1-1 By: S.B. No. 1169 Hegar (In the Senate - Filed March 5, 2013; March 12, 2013, read time and referred to Committee on Natural Resources; 1-2 1-3 first March 27, 2013, reported favorably by the following vote: Yeas 10, Nays 0; March 27, 2013, sent to printer.) 1-4

1-6 COMMITTEE VOTE

1-7		Yea	Nay	Absent	PNV
1-8	Fraser	X	<u>*</u>		
1-9	Estes	X			
1-10	Deuell	X			
1-11	Duncan	X			
1-12	Ellis	X			
1-13	Eltife	X			
1-14	Hegar	X			
1-15	Hinojosa	X			
1-16	Nichols	X			
1-17	Seliger	X			
1-18	Uresti			Χ	

1-19 A BILL TO BE ENTITLED 1-20 AN ACT

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relating to water conservation.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Chapter 10, Water Code, is amended by adding Section 10.0021 to read as follows:

Sec. 10.0021. SUNSET PROVISION. The Water Conservation Advisory Council is subject to Chapter 325, Government Code (Texas Sunset Act). Unless continued in existence as provided by that chapter, the council is abolished and this chapter expires September 1, 2023.

SECTION 2. Section 10.011, Water Code, is amended to read as follows:

Sec. 10.011. REPORT. Not later than December 1 of each even-numbered year, the council shall submit to the governor, lieutenant governor, and speaker of the house of representatives a report on progress made in water conservation in this state. The report must include specific statutory, budgetary, and policy recommendations to improve water conservation and management.

SECTION 3. Section 16.0121, Water Code, is amended by

adding Subsections (g) and (h) to read as follows:

A retail public utility providing potable water that receives from the board financial assistance shall use a portion of that financial assistance, or any additional financial assistance provided by the board for the purpose described by this subsection, to mitigate the utility's system water loss if, based on a water audit filed by the utility under this section, the water loss meets

or exceeds the threshold established by board rule.

(h) For each category of retail public utility listed in Subsection (c), the board shall adopt rules regarding:

(1) the amount of system water loss that requires a utility to take action under Subsection (g); and

(2) the use of financial assistance from the board as

required by Subsection (g) to mitigate system water loss.

SECTION 4. Subsection (h), Section 16.055, Water Code, is amended to read as follows:

(h) On receipt of the notice under Subsection (g)(2)(B), a [the] person or entity required to develop a drought contingency plan shall immediately implement the person's or entity's [water conservation plan or drought contingency] plan.

SECTION 5. Section 17.124, Water Code, is amended to read as follows:

Sec. 17.124. CONSIDERATIONS IN PASSING ON APPLICATIONS. In

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passing on an application from a political subdivision for financial assistance for a water supply project, the board shall consider:

- (1) the needs of the area to be served by the water supply project, the benefit of the water supply project to the area, the relationship of the water supply project to the overall, statewide water needs, and the relationship of the water supply project to the state water plan; [and]
- (2) the availability of revenue to the political subdivision, from all sources, for the ultimate repayment of the cost of the water supply project, including interest; and

  (3) whether the political subdivision has implemented

its drought contingency plan when required.

SECTION 6. Subsection (g), Section 16.0121, Water Code, as added by this Act, applies only to system water loss based on a water audit filed with the Texas Water Development Board under

Section 16.0121, Water Code, on or after January 1, 2014.

SECTION 7. Not later than January 1, 2014, the Texas Water Development Board shall adopt rules to implement Subsection (h),

Section 16.0121, Water Code, as added by this Act.

SECTION 8. Section 17.124, Water Code, as amended by this Act, applies only to the consideration of whether a political subdivision has implemented its drought contingency plan on or after the effective date of this Act.

SECTION 9. This Act takes effect September 1, 2013.

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