1	AN ACT
2	relating to the administration, powers, and duties of certain
3	navigation districts.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter C, Chapter 62, Water Code, is amended
6	by adding Section 62.0725 to read as follows:
7	Sec. 62.0725. EXECUTIVE DIRECTOR. (a) The commission may
8	employ an executive director of the district. If the commission
9	employs an executive director, the commission must prescribe the
10	duties and compensation of the executive director.
11	(b) By rule, order, or resolution, the commission may
12	delegate to an executive director the full authority necessary to
13	manage the affairs of the district subject only to orders of the
14	commission, including the authority to:
15	(1) employ persons necessary for the operation of the
16	district and to determine the compensation of those persons; or
17	(2) perform any act on behalf of the district, as
18	authorized by the commission.
19	(c) The duties of an executive director may be performed by
20	a general manager or chief executive officer.
21	SECTION 2. The heading to Section 62.077, Water Code, is
22	amended to read as follows:
23	Sec. 62.077. [ASSISTANT ENGINEERS AND EMPLOYEES;]
24	COUNSEL[ <del>; SALARIES AND FEES</del> ].

S.B. No. 755 1 SECTION 3. Section 62.077(c), Water Code, is amended to 2 read as follows: (c) The [amount of compensation for employees and] fees of 3 4 counsel shall be determined by the commission. SECTION 4. Section 62.113, Water Code, is amended to read as 5 follows: 6 7 Sec. 62.113. FORM OF CONTRACTS. All contracts made by the district [commission] shall be in writing and signed by the 8 9 contractors [and at least two of the commissioners], the executive director of the district, [or] an authorized representative of the 10 11 executive director, or a person to whom the duties of executive director have been delegated. 12 13 SECTION 5. The heading to Section 62.115, Water Code, is amended to read as follows: 14 15 Sec. 62.115. SUPERVISION OF WORK[; REPORT]. 16 SECTION 6. Section 62.115(a), Water Code, is amended to read as follows: 17 (a) Unless done under the supervision of the United States, 18 all work contracted for by the district [commission] shall be done 19 20 under the supervision of a representative of the district [engineer]. 21 22 SECTION 7. Sections 62.116(a) and (b), Water Code, are amended to read as follows: 23 <u>A representative of the district</u> [The commission] shall 24 (a) inspect the progress of work being done under a contract, and on 25 completion of the contract, the district's chief financial officer 26 27 [commission] shall draw a warrant on the county treasurer or issue a

1 <u>check</u> payable to the contractor or <u>the contractor's</u> [his] assignee
2 for the amount of the contract price. The warrant <u>or check</u> shall be
3 paid out of the construction and maintenance fund <u>or the operating</u>
4 fund of the district.

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5 (b) If the <u>district</u> [commission] considers it advisable, 6 <u>the district</u> [<del>it</del>] may contract for work to be paid for in partial 7 payments as the work progresses. [The partial payments may not 8 exceed in the aggregate eighty percent of the total amount to be 9 paid under the contract.] The amount of work completed at the time 10 of the partial payment shall be shown by a certificate of <u>a</u> 11 <u>representative of</u> the district [engineer].

SECTION 8. Section 62.152, Water Code, is amended to read as follows:

Sec. 62.152. <u>PAYMENT OF EXPENSES</u> [WARRANTS]. The district
[commission] may draw warrants or issue checks:

16

to pay for [legal] services;

17 (2) to pay the <u>compensation</u> [salary] of [the engineer,
18 his assistant, and any other] employees; and

19 (3) to pay all expenses incident to operation of the20 district.

SECTION 9. Section 62.153, Water Code, as amended by Chapters 398 (S.B. 1131) and 427 (S.B. 1395), Acts of the 85th Legislature, Regular Session, 2017, is reenacted and amended to read as follows:

25 Sec. 62.153. DUTIES OF DISTRICT TREASURER; AUTHORITY OF 26 DESIGNATED OFFICER. (a) The district treasurer shall:

27 (1) open an account for all funds received by the

district treasurer for the district and all district funds which
 the treasurer pays out;

(2) pay out money on vouchers signed by the chairman of 3 4 the commission, any two members of the commission, or the commissioners court, or any two of any number of persons delegated 5 by the commission with authority to sign vouchers, provided that 6 7 the commission may, in such delegation, limit the authority of such persons and may require that each furnish a fidelity bond in such 8 9 amount as the commission shall specify and subject to commission approval; 10

11 (3) carefully preserve all orders for the payment of 12 money; <u>and</u>

13 (4) render a correct account to the commissioners 14 court of all matters relating to the financial condition of the 15 district as often as required by the commissioners court.

16

## (b) The district treasurer is not[; and

17 [(5) not be] required to sign a check drawn on a 18 depository selected under Section 62.156, unless the district 19 treasurer is the designated officer of the district, as defined by 20 Section 60.271(g).

21 (c) [(b)] A designated officer of a district may make a 22 payment on behalf of the district by a check drawn on a depository 23 selected under Section 62.155 in a manner consistent with the 24 payment procedures adopted under Section 60.271(f) without 25 authorization by the district treasurer.

26 SECTION 10. Subchapter C, Chapter 63, Water Code, is 27 amended by adding Section 63.1045 to read as follows:

<u>Sec. 63.1045. EXECUTIVE DIRECTOR.</u> (a) The district may
 <u>employ an executive director of the district.</u> If the district
 <u>employs an executive director, the district must prescribe the</u>
 <u>duties and compensation of the executive director.</u>

5 (b) The duties of an executive director may be performed by
6 a general manager, port director, or chief executive officer.

7 SECTION 11. Section 63.105, Water Code, is amended to read 8 as follows:

9 Sec. 63.105. ENGINEER. The <u>district</u> [commission] may 10 employ a competent engineer whose term of office and compensation 11 shall be determined by the <u>district</u> [commission].

SECTION 12. Section 63.107, Water Code, is amended to read as follows:

14 Sec. 63.107. DISTRICT EMPLOYEES. (a) The <u>district:</u>

15

(1) [<del>commission</del>] may employ assistant engineers and

16 other persons as it considers necessary for the construction, 17 maintenance, operation, and development of the district  $\underline{and}[_{\tau}]$  its 18 business and facilities; $[_{\tau}]$  and

19 (2) shall determine their term of office and duties[7]
 20 and fix their compensation.

21 (b) All employees may be removed by the <u>district</u>
22 [commission].

23 SECTION 13. Section 63.109, Water Code, is amended to read 24 as follows:

25 Sec. 63.109. PAYMENT OF COMPENSATION AND EXPENSES. The 26 <u>district</u> [commission] may draw warrants, issue checks, or use a 27 <u>payment method adopted under Section 60.271</u> to pay for:

1

<u>(1)</u> [<del>legal</del>] services<u>;</u>

2 (2) [, for] the compensation [salaries] of [the 3 engineer, his assistant, or any other] employees; and

4 (3) [, and for] all expenses incident and relating to 5 the district.

6 SECTION 14. The heading to Section 63.175, Water Code, is 7 amended to read as follows:

8 Sec. 63.175. SUPERVISION <u>OF WORK</u> [<del>BY ENGINEER</del>].

9 SECTION 15. Section 63.175(a), Water Code, is amended to 10 read as follows:

(a) Unless done under the supervision of the United States, all work contracted for by the <u>district</u> [commission] shall be done under the supervision <u>of a representative</u> of the district [<u>engineer</u>].

15 SECTION 16. Sections 63.176(a) and (b), Water Code, are 16 amended to read as follows:

(a) <u>A representative of the district</u> [The commission] shall inspect the work being done during its progress, and on completion of the contract, the <u>district</u> [commission] shall draw a warrant on the district depository <u>or issue a check</u> in favor of the contractor or <u>the contractor's</u> [his] assignee for the amount of the contract price. The warrant <u>or check</u> shall be paid from the construction and maintenance <u>or operating</u> fund.

(b) If the <u>district</u> [commission] considers it advisable, it may contract to pay for the work in partial payments as the work progresses. <u>Partial</u>[, but the partial] payments may not be more in the aggregate than <u>the amount allowed under applicable laws</u> [<del>90</del>]

1 percent of the contract price of the total amount of work done under The amount of the work shall be shown by a 2 the contract]. certificate of <u>a representative of</u> the <u>district</u> [engineer]. 3

SECTION 17. Section 63.175(b), Water Code, is repealed. 4 5 SECTION 18. The following provisions of the Water Code are repealed: 6

7 (1) Section 62.076;

(2) Section 62.077(a); and 8

(3) Section 62.115(b). 9

SECTION 19. To the extent of any conflict, this Act controls 10 over another Act of the 86th Legislature, Regular Session, 2019, 11 relating to nonsubstantive additions to and corrections in enacted 12 codes. 13

SECTION 20. This Act takes effect immediately if 14 it receives a vote of two-thirds of all the members elected to each 15 16 house, as provided by Section 39, Article III, Texas Constitution. 17 If this Act does not receive the vote necessary for immediate 18 effect, this Act takes effect September 1, 2019.

	President of the Senate						Speaker of the House					
	I	here	eby	certify	that	S.B.	No.	755	passed	the	Senate	on
April	I hereby certify that S pril 11, 2019, by the following				ng vot	te:	Yeas	31, Nay	/s 0.			

Secretary of the Senate

I hereby certify that S.B. No. 755 passed the House on May 10, 2019, by the following vote: Yeas 130, Nays 11, two present not voting.

Chief Clerk of the House

Approved:

Date

Governor