By: Ritter, Johnson H.B. No. 3233

Substitute the following for H.B. No. 3233:

By: Bonnen of Brazoria C.S.H.B. No. 3233

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to interbasin transfers of state water.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Sections 11.085(b), (e), (g), (1), (n), and (v),
- 5 Water Code, are amended to read as follows:
- 6 (b) The application must include:
- 7 (1) the contract price of the water to be transferred;
- 8 (2) a statement of each general category of proposed
- 9 use of the water to be transferred and a detailed description of the
- 10 proposed uses and users under each category; and
- 11 (3) the cost of diverting, conveying, distributing,
- 12 and supplying the water to, and treating the water for, the proposed
- 13 users[; and
- 14 [(4) the projected effect on user rates and fees for
- 15 <u>each class of ratepayers</u>].
- 16 (e) In addition to the public meetings required by
- 17 Subsection (d) [of this section], if the application is contested
- 18 in a manner requiring an evidentiary hearing under the rules of the
- 19 commission, the commission shall give notice and hold an
- 20 evidentiary hearing, in accordance with commission rules and
- 21 applicable state law. An evidentiary hearing is limited to
- 22 considering issues related to the requirements of this section.
- 23 (g) The applicant shall cause the notice of application for
- 24 an interbasin transfer to be published twice within a 30-day period

- 1 [once a week for two consecutive weeks] in one or more newspapers
- 2 having general circulation in each county located in whole or in
- 3 part in the basin of origin or the receiving basin. The published
- 4 notice may not be smaller than 96.8 square centimeters or 15 square
- 5 inches with the shortest dimension at least 7.6 centimeters or
- 6 three inches. The notice of application and public meetings shall
- 7 be combined in the mailed and published notices.
- 8 (1) The commission may grant, in whole or in part, an
- 9 application for an interbasin transfer only to the extent that:
- 10 (1) the detriments to the basin of origin during the
- 11 proposed transfer period are less than the benefits to the
- 12 receiving basin during the proposed transfer period, as determined
- 13 by the commission based on consideration of the factors described
- 14 by Subsection (k); and
- 15 (2) the applicant for the interbasin transfer has
- 16 prepared a drought contingency plan and has developed and
- 17 implemented a water conservation plan that will result in the
- 18 highest practicable levels of water conservation and efficiency
- 19 achievable within the jurisdiction of the applicant.
- 20 (n) If the transfer of water is based on a contractual sale
- 21 of water, the new water right or amended permit, certified filing,
- 22 or certificate of adjudication authorizing the transfer shall
- 23 contain a condition for a term or period not greater than the term
- 24 of the contract, including any extension or renewal of the contract
- 25 [term].
- 26 (v) The provisions of this section, except Subsection (a),
- 27 do not apply to:

- 1 (1) a proposed transfer which in combination with any
- 2 existing transfers totals less than 3,000 acre-feet of water per
- 3 annum from the same permit, certified filing, or certificate of
- 4 adjudication;
- 5 (2) a request for an emergency transfer of water;
- 6 (3) a proposed transfer from a basin to its adjoining
- 7 coastal basin;
- 8 (4) a proposed transfer from the part of the territory
- 9 of [a basin to] a county or municipality, or the part of the service
- 10 area of a retail public utility as defined by Section 13.002, [the
- 11 municipality's retail service area] that is [partially] within the
- 12 basin of origin for use in that part of the territory of the county
- 13 or municipality, or that part of the service area of the utility,
- 14 [and the municipality's retail service area] not within the basin
- 15 of origin; or
- 16 (5) a proposed transfer of water that is:
- 17 (A) imported from a source located wholly outside
- 18 the boundaries of this state, except water that is imported from a
- 19 source located in the United Mexican States;
- 20 (B) for use in this state; and
- (C) transported by using the bed and banks of any
- 22 flowing natural stream located in this state.
- 23 SECTION 2. The changes in law made by this Act apply only to
- 24 an application for an interbasin transfer filed with the Texas
- 25 Commission on Environmental Quality on or after the effective date
- 26 of this Act. An application filed before the effective date of this
- 27 Act is governed by the law in effect on the date the application was

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- 1 filed, and the former law is continued in effect for that purpose.
- 2 SECTION 3. This Act takes effect September 1, 2013.