of the
26	authority and the authorized use for each right.
27	(b) The board shall timely review and certify each list.

1	(c) Not later than December 1 of each even-numbered year,
2	the board shall provide in writing to the governor and to each
3	member of the legislature whose legislative district is located
4	wholly or partly inside the boundaries of the authority:
5	(1) the most current list certified by the board under
6	this section; and
7	(2) a summary of the authorized uses for the water
8	rights on the most current list, including irrigation, municipal,
9	and industrial uses.
10	SECTION 8. Chapter 385, Acts of the 78th Legislature,
11	Regular Session, 2003, is amended by adding Section 4.04 to read as
12	follows:
13	Sec. 4.04. FEES AND ASSESSMENTS; AUTHORIZED CONTRIBUTIONS.
14	(a) The authority may impose a fee or assessment on a member of the
15	conference or another water user to pay authorized expenses of the
16	authority.
17	(b) Each fiscal year, the board shall determine the amount
18	of the fee or assessment based on the water rights held by the
19	affected entity.
20	(c) To determine the number of water rights, the board:
21	(1) shall, for a domestic, municipal, or industrial
22	water right, multiply by two the number of water rights certified by
23	the board under Section 3.08 of this Act; or
24	(2) shall, for any other water right, use the number of
25	water rights certified by the board under Section 3.08 of this Act.
26	(d) An initial fee or assessment imposed under this section
27	may not exceed five cents for each water right held by the affected

1 <u>entity</u>.

2 (e) The board may adopt standardized forms and procedures to
3 implement this section.

4 (f) The affected entity may charge any fee or assessment
5 paid to the authority to the operation and maintenance fund of the
6 entity or raise and pay the fee or assessment in any other
7 authorized manner.

8 (g) Any county in the authority, as authorized by the 9 commissioners court of the county, may contribute county money to 10 support the operations, projects, or other authorized expenses of 11 the authority. A county's contribution must be made as part of a 12 contract with the authority, and the contract must make clear how 13 the contribution serves a public purpose of the county.

SECTION 9. On or after the 90th day after the effective date 14 15 of this Act, and not later than one year after the effective date of 16 this Act, the watermaster appointed by the Texas Commission on 17 Environmental Quality under Subchapter G, Chapter 11, Water Code, 18 for the segment of the Rio Grande basin inside the boundaries of the Rio Grande Regional Water Authority shall determine the number of 19 water rights held by each member of the conference of the Rio Grande 20 Regional Water Authority. 21

SECTION 10. (a) The terms of the members of the board of directors of the Rio Grande Regional Water Authority serving on the effective date of this Act expire on the date a majority of the members required to be appointed under Subsection (c) of this section qualify to serve.

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(b) Not later than September 21, 2007, the committee of

irrigation districts shall convene as provided by Section 1A.03, Chapter 385, Acts of the 78th Legislature, Regular Session, 2003, as added by this Act, and submit to the governor an initial list of nominees for the director positions under Subdivision (1), Subsection (b), Section 2.01 of that chapter, as amended by this Act.

7 (c) Except as provided by Subsection (d) of this section,
8 not later than September 30, 2007:

9 (1) the governor shall appoint 12 members of the board 10 of directors of the Rio Grande Regional Water Authority as provided 11 by Subsection (b), Section 2.01, Chapter 385, Acts of the 78th 12 Legislature, Regular Session, 2003, as amended by this Act; and

(2) the Commissioners Courts of Cameron, Hidalgo,
Starr, Webb, Willacy, and Zapata Counties shall each appoint a
member of the board of directors of the Rio Grande Regional Water
Authority as provided by Subsection (c), Section 2.01, Chapter 385,
Acts of the 78th Legislature, Regular Session, 2003, as amended by
this Act.

(d) Appointments to the board of directors of the Rio Grande Regional Water Authority under Subdivision (1), Subsection (c) of this section, required to be made on or before September 30, 2007, are not:

(1) required to be made from the list of nominees
submitted by the committee of irrigation districts convened under
Section 1A.03, Chapter 385, Acts of the 78th Legislature, Regular
Session, 2003, as added by this Act; or

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(2) subject to senate confirmation.

1 (e) At the first meeting of the board of directors of the Rio 2 Grande Regional Water Authority after directors are appointed under 3 Subsection (c) of this section, the directors shall draw lots to 4 determine their terms so that nine directors serve terms expiring 5 February 1, 2009, and nine directors serve terms expiring February 6 1, 2011.

SECTION 11. Section 1.07, Subsection (d), Section 2.01, and Section 3.03, Chapter 385, Acts of the 78th Legislature, Regular Session, 2003, are repealed.

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SECTION 12. This Act takes effect September 1, 2007.