By: Eltife S.B. No. 1755

A BILL TO BE ENTITLED

1 AN ACT

2 relating to costs incurred by certain persons in relation to

complaints filed with the Railroad Commission of Texas against gas

utilities. 4

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5

6 SECTION 1. Subchapter C, Chapter 105, Utilities Code, is

amended by adding Section 105.052 to read as follows:

Sec. 105.052. REIMBURSEMENT OF REASONABLE COSTS. (a) To the extent the regulatory authority determines the costs are reasonable, a gas utility shall reimburse the costs of an affected person or of a state agency or municipality that is a party to a proceeding that results from a complaint filed against the utility under Section 105.051 if the affected person, state agency, or municipality is wholly or partially successful in prosecuting the complaint before a regulatory authority or a court. A state agency or municipality is eligible for reimbursement under this section only if the agency or municipality had requested and offered to participate in a nonbinding informal complaint resolution procedure under the auspices of the railroad commission before the

complaint was filed, or in the event of an emergency, within a 20 21

reasonable time after the complaint was filed, as determined by the

railroad commission. 22

> (b) Costs for which an affected person, a state agency, or a municipality may receive reimbursement under this section include

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- 1 any reasonably necessary expenses related to the investigation,
- 2 preparation, and prosecution of a claim on which the person,
- 3 agency, or municipality prevails, including the reasonable costs of
- 4 consultants, accountants, auditors, attorneys, and engineers.
- 5 (c) For purposes of this section, an affected person or a
- 6 state agency or municipality may recover reasonable costs not yet
- 7 paid because payment has been deferred pending a determination of
- 8 reasonableness by the regulatory authority.
- 9 <u>(d) Notwithstanding any other provision of this subtitle, a</u>
- 10 gas utility may not recover any amounts paid as reimbursement under
- 11 this section as or through a charge to the utility's customers.
- 12 SECTION 2. This Act applies only to a complaint filed on or
- 13 after the effective date of this Act. A complaint filed before that
- 14 date is governed by the law in effect on the date the complaint is
- 15 filed, and that law is continued in effect for that purpose.
- SECTION 3. This Act takes effect September 1, 2005.