Bell of Montgomery H.B. No. 685 1-1 (Senate Sponsor - Creighton, et al.)

(In the Senate - Received from the House April 24, 2025;
April 24, 2025, read first time and referred to Committee on Water,
Agriculture and Rural Affairs; May 13, 2025, reported favorably by
the following vote: Yeas 8, Nays 0; May 13, 2025, sent to printer.) 1**-**2 1**-**3 1-4 1-5 1-6 COMMITTEE VOTE 1-7 Nay 1-8 Yea Absent **PNV** 1-9 Perry Χ 1-10 1-11 Hancock X Birdwell 1-12 Blanco X Gutierrez 1-13 1-14 Hinojosa of Nueces 1**-**15 1**-**16 Johnson <u>Ko</u>lkhorst 1-17 Sparks Χ 1-18 1-19 A BILL TO BE ENTITLED AN ACT 1-20 relating to rates established by municipalities for water or sewer 1-21 service for certain entities. 1-22 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Subchapter Z, Chapter 552, Local Government Code, is amended by adding Section 552.916 to read as follows: 1-24 Sec. 552.916. PROHIBITION ON RATE DISCRIMINATION. A municipality may not establish a rate for water or sewer utility service applicable only to entities that qualify for a sales tax or ad valorem tax exemption that is higher than a rate established for 1-25 1-26 1-27 1-28 entities that receive comparable utility service. 1-29

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

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