

By: Puente

H.B. No. 2045

A BILL TO BE ENTITLED

AN ACT

relating to incorporation of a water supply and sewer service corporation as a nonprofit corporation.

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

SECTION 1. Section 2.010, Business Organizations Code, is amended to read as follows:

Sec. 2.010. PROHIBITED ACTIVITIES OF NONPROFIT CORPORATION. A nonprofit corporation may not be organized or registered under this code to conduct its affairs in this state to~~+~~ ~~engage in or operate as a group hospital service, rural credit union, agricultural and livestock pool, mutual loan corporation, cooperative association under Chapter 251, cooperative credit association, farmers' cooperative society, Co-operative Marketing Act corporation, rural electric cooperative corporation, telephone cooperative corporation, or fraternal organization operating under the lodge system and incorporated under Subchapter C, Chapter 23~~~~, or~~

~~engage in water supply or sewer service as an entity incorporated under Chapter 67, Water Code~~.

SECTION 2. This Act takes effect January 1, 2006.