Amend CSHB 3588 by adding a new Section \_\_\_\_ to read as follows:

SECTION \_\_\_\_. The Transportation Code is amended by adding a new Subchapter D to Chapter 551 to read as follows:

## SUBCHAPTER D. NEIGHBORHOOD ELECTRIC VEHICLES.

- Sec. 551.301. DEFINITION. In this subchapter,

  "neighborhood electric vehicle" means a vehicle subject to Federal

  Motor Vehicle Standard 500 (49 C.F.R. Section 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 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.