

1 SB342
2 126614-1
3 By Senators Waggoner, Coleman, Reed, Blackwell, Dunn, Ward and
4 Smitherman (N & P)
5 RFD: Local Legislation No. 2
6 First Read: 05-APR-11

A BILL
TO BE ENTITLED
AN ACT

To amend Act 80-327, 1980 Regular Session (Acts 1980, p. 448), requiring any public water works board in a Class 1 municipality in the state to pay interest per annum on all customer security deposits required for services.

BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. Section 1 of Act 80-327, 1980 Regular Session (Acts 1980, p. 448), is amended to read as follows:

"Section 1. Any public water works board in a Class 1 municipality in the state shall pay ~~6 1/2 percent~~ interest per annum on all customer security deposits required for utility service. ~~Such interest shall be paid under such rules and regulations as shall be promulgated by the municipal governing body.~~ The amount of interest paid for each calendar year shall be at the federal funds rate in effect on December 31 of the preceding calendar year."

1 Section 2. This act shall become effective
2 immediately following its passage and approval by the
3 Governor, or its otherwise becoming law.