By: Shapiro, et al.

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## A BILL TO BE ENTITLED

- 1 AN ACT
- 2 relating to the calculation and reporting of water usage by
- 3 municipalities and water utilities for state water planning and
- 4 other purposes.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Subsection (e), Section 16.053, Water Code, is
- 7 amended to read as follows:
- 8 (e) Each regional water planning group shall submit to the
- 9 development board a regional water plan that:
- 10 (1) is consistent with the guidance principles for the
- 11 state water plan adopted by the development board under Section
- 12 16.051(d);
- 13 (2) provides information based on data provided or
- 14 approved by the development board in a format consistent with the
- 15 guidelines provided by the development board under Subsection (d);
- 16 (3) identifies:
- 17 (A) each source of water supply in the regional
- 18 water planning area, including information supplied by the
- 19 executive administrator on the amount of managed available
- 20 groundwater in accordance with the guidelines provided by the
- 21 development board under Subsections (d) and (f);
- (B) factors specific to each source of water
- 23 supply to be considered in determining whether to initiate a
- 24 drought response;

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- 1 (C) actions to be taken as part of the response;
- 2 and
- 3 (D) existing major water infrastructure
- 4 facilities that may be used for interconnections in the event of an
- 5 emergency shortage of water;
- 6 (4) has specific provisions for water management
- 7 strategies to be used during a drought of record;
- 8 (5) includes but is not limited to consideration of
- 9 the following:
- 10 (A) any existing water or drought planning
- 11 efforts addressing all or a portion of the region;
- 12 (B) approved groundwater conservation district
- 13 management plans and other plans submitted under Section 16.054;
- 14 (C) all potentially feasible water management
- 15 strategies, including but not limited to improved conservation,
- 16 reuse, and management of existing water supplies, conjunctive use,
- 17 acquisition of available existing water supplies, and development
- 18 of new water supplies;
- 19 (D) protection of existing water rights in the
- 20 region;
- 21 (E) opportunities for and the benefits of
- 22 developing regional water supply facilities or providing regional
- 23 management of water supply facilities;
- 24 (F) appropriate provision for environmental
- 25 water needs and for the effect of upstream development on the bays,
- 26 estuaries, and arms of the Gulf of Mexico and the effect of plans on
- 27 navigation;

- 1 (G) provisions in Section 11.085(k)(1) if
- 2 interbasin transfers are contemplated;
- 3 (H) voluntary transfer of water within the region
- 4 using, but not limited to, regional water banks, sales, leases,
- 5 options, subordination agreements, and financing agreements; and
- 6 (I) emergency transfer of water under Section
- 7 11.139, including information on the part of each permit, certified
- 8 filing, or certificate of adjudication for nonmunicipal use in the
- 9 region that may be transferred without causing unreasonable damage
- 10 to the property of the nonmunicipal water rights holder;
- 11 (6) identifies river and stream segments of unique
- 12 ecological value and sites of unique value for the construction of
- 13 reservoirs that the regional water planning group recommends for
- 14 protection under Section 16.051;
- 15 (7) assesses the impact of the plan on unique river and
- 16 stream segments identified in Subdivision (6) if the regional water
- 17 planning group or the legislature determines that a site of unique
- 18 ecological value exists; [and]
- 19 (8) describes the impact of proposed water projects on
- 20 water quality; and
- 21 (9) includes information on:
- (A) projected water use and conservation in the
- 23 <u>regional water planning area; and</u>
- 24 (B) the implementation of state and regional
- 25 water plan projects, including water conservation strategies,
- 26 necessary to meet the state's projected water demands.
- 27 SECTION 2. Subchapter K, Chapter 16, Water Code, is amended

- 1 by adding Sections 16.403 and 16.404 to read as follows:
- Sec. 16.403. WATER USE REPORTING. (a) The legislature
- 3 finds that:
- 4 (1) tracking water use over time and evaluating the
- 5 effects of water conservation programs or strategies are vital
- 6 components of planning for and managing the state's water resources
- 7 to estimate and meet future water demand requirements;
- 8 (2) gallons per capita per day, the common metric used
- 9 by municipalities and water utilities for water supply planning and
- 10 the calculation of water use, is not an accurate measure of water
- 11 use or water conservation because a uniform, consistent methodology
- 12 for the calculation of gallons per capita per day has not been
- 13 established;
- 14 (3) using a single gallons per capita per day metric to
- 15 compare the water use of municipalities and water utilities does
- 16 <u>not produce a reliable comparison because water use is dependent on</u>
- 17 several variables, including differences in the amount of water
- 18 used for commercial and industrial sector activities, power
- 19 production, permanent versus temporary service populations, and
- 20 agricultural sector production;
- 21 (4) if valid water use comparisons and evaluations of
- 22 a municipality's or water utility's water conservation programs are
- 23 to be made over time for statewide resource management and water
- 24 supply planning and permitting purposes, the methodology used to
- 25 calculate gallons per capita per day must be uniform for all water
- 26 suppliers;
- 27 (5) a municipality's or water utility's industrial and

- 1 agricultural sector's gallons per capita per day figures are not an
- 2 accurate measure of actual water use and conservation by entities
- 3 within those sectors because water use in the industrial and
- 4 agricultural sectors is not population-dependent and therefore not
- 5 accurately calculated using a population-based metric; and
- 6 (6) a sector-based water use metric, adjusted for
- 7 variables in water use by municipalities and water utilities, is
- 8 necessary in order to provide an accurate comparison of water use
- 9 and water conservation among municipalities and water utilities.
- 10 (b) The board and the commission, in consultation with the
- 11 Water Conservation Advisory Council, shall develop a uniform,
- 12 consistent methodology and guidance for calculating water use and
- 13 conservation to be used by a municipality or water utility in
- 14 developing water conservation plans and preparing reports required
- 15 under this code. At a minimum, the methodology and guidance must
- 16 <u>include:</u>
- 17 (1) a method of calculating total water use by a
- 18 municipality or water utility, including water billed and
- 19 nonrevenue water used, and a method of calculating water use for
- 20 each sector of water users served by a municipality or water
- 21 utility;
- 22 (2) a method of calculating total water use by a
- 23 municipality or water utility in gallons per capita per day;
- 24 (3) a method of classifying water users within
- 25 sectors;
- 26 (4) a method of calculating water use in the
- 27 residential sector that includes both single-family and

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multifamily residences, in gallons per capita per day;
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               (5) a method of calculating water use in the
   industrial, agricultural, commercial, and institutional sectors
3
   that is not dependent on a municipality's population or the number
4
   of customers served by a water utility; and
5
6
               (6) guidelines on the use of service populations by a
7
   municipality or water utility in developing a per-capita-based
   method of calculation, including guidance on the use of permanent
8
9
   and temporary populations in making calculations.
10
         (c) The board or the commission, as appropriate, shall use
   the methodology and guidance developed under Subsection (b) in
11
   evaluating a water conservation plan, program
12
                                                          of
                                                               water
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   conservation, survey, or other report relating to
                                                               water
14
   conservation submitted to the board or the commission under:
15
               (1) Section 11.1271;
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               (2) Section 13.146;
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               (3) Section 15.106;
               (4)
                   Section 15.607;
18
               (5)
                    Section 15.975;
19
20
               (6)
                    Section 15.995;
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               (7)
                    Section 16.012(m);
22
               (8)
                   Section 16.402;
23
               (9) Section 17.125;
24
               (10) Section 17.277;
               (11)
                     Section 17.857; or
25
               (12) Section 17.927.
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The board, in consultation with the commission and the

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(d)

- 1 Water Conservation Advisory Council, shall develop a data
- 2 collection and reporting program for municipalities and water
- 3 utilities with more than 3,300 connections.
- 4 (e) Not later than January 1 of each odd-numbered year, the
- 5 board shall submit to the legislature a report that includes the
- 6 most recent data relating to:
- 7 (1) statewide water usage in the residential,
- 8 industrial, agricultural, commercial, and institutional sectors;
- 9 and
- 10 (2) the data collection and reporting program
- 11 <u>developed under Subsection (d).</u>
- 12 Sec. 16.404. RULES AND STANDARDS. The commission and the
- 13 board, as appropriate, shall adopt rules and standards as necessary
- 14 to implement this subchapter. At a minimum, the rules adopted under
- 15 this subchapter must require an entity to report the most detailed
- 16 <u>level of water use data currently available to the entity. The</u>
- 17 commission may not adopt a rule that requires an entity to report
- 18 water use data that is more detailed than the entity's billing
- 19 system is capable of producing. The rules may require that billing
- 20 systems purchased after September 1, 2011, be capable of reporting
- 21 detailed water use data described in this subchapter.
- SECTION 3. (a) Not later than January 1, 2013, the Texas
- 23 Water Development Board and the Texas Commission on Environmental
- 24 Quality, in consultation with the Water Conservation Advisory
- 25 Council, shall develop the water use and conservation calculation
- 26 methodology and guidance and the data collection and reporting
- 27 program required by Subsections (b) and (d), Section 16.403, Water

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- 1 Code, as added by this Act.
- 2 (b) Not later than January 1, 2015, the Texas Water
- 3 Development Board shall submit to the legislature the first report
- 4 required by Subsection (e), Section 16.403, Water Code, as added by
- 5 this Act.
- 6 SECTION 4. This Act takes effect immediately if it receives
- 7 a vote of two-thirds of all the members elected to each house, as
- 8 provided by Section 39, Article III, Texas Constitution. If this
- 9 Act does not receive the vote necessary for immediate effect, this
- 10 Act takes effect September 1, 2011.