By: Murphy

H.B. No. 2826

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the issuance of a certificate for a municipal setting 3 designation. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 361.804(b), Health and Safety Code, is 5 amended to read as follows: 6 An application submitted under this section must: 7 (b) be on a form provided by the executive director; 8 (1) contain the following: 9 (2) the applicant's name and address; 10 (A) 11 (B) a legal description of the outer boundaries 12 of the proposed municipal setting designation and a specific description of the designated groundwater that will be restricted 13 14 under the ordinance or restrictive covenant described by Section 361.8065(a)(2) or (c)(2), as applicable; 15 a statement as to whether the municipalities 16 (C) or the retail public utilities entitled to notice under Section 17 361.805 support the proposed designation; 18 19 (D) an affidavit that affirmatively states that: 20 (i) the municipal setting designation 21 eligibility criteria contained in Section 361.803 are satisfied; 22 (ii) true and accurate copies of all 23 documents demonstrating that the municipal setting designation eligibility criteria provided by Section 361.803 have been 24

1 satisfied are included with the application; 2 (iii) a true and accurate copy of a legal 3 description of the property for which the municipal setting designation is sought is included with the application; and 4 5 (iv) notice was provided in accordance with 6 Section 361.805; 7 (E) a statement regarding the type of known 8 contamination in the groundwater beneath the property proposed for a municipal setting designation; 9 10 (F) proof of notice, as required by Section 361.805(c); and 11 12 (G) if available at the time of the application, a copy of the ordinance or restrictive covenant and any required 13 14 resolutions or other documentation satisfying the requirements 15 described in Section 361.8065, or a statement that the applicant will provide a copy of the ordinance or restrictive covenant and any 16 17 required resolutions or other documentation satisfying the requirements described in Section 361.8065 before the executive 18 19 director certifies the municipal setting designation in accordance with Section 361.807; and 20 21 (3) be accompanied by an application fee of \$1,000. SECTION 2. Section 361.805(b), Health and Safety Code, is 2.2 amended to read as follows: 23 24 (b) The notice must include, at a minimum: 25 the purpose of the municipal setting designation; (1)26 (2) the eligibility criteria for a municipal setting 27 designation;

(3) the location and description of the property for
 which the designation is sought;

3 (4) a statement that a municipality described by 4 Subsection (a)(1) or retail public utility described by Subsection 5 (a)(3) may provide written comments on any information relevant to 6 the executive director's consideration of the municipal setting 7 designation;

8 (5) a statement that the executive director will 9 certify or deny the application or request additional information 10 from the applicant not later than 90 days after receiving the 11 application;

12 (6) the type of contamination on the property for13 which the designation is sought; [and]

14 (7) identification of the party responsible for the 15 contamination of the property, if known<u>; and</u>

16 (8) if the property for which the municipal setting 17 designation is sought is located in a municipality that has a population of two million or more and the applicant intends to 18 19 comply with the requirements of Section 361.8065 for issuance of a municipal setting designation certificate under Section 361.807 by 20 complying with the requirements of Section 361.8065(c), a statement 21 that a municipality described by Subsection (a)(1)(B) or (C) of 22 this section or a public utility described by Subsection (a)(3) of 23 24 this section has 120 days from the date of receipt of the notice required by this section to pass a resolution opposing the 25 26 application for a municipal designation setting.

27 SECTION 3. Section 361.8065, Health and Safety Code, is

1 amended by amending Subsection (a) and adding Subsections (c) and 2 (d) to read as follows:

3 (a) <u>Except as provided by Subsection (c), before</u> [Before] 4 the executive director may issue a municipal setting designation 5 certificate under Section 361.807, the applicant must provide 6 documentation of the following:

7 (1) that the application is supported by a resolution8 adopted by:

9 (A) the city council of each municipality 10 described by Section 361.805(a)(1)(B) or (C); and

(B) the governing body of each retail public utility described by Section 361.805(a)(3); and

13 (2) that the property for which designation is sought 14 is:

(A) subject to an ordinance that prohibits the
use of designated groundwater from beneath the property as potable
water and that appropriately restricts other uses of and contact
with that groundwater; or

(B) subject 19 to а restrictive covenant enforceable by the municipality in which the property for which the 20 designation is sought is located that prohibits the use of 21 designated groundwater from beneath the property as potable water 22 23 and appropriately restricts other uses of and contact with that 24 groundwater.

25 (c) If the property for which the municipal setting 26 designation is sought is located in a municipality that has a 27 population of two million or more and the applicant has complied

H.B. No. 2826 with the requirements of Section 361.805(b)(8), the applicant is 1 2 considered to have complied with the requirements of Subsection (a) 3 of this section for eligibility for a municipal setting designation certificate under Section 361.807 if the applicant provides 4 5 documentation of the following: 6 (1) that no resolution opposing the application has been adopted within 120 days of receipt of the notice provided under 7 8 Section 361.805 by: (A) the city council of any municipality 9 10 described by Section 361.805(a)(1)(B) or (C); or (B) the governing body of any retail public 11 12 utility described by Section 361.805(a)(3); and (2) that the property for which designation is sought: 13 14 (A) is currently or has previously been under the 15 oversight of the commission or the United States Environmental 16 Protection Agency; and 17 (B) is subject to: (i) an ordinance that prohibits the use of 18 19 designated groundwater from beneath the property as potable water 20 and that appropriately restricts other uses of and contact with 21 that groundwater; or 22 (ii) a restrictive covenant enforceable by the municipality in which the property for which the designation is 23 24 sought is located that prohibits the use of designated groundwater from beneath the property as potable water and appropriately 25 26 restricts other uses of and contact with that groundwater. 27 (d) The documentation required under Subsection (c)(1) may

## 1 be in the form of an affidavit of the applicant or the applicant's 2 representative.

3 SECTION 4. Section 361.807(c), Health and Safety Code, is 4 amended to read as follows:

(c) If the executive director determines that an applicant 5 has submitted a complete application except that an ordinance or 6 restrictive covenant and any required documentation [resolutions] 7 8 satisfying the requirements described in Section 361.8065 have not been submitted, the executive director shall issue a letter to the 9 applicant listed in Subsection (a) stating that a municipal setting 10 designation will be certified on submission of a copy of the 11 ordinance or restrictive covenant and any required documentation 12 [resolutions] satisfying the requirements described in Section 13 361.8065. On submission of the ordinance or restrictive covenant 14 and any required <u>documentation</u> [resolutions] satisfying the 15 requirements described in Section 361.8065, the executive director 16 17 shall issue a municipal setting designation certificate in accordance with Subsections (a) and (b). 18

19 SECTION 5. This Act takes effect September 1, 2011.