## **BILL ANALYSIS**

Senate Research Center 82R28751 NC-D C.S.H.B. 2207 By: Oliveira (Lucio) Intergovernmental Relations 5/17/2011 Committee Report (Substituted)

## AUTHOR'S / SPONSOR'S STATEMENT OF INTENT

C.S.H.B. 2207 amends current law relating to the authority of the board of trustees to set rates for certain municipal utility systems.

## **RULEMAKING AUTHORITY**

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

## SECTION BY SECTION ANALYSIS

SECTION 1. Amends Section 552.141, Local Government Code, as follows:

Sec. 552.141. APPLICABILITY OF SUBCHAPTER. Provides that this subchapter applies only to a home-rule municipality that owns or may own a water, wastewater, storm water, or drainage utility system, by ordinance or charter elects to have the management and control of two or more of those utility systems governed by this subchapter, and has outstanding obligations payable solely from and secured by a lien on and pledge of the net revenue of one or more of those systems, or issues obligations that are payable solely from and secured by a lien on and pledge of the net revenue of one or more of those systems.

SECTION 2. Amends Section 552.142(a), Local Government Code, to authorize a municipality by ordinance to grant the board of trustees the authority to set rates and related terms for the systems.

SECTION 3. Effective date: upon passage or September 1, 2011.