**Texas Capitol Report** *Outcomes from Last Legislative Session and Future Outlook* 

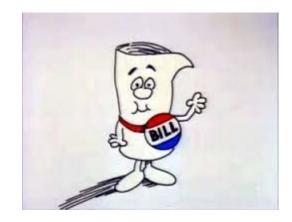
Alan Leonard Regulatory Policy Analyst

Heather Cooke Chief Administrative Officer



## Agenda

- 2023 Session Recap
- Water Committees
- Key State Water Budget Items
- Review of New Water Laws
- Key Upcoming Dates
- Staying Informed/Involved







## **2023 Session Recap**

- Biennial, 140-day Legislature
- Started 1/10/2023, "ended" 5/29/2023
- Four special sessions in Summer and Fall 2023
- Key issues
  - Budget surplus
  - Property tax relief/reform
  - Border Security
  - Educational Savings Accounts (a.k.a. 'vouchers')
  - Attorney General Impeachment





#### Senate Water, Ag, & Rural Affairs Committee

- Chair: Charles Perry (Lubbock)
- Vice Chair: Kelly Hancock (North Richland Hills)
- Other members:
  - Cesar Blanco
  - Pete Flores
  - Lois Kolkhorst
  - Roland Gutierrez
  - Nathan Johnson
  - Kevin Sparks
  - Drew Springer (retiring)







#### **House Natural Resources Committee**

- Chair: Tracy King (Uvalde) (retiring)
- Vice Chair: Ed Thompson (Pearland) (retiring)
- Other members:
  - Erin Elizabeth Gamez
  - Kyle Kacal
  - Stan Kitzman
  - Suleman Lalani
  - Will Metcalf
  - Four Price (retiring)
  - Ana-Maria Ramos
  - Glenn Rogers
  - Erin Zweiner



# **Key Water Budget Items**

#### • TWDB

- \$51M CW SRF, \$73M DWSRF state matches
- \$625M for Flood Infrastructure Fund (FIF)
- Funding for TWDB data enhancements and salary adjustments
- \$1B Texas Water Fund
- Staff salary increases
- TCEQ
  - Staff salary increases
  - Website and record improvements
- PUC
  - Staff salary increases
  - Data analytics team





## **2023 Key Water Bills**

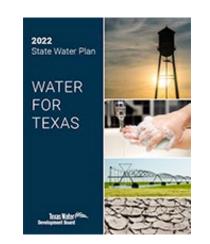
- SB 28: Texas Water Fund & New Water Supply Fund (taking pre-rule input now)
- HB 1845: Provisional Class D Water and Wastewater Licenses
- HB 3810: Outage notification to TCEQ
- Sunset bills: TCEQ, TWDB, PUC
- HB 14 (Third-party permit review option)





### **Sunset Bills**

- HB 1565 (TWDB)
  - Next review: 2035
- HB 1500 (PUC, ERCOT, and OPUC)
  - Next review: 2029
- SB 1397 (TCEQ)
  - Next review: 2035







#### Groundwater

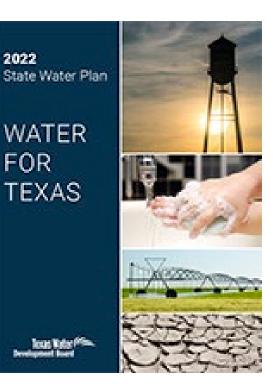
- HB 1971: GCD permits, timelines, board member disqualification
- HB 3059: GCD export fees
- HB 2443: Petitions to change GCD rules
- HB 3278: GMA process for DFCs
- SB 2440: Groundwater availability certs for subdivisions





## Water Planning and Supply

- HB 2460: WAM updates (no funding though)
- HB 2759: Codifies MesoNet Hydrometeorology Network
- SB 1047: Produced Water Consortium pilot project selection and report
- HB 4856: TCEQ regulation of fluid oil & gas waste recharge injection wells





### Water Rates and Billing

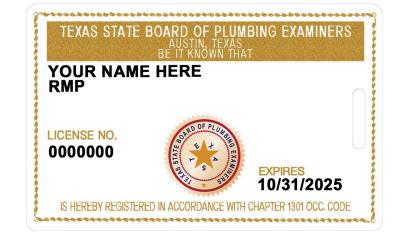
- SB 594: Water service and billing requirements for RV parks and cabin sites
- HB 2373: Removes statutory requirements for consolidating under one tariff
- HB 2774: Treatment of income tax for private utility rate proceedings



## **Occupational Licensing**

- HB 1845: Provisional Class D W/WW licenses
- HB 2334: Removes plumber license requirement for service lines
- SB 510: Confidentiality of state licensees' data
- SB 422: Military servicemembers with

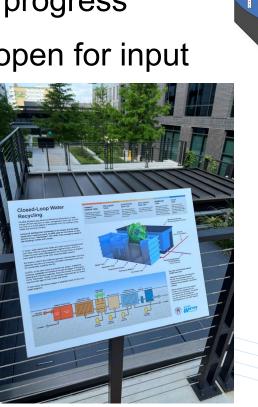
out-of-state licenses

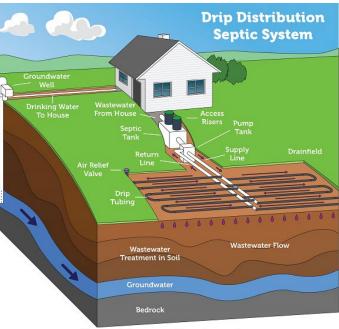




#### Wastewater

- HB 4087 (temporary OSSF permits and aerobic drip emitter systems for certain counties)
  - Pre-rulemaking feedback to TCEQ in progress
  - Entire TAC Chapter 285 OSSF rules open for input
- SB 1289 (Direct onsite reuse)





Please note: Septic systems vary. Diagram is not to scale.

#### **Emergency Preparedness & Response**

HB 3810: Outage & BWN notification to TCEQ/TDEM
SB 271: Cybersecurity incident reporting to DIR
SB 1093: W/WW plants on electric supply chain mapping





Image c/o <u>KVEO-TV</u>

### **Contracting and Procurement**

• HB 3507 (Raised statutory ad & bidding thresholds)

- HB 3437 (Raised change order threshold for Ch. 49 Water districts)
- HB 2965 (Prohibition of Ch. 2272 waiver)



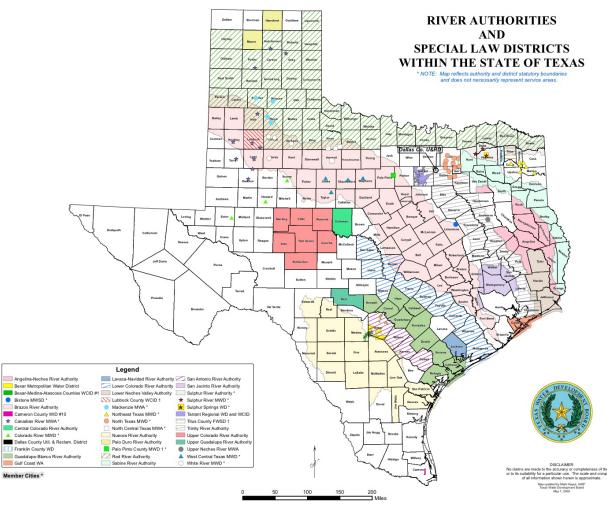
### **Permitting and Development**

- HB 14: Third party permit review
- HB 2127: Local pre-emption of some Codes
  - Water, Health and Safety Codes NOT included
- HB 3699: Permit review
- SB 2038: ETJ Release
- HB 1707: Equal treatment of charter schools in permitting



#### **Districts**

- HB 2815: Omnibus bill amending statutes related to
  - MMDs
  - Ch. 49 districts
  - MUDs under Ch. 54
- HB 2816: Notice to property purchasers about area districts





#### **Key Upcoming Dates (Estimated)**

- Today-11/24: Interim hearings, primary and general elections
- 11/12/24: Bill Filing Begins
- ▲ 1/7/25: 89<sup>th</sup> Regular Session Begins
- ▲ 3/7/25: Statewide Bill Filing Deadline
- ♦ 5/26/23: 89<sup>th</sup> Regular Session Ends





## **Staying Informed/Involved**

- ♦ Bills: <u>https://capitol.texas.gov</u>
- Laws: <u>https://statutes.capitol.Texas.gov</u>
- Agencies' Rules:

https://www.sos.state.tx.us/tac/index.shtml

Texas l	gislature Online
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Owner       Hy, TLO       House       Senate       I         Texas House       -	islation       Search       Committees       Calendars         Search Legislation       Legislature: [88(R) - 2023 ▼       Additional Searches         Word/Phrase       Bill Number       Go         Additional Searches       Go       Additional Searches         Itext Search       Statutes       Go         Bill Lookup       Constitution       Bill Search       Statutes         Bill Lookup       Constitution       Bill Search       Reports         Amendments       View Votes       Sections Affected       Administrative Code         Legislative Archive System       Today's Calendars: House   Sen       Today's Calendars: House   Sen         How Do 1       Find list of filed bills?       Follow the status of a bill?         Contact my legislator?       Find how a legislator voted?       How to Follow A Bill         Find how a legislator voted?       Mores>>       How to Follow A Bill         Yiew the text of a bill?       Texts Redistricting       Texas Redistricting         Track Legislation With Bill Lists       Subscribe to RSS Feeds and Meeting Alerts       Subscribe to RSS Feeds and Meeting Alerts         View Ontent on Mobile Device       Saved Bill, Text, Amendment Searches       Submit Privacy Point