By: Paddie H.B. No. 1571

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the use of local government energy savings performance
- 3 contracts for measures that avoid expected future operating or
- 4 maintenance costs.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 302.001(3), Local Government Code, is
- 7 amended to read as follows:
- 8 (3) "Energy savings" means an estimated reduction in
- 9 net fuel costs, energy costs, water costs, stormwater fees, other
- 10 utility costs, or related net operating costs from or as compared to
- 11 an established baseline of those costs, or an estimated amount of
- 12 <u>avoided expected future operating and maintenance costs</u>. The term
- 13 does not include an estimated reduction due to a decrease in energy
- 14 rates that is not derived from increased conservation or reduced
- 15 usage.
- SECTION 2. This Act takes effect immediately if it receives
- 17 a vote of two-thirds of all the members elected to each house, as
- 18 provided by Section 39, Article III, Texas Constitution. If this
- 19 Act does not receive the vote necessary for immediate effect, this
- 20 Act takes effect September 1, 2017.