

By: Madden

H.B. No. 2528

A BILL TO BE ENTITLED

AN ACT

relating to the purchase of electricity by a school district through the use of a political subdivision corporation.

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

SECTION 1. Section 304.001(a), Local Government Code, is amended to read as follows:

(a) In this chapter, "political subdivision" means a county, municipality, hospital district, school district, or any other political subdivision receiving electric service from an entity that has implemented customer choice, as defined in Section 31.002, Utilities Code.

SECTION 2. Section 44.031, Education Code, is amended by adding Subsection (n) to read as follows:

(n) This section does not apply to a contract to purchase electricity if the electricity is purchased through the use of a political subdivision corporation formed by the school district and another political subdivision or subdivisions under Section 304.001, Local Government Code.

SECTION 3. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2003.