By: Hall

S.B. No. 1206

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the provision of certain electricity services. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Section 31.002(20), Utilities Code, is amended 4 5 to read as follows: 6 (20) "Transmission service" includes siting, 7 construction, or enlargement of transmission facilities and infrastructure, including substations, transmission over 8 9 distribution facilities, control area services, scheduling resources, regulation services, reactive power support, voltage 10 control, provision of operating reserves, and any other associated 11 12 electrical service the commission determines appropriate, except that, on and after the implementation of customer choice, control 13 area services, scheduling resources, regulation services, 14 provision of operating reserves, and reactive power support, 15 16 voltage control, and other services provided by generation resources are not "transmission service." 17 SECTION 2. Section 37.052, Utilities Code, is amended by 18 adding Subsection (d) to read as follows: 19 20 (d) A municipality that receives a request from an electric utility for written consent under Subsection (c)(2) for the siting, 21

22 <u>construction</u>, or enlargement of the transmission facilities, 23 <u>including substations</u>:

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(1) shall send written notice to the electric utility

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S.B. No. 1206 1 that includes the municipality's conditions the electric utility 2 must meet before siting, construction, or enlargement of the 3 facilities may proceed; and 4 (2) is considered to have consented to the siting, 5 construction, or enlargement of the facilities if the municipality does not respond in writing to the request before the 90th day after 6 the date the electric utility submitted the request. 7 SECTION 3. Section 181.042, Utilities Code, is amended to 8 read as follows: 9 Sec. 181.042. AUTHORITY TO CONSTRUCT, MAINTAIN, AND OPERATE 10 LINES AND RELATED FACILITIES. An electric utility has the right to 11 12 construct, maintain, and operate lines and related facilities over, under, across, on, or along a state highway, a county road, a 13 14 municipal street or alley, or other public property in a 15 municipality. SECTION 4. Section 181.043, Utilities Code, is amended by 16 17 adding Subsection (c) to read as follows: 18 (c) A municipality that receives a request from an electric 19 utility for the municipality's consent to an activity described by 20 Section 181.042: 21 (1) shall send written notice to the electric utility that includes the municipality's conditions the electric utility 22 23 must meet before the activity may proceed; and 24 (2) is considered to have consented to the activity if the municipality does not respond in writing to the request before 25 26 the 90th day after the date the electric utility submitted the 27 request.

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1 SECTION 5. This Act takes effect immediately if it receives 2 a vote of two-thirds of all the members elected to each house, as 3 provided by Section 39, Article III, Texas Constitution. If this 4 Act does not receive the vote necessary for immediate effect, this 5 Act takes effect September 1, 2025.