

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.

S.B. No. 1243

President of the Senate

Speaker of the House

I hereby certify that S.B. No. 1243 passed the Senate on April 16, 2025, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

I hereby certify that S.B. No. 1243 passed the House on May 28, 2025, by the following vote: Yeas 137, Nays 0, two present not voting.

Chief Clerk of the House

Approved:

Date

Governor