

By: Zaffirini

S.B. No. 830

A BILL TO BE ENTITLED

AN ACT

1  
2 relating to the procedure for amending or revoking certificates of  
3 public convenience and necessity issued to certain retail public  
4 utilities.

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

6 SECTION 1. Section 13.254(a-3), Water Code, is amended to  
7 read as follows:

8 (a-3) Within 60 calendar days from the date the utility  
9 commission determines the petition filed pursuant to Subsection  
10 (a-1) to be administratively complete, the utility commission shall  
11 grant the petition unless the utility commission makes an express  
12 finding that the petitioner failed to satisfy the elements required  
13 in Subsection (a-1) and supports its finding with separate findings  
14 and conclusions for each element based solely on the information  
15 provided by the petitioner and the certificate holder. The utility  
16 commission may grant or deny a petition subject to terms and  
17 conditions specifically related to the service request of the  
18 petitioner and all relevant information submitted by the petitioner  
19 and the certificate holder. In addition, the utility commission may  
20 require an award of compensation as otherwise provided by this  
21 section. If the utility commission requires an award of  
22 compensation, the utility commission shall require the petitioner  
23 to submit a report to the utility commission verifying for the  
24 purposes of Subsection (d) that the compensation has been paid to

1 the decertified retail public utility.

2 SECTION 2. Section 13.2541(f), Water Code, is amended to  
3 read as follows:

4 (f) The utility commission may require an award of  
5 compensation by the petitioner to the certificate holder in the  
6 manner provided by this section. If the utility commission requires  
7 an award of compensation, the utility commission shall require the  
8 petitioner to submit a report to the utility commission verifying  
9 for the purposes of Subsection (j) that the compensation has been  
10 paid to the certificate holder.

11 SECTION 3. Section 13.255, Water Code, is amended by  
12 amending Subsection (c) and adding Subsections (c-1) and (c-2) to  
13 read as follows:

14 (c) The utility commission shall grant single certification  
15 to the municipality. The utility commission shall also determine  
16 whether single certification as requested by the municipality would  
17 result in property of a retail public utility being rendered  
18 useless or valueless to the retail public utility, and shall  
19 determine in its order the monetary amount that is adequate and just  
20 to compensate the retail public utility for such property. If the  
21 municipality in its application has requested the transfer of  
22 specified property of the retail public utility to the municipality  
23 or to a franchised utility, the utility commission shall also  
24 determine in its order the adequate and just compensation to be paid  
25 for such property pursuant to the provisions of this section,  
26 including an award for damages to property remaining in the  
27 ownership of the retail public utility after single certification.

1 The order of the utility commission shall not be effective to  
2 transfer property. A transfer of property may only be obtained  
3 under this section by a court judgment rendered pursuant to  
4 Subsection (d) or (e). The grant of single certification by the  
5 utility commission shall go into effect on the date the  
6 municipality or franchised utility, as the case may be, pays  
7 adequate and just compensation pursuant to court order, or pays an  
8 amount into the registry of the court or to the retail public  
9 utility under Subsection (f). If the court judgment provides that  
10 the retail public utility is not entitled to any compensation, the  
11 grant of single certification shall go into effect when the court  
12 judgment becomes final.

13 (c-1) The utility commission by rule shall require the  
14 municipality or franchised utility to submit a report to the  
15 utility commission verifying that the municipality or franchised  
16 utility has paid all required adequate and just compensation to the  
17 retail public utility as provided by Subsection (c).

18 (c-2) The municipality or franchised utility must provide  
19 to each customer of the retail public utility being acquired an  
20 individual written notice within 60 days after the effective date  
21 for the transfer specified in the court judgment. The notice must  
22 clearly advise the customer of the identity of the new service  
23 provider, the reason for the transfer, the rates to be charged by  
24 the new service provider, and the effective date of those rates.

25 SECTION 4. This Act takes effect September 1, 2021.