By: Tepper H.B. No. 147

## A BILL TO BE ENTITLED

AN ACT

2	relating	to	the	establishment	of	an	agriculture	disaster	relief

- 2 relating to the establishment of an agriculture disaster relief
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Title 2, Agriculture Code, is amended by adding
- 6 Chapter 22 to read as follows:

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- 7 CHAPTER 22. AGRICULTURE DISASTER RELIEF GRANT PROGRAM
- 8 Sec. 22.001. DEFINITIONS. In this chapter:
- 9 (1) "Category D2 drought" means a severe drought as
  10 defined by the United States Drought Monitor.
- 11 (2) "Category D3 drought" means an extreme drought as
- 12 <u>defined by the United States Drought Monitor.</u>

grant program; making an appropriation.

- 13 (3) "Program" means the agriculture disaster relief
- 14 grant program established by this chapter.
- 15 Sec. 22.002. ESTABLISHMENT OF GRANT PROGRAM. (a) The
- 16 department shall establish the agriculture disaster relief grant
- 17 program to provide block grant disaster relief funding to
- 18 applicants for necessary expenses related to losses of revenue by
- 19 cotton infrastructure as a consequence of natural disasters
- 20 involving drought for the 2022 or 2023 crop year.
- 21 (b) The department shall adopt rules to implement and
- 22 administer the program.
- 23 Sec. 22.003. GRANT PROGRAM FUND. (a) The agriculture
- 24 disaster relief grant program fund is an account in the general

- 1 revenue fund. The fund is composed of:
- 2 (1) money appropriated to the department for deposit
- 3 to the credit of the fund;
- 4 (2) money transferred by the department to the credit
- 5 of the fund from other sources available to the department; and
- 6 (3) gifts, grants, and donations made to the
- 7 <u>department for the purpose of the fund.</u>
- 8 (b) The fund may be used only by the department to award
- 9 grants under the program.
- 10 Sec. 22.004. ELIGIBILITY FOR GRANT PROGRAM. (a) To be
- 11 eligible to receive a grant under the program, an applicant must
- 12 meet the eligibility requirements established by department rule
- 13 and show that:
- 14 (1) the grant will be used to support agricultural
- 15 supply chain resiliency;
- 16 (2) the land for which the grant will be used is
- 17 located in a county identified by the United States Drought Monitor
- 18 as having a Category D2 drought for eight consecutive weeks or a
- 19 Category D3 drought at any point during the 2022 or 2023 calendar
- 20 year; and
- 21 (3) the applicant experienced a decline of at least 30
- 22 percent in gross receipts or gross revenue in the 2022 or 2023
- 23 <u>calendar year as compared to the previous calendar year.</u>
- (b) Grants under the program may not exceed \$500,000 per
- 25 applicant.
- Sec. 22.005. EXPIRATION OF GRANT PROGRAM. This chapter
- 27 <u>expires September 1, 2025.</u>

H.B. No. 147

- 1 SECTION 2. As soon as practicable after the effective date
- 2 of this Act, the Department of Agriculture shall adopt rules and
- 3 procedures required to implement and administer Chapter 22,
- 4 Agriculture Code, as added by this Act.
- 5 SECTION 3. (a) Section 8.73, Chapter 458 (S.B. 30), Acts of
- 6 the 88th Legislature, Regular Session, 2023 (the Supplemental
- 7 Appropriations Act), is repealed.
- 8 (b) Notwithstanding Subsection (a) of this section, the
- 9 Department of Agriculture may expend amounts appropriated by former
- 10 Section 8.73, Chapter 458 (S.B. 30), Acts of the 88th Legislature,
- 11 Regular Session, 2023 (the Supplemental Appropriations Act), for a
- 12 purpose provided by the former law if the amounts were obligated for
- 13 that purpose before the effective date of this Act.
- 14 SECTION 4. (a) All unobligated and unexpended balances
- 15 remaining as of the effective date of this Act from appropriations
- 16 made by former Section 8.73, Chapter 458 (S.B. 30), Acts of the 88th
- 17 Legislature, Regular Session, 2023 (the Supplemental
- 18 Appropriations Act), are appropriated from the same source to the
- 19 Department of Agriculture for the two-year period beginning on the
- 20 effective date of this Act for the purpose of providing grants under
- 21 Chapter 22, Agriculture Code, as added by this Act.
- 22 (b) The comptroller of public accounts shall deposit the
- 23 amount appropriated by Subsection (a) of this section to the credit
- 24 of the agriculture disaster relief grant program fund created by
- 25 Section 22.003, Agriculture Code, as added by this Act.
- SECTION 5. This Act takes effect on the 91st day after the
- 27 last day of the legislative session.