

By: Oliveira

H.B. No. 2207

Substitute the following for H.B. No. 2207:

By: Martinez Fischer

C.S.H.B. No. 2207

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the authority of the board of trustees to set rates for
3 certain municipal utility systems.

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

5 SECTION 1. Section 552.141, Local Government Code, is
6 amended to read as follows:

7 Sec. 552.141. APPLICABILITY OF SUBCHAPTER. This subchapter
8 applies only to a home-rule municipality that owns or may own a
9 water, wastewater, storm water, or drainage utility system, by
10 ordinance or charter elects to have the management and control of
11 two or more of those utility systems governed by this subchapter,
12 and:

13 (1) has outstanding obligations payable solely from
14 and secured by a lien on and pledge of the net revenue of one or more
15 of those systems; or

16 (2) issues obligations that are payable solely from
17 and secured by a lien on and pledge of the net revenue of one or more
18 of those systems.

19 SECTION 2. Section 552.142(a), Local Government Code, is
20 amended to read as follows:

21 (a) A municipality by ordinance may transfer management and
22 control of two or more of its water, wastewater, storm water, or
23 drainage systems to a board of trustees. The ordinance may grant the
24 board authority to set rates and related terms for the systems.

1 SECTION 3. This Act takes effect immediately if it receives
2 a vote of two-thirds of all the members elected to each house, as
3 provided by Section 39, Article III, Texas Constitution. If this
4 Act does not receive the vote necessary for immediate effect, this
5 Act takes effect September 1, 2011.