By: Puente H.B. No. 2655

## A BILL TO BE ENTITLED

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- 2 relating to certificates of public convenience and necessity for
- 3 water service and sewer service.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Sections 13.002(1-a), (5), and (8), Water Code,
- 6 are amended to read as follows:
- 7 (1-a) "Landowner," "owner of a tract of land," and
- 8 "owners of each tract of land" include multiple owners of a single
- 9 deeded tract of land <u>as shown on the appraisal roll of the appraisal</u>
- 10 district established for each county in which the property is
- 11 located.
- 12 (5) "Commission" means the Texas [Natural Resource
- 13 Conservation Commission on Environmental Quality.
- 14 (8) "Executive director" means the executive director
- 15 of the <u>commission</u> [<u>Texas Natural Resource Conservation</u>
- 16 Commission].
- 17 SECTION 2. Section 13.2451, Water Code, is amended to read
- 18 as follows:
- 19 Sec. 13.2451. EXTENSION BEYOND EXTRATERRITORIAL
- JURISDICTION. If [(a) Except as provided by Subsection (b), if [(a)
- 21 municipality extends its extraterritorial jurisdiction to include
- 22 an area certificated to a retail public utility, the retail public
- 23 utility may continue and extend service in its area of public
- 24 convenience and necessity under the rights granted by its

1 certificate and this chapter.

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- [(b) The commission may not extend a municipality's certificate of public convenience and necessity beyond its extraterritorial jurisdiction without the written consent of the landowner who owns the property in which the certificate is to be extended. The portion of any certificate of public convenience and necessity that extends beyond the extraterritorial jurisdiction of the municipality without the consent of the landowner is void.
- 9 SECTION 3. The changes in law made by this Act apply only to:
- (1) an application for a certificate of public convenience and necessity or for an amendment to a certificate of public convenience and necessity submitted to the Texas Commission on Environmental Quality on or after the effective date of this Act;
- 15 (2) a proceeding to amend or revoke a certificate of 16 public convenience and necessity initiated on or after the 17 effective date of this Act;
- 18 (3) a certificate of public convenience and necessity 19 issued to a municipality, regardless of the date the certificate 20 was issued;
- 21 (4) an application by a municipality or by a utility 22 owned by a municipality for a certificate of public convenience and 23 necessity or for an amendment to a certificate, regardless of the 24 date the application was filed; and
- (5) a proceeding to amend or revoke a certificate of public convenience and necessity held by a municipality or by a utility owned by a municipality, regardless of the date the

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- 1 proceeding was initiated.
- 2 SECTION 4. This Act takes effect immediately if it receives
- 3 a vote of two-thirds of all the members elected to each house, as
- 4 provided by Section 39, Article III, Texas Constitution. If this
- 5 Act does not receive the vote necessary for immediate effect, this
- 6 Act takes effect September 1, 2007.