By: Harless, Thompson of Harris, Riddle, Fletcher, Walle

H.B. No. 2528

A BILL TO BE ENTITLED

	AN ACT

- 2 relating to the authority of a water district to accept donations to
- 3 fund certain economic development programs.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter H, Chapter 49, Water Code, is amended
- 6 by adding Section 49.2291 to read as follows:
- 7 Sec. 49.2291. DONATIONS FOR ECONOMIC DEVELOPMENT. (a) In
- 8 this section, "economic development program" has the meaning
- 9 assigned by Section 152.151.
- 10 (b) This section applies only to a district located in the
- 11 unincorporated area of a county with a population of four million or
- 12 <u>more.</u>
- (c) A district may accept a donation in any form from any
- 14 source approved by the board to provide funds to a nonprofit
- 15 organization providing economic development programs that the
- 16 board determines will preserve property values in the district.
- 17 (d) A contract with a nonprofit organization providing
- 18 economic development programs described by Subsection (c) may
- 19 <u>include the specific uses of donations collected by the district on</u>
- 20 behalf of the nonprofit organization under this section.
- (e) A contract entered into under Subsection (d) must
- 22 require the nonprofit organization administering the program to:
- 23 (1) maintain accounting records and funds independent
- 24 of all other funds unrelated to the program;

- 1 (2) make the records maintained under Subdivision (1)
- 2 available for public inspection at reasonable times;
- 3 (3) have an annual independent audit made of the
- 4 accounting records and funds;
- 5 (4) use the funds only for programs in a county
- 6 described by Subsection (b); and
- 7 (5) reimburse the district for costs of collection
- 8 incurred by the district, except to the extent that the district
- 9 agrees to bear those costs.
- 10 (f) All records of the administrator of an economic
- 11 development program, unless protected from disclosure under
- 12 Chapter 552, Government Code, shall be public information, as
- defined by Section 552.002, Government Code.
- 14 (g) A district providing potable water or sewer service may,
- 15 as part of its billing process, collect from customers voluntary
- 16 <u>donations on behalf of a nonprofit organization providing economic</u>
- 17 development programs described by Subsection (c). A district that
- 18 collects voluntary donations under this subsection must give
- 19 reasonable notice to customers that the donations are voluntary.
- 20 If a donation is included in the total amount of a district's bill
- 21 to a customer, the bill must identify the exact amount of the
- 22 donation and include a telephone number the customer can call to
- 23 have the donation deleted from the bill and any future bills issued
- 24 to that customer. Water and sewer service may not be terminated as
- 25 a result of failing to pay a voluntary donation.
- 26 SECTION 2. This Act takes effect immediately if it receives
- 27 a vote of two-thirds of all the members elected to each house, as

H.B. No. 2528

- 1 provided by Section 39, Article III, Texas Constitution. If this
- 2 Act does not receive the vote necessary for immediate effect, this
- 3 Act takes effect September 1, 2015.