S.B. No. 939

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the regulatory analysis of rules proposed by the Texas
3	Commission on Environmental Quality.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter D, Chapter 5, Water Code, is amended
6	by adding Section 5.1032 to read as follows:
7	Sec. 5.1032. ADOPTION OF ENVIRONMENTAL RULES. (a) In this
8	section:
9	(1) "Cost" means a reasonably identifiable,
10	significant, and direct or indirect economic impact.
11	(2) "Environmental effect" means a reasonably
12	identifiable and quantifiable effect or outcome affecting the
13	environment or human health.
14	(3) "Environmental rule" means a rule the specific
15	intent of which is to protect the environment or reduce risks to
16	human health from environmental exposure.
17	(4) "Small business" means a business that employs not
18	more than 250 individuals.
19	(b) Before adopting an environmental rule, the commission
20	shall conduct a regulatory analysis that identifies the costs and
21	environmental effects expected to result from implementation of and
22	compliance with the rule.
23	(c) When giving notice of an environmental rule, the
24	commission shall incorporate into the fiscal note required by

By: Bettencourt

1

S.B. No. 939 Section 2001.024, Government Code, a draft impact analysis 1 describing the anticipated effects of the proposed rule. The draft 2 impact analysis, at a minimum, must: 3 4 (1) identify the problem the rule is intended to 5 address; 6 (2) identify the environmental effects that the agency 7 expects to result from implementation of and compliance with the 8 rule, including the projected level of reduction of pollutants or contaminants in air, water, and soil media; 9 10 (3) identify and describe the costs that the agency expects that state agencies, local governments, the public, and the 11 12 affected regulated entities, other than small businesses, will incur from implementation of and compliance with the rule; and 13 14 (4) identify and describe in a separate economic 15 impact analysis the costs that the agency expects that small businesses will incur from implementation of and compliance with 16 17 the rule. (d) In identifying the environmental effects of a rule under 18 Subsection (c)(2), the commission shall include the modeled 19 improvement for the criteria pollutant design value expected from 20 21 implementation of the rule, if the rule will be included in the 22 state implementation plan. (e) After considering public comments submitted under 23 24 Section 2001.029, Government Code, and determining that a proposed rule should be adopted, the agency shall prepare a final regulatory 25 26 analysis that complies with Section 2001.033, Government Code. 27 (f) A person who submitted a comment in accordance with

S.B. No. 939

Section 2001.029, Government Code, may challenge the validity of an 1 environmental rule that is not proposed and adopted in strict 2 compliance with the procedural requirements of this section by 3 filing an action for declaratory judgment as provided by Section 4 2001.038, Government Code, not later than the 30th day after the 5 effective date of the rule. If the court determines that an 6 environmental rule was not proposed and adopted in strict 7 compliance with the procedural requirements of this section, the 8 9 rule is invalid. (g) The requirements of this section may not be construed so 10 as to cause a delay or to prevent the timely implementation of any 11 12 federal requirements. SECTION 2. The change in law made by this Act applies only 13 14 to a rule proposed by the Texas Commission on Environmental Quality 15 for which notice is given under Sections 2001.023 and 2001.024, Government Code, on or after December 1, 2017. 16 17 SECTION 3. This Act takes effect September 1, 2017.

3