Amend Floor Amendment No. 5 to CSHB 7 by adding the following to Article 16.

SECTION __.01. <u>In order to effectuate fuel savings for the</u> <u>state as provided by Chapter 447, Government Code, the Texas</u> <u>Department of Transportation is authorized to operate a pool for</u> <u>the custody, control, operation and maintenance of all aircraft</u> owned or leased by the state.

SECTION __.02. The heading to Subchapter A, Chapter 2205, Government Code, is amended to read as follows:

SUBCHAPTER A. STATE AIRCRAFT POOLING [BOARD];

GENERAL PROVISIONS

SECTION __.03. Section 2205.002(1), Government Code, is amended to read as follows:

(1) "<u>Department</u> [Board]" means the <u>Texas Department of</u> <u>Transportation</u> [State Aircraft Pooling Board].

SECTION __.04. Section 2205.032, Government Code, is amended to read as follows:

Sec. 2205.032. CUSTODY, CONTROL, OPERATION, AND MAINTENANCE. (a) The <u>department</u> [board] shall operate a pool for the custody, control, operation, and maintenance of all aircraft owned or leased by the state.

(b) The <u>department</u> [board] may purchase aircraft with funds appropriated for that purpose.

(c) As part of the strategic plan that the <u>department</u> [board] develops and submits under Chapter 2056, the <u>department</u> [board] shall develop a long-range plan for its pool of aircraft. The <u>department</u> [board] shall include appropriate portions of the long-range plan in its legislative appropriations request. The long-range plan must include estimates of future aircraft replacement needs and other fleet management needs, including any projected need to increase or decrease the number of aircraft in the pool. In developing the long-range plan, the <u>department</u> [board] shall consider at a minimum for each aircraft in the pool:

(1) how much the aircraft is used and the purposes for which it is used;

(2) the cost of operating the aircraft and the revenue generated by the aircraft; and

(3) the demand for the aircraft or for that type of aircraft.

SECTION __.05. Section 2205.034, Government Code, is amended to read as follows:

Sec. 2205.034. FACILITIES. (a) The <u>department</u> [board] may acquire appropriate facilities for the accommodation of all aircraft owned or leased by the state. The facilities may be purchased or leased as determined by the <u>department</u> [board] to be most economical for the state and as provided by legislative appropriations. The facilities may include adequate hangar space, an indoor passenger waiting area, a flight-planning area, communications facilities, and other related and necessary facilities.

(b) A state agency that operates an aircraft may not use a facility in Austin other than a facility operated by the <u>department</u> [board] for the storage, parking, fueling, or maintenance of the aircraft, whether or not the aircraft is based in Austin. In a situation the <u>department</u> [board] determines to be an emergency, the <u>department</u> [board] may authorize a state agency to use a facility in Austin other than a <u>department</u> [board] facility for the storage, parking, fueling, or maintenance of an aircraft.

SECTION __.06. Section 2205.035, Government Code, is amended to read as follows:

Sec. 2205.035. AIRCRAFT LEASES. (a) The <u>department</u> [board] by interagency contract may lease state-owned aircraft to a state agency.

(b) A state agency that is the prior owner or lessee of an aircraft has the first option to lease that aircraft from the <u>department</u> [board].

(c) The lease may provide for operation or maintenance by the department [board] or the state agency.

(d) A state agency may not expend appropriated funds for the lease of an aircraft unless the <u>department</u> [board] executes the lease or approves the lease by <u>department</u> [board] order.

(e) A state agency may not use money appropriated by the legislature to rent or lease aircraft except from the <u>department</u> [board] or as provided by Subsection (f). For purposes of this

subsection and Subsection (f), payments of mileage reimbursements provided for by the General Appropriations Act are not rentals or leases of aircraft.

(f) If the <u>department</u> [board] determines that no state-owned aircraft is available to meet a transportation need that has arisen or that a rental or lease of aircraft would reduce the state's transportation costs, the <u>department</u> [board] shall authorize a state agency to expend funds for the rental or lease of aircraft, which may include a helicopter.

SECTION __.07. Section 2205.036, Government Code, is amended to read as follows:

Sec. 2205.036. PASSENGER TRANSPORTATION. (a) The <u>department</u> [board] shall provide aircraft transportation, to the extent that its aircraft are available, to:

(1) state officers and employees who are traveling on official business according to the coordinated passenger scheduling system and the priority scheduling system developed as part of the aircraft operations manual under Section 2205.038;

(2) persons in the care or custody of state officers oremployees described by Subdivision (1); and

(3) persons whose transportation furthers official state business.

(b) The <u>department</u> [board] may not provide aircraft transportation to a passenger if the passenger is to be transported to or from a place where the passenger:

(1) will make or has made a speech not related to official state business;

(2) will attend or has attended an event sponsored by a political party;

(3) will perform a service or has performed a service for which the passenger is to receive an honorarium, unless the passenger reimburses the <u>department</u> [board] for the cost of transportation;

(4) will attend or has attended an event at which money is raised for private or political purposes; or

(5) will attend or has attended an event at which an audience was charged an admission fee to see or hear the passenger.

(c) The <u>department</u> [board] may not provide aircraft transportation to a destination unless:

(1) the destination is not served by a commercial carrier;

(2) the time required to use a commercial carrier interferes with passenger obligations; or

(3) the number of passengers traveling makes the use of state aircraft cost-effective.

(d) The department shall monitor and ensure compliance with the requirements of this section.

SECTION __.08. Section 2205.038, Government Code, is amended to read as follows:

Sec. 2205.038. AIRCRAFT OPERATIONS MANUAL. (a) The <u>department</u> [board] shall:

(1) prepare a manual that establishes minimum standards for the operation of aircraft by state agencies; and

(2) adopt procedures for the distribution of the manual to state agencies.

(b) The manual must include provisions for:

(1) pilot certification standards, including medical requirements for pilots;

(2) recurring training programs for pilots;

(3) general operating and flight rules;

(4) coordinated passenger scheduling; and

(5) other issues the <u>department</u> [board] determines are necessary to ensure the efficient and safe operation of aircraft by a state agency.

(c) The <u>department</u> [board] shall confer with and solicit the written advice of state agencies the <u>department</u> [board] determines are principal users of aircraft operated by the <u>department</u> [board] and, to the extent practicable, incorporate that advice in the development of the manual and subsequent changes to the manual.

(d) The <u>department</u> [board] shall give an officer normally elected by statewide election priority in the scheduling of aircraft. The <u>department</u> [board] by rule may require a 12-hour notice by the officer to obtain the priority in scheduling.

SECTION __.09. Section 2205.039, Government Code, is amended

to read as follows:

Sec. 2205.039. TRAVEL LOG. (a) The Legislative Budget Board, in cooperation with the <u>department</u> [board], shall prescribe:

(1) a travel log form for gathering information about the use of state-operated aircraft;

(2) procedures to ensure that individuals who travel as passengers on or operate state-operated aircraft provide in a legible manner the information requested of them by the form; and

(3) procedures for each state agency that operates an aircraft for sending the form to the <u>department</u> [board] and the Legislative Budget Board.

(b) The travel log form must request the following information about a state-operated aircraft each time the aircraft is flown:

(1) a mission statement, which may appear as a selection to be identified from general categories appearing on the form;

(2) the name, state agency represented, destination, and signature of each person who is a passenger or crew member of the aircraft;

(3) the date of each flight;

(4) a detailed and specific description of the official business purpose of each flight; and

(5) other information determined by the Legislative Budget Board and the <u>department</u> [board] to be necessary to monitor the proper use of the aircraft.

(c) A state agency other than the <u>department</u> [board] shall send travel logs to the <u>department</u> [board] each month in which the agency operates an aircraft.

(d) The department shall monitor and ensure compliance by state agencies with the requirements of this section.

(e) The department shall annually report to the Legislative Budget Board on air travel information received under this section.

SECTION __.10. Section 2205.040, Government Code, is amended to read as follows:

Sec. 2205.040. RATES AND BILLING PROCEDURES. (a) The department [board] shall adopt rates for interagency aircraft

services that are sufficient to recover[, in the aggregate and to the extent possible,] all expenses incurred under this chapter [direct costs for the services provided], including <u>current</u> obligations for capital equipment financed under the Texas Public Finance Authority's master lease purchase program and aircraft replacement costs [a state agency's pro rata share of major maintenance, overhauls of equipment and facilities, and pilots' salaries].

(b) The <u>department shall deposit all revenue received under</u> <u>this chapter to the credit of the state highway fund. Money</u> <u>deposited to the credit of the state highway fund under this chapter</u> <u>is exempt from the application of Section 403.095</u> [Legislative Budget Board, in cooperation with the board and the state auditor, shall prescribe a billing procedure for passenger travel on state-operated aircraft].

(c) The department may spend money from the state highway fund for expenses incurred under this chapter.

(d) It is the intent of the legislature that receipts and expenditures that relate to the state highway fund under this chapter be balanced over time so that, to the extent practicable, the receipts and expenditures do not result in a net gain or net loss to the fund.

SECTION __.11. Section 2205.041(a), Government Code, is amended to read as follows:

(a) The Legislative Budget Board, in cooperation with the <u>department</u> [board], shall prescribe:

(1) an annual aircraft use form for gathering information about the use of state-operated aircraft, including the extent to which and the methods by which the goal provided by Section 2205.031(b) is being met; and

(2) procedures for each state agency that operates an aircraft for sending the form to the <u>department</u> [board] and the Legislative Budget Board.

SECTION __.12. Section 2205.042, Government Code, is amended to read as follows:

Sec. 2205.042. PILOTS. An individual who is not a pilot employed by the <u>department</u> [board] may not operate a state-operated

aircraft unless the <u>department</u> [board] grants the individual a specific exemption from that requirement.

SECTION __.13. Section 2205.043(b), Government Code, is amended to read as follows:

(b) The <u>department</u> [board] shall adopt rules, consistent with federal regulations and <u>Subtitle A, Title 11</u> [Article 6139f, Revised Statutes], governing the color, size, and location of marks of identification required by this section.

SECTION __.14. Section 2205.044, Government Code, is amended to read as follows:

Sec. 2205.044. FUEL AND MAINTENANCE CONTRACTS. The <u>department</u> [board] may contract with a state or federal governmental agency or a political subdivision to provide aircraft fuel or to provide aircraft maintenance services.

SECTION __.15. Section 2205.045(a), Government Code, is amended to read as follows:

(a) The <u>department</u> [board] may purchase insurance to protect the <u>department</u> [board] from loss caused by damage, loss, theft, or destruction of aircraft owned or leased by the state and shall purchase liability insurance to protect the officers and employees of each state agency from loss arising from the operation of state-owned aircraft.

SECTION __.16. Section 2205.046, Government Code, is amended to read as follows:

Sec. 2205.046. AIRCRAFT FOR FLIGHT TRAINING PROGRAMS. (a) The <u>department</u> [board] may transfer aircraft to a public technical institute or other public postsecondary educational institution for use in the institution's flight training program. Except as provided by this section, the <u>department</u> [board] has no responsibility for continued maintenance of aircraft transferred under this section.

(b) As a condition to the transfer of the aircraft, the institution must certify in writing to the <u>department</u> [board] that the institution will accept full responsibility for maintenance of the aircraft and that it will be properly maintained while in the custody and control of the institution. The <u>department</u> [board] is entitled to inspect the aircraft without notice for the purpose of

insuring that the aircraft are properly maintained.

(c) The <u>department</u> [board] may immediately reassume custody and control of a transferred aircraft on a finding by the <u>department</u> [board] that:

(1) the aircraft is not being properly maintained;

(2) the aircraft is being used for a purpose other thanflight training; or

(3) the institution has discontinued its flight training program.

SECTION __.17. Section 2205.047, Government Code, is amended to read as follows:

Sec. 2205.047. INFORMATION POSTED ON THE INTERNET. The <u>department</u> [board] shall post information related to travel and other services provided by the <u>department under this chapter</u> [board] on an Internet site maintained by or for the <u>department</u> [board]. The site must be generally accessible to state agencies, persons who use the <u>department's</u> [board's] services, and, to the extent appropriate, the general public.

SECTION __.18. Sections 2205.003-2205.019, Government Code, are repealed.

SECTION ___.19. On the effective date of this Act:

(1) the State Aircraft Pooling Board is abolished and all powers, duties, obligations, rights, contracts, leases, bonds, appropriations, records, employees, and real or personal property of the State Aircraft Pooling Board are transferred to the Texas Department of Transportation;

(2) a rule, manual, form, policy, procedure, approval, authorization, or decision of the State Aircraft Pooling Board continues in effect as a rule, manual, form, policy, procedure, approval, authorization, or decision of the Texas Department of Transportation until superseded by an act of the Texas Department of Transportation;

(3) a reference in law to the State Aircraft PoolingBoard means the Texas Department of Transportation; and

(4) the number of full-time equivalent positions intended to be allocated to the State Aircraft Pooling Board by Chapter 1330, Acts of the 78th Legislature, Regular Session, 2003

(the General Appropriations Act), is reduced by 39 for fiscal years 2004 and 2005, and the number of full-time equivalent positions allocated to the Texas Department of Transportation is increased by 39 for fiscal years 2004 and 2005 for the purpose of administering Chapter 2205, Government Code.

SECTION __.20. (a) Notwithstanding any other law, the General Land Office shall sell to the Texas Department of Transportation for fair market value the approximately three-acre property formerly operated by the State Aircraft Pooling Board at the site of the former Robert Mueller Municipal Airport.

(b) The department may only:

(1) use the property described by Subsection (a) of this section for purposes consistent with the operation of an intelligent transportation system unless the City of Austin and Travis County agree to a different use; and

(2) lease an unneeded portion of the property described by Subsection (a) of this section under the procedures prescribed by Subchapter C, Chapter 202, Transportation Code, if the lease is approved by the City of Austin and Travis County.

(c) In this section, "intelligent transportation system" means a traffic management system designed to enhance the efficiency and safety of the transportation system in the Austin regional area through the remote monitoring and broadcasting of traffic information. The term does not include the maintenance of vehicles, the storage of fuel, or the storage of vehicles.

SECTION __.21. Before March 1, 2004, the Texas Department of Transportation shall file with the governor, the lieutenant governor, the speaker of the house of representatives, and the Legislative Budget Board a complete and detailed report on the transfer of powers and duties from the State Aircraft Pooling Board to the Texas Department of Transportation.

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