By: LavenderH.B. No. 3847Substitute the following for H.B. No. 3847:By: LavenderC.S.H.B. No. 3847

## A BILL TO BE ENTITLED

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1	AN ACT
2	relating to the Riverbend Water Resources District.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Section 9601.001, Special District Local Laws
5	Code, is amended by adding Subdivision (6) to read as follows:
6	(6) "Temporary administrator" means a person
7	appointed under Subchapter B-1.
8	SECTION 2. Subchapter A, Chapter 9601, Special District
9	Local Laws Code, is amended by adding Section 9601.008 to read as
10	follows:
11	Sec. 9601.008. MEMBER IMMUNITY. A member has immunity from
12	suit and immunity from liability in any action or proceeding
13	brought by another member arising out of or relating to the changes
14	in law made by the Act enacting this section.
15	SECTION 3. Section 9601.051, Special District Local Laws
16	Code, is amended by amending Subsections (b) and (f) and adding
17	Subsections (b-1), (b-2), and (g) to read as follows:
18	(b) The board consists of five directors, appointed as
19	follows:
20	(1) two directors appointed by the City of Texarkana;
21	(2) one director appointed by the City of New Boston;
22	(3) one director appointed by the Red River
23	Redevelopment Authority or its successor; and
24	(4) one director appointed by the members not named in

Subdivisions (1) through (3), including any members added under Section 9601.005(b).

3 (b-1) The governing body of each member required to [shall] appoint a director under Subsection (b)(1), (2), or (3) shall 4 appoint the required number of directors to represent the member on 5 the board. The members not named in Subsections (b)(1) through (3) 6 shall appoint a single director in the manner provided by 7 8 Subsection (b-2) to represent those members on the board. A [and shall promptly fill a] vacancy in a [that] board position shall be 9 10 promptly filled in accordance with the [member's] policies, resolutions, and procedures of the applicable member or members. 11

12 (b-2) The members not named in Subsections (b)(1) through 13 (3) may each nominate a person qualified to serve as a director. 14 The governing body of each of those members shall cast one vote for 15 a candidate chosen from the list of nominees. The nominee receiving 16 a majority of the votes cast by the governing bodies of those 17 members becomes the director representing those members on the 18 board.

(f) A director may <u>not</u> serve <u>more than two</u> consecutive
terms. <u>A former director may not serve again before the fourth</u>
<u>anniversary of the last day of the director's previous term.</u>

(g) The initial directors shall draw lots to achieve
 staggered terms, with three of the directors serving three-year
 terms and two of the directors serving four-year terms.

25 SECTION 4. Section 9601.052, Special District Local Laws 26 Code, is amended to read as follows:

27 Sec. 9601.052. QUALIFICATIONS FOR OFFICE. (a) To be

C.S.H.B. No. 3847 1 eligible to be appointed or to serve as a director, a person must be a resident, qualified voter of the district. 2 3 (b) A person is not eligible to be appointed or to serve as a 4 director while the person: 5 (1) is serving as an elected official of a political subdivision or other governmental body; or 6 7 (2) is an employee of a member. SECTION 5. Section 9601.057, Special District Local Laws 8 Code, is amended to read as follows: 9 10 Sec. 9601.057. RECALL. (a) A director appointed under Section 9601.051(b)(1), (2), or (3) may be recalled at any time by a 11 12 two-thirds vote of the governing body of the member that appointed 13 the director. 14 (b) A director appointed under Section 9601.051(b)(4) may 15 be recalled by a two-thirds vote of the members that appoint a director under that section. 16 17 SECTION 6. Chapter 9601, Special District Local Laws Code, is amended by adding Subchapter B-1 to read as follows: 18 SUBCHAPTER B-1. TEMPORARY ADMINISTRATOR 19 Sec. 9601.071. DEFINITION. 20 In this subchapter, "commission" means the Texas Commission on Environmental Quality. 21 Sec. 9601.072. APPOINTMENT. On the effective date of the 22 Act enacting this subchapter, Clyde M. Siebman is appointed as 23 24 temporary administrator for the district, and the term of each person who is serving as a director expires on that date. 25 26 Sec. 9601.073. TERM. (a) The temporary administrator shall serve until the 180th day after the date that a board 27

C.S.H.B. No. 3847 conforming to the structure described by Section 9601.051(b), as 1 2 amended by the Act enacting this subchapter, is appointed and the 3 directors have qualified. 4 (b) The commission may extend the term of the temporary 5 administrator if the commission determines, after consultation with each state senator and representative who represents a 6 7 district that includes territory in the district, that an extension 8 is necessary to manage the transition between boards. 9 Sec. 9601.074. POWERS AND DUTIES. (a) The temporary administrator shall have the same powers and duties of the board, 10 11 except that the temporary administrator may not issue bonds. 12 (b) The temporary administrator shall: (1) complete an inventory of: 13 14 (A) the contracts to which the district is a 15 party, including an evaluation of the benefit to the district of 16 each contract; and 17 (B) district assets and liabilities; (2) retrieve district assets that are in the 18 19 possession or under the control of persons not authorized by the temporary administrator, including keys, passwords, books, 20 records, and personal, real, and intangible property; 21 22 (3) work to secure and protect the assets of the district; 23 24 (4) obtain a financial audit of the district; 25 (5) determine the current operational, functional, 26 and financial condition of the district; 27 (6) recruit a qualified executive director and other

1	management personnel;
2	(7) provide oversight and supervision of the board;
3	(8) provide for a program to educate the incoming
4	board and management personnel on laws applicable to the district,
5	sound management strategies, negotiation skills, conflict of
6	interest policies and law, financial integrity, and contracting
7	issues;
8	(9) develop and implement strategies to carry out the
9	purposes of the district and to provide a safe, secure, and
10	plentiful supply of water for use within the northeast area of this
11	<pre>state;</pre>
12	(10) review and accept new member petitions from
13	political subdivisions; and
14	(11) at least every three months, report to the
15	commission on the progress of the duties described by this section.
16	(c) In the period after the appointment of a new board and
17	before the end of the temporary administrator's term, the temporary
18	administrator shall work cooperatively with the board in performing
19	the duties under Subsection (b).
20	Sec. 9601.075. PERSONNEL. The temporary administrator may
21	employ persons to assist the temporary administrator in carrying
22	out the duties assigned by this subchapter.
23	Sec. 9601.076. COMPENSATION AND REIMBURSEMENT. (a) The
24	temporary administrator and any person hired under Section 9601.075
25	is entitled to reasonable compensation, based on the education,
26	training, and experience of the person, and reimbursement of the
27	reasonable and necessary expenses incurred in carrying out the

1 duties assigned by this subchapter.

2 (b) The district shall pay the cost of compensation and 3 reimbursement.

4 The amount of compensation and reimbursement shall be (c) determined by agreement of the temporary administrator and the 5 board, except that before the appointment and qualification of the 6 7 board as provided by Section 9601.051, as amended by the Act enacting this subchapter, the amount of compensation and 8 reimbursement shall be determined by agreement of the temporary 9 10 administrator and the executive director of the commission. In the event an agreement cannot be reached, the commission shall 11 12 determine the compensation and reimbursement, after obtaining the approval of each state senator and representative who represents a 13 14 district that includes territory in the district.

15 Sec. 9601.077. REMOVAL AND REPLACEMENT. The commission 16 may, after obtaining the consent of each state senator and 17 representative who represents a district that includes territory in 18 the district, remove the temporary administrator and:

19 20 appoint a new temporary administrator; or

(2) return control of the district to the board.

21 <u>Sec. 9601.078. IMMUNITY FROM SUIT.</u> For acts or omissions 22 <u>undertaken in the course and scope of carrying out the duties</u> 23 <u>assigned by this subchapter, the temporary administrator is</u> 24 <u>entitled to the same immunity from suit and liability that applies</u> 25 <u>to a state district judge acting in a judicial capacity.</u>

26 Sec. 9601.079. EXPIRATION OF SECTIONS. Sections 9601.071 27 through 9601.077 and this section expire September 1, 2013.

SECTION 7. Section 9601.104(a), Special District Local Laws
 Code, is amended to read as follows:

3 (a) A <u>person, entity</u>, public agency, [<del>or a</del>] county, 4 municipality, or other political subdivision of this state or 5 another state may enter into a contract or agreement with the 6 district, on terms agreed to by the parties, for:

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(1) the purchase or sale of water;

8 (2) waste collection, transportation, processing, or9 disposal; or

10 (3) any purpose relating to the district's powers or 11 functions.

SECTION 8. Sections 9601.051(d) and 9601.059, Special District Local Laws Code, are repealed.

14 SECTION 9. Not sooner than the 150th day and not later than 15 the 180th day after the effective date of this Act, the City of 16 Texarkana, the City of New Boston, the Red River Redevelopment 17 Authority or its successor, and the members described by Section 18 9601.051, Special District Local Laws Code, as amended by this Act, 19 shall appoint members, as appropriate, to the board of directors of 20 the Riverbend Water Resources District.

21 SECTION 10. (a) The legal notice of the intention to 22 introduce this Act, setting forth the general substance of this 23 Act, has been published as provided by law, and the notice and a 24 copy of this Act have been furnished to all persons, agencies, 25 officials, or entities to which they are required to be furnished 26 under Section 59, Article XVI, Texas Constitution, and Chapter 313, 27 Government Code.

(b) The governor has submitted the notice and Act to the
2 Texas Commission on Environmental Quality.

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3 (c) The Texas Commission on Environmental Quality has filed 4 its recommendations relating to this Act with the governor, 5 lieutenant governor, and speaker of the house of representatives 6 within the required time.

7 (d) All requirements of the constitution and laws of this 8 state and the rules and procedures of the legislature with respect 9 to the notice, introduction, and passage of this Act are fulfilled 10 and accomplished.

11 SECTION 11. This Act takes effect immediately if it 12 receives a vote of two-thirds of all the members elected to each 13 house, as provided by Section 39, Article III, Texas Constitution. 14 If this Act does not receive the vote necessary for immediate 15 effect, this Act takes effect September 1, 2011.