

1                           AN ACT

2       relating to the development of a regional water supply reservoir  
3       project at Lake Eastex reservoir site, the renaming of the site as  
4       Lake Columbia, and the acquisition of the site and other property;  
5       providing for the issuance of bonds.

6                           BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

7                           SECTION 1. DEFINITIONS. In this Act:

8                           (1) "Authority" means the Angelina and Neches River  
9       Authority.

10                          (2) "Board" means the Texas Water Development Board.

11                          (3) "Lake Columbia" means the reservoir project  
12       previously known as Lake Eastex authorized by Permit to Appropriate  
13       State Water Number 4228 (Application No. 4537) held by the  
14       authority.

15                          SECTION 2. RENAMING OF SITE. Because of the significant  
16       impact the Space Shuttle Columbia disaster has had on the people in  
17       East Texas and as a memorial to the seven astronauts lost in the  
18       disaster, the legislature has determined that the name of the Lake  
19       Eastex project in Cherokee and Smith counties should be renamed  
20       Lake Columbia.

21                          SECTION 3. DESIGNATION OF SITE. The legislature, as  
22       authorized by Subsection (g), Section 16.051, Water Code,  
23       designates the site known as the Lake Columbia site on Mud Creek, a  
24       tributary of the Angelina River, in Cherokee and Smith counties,

1 Texas, as a site of unique value for the construction of a dam and  
2 reservoir on Mud Creek, to impound up to 195,500 acre-feet of water  
3 as authorized by Permit to Appropriate State Water Number 4228  
4 (Application No. 4537) held by the authority. The legislature also  
5 determines that the Lake Columbia Regional Water Supply Project is  
6 necessary to meet water supply requirements.

7 SECTION 4. ACQUISITION AND FUNDING. (a) Using the state  
8 participation account of the Texas Water Development Fund II to  
9 encourage optimal regional development of the Lake Columbia  
10 project, the board is authorized to execute an agreement with the  
11 authority to acquire the entire or any undivided interest in the  
12 Lake Columbia site and other land needed for the project. The  
13 authority shall hold title in trust for the board.

14 (b) Using the state participation account of the Texas Water  
15 Development Fund II, the board may issue bonds to acquire up to 50  
16 percent of any undivided interest in the Lake Columbia project,  
17 including the entire or any undivided interest in the site.

18 SECTION 5. PURCHASE OF BOARD'S INTEREST. Any contract  
19 providing for state participation in the Lake Columbia site or the  
20 construction of a reservoir at that site must provide for the  
21 purchase of the board's interest in the facility in accordance with  
22 Subsection (b), Section 16.186, Water Code. The board shall  
23 contract with the authority for such a purchase.

24 SECTION 6. EXEMPTION FROM WATER QUALITY FEES. Neither the  
25 board nor the authority is required to pay water quality fees under  
26 Section 26.0291, Water Code, on the Lake Columbia project until it  
27 is completed.

1 SECTION 7. RULES. The authority, after notice and hearing,  
2 may adopt rules to protect water quality in the site that are  
3 consistent with state and federal water quality requirements. The  
4 rules may include:

5 (1) establishment of an area around the site to be  
6 protected from sources of pollution;

7 (2) prohibition of or restrictions on the use of  
8 on-site sewage disposal systems in the protected zone;

9 (3) restrictions on locating facilities that may  
10 discharge waste into the site; and

11 (4) other prohibitions, restrictions, or requirements  
12 that may be necessary to protect the water quality in the site and  
13 in the reservoir after it is completed.

14 SECTION 8. IMPACT FEES. The authority may impose impact  
15 fees on the area regulated under rules adopted under Section 7 of  
16 this Act.

17 SECTION 9. EFFECTIVE DATE. This Act takes effect  
18 immediately if it receives a vote of two-thirds of all the members  
19 elected to each house, as provided by Section 39, Article III, Texas  
20 Constitution. If this Act does not receive the vote necessary for  
21 immediate effect, this Act takes effect September 1, 2003.

David Dewhurst

President of the Senate

Tom Craddick

Speaker of the House

I hereby certify that S.B. No. 1362 passed the Senate on May 1, 2003, by the following vote: Yeas 31, Nays 0.

Betsy Shaw

Secretary of the Senate

I hereby certify that S.B. No. 1362 passed the House on May 28, 2003, by the following vote: Yeas 144, Nays 0, two present not voting.

Robert Hancey

Chief Clerk of the House

Approved:

20 JUN 03

Date

Rick Perry

Governor

FILED IN THE OFFICE OF THE  
SECRETARY OF STATE  
8:30 AM O'CLOCK

JUN 20 2003  
Laura Shea  
Secretary of State