1 AN ACT

2 relating to designation of certain customer bill payment assistance

program costs as an expense of operation that is a first lien

against revenue securing certain public securities or obligations.

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

6 SECTION 1. Subsection (a), Section 1502.056, Government

7 Code, is amended to read as follows:

8 (a) If the revenue of a utility system, park, or swimming

pool secures the payment of public securities issued or obligations

incurred under this chapter, each expense of operation and

maintenance, including all salaries, labor, materials, interest,

repairs and extensions necessary to provide efficient service, and

each proper item of expense, is a first lien against that revenue.

14 For a municipality with a population of more than one million, the

first lien against the revenue of a municipally owned electric or

gas utility system that secures the payment of public securities

issued or obligations incurred under this chapter also applies to

funding, as a necessary operations expense, for a bill payment

assistance program for utility system customers who have been

threatened with disconnection from service for nonpayment of bills

21 and who have been determined by the municipality to be low-income

22 <u>customers.</u>

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23 SECTION 2. This Act takes effect immediately if it receives

24 a vote of two-thirds of all the members elected to each house, as

S.B.	No.	1430

- 1 provided by Section 39, Article III, Texas Constitution. If this
- 2 Act does not receive the vote necessary for immediate effect, this
- 3 Act takes effect September 1, 2007.

Date

Governor

President of the Senate Speaker of the House
I hereby certify that S.B. No. 1430 passed the Senate of
April 26, 2007, by the following vote: Yeas 31, Nays 0.
Secretary of the Senate
I hereby certify that S.B. No. 1430 passed the House of
May 9, 2007, by the following vote: Yeas 144, Nays 0, two present
not voting.
Chief Clerk of the House
Approved: