Amend CSHB 3588 by adding the following section to Article 12 of the bill and renumbering subsequent sections as follows:

SECTION _____. Chapter 551, Transportation Code, is amended by adding Subchapter D to read as follows:

SUBCHAPTER D. NEIGHBORHOOD ELECTRIC VEHICLES

- Sec. 551.301. DEFINITION. (a) In this subchapter,
 "neighborhood electric vehicle" means a vehicle subject to Federal
 Motor Vehicle Safety Standard 500 (49 CFR 571.500).
- Sec. 551.302. OPERATION ON ROADWAY. (a) A neighborhood electric vehicle may be operated only on a street or highway for which the posted speed limit is 35 miles per hour or less. The vehicle may cross a road or street at an intersection where the road or street has a posted speed limit of more than 35 miles per hour.
- (b) A county or municipality may prohibit the operation of a neighborhood electric vehicle on any street or highway if the governing body of the county or municipality determines that the prohibition is necessary in the interest of safety.
- (c) The department may prohibit the operation of a neighborhood electric vehicle on a highway if it determines that the prohibition is necessary in the interest of safety.