By: Hughes

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S.B. No. 1382

## A BILL TO BE ENTITLED

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.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
SECTION 1. Section 302.001(3), Local Government Code, is

7 amended to read as follows:

(3) "Energy savings" means an estimated reduction in 8 9 net fuel costs, energy costs, water costs, stormwater fees, other utility costs, or related net operating costs from or as compared to 10 11 an established baseline of those costs, or an estimated amount of 12 avoided expected future operating and maintenance costs. The term does not include an estimated reduction due to a decrease in energy 13 14 rates that is not derived from increased conservation or reduced 15 usage.

16 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.

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