

By: Birdwell

S.B. No. 1243

A BILL TO BE ENTITLED

AN ACT

relating to the dissolution of a public utility agency.

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

SECTION 1. Section 572.053, Local Government Code, is amended to read as follows:

Sec. 572.053. CHANGES IN PUBLIC ENTITIES PARTICIPATING IN OR DISSOLUTION OF PUBLIC UTILITY AGENCY. (a) The public entities that participate in a public utility agency may by concurrent ordinances:

(1) add a public entity to, or delete a public entity from, participation in the public utility agency; or

(2) dissolve the public utility agency and transfer all obligations, assets, permits, and licenses of the public utility agency to the remaining public entities.

(b) A public entity that is the only remaining participant in a public utility agency may by ordinance dissolve the public utility agency in accordance with Subsection (a)(2).

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