By: Gutierrez S.B. No. 1022

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the appeal of rates charged for water or sewer service
- 3 by certain retail public utilities.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 13.043(j), Water Code, is amended to 6 read as follows:
- 7 (j) In an appeal under this section, the utility commission
- 8 shall ensure that every appealed rate is [made, demanded, or
- 9 received by any retail public utility or by any two or more retail
- 10 public utilities jointly shall be] just and reasonable. Rates
- 11 shall not be unreasonably preferential, prejudicial, or
- 12 discriminatory but shall be sufficient, equitable, and consistent
- 13 in application to each class of customers. The utility commission
- 14 shall use a methodology that preserves the financial integrity of
- 15 the retail public utility. For agreements between municipalities
- 16 the utility commission shall consider the terms of any wholesale
- 17 water or sewer service agreement in an appellate rate proceeding.
- SECTION 2. This Act takes effect September 1, 2021.