1-1 By: Lucio S.B. No. 2283 (In the Senate - Filed March 13, 2009; March 31, 2009, read time and referred to Committee on Natural Resources; 2009, reported favorably by the following vote: Yeas 10, 1-2 1-3 first 1-4 May 4, Nays 0; May 4, 2009, sent to printer.) 1-6 1-7 A BILL TO BE ENTITLED AN ACT 1-8 relating to the use of the state participation account of the Texas 1-9 Water Development Fund. 1-10 1-11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Section 16.131, Water Code, is amended to read as 1-12 follows: 1-13 Sec. 16.131. AUTHORIZED PROJECTS. The board may use the 1-14 state participation account of the development fund: (1) to encourage optimum regional development of projects including the design, acquisition, lease, construction, reconstruction, development, or enlargement in whole or part of: 1**-**15 1**-**16 1-17 (A) $[\overline{(1)}]$ reservoirs and storm water retention 1-18 1-19 basins for water supply, flood protection, and groundwater 1-20 1-21 recharge; (B) $[\frac{(2)}{(2)}]$ facilities for the transmission and 1-22 treatment of wate \overline{r} ; and (<u>C)</u> [(3)] 1-23 treatment works as defined by Section 17.001 of this code; and 1-24 1-25 1-26 (2) to acquire water rights or existing public water systems to encourage optimum regional development of desalination 1-27 projects. 1-28 SECTION 2. Section 16.135, Water Code, is amended to read as 1-29 follows: 1-30 1-31 Sec. 16.135. BOARD FINDINGS. Before the board may acquire a facility or interest in a facility, the board shall find 1-32 affirmatively that: 1-33 (1) it is reasonable to expect that the state will 1-34 recover its investment in the facility; (2) the cost of the facility exceeds the current financing capabilities of the area involved, and the optimum regional development of the facility cannot be reasonably financed 1-35 1-36 1-37 1-38 by local interests without state participation; 1-39 (3) the public interest will be served by acquisition 1-40 of the facility; [and] 1-41 (4) the facility to be constructed or reconstructed

contemplates the optimum regional development which is reasonably required under all existing circumstances of the site; and

(5) if appropriate, the facility to be acquired encourages optimum regional development of a desalination project.

SECTION 3. This Act takes effect September 1, 2009.

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