By: King of Uvalde H.B. No. 3059

Substitute the following for H.B. No. 3059:

By: Thompson of Brazoria C.S.H.B. No. 3059

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the export fee charged for the transfer of groundwater
- 3 from a groundwater conservation district.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 36.122, Water Code, is amended by
- 6 amending Subsections (e) and (p) and adding Subsections (e-1) and
- 7 (e-2) to read as follows:
- 8 (e) Except as provided by Subsection (e-1), the [The]
- 9 district may impose an export fee or surcharge using one of the
- 10 following methods:
- 11 (1) a fee negotiated between the district and the
- 12 exporter;
- 13 (2) <u>for a tax-based district</u>, a rate not to exceed <u>20</u>
- 14 cents [the equivalent of the district's tax rate per hundred
- 15 dollars of valuation] for each thousand gallons of water exported
- 16 from the district [or 2.5 cents per thousand gallons of water, if
- 17 the district assesses a tax rate of less than 2.5 cents per hundred
- 18 dollars of valuation]; or
- 19 (3) for a fee-based district, a rate not to exceed the
- 20 greater of 20 cents for each thousand gallons or a 50 percent
- 21 surcharge, in addition to the district's production fee, for water
- 22 exported from the district.
- 23 (e-1) Effective January 1, 2024, the maximum allowable
- 24 export fee a district may impose under Subsections (e)(2) and

- 1 (e)(3) for each thousand gallons exported from the district is
- 2 <u>automatically increased at an annual rate of three percent.</u>
- 3 (e-2) A district governed by a special law in regard to an
- 4 export fee or surcharge on water exported from the district may
- 5 charge an export fee or surcharge in accordance with that special
- 6 law or in accordance with Subsections (e) and (e-1).
- 7 (p) <u>Subsections</u> [<u>Subsection</u>] (e), (e-1), and (e-2) do
- 8 $[\frac{does}{}]$ not apply to a district that is collecting an export fee or
- 9 surcharge on March 1, 2001.
- SECTION 2. Section 36.207, Water Code, is amended to read as
- 11 follows:
- 12 Sec. 36.207. USE OF FEES. A district may use funds obtained
- 13 from administrative, production, or export fees collected under a
- 14 special law governing the district or this chapter for any purpose
- 15 consistent with the district's approved management plan,
- 16 including, without limitation, making grants, loans, or
- 17 contractual payments to achieve, facilitate, or expedite
- 18 reductions in groundwater pumping or the development or
- 19 distribution of alternative water supplies or to maintain the
- 20 operability of wells significantly affected by groundwater
- 21 development to allow for the highest practicable level of
- 22 groundwater production while achieving the desired future
- 23 <u>conditions established under Section 36.108</u>.
- SECTION 3. This Act takes effect September 1, 2023.