By: Zerwas H.B. No. 3807

A BILL TO BE ENTITLED

Τ	AN ACT
2	relating to the Fort Bend Subsidence District.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Sec. 8834.001, Special District Local Laws Code,
5	is amended to read as follows:
6	DEFINITIONS. In this chapter:
7	(1) <u>"Agricultural crop":</u>
8	(A) means food or fiber commodities that are
9	grown for resale or commercial purposes and that are to be used for
10	food, clothing, or animal feed; and
11	(B) includes nursery products and florist items
12	that are in the possession of a nursery grower.
13	(2) "Alternative water supply" means any water source
14	other than groundwater withdrawn within the district, and may
15	include any water supplied through an approved groundwater
16	reduction plan.
17	(3) "Beneficial use" means any use that is useful or
18	beneficial to the user, including:
19	(A) an agricultural, gardening, domestic, stock
20	raising, municipal, mining, manufacturing, industrial, commercial,
21	or recreational use, or a use for pleasure purposes; or
22	(B) exploring for, producing, handling, or
23	treating oil, gas, sulfur, or other minerals.
24	$(\underline{4}[2])$ "Board" means the district's board of

- 1 directors.
- 2 (5[3]) "Commission" means the Texas Commission on
- 3 Environmental Quality.
- 4 (6[4]) "District" means the Fort Bend Subsidence
- 5 District.
- 6 (7) "Florist item" means a cut flower, potted plant,
- 7 blooming plant, inside foliage plant, bedding plant, corsage
- 8 flower, cut foliage, floral decoration, or live decorative
- 9 material.
- 10 (8[5]) "Groundwater" means water existing below the
- 11 earth's surface in the district. The term does not include water
- 12 produced with oil in the production of oil and gas.
- 13 (9) "Nursery grower" means a person who grows in any
- 14 medium more than 50 percent of the nursery products or florist items
- 15 that the person sells or leases. A person grows a nursery product or
- 16 florist item if the person cultivates or propagates the product or
- 17 item by engaging in activities associated with the production or
- 18 multiplying of stock, including the development of new plants from
- 19 cuttings, grafts, plugs, or seedlings. The term does not include a
- 20 person who merely holds or maintains a nursery product or florist
- 21 <u>item before sale or lease.</u>
- 22 (10) "Nursery product" includes a tree, shrub, vine,
- 23 cutting, graft, scion, grass, bulb, or bud that is grown or kept
- 24 for, or capable of, propagation and distribution for sale or lease.
- 25 (11[6]) "Regional water supplier" means a political
- 26 subdivision of the State of Texas with the authority to conserve,
- 27 store, transport, treat, purify, distribute, sell, and deliver

- 1 water to persons, corporations, municipal corporations, political
- 2 subdivisions of the state and others, either by statutory
- 3 authorization or contract, and has an approved groundwater
- 4 reduction plan.
- 5 (12) "Subsidence" means the lowering in elevation of
- 6 the surface of land by groundwater withdrawal.
- 7 $(\underline{13}[7])$ "Waste" means:
- 8 (A) groundwater withdrawal from a groundwater
- 9 reservoir at a rate and in an amount that causes or threatens to
- 10 cause intrusion into the reservoir of water unsuitable for
- 11 agricultural, gardening, domestic, or stock raising purposes;
- 12 (B) groundwater withdrawal from a groundwater
- 13 reservoir through a well if the water withdrawn is not used for a
- 14 beneficial use or if the amount used is more than is reasonably
- 15 required for a beneficial use;
- 16 (C) escape of groundwater from a groundwater
- 17 reservoir to any other reservoir or geologic strata that does not
- 18 contain groundwater;
- 19 (D) pollution or harmful alteration of
- 20 groundwater in a groundwater reservoir by saltwater or other
- 21 harmful matter admitted from another stratum or from the surface of
- 22 the ground;
- 23 (E) unless the discharge is authorized by a
- 24 permit, rule, or order issued by the commission under Chapter 26,
- 25 Water Code, wilfully or negligently causing, suffering, or allowing
- 26 groundwater to escape or flow:
- 27 (i) into a river, creek, natural

- 1 watercourse, depression, lake, reservoir, drain, sewer, street,
- 2 highway, road, or road ditch; or
- 3 (ii) onto land that does not belong to the
- 4 owner of the well;
- 5 (F) unless the occupant of the land receiving the
- 6 discharge granted permission for the discharge, the escape of
- 7 groundwater pumped for irrigation as irrigation tailwater onto land
- 8 that does not belong to the owner of the well; or
- 9 (G) wilfully causing or knowingly permitting the
- 10 water withdrawn from an artesian well to run off the owner's land or
- 11 to percolate through the stratum above which the water is found, as
- 12 prescribed by Section 11.205, Water Code.
- 13 (14) "Water conservation" means a measure that seeks
- 14 to make a water supply available for alternative or future use. The
- 15 term includes best management practices, improved efficiency or
- 16 accountability, recycling, reuse, pollution prevention, and
- 17 reduction in consumption, loss, or waste.
- 18 (15[θ]) "Well" means a facility, device, or method
- 19 used to withdraw groundwater.
- 20 (16) "Well owner" means a person who has an ownership
- 21 <u>interest in a well, operates a well, owns land on which a well is</u>
- 22 located, or owns the water withdrawn or to be withdrawn from a well.
- (17[9]) "Withdrawal" means the act of extracting by
- 24 pumping or another method.
- SECTION 2. Sec. 8834.006, Special District Local Laws Code,
- 26 is amended to read as follows:
- Sec. 8834.006. CERTAIN OTHER STATUTES INAPPLICABLE. (a)

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- 1 Other laws governing the administration or operation of a
- 2 conservation and reclamation district created under Section 52,
- 3 Article III, or Section 59, Article XVI, Texas Constitution,
- 4 including Chapters 36 and 49, Water Code, do not apply to the
- 5 district.
- 6 (b) Notwithstanding Section 36.052, Water Code, this
- 7 chapter prevails over any other law in conflict or inconsistent
- 8 with this chapter.
- 9 SECTION 3. Sec. 8834.055, Special District Local Laws Code,
- 10 is amended to read as follows:
- 11 Sec. 8834.055. OFFICERS. (a) Each year, at the first meeting
- 12 after the new directors take office, the directors shall select a
- 13 chairman [president], a vice chairman [president], and a secretary.
- 14 (b) An officer selected under Subsection (a) serves at the
- 15 will of the board and may be removed and replaced by a majority of
- 16 the board at any time.
- 17 (c) The chairman [president] shall preside over meetings of
- 18 the board. If the chairman [president] is not present, the vice
- 19 chairman [president] shall preside.
- 20 <u>(d) The secretary shall ensure that all records and</u> books of
- 21 the district are properly kept and attest to the chair's signature
- 22 on all documents. The board may authorize another director, the
- 23 general manager, or any employee or contractor to execute documents
- 24 on behalf of the district and to certify the authenticity of any
- 25 record of the district.
- SECTION 4. Sec. 8834.056, Special District Local Laws Code,
- 27 is amended to read as follows:

- 1 (a) The board shall hold [one] regular [meeting each month]
- 2 meetings at a time set by the board.
- 3 (b) The board may hold a special meeting at the call of the
- 4 chairman [president] or on the written request of at least three
- 5 directors.
- 6 (c) A majority of the membership of the board constitutes a
- 7 quorum for any meeting, and a concurrence of a majority of the
- 8 entire membership of the board is sufficient for transacting any
- 9 district business. Any member that abstains from voting on a
- 10 particular matter does not count as part of the membership for the
- 11 purposes of that vote, and a majority of the remaining membership is
- 12 sufficient for transacting any district business.
- SECTION 5. Sec. 8834.057(b), Special District Local Laws
- 14 Code, is amended to read as follows:
- 15 (b) A meeting of a committee of the board is not subject to
- 16 Chapter 551, Government Code, if less than a quorum of the board is
- 17 present at the meeting.
- SECTION 6. Sec. 8834.104(a), Special District Local Laws
- 19 Code, is amended to read as follows:
- 20 (a) The [Before March 31 of each year, the] board shall hold
- 21 <u>an annual</u> [a] hearing to determine the effects during the preceding
- 22 calendar year of groundwater withdrawal on subsidence in the
- 23 district.
- SECTION 7. Sec. 8834.115, Special District Local Laws Code,
- 25 is amended to read as follows:
- Sec. 8834.115. NOTICE OF HEARINGS. (a) Not later than the
- 27 10th day before the date set for a hearing other than a permit

- 1 application hearing, the district shall deliver or mail notice of
- 2 the hearing to:
- 3 (1) each county, regional water supplier and municipal
- 4 government in the district; and
- 5 (2) each person that the board considers to have an
- 6 interest in the subject matter of the hearing.
- 7 (b) Not later than the 10th day before the date set for a
- 8 hearing, the district shall:
- 9 (1) publish notice of the hearing once in a newspaper
- 10 of general circulation in each county in the district; and
- 11 (2) <u>provide a copy of the [post]</u> notice of the hearing
- 12 to the county clerk to be posted at the county courthouse of each
- 13 county in the district in the place where notices are usually
- 14 posted.
- 15 SECTION 8. Chapter 8834, Subchapter D, Special District
- 16 Local Laws Code, is amended by adding Section 8834.158 to read as
- 17 follows:
- 18 Sec. 8834.158. INVESTMENT OFFICER. (a) Notwithstanding
- 19 Section 2256.005(f), Government Code, the board may contract with a
- 20 person to act as investment officer of the district.
- 21 (b) The investment officer of a district shall:
- (1) not later than the first anniversary of the date
- 23 the officer takes office or assumes the officer's duties, attend a
- 24 training session of at least six hours of instruction relating to
- 25 investment responsibilities under Chapter 2256, Government Code;
- 26 and
- 27 (2) attend at least four hours of additional

- 1 investment training within each two-year period after the first
- 2 year.
- 3 (c) Training under this section must be from an independent
- 4 source approved by:
- 5 (1) the board; or
- 6 (2) a designated investment committee advising the
- 7 <u>investment officer.</u>
- 8 (d) Training under this section must include education in
- 9 investment controls, security risks, strategy risks, market risks,
- 10 diversification of investment portfolio, and compliance with
- 11 Chapter 2256, Government Code.
- 12 SECTION 9. Sec. 8834.201, Special District Local Laws Code,
- 13 is amended to read as follows:
- 14 Sec. 8834.201. GROUNDWATER WITHDRAWALS SUBJECT TO BOARD
- 15 RULE. (a) Groundwater withdrawals governed by this chapter,
- 16 including withdrawals of injected water, are subject to reasonable
- 17 board rules and orders.
- 18 (b) The Board may issue permits to drill new wells and may,
- 19 by rule, provide exemptions from the permit requirements. The
- 20 district shall grant a permit to drill and operate a new well inside
- 21 a platted subdivision if water service from a retail public utility
- 22 is not available to the lot where the well is to be located.
- (c) In this section term "retail public utility" has the
- 24 same meaning as Section 13.002, Water Code.
- 25 SECTION 10. Sec. 8834.202, Special District Local Laws
- 26 Code, is amended to read as follows:
- Sec. 8834.202. CERTAIN GROUNDWATER USES [WELLS] EXEMPT. The

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permit requirements of this [This] chapter do [does] not apply to:
 1
 2
                    a well regulated under Chapter 27, Water Code;
                (1)
 3
                (2)
                    a well that:
 4
                     (A) has a casing with an inside diameter of not
 5
   more than five inches; and
 6
                     (B) serves only a single-family dwelling; or
 7
                (3)
                    a shallow well that:
 8
                     (A)
                          is not used to provide water for:
                          (i) human consumption;
 9
10
                          (ii) agriculture;
                          (iii) manufacturing or industry; or
11
12
                          (iv) water injection; and
                          withdraws water solely:
13
                     (B)
14
                          (i) to prevent hazardous
                                                          sand
    dewater surface construction sites, or relieve hydrostatic uplift
15
16
    on permanent structures;
17
                          (ii) for groundwater quality analysis and
    for monitoring migration of subsurface contaminants or pollution;
18
19
    or
20
                          (iii) for recovery of contamination
21
   pollution.
          SECTION 11.
                       Sec. 8834.206 (a) and (c), Special District
2.2
23
    Local Laws Code, are amended to read as follows:
24
               A well [The] owner of a well located in the district must
    obtain a permit from the board before:
25
26
                (1) drilling, equipping, or completing the well;
27
                    substantially altering the size of the well or a
                (2)
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- 1 well pump; or
- 2 (3) operating the well.
- 3 (c) A well [An] owner [or operator] commits a violation if
- 4 the well owner [or operator] does not obtain a permit as required by
- 5 Subsection (a). A violation occurs on the first day the drilling,
- 6 equipping, completing, altering, or operation begins. Each day
- 7 that a violation continues is a separate violation.
- 8 SECTION 12. Sec. 8834.209(c), Special District Local Laws
- 9 Code, is amended to read as follows:
- 10 (c) The board shall issue a permit to an applicant if the
- 11 board finds on sufficient evidence that:
- 12 (1) there is no other adequate and available
- 13 substitute or supplemental source of alternative [surface] water
- 14 supplies at prices competitive with the prices charged by suppliers
- 15 of <u>alternative</u> [<u>surface</u>] water <u>supplies</u> in the district; and
- 16 (2) compliance with any provision of this chapter or
- 17 any district rule will result in an arbitrary taking of property or
- 18 in the practical closing and elimination of any lawful business,
- 19 occupation, or activity without sufficient corresponding benefit
- 20 or advantage to the public.
- 21 SECTION 13. Sec. 8834.214, Special District Local Laws
- 22 Code, is amended to read as follows:
- Sec. 8834.214. ANNUAL REPORT. (a) Before January 31 each
- 24 year, a well owner who is required to hold [holds] a permit under
- 25 this chapter shall submit to the board a report stating:
- 26 (1) the well owner's name;
- 27 (2) the location of the well;

- 1 (3) the total amount of groundwater withdrawn from the
- 2 well during the preceding <u>calendar year</u> [12-month period];
- 3 (4) the total amount of groundwater withdrawn from the
- 4 well during each month of the preceding <u>calendar year</u> [$\frac{12-month}{month}$
- 5 period];
- 6 (5) the purpose for which the groundwater was used;
- 7 and
- 8 (6) any other information required by the board that
- 9 the board considers necessary for the board to control and prevent
- 10 subsidence in the district.
- 11 (b) For the purposes of this section, a well owner whose
- 12 well is aggregated with other wells permitted and managed by a
- 13 regional water supplier is required to file the report with the
- 14 regional water supplier instead of the district. Regional water
- 15 suppliers are required to submit to the board the report required in
- 16 <u>subsection</u> (a) for all wells owned, managed or permitted by that
- 17 supplier no later than March 31 each year.
- 18 SECTION 14. EFFECTIVE DATE. This Act takes effect
- 19 immediately if it receives a vote of two-thirds of all the members
- 20 elected to each house, as provided by Section 39, Article III, Texas
- 21 Constitution. If this Act does not receive the vote necessary for
- 22 immediate effect, this Act takes effect on September 1, 2011.