Amend CSSB 1789 (house committee report) as follows:

(1) On page 2, lines 18 and 19, strike "<u>, municipally owned</u> <u>utility, or electric cooperative</u>".

(2) On page 3, between lines 9 and 10, insert the following:

(d) The governing body of a municipally owned utility or an electric cooperative shall adopt for the utility or cooperative, as applicable, the standards adopted by the commission under Subsection (b). If the commission revises the standards adopted under Subsection (b), the governing body of each municipally owned utility and electric cooperative shall adopt the revised standards not later than the 120th day after the effective date of the commission's revised standards.

(3) On page 3, line 10, strike "<u>(d)</u>" and substitute "<u>(e)</u>".

(4) On page 3, strike lines 21 through 26 and substitute the following:

(f) A municipally owned utility or electric cooperative shall include with the first report required under Subsection (e) after the utility or cooperative adopts initial or revised standards under Subsection (d) an attestation from the utility's or cooperative's highest-ranking representative, official, or officer with binding authority over the utility or cooperative stating that the utility or cooperative has adopted standards in compliance with this section.

(g) The commission may impose an administrative penalty under Section 15.023 against a municipally owned utility or electric cooperative for a violation of this section or a rule adopted under this section.

(5) On page 4, lines 22 and 23, strike ", electric cooperative, or municipally owned utility".

(6) On page 4, lines 26 and 27, strike "or cooperative".

(7) On page 5, between lines 1 and 2, insert the following:

(c) A municipally owned utility or an electric cooperative operating on the effective date of the initial standards adopted by the Public Utility Commission of Texas under Section 38.006(b), Utilities Code, as added by this Act, shall adopt the standards as required by Section 38.006(d), Utilities Code, as added by this Act, not later than the 120th day after the date the Public Utility Commission of Texas adopts the standards required by Section 38.006(b), Utilities Code, as added by this Act.