

By: Patterson, Hernandez, Perez of Harris,  
Harris Davila, Martinez Fischer, et al.

H.B. No. 3727

Substitute the following for H.B. No. 3727:

By: Patterson

C.S.H.B. No. 3727

A BILL TO BE ENTITLED

AN ACT

relating to a grant program to fund certain railroad grade  
separation projects.

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

SECTION 1. Chapter 471, Transportation Code, is amended by  
adding Section 471.010 to read as follows:

Sec. 471.010. GRANT PROGRAM FOR CERTAIN RAILROAD GRADE  
SEPARATION PROJECTS. (a) For the purpose of increasing public  
safety, enhancing economic development, and reducing traffic, the  
department shall establish and administer a program to award grants  
to political subdivisions of this state to fund:

(1) rail-roadway grade separation projects that are  
located at intersections of railroads and public roadways that are  
not part of the state highway system; and

(2) rail-pedestrian grade separation projects that  
are located at intersections of railroads and public pedestrian  
crossings.

(b) Each grant awarded under this section must be approved  
by the commission. The commission may not approve a grant under this  
section unless the commission determines that at least 10 percent  
of the total project costs will be provided by a source other than  
the state.

(c) The department may fund the grant program under this  
section only from money appropriated by the legislature for that

1 purpose and from gifts and grants, including grants from the  
2 federal government. The department may solicit and accept gifts and  
3 grants from any source for the purposes of this section. Money  
4 deposited to the credit of the state highway fund may not be used to  
5 fund a grant awarded under this section.

6 (d) A political subdivision that receives a grant under this  
7 section shall designate the department to manage contracting for,  
8 in accordance with Subchapter A, Chapter 223, and supervision of  
9 the planning and construction of a project for which the grant was  
10 awarded. A political subdivision shall enter into an agreement with  
11 the department prescribing the terms of a designation under this  
12 subsection in accordance with applicable state or federal law. The  
13 department, acting as the designee of a political subdivision under  
14 this section, shall make each contract in accordance with the law  
15 governing the making of contracts by or on behalf of the state.

16 (e) The commission shall adopt rules as necessary to  
17 implement this section.

18 SECTION 2. Not later than October 1, 2025, the Texas  
19 Transportation Commission shall adopt the rules required by Section  
20 471.010, Transportation Code, as added by this Act.

21 SECTION 3. This Act takes effect immediately if it receives  
22 a vote of two-thirds of all the members elected to each house, as  
23 provided by Section 39, Article III, Texas Constitution. If this  
24 Act does not receive the vote necessary for immediate effect, this  
25 Act takes effect September 1, 2025.