## **CONFERENCE COMMITTEE REPORT FORM**

Austin, Texas

	May 25, 2019 Date
Honorable Dan Patrick President of the Senate	
Honorable Dennis Bonnen Speaker of the House of Representatives	
Sirs:	
We, Your Conference Committee, appointed to adjust the difference Representatives on	have had the same under consideration, and

**Note to Conference Committee Clerk:** 

Please type the names of the members of the Conference Committee under the lines provided for signature. Those members desiring to sign the report should sign each of the six copies. Attach a copy of the Conference Committee Report and a Section by Section side by side comparison to each of the six reporting forms. The original and two copies are filed in house of origin of the bill, and three copies in the other house.

# CONFERENCE COMMITTEE REPORT

### 3<sup>rd</sup> Printing

H.B. No. 2726

#### A BILL TO BE ENTITLED

1	AN ACT
2	relating to the commencement of construction of a project following
3	the issuance of a draft permit for a permit amendment to an air
4	quality permit.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Section 382.004, Health and Safety Code, is
7	amended to read as follows:
8	Sec. 382.004. CONSTRUCTION WHILE PERMIT AMENDMENT
9	APPLICATION PENDING. (a) To the extent permissible under federal
10	law, [and] notwithstanding Section 382.0518, and except as provided
11	by Subsection (c), a person who submits an application for a permit
12	amendment [for a modification of or a lesser change to an existing
13	facility under this subtitle] may, at the person's own risk, begin
14	construction related to the application after the executive
15	director has issued a draft permit including the permit amendment
16	[the application is submitted and before the commission has issued
17	the permit].
18	(b) The commission may not consider construction begun
19	under this section in determining whether to grant the permit
20	amendment sought in the application.
21	(c) A person may not begin construction under this section
22	if the facility that is the subject of the permit amendment is a
23	concrete batch plant located within 880 yards of a property that is

24 used as a residence.

H.B. No. 2726

- 1 (d) The commission shall adopt rules to implement this
- 2 <u>section</u>.
- 3 SECTION 2. The changes in law made by this Act apply only to
- 4 an application for a permit amendment filed with the Texas
- 5 Commission on Environmental Quality on or after the effective date
- 6 of this Act. An application for a permit amendment filed before the
- 7 effective date of this Act is governed by the law in effect on the
- 8 date of filing, and that law is continued in effect for that
- 9 purpose.
- SECTION 3. This Act takes effect January 1, 2020.

#### House Bill 2726

Conference Committee Report Section-by-Section Analysis

#### HOUSE VERSION

SECTION 1. Section 382.004, Health and Safety Code, is amended to read as follows:

Sec. 382.004. CONSTRUCTION WHILE PERMIT AMENDMENT APPLICATION PENDING. (a) To the extent permissible under federal law, [and] notwithstanding Section 382.0518, and except as provided by Subsection (c), a person who submits an application for a permit amendment [for a modification of or a lesser change to an existing facility under this subtitle] may, at the person's own risk, begin construction related to the application after the executive director has issued a draft permit including the permit amendment [the application is submitted and before the commission has issued the permit].

- (b) The commission may not consider construction begun under this section in determining whether to grant the permit amendment sought in the application.
- (c) A person may not begin construction under this section if the facility that is the subject of the permit amendment is a concrete batch plant located within 880 yards of a *property* that is used as a residence.
- (d) The commission shall adopt rules to implement this section.

SECTION 2. Saving provision.

SECTION 3. This Act takes effect January 1, 2020.

#### SENATE VERSION (IE)

SECTION 1. Section 382.004, Health and Safety Code, is amended to read as follows:

Sec. 382.004. CONSTRUCTION WHILE PERMIT AMENDMENT APPLICATION PENDING. (a) To the extent permissible under federal law, [and] notwithstanding Section 382.0518, and except as provided by Subsection (c), a person who submits an application for a permit amendment [for a modification of or a lesser change to an existing facility under this subtitle] may, at the person's own risk, begin construction related to the application after the executive director has issued a draft permit including the permit amendment [the application is submitted and before the commission has issued the permit].

- (b) The commission may not consider construction begun under this section in determining whether to grant the permit amendment sought in the application.
- (c) A person may not begin construction under this section if the facility that is the subject of the permit amendment is an aggregate production operation or a concrete batch plant located within 880 yards of a building that is used as a single or multifamily residence, school, or hospital. [FA1]
- (d) The commission shall adopt rules to implement this section.

SECTION 2. Same as House version.

SECTION 3. Same as House version.

#### CONFERENCE

SECTION 1. Same as House version.

SECTION 2. Same as House version.

SECTION 3. Same as House version.

# LEGISLATIVE BUDGET BOARD Austin, Texas

#### FISCAL NOTE, 86TH LEGISLATIVE REGULAR SESSION

May 25, 2019

**TO:** Honorable Dan Patrick, Lieutenant Governor, Senate Honorable Dennis Bonnen, Speaker of the House, House of Representatives

**FROM:** John McGeady, Assistant Director Sarah Keyton, Assistant Director Legislative Budget Board

IN RE: HB2726 by Kuempel (Relating to the commencement of construction of a project following the issuance of a draft permit for a permit amendment to an air quality permit.), Conference Committee Report

#### No significant fiscal implication to the State is anticipated.

The bill would amend the Health and Safety Code to permit a person that submits an application for a permit amendment to begin work related to the application after the Texas Commission on Environmental Quality has issued a draft permit including the permit amendment for the exception of the construction of facilities within 880 yards of a residence. Based on the analysis of the Texas Commission on Environmental Quality, duties and responsibilities associated with implementing the provisions of the bill could be accomplished by utilizing existing resources.

#### **Local Government Impact**

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 582 Commission on Environmental Quality

LBB Staff: WP, SZ, GDz