SENATE AMENDMENTS

2nd Printing

By: Lucio III, Burnam H.B. No. 857

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the frequency of water audits by certain retail public
3	utilities.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Sections 16.0121(b), (b-1), and (c), Water Code,

are amended to read as follows:

- 7 (b) Except as provided by Subsection (b-1), a retail public 8 utility providing potable water [that receives from the board 9 financial assistance] shall perform and file with the board an 10 annual water audit computing the utility's system water loss during 11 the preceding year.
- 12 (b-1) A retail public utility providing potable water that
 13 does not receive from the board financial assistance and is serving
 14 a population of 3,300 or less shall perform and file with the board
 15 every five years a water audit computing the utility's most recent
 16 annual system water loss.
- (c) The board shall develop appropriate methodologies and submission dates for a water audit required under Subsection (b) or (b-1) for the following categories of retail public utilities:
- 20 (1) retail public utilities serving populations of 21 100,000 or more;
- 22 (2) retail public utilities serving populations of 50,000 or more but less than 100,000;
- 24 (3) retail public utilities serving populations of

H.B. No. 857

- 1 [more than] 10,000 or more but less than 50,000; [and]
- 2 (4) retail public utilities serving populations of
- 3 more than 3,300 but less than 10,000; and
- 4 (5) retail public utilities serving populations of
- 5 3,300 or less.
- 6 SECTION 2. Not later than September 1, 2014, a retail public
- 7 utility shall submit its initial annual water audit required by
- 8 Section 16.0121(b), Water Code, as amended by this Act. The initial
- 9 water audit shall compute the utility's most recent annual system
- 10 water loss.
- 11 SECTION 3. This Act takes effect September 1, 2013.

ADOPTED

MAY 13 2003

Latay Secure Secretary of the Senate

By: Work Ole.

Substitute the following for H.B. No. 857:

By: Work Ole.

<u>H</u>.B. No. <u>7</u>

C.S.<u>H</u>.B. No. <u>857</u>

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the frequency of water audits by certain retail public

3 utilities.

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

5 SECTION 1. Sections 16.0121(b), (b-1), and (c), Water Code,

6 are amended to read as follows:

- 7 (b) Except as provided by Subsection (b-1), a retail public
- 8 utility providing potable water [that receives from the board
- financial assistance shall perform and file with the board an
- 10 annual water audit computing the utility's system water loss during
- 11 the preceding year.
- 12 (b-1) A retail public utility providing potable water that
- 13 does not receive from the board financial assistance and is serving
- 14 a population of 3,300 or less shall perform and file with the board
- 15 every five years a water audit computing the utility's most recent
- 16 annual system water loss.
- 17 (c) The board shall develop appropriate methodologies and
- 18 submission dates for a water audit required under Subsection (b) or
- 19 (b-1) for the following categories of retail public utilities:
- 20 (1) retail public utilities serving populations of
- 21 100,000 or more;
- 22 (2) retail public utilities serving populations of
- 23 50,000 or more but less than 100,000;
- 24 (3) retail public utilities serving populations of

- 1 [more than] 10,000 or more but less than 50,000; [and]
- 2 (4) retail public utilities serving populations of
- 3 more than 3,300 but less than 10,000; and
- 4 (5) retail public utilities serving populations of
- 5 3,300 or less.
- 6 SECTION 2. Not later than May 1, 2014, a retail public
- 7 utility shall submit its initial annual water audit required by
- 8 Section 16.0121(b), Water Code, as amended by this Act. The initial
- 9 water audit shall compute the utility's most recent annual system
- 10 water loss.
- 11 SECTION 3. This Act takes effect September 1, 2013.

FLOOR AMENDMENT NO.

BY: MIT / Nall

- 1 Amend H.B. 857 in SECTION 1 of the bill, in amended Section
- 2 16.0121 (b-1), Water Code (page 1, lines 34-35), by striking
- 3 "and is serving a population of 3,300 or less" and substituting
- 4 "and is providing service to 3,300 or fewer connections".

ADOPTED

MAY 1 3 2013

1

Letay Securedary of the Senate

FLOOR AMENDMENT NO.

BY: Kodney Cler

1 to H.B. 857 (senate committee printing)

as follows by adding the following sections:

3 ___ In SECTION 1 of the bill, page 1, line 26, after

"Sections 16.0121(b)", delete ", (b-1), and (c)" and insert "and 4

(b-1)". 5

___ In SECTION 1 of the bill, page 1, strike lines 38-50.

ADOPTED

MAY 1 3 2013

Actory Securedary of the Senate

FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION

May 15, 2013

TO: Honorable Joe Straus, Speaker of the House, House of Representatives

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB857 by Lucio III (Relating to the frequency of water audits by certain retail public

utilities.), As Passed 2nd House

No fiscal implication to the State is anticipated.

The bill would amend the Water Code to require a retail public utility that provides potable water to perform and file an annual water audit with the Texas Water Development Board (TWDB) computing the utility's system water loss during the preceding year beginning not later than May 1, 2014. A retail public utility that does not receive financial assistance from TWDB and is providing service to 3,300 or fewer connections must perform and file an audit every five years.

Local Government Impact

There could be costs to certain retail public utilities that would vary by utility depending on current reporting procedures and costs for a water loss audit.

According to a previous study conducted by TWDB, estimated costs to a retail public utility to complete an annual water loss audit ranged from less than \$1,000 to \$20,000 depending on the size of the utility and their current records system.

Source Agencies: 580 Water Development Board

FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION

May 7, 2013

TO: Honorable Troy Fraser, Chair, Scnate Committee on Natural Resources

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB857 by Lucio III (Relating to the frequency of water audits by certain retail public

utilities.), Committee Report 2nd House, Substituted

No fiscal implication to the State is anticipated.

The bill would amend the Water Code to require a retail public utility that provides potable water to perform and file an annual water audit with the Texas Water Development Board (TWDB) computing the utility's system water loss during the preceding year beginning not later than May 1, 2014. A retail public utility that does not receive financial assistance from TWDB and serves a population of 3,300 or less must perform and file an audit every five years.

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Source Agencies: 580 Water Development Board

FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION

May 2, 2013

TO: Honorable Troy Fraser, Chair, Senate Committee on Natural Resources

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB857 by Lucio III (Relating to the frequency of water audits by certain retail public

utilities.), As Engrossed

No fiscal implication to the State is anticipated.

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Source Agencies: 580 Water Development Board

FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION

April 11, 2013

TO: Honorable Allan Ritter, Chair, House Committee on Natural Resources

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB857 by Lucio III (Relating to the frequency of water audits by certain retail public

utilities.), Committee Report 1st House, Substituted

No fiscal implication to the State is anticipated.

The bill would amend the Water Code to require a retail public utility that provides potable water to perform and file an annual water audit with the Texas Water Development Board (TWDB) computing the utility's system water loss during the preceding year beginning not later than September 1, 2014. A retail public utility that does not receive financial assistance from TWDB and serves a population of 3,300 or less must perform and file an audit every five years.

Local Government Impact

There could be costs to certain retail public utilities that would vary by utility depending on current reporting procedures and costs for a water loss audit.

According to a previous study conducted by TWDB, estimated costs to a retail public utility to complete an annual water loss audit ranged from less than \$1,000 to \$20,000 depending on the size of the utility and their current records system.

Source Agencies: 580 Water Development Board

FISCAL NOTE, 83RD LEGISLATIVE REGULAR SESSION

March 14, 2013

TO: Honorable Allan Ritter, Chair, House Committee On Natural Resources

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB857 by Lucio III (Relating to the frequency of water audits by certain retail public

utilities.), As Introduced

No fiscal implication to the State is anticipated.

The bill would amend the Water Code to require a retail public utility that provides potable water to perform and file an annual water audit with the Texas Water Development Board (TWDB) computing the utility's system water loss during the preceding year. Under current statute, a retail public utility that receives financial assistance from TWDB must perform and file an audit annually, but is only required to file every five years if the utility does not receive financial assistance.

The bill would repeal Section 16.0121(b-1) of the Water Code.

Local Government Impact

There could be costs to certain retail public utilities that would vary by utility depending on current reporting procedures and costs for a water loss audit.

According to a previous study conducted by TWDB, estimated costs to a retail public utility to complete an annual water loss audit ranged from less than \$1,000 to \$20,000 depending on the size of the utility and their current records system.

Source Agencies: 580 Water Development Board