

By: Perry

S.B. No. 565

A BILL TO BE ENTITLED

1 AN ACT  
2 relating to a compliance agreement for the suspension of an  
3 enforcement action against a regional water supply, sewer,  
4 wastewater treatment, or solid waste disposal service for certain  
5 violations.

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

7 SECTION 1. Sections 7.0026(b) and (c), Water Code, are  
8 amended to read as follows:

9 (b) If a water supply, sewer, wastewater treatment, or solid  
10 waste disposal service operated by or for a municipality, ~~or~~  
11 county, regional service area, or unincorporated service area is  
12 being integrated into a regional water supply, sewer, wastewater  
13 treatment, or solid waste disposal service administered by another  
14 entity, including a retail public utility, the commission may enter  
15 into a compliance agreement with the regional service under which  
16 the commission will not initiate an enforcement action against the  
17 regional service for existing or anticipated violations resulting  
18 from the operation by the regional service of the service being  
19 integrated. A compliance agreement under this section must  
20 include provisions necessary to bring the service being integrated  
21 into compliance.

22 (c) If a water supply, sewer, or wastewater treatment  
23 service operated by a retail public utility, other than a  
24 municipality or county, is being integrated into a regional water

1 supply, sewer, or wastewater treatment service administered by  
2 another entity, including a separate retail public utility, the  
3 commission may enter into a compliance agreement with the regional  
4 service under which the commission will not initiate an enforcement  
5 action against the regional service for existing or anticipated  
6 violations resulting from the operation by the regional service of  
7 the service being integrated. A compliance agreement under this  
8 section must include provisions necessary to bring the service  
9 being integrated into compliance.

10 SECTION 2. This Act takes effect September 1, 2025.