1 AN ACT relating to the irrigation powers and functions of certain water 2 districts; providing authority for a district by rule to change 3 4 fees; clarifying a district's authority to impose certain 5 assessments. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 6 7 SECTION 1. Subchapter C, Chapter 51, Water Code, is amended by adding Section 51.091 to read as follows: 8 Sec. 51.091. PROJECTS OF CERTAIN DISTRICTS. (a) In this 9 section, "preservation district" means a district defined by 10 Chapter 54 and created by special law with the power to promote the 11 12 preservation of fish and other wildlife within its boundaries. 13 (b) A water supply project financed, in whole or in part, with water development bonds, as defined under Section 16.001, that 14 15 is undertaken by a district having operations or facilities located in not less than four counties, and that is included in a regional 16 water plan under Section 16.053, is of fundamental and paramount 17 importance and is to be given priority over the activities, rules, 18 regulations, ordinances, or any requirement for a permit, bond, or 19 fee of a preservation district, which shall be inapplicable to the 20 construction of the project. 21 22 (c) Governmental immunity of a preservation district is waived in an action brought by a district described in Subsection 23 24 (b) for the acquisition of land, easements, or other property for a

project described in Subsection (b), if the preservation district 1 2 is the owner of the land or property. (d) Notwithstanding any other law, venue shall lie in Travis 3 County for an action described in Subsection (c) and brought by a 4 district described in Subsection (b). 5 (e) This section expires September 1, 2039. 6 7 SECTION 2. Subsection (a), Section 51.301, Water Code, is amended to read as follows: 8 9 (a) If required by the board, each [Each] person who desires to receive irrigation water at any time during the year shall 10 11 furnish the secretary of the board a written statement of the acreage the person [he] intends to irrigate and the different crops 12 13 the person [he] intends to plant with the acreage of each crop. SECTION 3. Section 51.302, Water Code, is amended to read as 14 15 follows: 16 Sec. 51.302. CONTRACTS WITH PERSON USING <u>IRRIGATION</u> WATER. The board may require each person who desires to use 17 (a) irrigation water during the year to enter into a contract with the 18 district which states the acreage to be irrigated [watered], the 19

20 crops to be planted, the amount to be paid for the water, and the 21 terms of payment.

(b) If a person irrigates more <u>acreage</u> [land] than <u>the</u>
 <u>person's</u> [his] contract specifies, <u>the person</u> [he] shall pay for
 the additional service.

(c) The directors also may require a person using <u>irrigation</u>
water to execute a negotiable note or notes for all or part of the
amount owed under the contract.

1 (d) The contract is not a waiver of the lien given to the 2 district under Section 51.309 [of this code] against the crops of a 3 person using <u>irrigation</u> water for the service furnished to <u>the</u> 4 <u>person</u> [him].

5 SECTION 4. Section 51.303, Water Code, is amended to read as 6 follows:

Sec. 51.303. AUTHORITY TO DETERMINE RULES AND REGULATIONS.
8 The board may adopt, alter, and rescind rules, regulations, and
9 standing and temporary orders which do not conflict with the
10 provisions of this subchapter and which govern:

(1) methods, terms, and conditions of water service;
 (2) applications for water;

13 (3) assessments, charges, fees, rentals, or deposits
14 for maintenance and operation;

15 (4) payment and the enforcement of payment of the
16 assessments, charges, fees, rentals, or deposits;

17 (5) furnishing <u>irrigation</u> water to persons who did not
18 apply for it before the date of assessment <u>if required</u>; and

19 (6) furnishing water to persons who wish to take water
20 for irrigation in excess of their original applications or for use
21 on land not covered by their original applications <u>if required</u>.

22 SECTION 5. Section 51.304, Water Code, is amended to read as 23 follows:

Sec. 51.304. BOARD'S ESTIMATE OF MAINTENANCE AND OPERATING EXPENSES. The board, on or as soon as practicable after a date fixed by standing order of the board, shall estimate the expenses of maintaining and operating the <u>district's water delivery</u>

1 [irrigation] system for the next 12 months. The board may change 2 the 12-month period for which it estimates the expenses of 3 maintaining and operating the <u>water delivery</u> [irrigation] system by 4 estimating such expenses for a shorter period so as to adjust to a 5 new fixed date and thereafter estimating the expenses for 12-month 6 periods following the adjusted fixed date.

7 SECTION 6. Section 51.305, Water Code, is amended to read as 8 follows:

9 Sec. 51.305. DISTRIBUTION OF ASSESSMENT. (a) The board by order shall allocate a portion [Not less than one-third nor more 10 than two-thirds] of the estimated maintenance and operating 11 expenses that shall be paid by assessment against all land in the 12 13 district to which the district can furnish irrigation water through its water delivery [irrigation] system or through an extension of 14 its water delivery [irrigation] system. This assessment shall be 15 16 levied against all irrigable land in the district on a per acre basis, whether or not the land is actually irrigated. 17

(b) [The assessments shall be levied against all irrigable land in the district on a per acre basis, whether or not the land is actually irrigated.] The board shall determine from year to year the proportionate amount of the expenses which will be borne by <u>all</u> water users receiving water delivery from the district.

(c) The remainder of the estimated expenses shall be paid by
assessments, charges, fees, rentals, or deposits required of
[against] persons in the district who use or who make application to
use water. The board shall prorate the remainder [as equitably as
possible] among the applicants for <u>irrigation</u> water and may

1 consider:

2 (1) the acreage each applicant will plant, the crop 3 <u>the applicant</u> [he] will grow, and the amount of water per acre <u>used</u> 4 for irrigation purposes; and

5 (2) other factors deemed appropriate by the board with 6 respect to water used for other nonirrigation uses [he will use].

7 (d) A landowner of irrigable land in the district or a user 8 of water delivered by the district for any purpose other than 9 irrigation who disputes all or a part of a board order that 10 determines the amount of an assessment, charge, fee, rental, or 11 deposit may file a petition under Section 11.041. That petition 12 filed with the commission is the sole remedy available to a 13 landowner or user of water described by this subsection.

SECTION 7. Section 51.306, Water Code, is amended to read as follows:

16 Sec. 51.306. NOTICE OF ASSESSMENTS. (a) Public notice of 17 all assessments <u>imposed under Section 51.305(a)</u> shall be given by 18 posting printed <u>notice</u> [notices] of the assessment in at least <u>one</u> 19 [three] public <u>place</u> [places] in the district.

20 (b) <u>Not later than the fifth day before the date on which the</u> 21 <u>assessment is due, notice</u> [Notice] shall be mailed to each 22 landowner at the address which the landowner shall furnish to the 23 board.

(c) <u>Notice</u> [The notice shall be posted in a public place and
mailed to each landowner five days before the assessment is due, and
notice] of special assessments shall be given within 10 days after
the assessment is levied.

1 SECTION 8. Subsection (a), Section 51.307, Water Code, is
2 amended to read as follows:

3 (a) All assessments <u>imposed under Section 51.305(a)</u> shall
4 be paid in installments at the times fixed by the board.

5 SECTION 9. Subsections (a), (b), and (c), Section 51.308,
6 Water Code, are amended to read as follows:

7 (a) Under the direction of the board, the assessor and 8 collector, or other person designated by the board, shall collect 9 all assessments <u>imposed under Section 51.305(a)</u> for maintenance and 10 operating expenses.

(b) The assessor and collector shall execute a bond in an amount determined by the board, conditioned on the faithful performance of <u>the</u> [his] duties <u>of the assessor and collector</u> and accounting for all money collected.

15 (c) The assessor and collector shall keep an account of all 16 money collected and shall deposit the money as collected in the 17 district depository. <u>The assessor and collector</u> [He] shall file 18 with the secretary of the board a statement of all money collected 19 once each <u>month</u> [week].

20 SECTION 10. Section 51.309, Water Code, is amended to read 21 as follows:

Sec. 51.309. LIEN AGAINST CROPS. <u>(a)</u> The district shall have a first lien, superior to all other liens, against all crops grown on <u>a</u> [each] tract of land in the district to secure the payment of <u>an</u> [the] assessment <u>imposed against the tract under</u> <u>Section 51.305(a)</u>, interest, and collection or attorney's fees.

27 (b) If the crops against which the district has a lien under

1 this section are cultivated on a basis other than annual 2 replanting, the owner of the crops shall record with the county 3 clerk of the county where the land on which the crops are cultivated 4 is located a legally sufficient description of the land, including 5 a metes and bounds description or a plat reference.

6 SECTION 11. Section 51.310, Water Code, is amended to read 7 as follows:

Sec. 51.310. LIST OF DELINQUENT ASSESSMENTS. 8 Assessments 9 imposed under Section 51.305(a) not paid when due shall become delinquent on the first day of the month following the date payment 10 11 is due, and the board shall [post in a public place in the district a list of all persons who are delinquent in paying their assessments 12 13 and shall] keep posted in a public place in the district a correct list of all persons who are delinquent in paying assessments. If a 14 person who owes an assessment has executed a note and contract as 15 16 provided in Section 51.302, the person may [of this code, he shall] not be placed on the delinquent list until after the maturity of the 17 note and contract. 18

SECTION 12. Section 51.311, Water Code, is amended to read as follows:

Sec. 51.311. WATER SERVICE 21 DISCONTINUED. (a) If а landowner fails or refuses to pay a water assessment or a person 22 fails to pay a charge, fee, rental, or deposit imposed under this 23 chapter or Chapter 49 when due, the landowner's or person's [his] 24 water supply shall be cut off, and no water may be furnished to the 25 land until all back assessments or other amounts owed to the 26 27 district are fully paid. The discontinuance of water service is

1 binding on all persons who own or acquire an interest in land for 2 which assessments <u>or other amounts owed to the district</u> are due.

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(b) A landowner or person whose water service has been 3 discontinued under Subsection (a) may request that the board 4 reconsider the discontinuance related to a charge, fee, rental, 5 deposit, or penalty, and may not request that the board reconsider a 6 7 discontinuance related to an assessment. If the board declines to reconsider the discontinuance, the landowner or person may file a 8 petition under Section 11.041. That petition filed with the 9 commission is the sole remedy available to a landowner or person 10 11 described by this subsection.

SECTION 13. Section 51.312, Water Code, is amended to read as follows:

Sec. 51.312. SUITS FOR DELINQUENT ASSESSMENTS. Suits for delinquent water <u>assessments or other amounts owed to the district</u> <u>under this subchapter</u> [assessment] may be brought either in the county in which the district is located or in the county in which the defendant resides. All landowners are personally liable for assessments <u>imposed under Section 51.305(a)</u> [provided in this subchapter].

21 SECTION 14. Subsection (a), Section 51.313, Water Code, is 22 amended to read as follows:

(a) All assessments <u>imposed under Section 51.305(a)</u> shall
bear interest from the date payment is due at the rate of 15 percent
a year. Assessments not paid by the first day of the month
following the date payment is due <u>are</u> [shall become] delinquent,
and a penalty of up to 15 percent of the amount of the past-due

1 assessment shall be added to the amount due.

2 SECTION 15. Section 55.351, Water Code, is amended to read 3 as follows:

Sec. 55.351. STATEMENT ESTIMATING WATER REQUIREMENTS AND PAYMENT OF CHARGE. (a) If required by the board, each [Each] person desiring to receive <u>irrigation</u> water at any time during the year shall furnish the secretary of the board a written statement of the acreage <u>the person</u> [he] intends to irrigate and the different crops <u>the person</u> [he] intends to plant with the acreage of each crop.

11 (b) At the time the acreage estimate is furnished to the 12 secretary, each person applying for water shall pay the portion of 13 the water charge or assessment set by the board for immediate 14 payment.

15 (c) If <u>a</u> [any] person applying for water from the district 16 does not furnish the statement of estimated acreage or does not pay 17 the part of the water charge or assessment set by the board before 18 the date for fixing the assessment, the district is not obligated to 19 furnish water to that person during that year.

20 SECTION 16. Section 55.352, Water Code, is amended to read 21 as follows:

Sec. 55.352. BOARD'S ESTIMATE OF MAINTENANCE AND OPERATING 22 EXPENSES. The board, on or as soon as practicable after a date 23 fixed by standing order of the board, shall estimate the expenses of 24 maintaining and operating the district's water delivery 25 [irrigation] system for the next 12 months. The board may change 26 27 the 12-month period for which it estimates the expenses of

1 maintaining and operating the <u>water delivery</u> [irrigation] system by 2 estimating such expenses for a shorter period so as to adjust to a 3 new fixed date and thereafter estimating the expenses for 12-month 4 periods following the adjusted fixed date.

5 SECTION 17. Section 55.354, Water Code, is amended to read 6 as follows:

7 Sec. 55.354. DISTRIBUTION OF ASSESSMENT. (a) The board by order shall allocate a portion [Not less than one-third nor more 8 than two-thirds] of the estimated maintenance and operating 9 expenses that shall be paid by assessment against all land in the 10 11 district to which the district can furnish *irrigation* water through its water delivery [irrigation] system or through an extension of 12 13 its water delivery [irrigation] system. This assessment [The assessments] shall be levied against all irrigable land in the 14 district on a per acre basis, whether or not the land is actually 15 irrigated. 16

17 <u>(b)</u> The board shall determine from year to year the 18 proportionate amount of the expenses which will be borne by <u>all</u> 19 water users <u>receiving water delivery from the district</u> [under this 20 subsection].

21 (c) [(b)] The remainder of the estimated expenses shall be 22 paid by assessments, charges, fees, rentals, or deposits required 23 of [against] persons in the district who use or who make application 24 to use water and other charges approved by the board. The board 25 shall prorate the remainder [as equitably as possible] among the 26 applicants for <u>irrigation</u> water and may consider:

27 (1) the acreage each applicant will plant, the crop

1 <u>the applicant</u> [he] will grow, and the amount of water per acre <u>used</u>
2 <u>for irrigation purposes; and</u>

3 (2) other factors deemed appropriate by the board with
4 respect to water used for other nonirrigation uses [he will use].

5 <u>(d)</u> All persons using <u>irrigation</u> water to plant the same 6 crop will pay the same price per acre for the water.

7 (e) A landowner of irrigable land in the district or a user 8 of water delivered by the district for any purpose other than 9 irrigation who disputes all or a part of a board order that 10 determines the amount of an assessment, charge, fee, rental, or 11 deposit may file a petition under Section 11.041. That petition 12 filed with the commission is the sole remedy available to a 13 landowner or user of water described by this subsection.

14 SECTION 18. Section 55.355, Water Code, is amended to read 15 as follows:

16 Sec. 55.355. NOTICE OF ASSESSMENTS. (a) Public notice of 17 all assessments <u>imposed under Section 55.354(a)</u> shall be given by 18 posting printed <u>notice</u> [notices] of the assessment in at least <u>one</u> 19 [three] public <u>place</u> [places] in the district.

20 (b) <u>Not later than the fifth day before the date on which the</u> 21 <u>assessment is due, notice</u> [Printed notices] shall be mailed to each 22 landowner at the address which the landowner shall furnish to the 23 board.

(c) <u>Notice</u> [The notice shall be posted in a public place and
 mailed to the landowner five days before the assessment is due, and
 notice] of special assessments shall be given within 10 days after
 the assessment is levied.

1 SECTION 19. Section 55.356, Water Code, is amended to read 2 as follows:

3 Sec. 55.356. PAYMENT OF ASSESSMENTS. (a) All assessments
4 imposed under Section 55.354(a) shall be paid in installments at
5 the times fixed by the board.

6 (b) If a crop for which water was furnished by the district 7 is harvested before the due date of any installment payment, the 8 entire unpaid assessment becomes due at once and shall be paid 9 within 10 days after the crop is harvested and before the crop is 10 removed from the county or counties in which it was grown.

SECTION 20. Section 55.357, Water Code, is amended to read as follows:

Sec. 55.357. COLLECTION OF ASSESSMENTS BY TAX ASSESSOR AND COLLECTOR. (a) Under the direction of the board, the assessor and collector of taxes, or other person designated by the board, shall collect all assessments <u>imposed under Section 55.354(a)</u> for maintenance and operating expenses made under the provisions of this subchapter.

(b) The assessor and collector of taxes shall give bond in an amount determined by the board, conditioned upon the faithful performance of <u>the</u> [his] duties <u>of the assessor and collector</u> and accounting for all money collected.

(c) The assessor and collector of taxes shall keep an account of all money collected and shall deposit the money as collected in the district depository. <u>The assessor and collector</u> [He] shall file with the secretary of the board a statement of all money collected once each <u>month</u> [week].

1 (d) The assessor and collector [He] shall use duplicate 2 receipt books, give a receipt for each collection made, and retain 3 in the book a copy of each receipt, which shall be kept as a record 4 of the district.

5 SECTION 21. Section 55.358, Water Code, is amended to read 6 as follows:

Sec. 55.358. CONTRACTS WITH PERSON USING <u>IRRIGATION</u> WATER. (a) The board may require each person who desires to use <u>irrigation</u> water during the year to enter into a contract with the district which states the acreage to be <u>irrigated</u> [watered], the crops to be planted, the amount to be paid for the water, and the terms of payment.

(b) The contract is not a waiver of the lien given to the district under Section 55.359 [of this code] against the crops of a person using <u>irrigation</u> water for the service furnished to <u>the</u> <u>person</u> [him].

17 (c) If a person irrigates more <u>acreage</u> [land] than <u>the</u>
 18 <u>person's</u> [his] contract specifies, <u>the person</u> [he] shall pay for
 19 the additional service [under the provisions of this subchapter].

(d) The directors also may require a person using <u>irrigation</u>
water to execute a negotiable note or notes for all or part of the
amount owed under the contract.

23 SECTION 22. Section 55.359, Water Code, is amended by 24 amending Subsection (a) and adding Subsection (c) to read as 25 follows:

(a) The district shall have a first lien, superior to all
other liens, against all crops grown on <u>a</u> [each] tract of land in

1 the district to secure the payment of <u>an assessment imposed against</u> 2 <u>the tract under Section 55.354(a)</u> [the assessments], interest, and 3 collection or attorney's fees.

4 (c) If the crops against which the district has a lien under 5 this section are cultivated on a basis other than annual 6 replanting, the owner of the crops shall record with the county 7 clerk of the county where the land on which the crops are cultivated 8 is located a legally sufficient description of the land, including 9 a metes and bounds description or a plat reference.

SECTION 23. Section 55.360, Water Code, is amended to read as follows:

Sec. 55.360. LIST OF DELINQUENT ASSESSMENTS. Assessments 12 13 imposed under Section 55.354(a) not paid when due shall become delinquent on the first day of the month following the date payment 14 is due, and the board shall [post in a public place in the district a 15 16 list of all persons who are delinquent in paying their assessments and shall] keep posted in a public place in the district a correct 17 list of all delinquent assessments. If a person who owes an 18 assessment has [persons who owe assessments have] executed a note 19 20 and contract [notes and contracts] as provided in Section 55.358, the person may [of this code, they shall] not be placed on the 21 delinquent list until after the maturity of the note and contract 22 23 [notes and contracts].

24 SECTION 24. Section 55.361, Water Code, is amended to read 25 as follows:

26 Sec. 55.361. WATER SERVICE DISCONTINUED. <u>(a)</u> If a 27 landowner <u>fails or refuses</u> [shall fail or refuse] to pay any water

assessment or a person fails to pay a charge, fee, rental, or 1 2 deposit imposed under this chapter or Chapter 49 when due, the landowner's or person's [his] water supply shall be cut off, and no 3 4 water shall be furnished to the land until all back assessments or other amounts owed to the district are fully paid. 5 The discontinuance of water service is binding on all persons who own or 6 7 acquire any interest in land for which assessments or other amounts owed to the district are due. 8

9 (b) A landowner or person whose water service has been discontinued under Subsection (a) may request that the board 10 11 reconsider the discontinuance related to a charge, fee, rental, deposit, or penalty, and may not request that the board reconsider a 12 discontinuance related to an assessment. If the board declines to 13 reconsider the discontinuance, the landowner or person may file a 14 petition under Section 11.041. That petition filed with the 15 commission is the sole remedy available to a landowner or person 16 17 described by this subsection.

18 SECTION 25. Section 55.362, Water Code, is amended to read 19 as follows:

Sec. 55.362. SUITS FOR DELINQUENT ASSESSMENTS. Suits for delinquent water assessments <u>or other amounts owed to the district</u> <u>under this subchapter</u> may be brought either in the county in which the irrigation district is located or in the county in which the defendant resides. All landowners are personally liable for all assessments <u>imposed under Section 55.354(a)</u> [provided in this <u>subchapter</u>].

27 SECTION 26. Subsection (a), Section 55.363, Water Code, is

1 amended to read as follows:

(a) All assessments <u>imposed under Section 55.354(a)</u> shall
bear interest from the date payment is due at the rate of 15 percent
a year. Assessments not paid by the first day of the month
following the date payment is due <u>are</u> [shall become] delinquent,
and a penalty of up to 15 percent of the amount of the past-due
assessment shall be added to the amount due.

8 SECTION 27. Subsection (a), Section 58.301, Water Code, is 9 amended to read as follows:

10 (a) <u>If required by the board, each</u> [Each] person who desires
11 to receive <u>irrigation</u> water at any time during the year shall
12 furnish the secretary of the board a written statement of the
13 acreage <u>the person</u> [he] intends to irrigate and the different crops
14 <u>the person</u> [he] intends to plant with the acreage of each crop.

15 SECTION 28. Section 58.302, Water Code, is amended to read 16 as follows:

Sec. 58.302. CONTRACTS WITH PERSON USING <u>IRRIGATION</u> WATER. (a) The board may require each person who desires to use <u>irrigation</u> water during the year to enter into a contract with the district which states the acreage to be <u>irrigated</u> [watered], the crops to be planted, the amount to be paid for the water, and the terms of payment.

(b) If a person irrigates more <u>acreage</u> [land] than <u>the</u>
 <u>person's</u> [his] contract specifies, <u>the person</u> [he] shall pay for
 the additional service.

(c) The directors also may require a person using <u>irrigation</u>
 water to execute a negotiable note or notes for all or part of the

1 amount owed under the contract.

2 (d) The contract is not a waiver of the lien given to the 3 district under Section 58.309 [of this code] against the crops of a 4 person using <u>irrigation</u> water for the service furnished to <u>the</u> 5 <u>person</u> [<u>him</u>].

6 SECTION 29. Section 58.303, Water Code, is amended to read 7 as follows:

8 Sec. 58.303. AUTHORITY TO DETERMINE RULES AND REGULATIONS. 9 The board may adopt, alter, and rescind rules, and standing and 10 temporary orders which do not conflict with the provisions of this 11 subchapter and which govern:

12 (1) methods, terms, and conditions of water service;

13 (2) applications for water;

14 (3) assessments, charges, fees, rentals, or deposits
15 for maintenance and operation;

16 (4) payment and the enforcement of payment of the
17 assessments, charges, fees, rentals, or deposits;

18 (5) furnishing <u>irrigation</u> water to persons who did not
19 apply for it before the date of assessment <u>if required</u>; and

(6) furnishing water to persons who wish to take water
for irrigation in excess of their original applications or for use
on land not covered by their original applications <u>if required</u>.

23 SECTION 30. Section 58.304, Water Code, is amended to read 24 as follows:

25 Sec. 58.304. BOARD'S ESTIMATE OF MAINTENANCE AND OPERATING 26 EXPENSES. The board, on or as soon as practicable after a date 27 fixed by standing order of the board, shall estimate the expenses of

operating the district's water delivery 1 maintaining and 2 [irrigation] system for the next 12 months. The board may change the 12-month period for which it estimates the expenses of 3 4 maintaining and operating the water delivery [irrigation] system by estimating such expenses for a shorter period so as to adjust to a 5 new fixed date and thereafter estimating the expenses for 12-month 6 7 periods following the adjusted fixed date.

8 SECTION 31. Section 58.305, Water Code, is amended to read 9 as follows:

10 Sec. 58.305. DISTRIBUTION OF ASSESSMENT. (a) The board by 11 order shall allocate a portion [Not less than one-third nor more than two-thirds] of the estimated maintenance and operating 12 13 expenses that shall be paid by assessment against all land in the district to which the district can furnish irrigation water through 14 its water delivery [irrigation] system or through an extension of 15 16 its water delivery [irrigation] system. This assessment shall be levied against all irrigable land in the district on a per acre 17 basis, whether or not the land is actually irrigated. 18

(b) [The assessments shall be levied against all irrigable land in the district on a per acre basis, whether or not the land is actually irrigated.] The board shall determine from year to year the proportionate amount of the expenses which will be borne by <u>all</u> water users receiving water delivery from the district.

(c) The remainder of the estimated expenses shall be paid by
 <u>charges, fees, rentals, or deposits required of</u> [assessments
 against] persons in the district who use or who make application to
 use water <u>and other charges approved by the board</u>. The board shall

1 prorate the remainder [as equitably as possible] among the 2 applicants for <u>irrigation</u> water and may consider:

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3 (1) the acreage each applicant will plant, the crop 4 the applicant [he] will grow, and the amount of water per acre used 5 for irrigation purposes; and

6 (2) other factors deemed appropriate by the board with 7 respect to water used for other nonirrigation uses [he will use].

8 (d) A landowner of irrigable land in the district or a user 9 of water delivered by the district for any purpose other than 10 irrigation who disputes all or a part of a board order that 11 determines the amount of an assessment, charge, fee, rental, or 12 deposit may file a petition under Section 11.041. That petition 13 filed with the commission is the sole remedy available to a 14 landowner or user of water described by this subsection.

15 SECTION 32. Section 58.306, Water Code, is amended to read 16 as follows:

Sec. 58.306. NOTICE OF ASSESSMENTS. (a) Public notice of all assessments <u>imposed under Section 58.305(a)</u> shall be given by posting printed <u>notice</u> [notices] of the assessment in at least <u>one</u> [<u>three</u>] public <u>place</u> [places] in the district.

(b) <u>Not later than the fifth day before the date on which the</u> assessment is due, notice [Notice] shall be mailed to each landowner at the address which the landowner shall furnish to the board.

(c) <u>Notice</u> [The notice shall be posted in a public place and
 mailed to each landowner five days before the assessment is due, and
 notice] of special assessments shall be given within 10 days after

1 the assessment is levied.

2 SECTION 33. Subsection (a), Section 58.307, Water Code, is 3 amended to read as follows:

4 (a) All assessments <u>imposed under Section 58.305(a)</u> shall
5 be paid in installments at the times fixed by the board.

6 SECTION 34. Subsections (a), (b), and (c), Section 58.308, 7 Water Code, are amended to read as follows:

8 (a) Under the direction of the board, the assessor and 9 collector, or other person designated by the board, shall collect 10 all assessments <u>imposed under Section 58.305(a)</u> for maintenance and 11 operating expenses.

(b) The assessor and collector shall execute a bond in an amount determined by the board, conditioned on the faithful performance of <u>the</u> [his] duties <u>of the assessor and collector</u> and accounting for all money collected.

16 (c) The assessor and collector shall keep an account of all 17 money collected and shall deposit the money as collected in the 18 district depository. <u>The assessor and collector</u> [He] shall file 19 with the secretary of the board a statement of all money collected 20 once each <u>month</u> [week].

21 SECTION 35. Section 58.309, Water Code, is amended to read 22 as follows:

Sec. 58.309. LIEN AGAINST CROPS. <u>(a)</u> The district shall have a first lien, superior to all other liens, against all crops grown on <u>a</u> [cach] tract of land in the district to secure the payment of <u>an</u> [the] assessment <u>imposed against the tract under</u> <u>Section 58.305(a)</u>, interest, and collection or attorney's fees.

1 (b) If the crops against which the district has a lien under 2 this section are cultivated on a basis other than annual 3 replanting, the owner of the crops shall record with the county 4 clerk of the county where the land on which the crops are cultivated 5 is located a legally sufficient description of the land, including 6 a metes and bounds description or a plat reference.

7 SECTION 36. Section 58.310, Water Code, is amended to read 8 as follows:

9 Sec. 58.310. LIST OF DELINQUENT ASSESSMENTS. Assessments imposed under Section 58.305(a) not paid when due shall become 10 11 delinquent on the first day of the month following the date payment is due, and the board shall [post in a public place in the district a 12 13 list of all persons who are delinquent in paying their assessments 14 and shall] keep posted in a public place in the district a correct list of all persons who are delinquent in paying assessments. If a 15 person who owes an assessment has executed a note and contract as 16 provided in Section 58.302, the person may [of this code, he shall] 17 not be placed on the delinquent list until after the maturity of the 18 note and contract. 19

20 SECTION 37. Section 58.311, Water Code, is amended to read 21 as follows:

22 Sec. 58.311. WATER SERVICE DISCONTINUED. (a) If а landowner fails or refuses to pay a water assessment or a person 23 fails to pay a charge, fee, rental, or deposit imposed under this 24 chapter or Chapter 49 when due, the landowner's or person's [his] 25 water supply shall be cut off, and no water may be furnished to the 26 27 land until all back assessments or other amounts owed to the

1 <u>district</u> are fully paid. The discontinuance of water service is
2 binding on all persons who own or acquire an interest in land for
3 which assessments <u>or other amounts owed to the district</u> are due.

(b) A landowner or person whose water service has been 4 discontinued under Subsection (a) may request that the board 5 reconsider the discontinuance related to a charge, fee, rental, 6 7 deposit, or penalty, and may not request that the board reconsider a discontinuance related to an assessment. If the board declines to 8 9 reconsider the discontinuance, the landowner or person may file a petition under Section 11.041. That petition filed with the 10 11 commission is the sole remedy available to a landowner or person described by this subsection. 12

13 SECTION 38. Section 58.312, Water Code, is amended to read 14 as follows:

Sec. 58.312. SUITS FOR DELINQUENT ASSESSMENTS. Suits for delinquent water assessments <u>or other amounts owed to the district</u> <u>under this subchapter</u> may be brought either in the county in which the district is located or in the county in which the defendant resides. All landowners are personally liable for assessments <u>imposed under Section 58.305(a)</u> [provided in this subchapter].

21 SECTION 39. Subsection (a), Section 58.313, Water Code, is 22 amended to read as follows:

(a) All assessments <u>imposed under Section 58.305(a)</u> shall
bear interest from the date payment is due at the rate of 15 percent
a year. Assessments not paid by the first day of the month
following the date payment is due <u>are</u> [shall become] delinquent,
and a penalty of up to 15 percent of the amount of the past-due

1 assessment shall be added to the amount due.

2 SECTION 40. Section 58.137, Water Code, is repealed.

3 SECTION 41. A district whose fiscal year begins on a date 4 other than September 1 is not required to comply with the changes in 5 law made by this Act that apply to the district until the beginning 6 of the district's next fiscal year following the effective date of 7 this Act.

8 SECTION 42. This Act takes effect September 1, 2013.

President of the Senate Speaker of the House I hereby certify that S.B. No. 611 passed the Senate on April 8, 2013, by the following vote: Yeas 31, Nays 0; and that the Senate concurred in House amendments on May 8, 2013, by the following vote: Yeas 30, Nays 0.

Secretary of the Senate

I hereby certify that S.B. No. 611 passed the House, with amendments, on May 2, 2013, by the following vote: Yeas 147, Nays O, two present not voting.

Chief Clerk of the House

Approved:

Date

Governor