

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

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A BILL

10 TO BE ENTITLED

11 AN ACT

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13 To amend Act 80-327, 1980 Regular Session (Acts  
14 1980, p. 448), requiring any public water works board in a  
15 Class 1 municipality in the state to pay interest per annum on  
16 all customer security deposits required for services.

17 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

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

20 "Section 1. Any public water works board in a Class  
21 1 municipality in the state shall pay ~~6 1/2 percent~~ interest  
22 per annum on all customer security deposits required for  
23 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.~~"

