**BILL ANALYSIS**

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| Senate Research Center | S.B. 862 |
|  | By: Perry |
|  | Agriculture, Water & Rural Affairs |
|  | 3/30/2017 |
|  | As Filed |

**AUTHOR'S / SPONSOR'S STATEMENT OF INTENT**

Under current law, groundwater conservation districts (GCDs) that are involved in certain lawsuits may seek to recover costs incurred by the GCD as a result of the proceedings, such as attorney fees and court costs, for all issues on which the GCD prevails. If a GCD requests the recovery of those costs, the court is required to grant them recovery on all issues to which the GCD prevailed. The ability to automatically recover court costs on prevailing issues is one-sided; only the GCD has the ability to automatically recover those costs, whereas the other parties to the lawsuit do not enjoy the same ability to recover costs.

S.B. 862 puts all parties to lawsuits involving a GCD on a level playing field by allowing any prevailing party to automatically recover costs associated with that legal proceeding.

As proposed, S.B. 862 amends current law relating to the award of attorney's fees and other costs in certain proceedings involving a groundwater conservation district.

**RULEMAKING AUTHORITY**

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

**SECTION BY SECTION ANALYSIS**

SECTION 1. Amends Sections 36.066(g) and (h), Water Code, as follows:

(g) Authorizes a prevailing party, in a suit to which the groundwater conservation district (GCD) is a party, to seek and requires the court to grant, in the interests of justice as provided by Subsection (h), in the same action, recovery for attorney's fees, costs for expert witnesses, and other costs incurred by the prevailing party before the court, rather than authorizes the GCD to seek and requires the court to grant, if the GCD prevails in any suit other than a suit in which it voluntarily intervenes, in the interests of justice and as provided by Subsection (h), in the same action, recovery for attorney's fees, costs for expert witnesses, and other costs incurred by the GCD before the court.

(h) Replaces reference to the GCD with a party. Provides that the prevailing party, rather than the GCD, has the burden of segregating the attorney's fees and costs in order for the court to make an award.

SECTION 2. Amends Section 36.102(d), Water Code, as follows:

(d) Authorizes the prevailing party, in any suit to enforce the GCD's rules, to seek and requires the court to grant against any party, in the same action, recovery for attorney's fees, costs for expert witnesses, and other costs incurred by the prevailing party before the court, rather than authorizes the GCD, if the GCD prevails in any suit to enforce its rules, to seek and requires the court to grant against any person, in the same action, recovery for attorney's fees, costs for expert witnesses, and other costs incurred by the GCD before the court.

SECTION 3. Makes application of this Act prospective.

SECTION 4. Effective date: September 1, 2017.