By: Krusee

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A BILL TO BE ENTITLED 1 AN ACT 2 relating to the construction, acquisition, financing, maintenance, management, operation, ownership, and control of transportation 3 facilities and the progress, improvement, policing, and safety of 4 5 transportation in the state; making appropriations. 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: ARTICLE 1. TEXAS TURNPIKE AUTHORITY DIVISION OF 7 TEXAS DEPARTMENT OF TRANSPORTATION 8 SECTION 1.01. Section 361.136, Transportation Code, 9 as amended by House Bill Nos. 3184 and 3588, Acts of the 78th 10 Legislature, Regular Session, 2003, is reenacted to read as 11 12 follows: 13 Sec. 361.136. SEVERANCE OF REAL PROPERTY. (a) Ιf а 14 turnpike project severs an owner's real property, the department 15 shall pay: the value of the property acquired; and 16 (1) the damages to the remainder of the owner's 17 (2) property caused by the severance, including damages caused by the 18 inaccessibility of one tract from the other. 19 The department may negotiate for and purchase the 20 (b) 21 severed real property or either part of the severed real property if 22 the department and the owner agree on terms for the purchase. 23 Instead of a single fixed payment for the real property, the 24 department may agree to a payment to the owner in the form of:

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an intangible legal right to receive a percentage 1 (1)of identified revenue attributable to the applicable segment of the 2 3 turnpike project; or

4 (2) an exclusive or nonexclusive right to use or 5 operate a segment or part of the turnpike project.

6 A right to a payment under Subsection (b)(1) is subject (c) to any pledge of the revenue under the term of a trust agreement 7 8 securing bonds issued for the project.

9 SECTION 1.02. Section 361.137, Transportation Code, as amended by House Bill Nos. 3184 and 3588, Acts of the 78th 10 Legislature, Regular Session, 2003, is reenacted to read as 11 follows: 12

Sec. 361.137. DECLARATION OF TAKING. (a) 13 The department 14 may file a declaration of taking with the clerk of the court:

15 (1)in which the department files a condemnation petition under Chapter 21, Property Code; or 16

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(2) to which the case is assigned.

The department may file the declaration of taking (b) 18 19 concurrently with or subsequent to the petition but may not file the declaration after the special commissioners have made an award in 20 21 the condemnation proceeding.

The department may not file a declaration of taking 22 (c) 23 before the completion of:

24 (1)all environmental documentation, including a 25 final environmental impact statement or a record of decision, that 26 is required by federal or state law;

27 (2) all public hearings and meetings, including those

H.B. No. 2 1 held in connection with the environmental process and under Sections 201.604 and 203.021, that are required by federal or state 2 3 law; and 4 (3) all notifications required by Section 203.022. 5 (d) The declaration of taking must include: 6 a specific reference to the legislative authority (1)7 for the condemnation; 8 (2)a description and plot plan of the real property to 9 be condemned, including the following information if applicable: 10 (A) the municipality in which the property is located; 11 the street address of the property; and 12 (B) the lot and block number of the property; 13 (C) 14 (3) a statement of the property interest to be 15 condemned; (4) the name and address of each property owner that 16 17 the department can obtain after reasonable investigation and a description of the owner's interest in the property; and 18 19 (5) a statement that immediate possession of all or part of the property to be condemned is necessary for the timely 20 21 construction of a turnpike project. A deposit to the registry of the court of an amount 22 (d-1)equal to the appraised value, as determined by the department, of 23 24 the property to be condemned must accompany the declaration of 25 taking. The date on which the declaration is filed is the date of 26 (e) 27 taking for the purpose of assessing damages to which a property

1 owner is entitled.

2 (f) After a declaration of taking is filed, the case shall 3 proceed as any other case in eminent domain under Chapter 21, 4 Property Code.

5 SECTION 1.03. Section 361.138(b), Transportation Code, as 6 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 7 Legislature, Regular Session, 2003, is reenacted to read as 8 follows:

9 (b) If the condemned property is a homestead or a portion of 10 a homestead as defined by Section 41.002, Property Code, the 11 department may not take possession sooner than the 91st day after 12 the date of service under Subsection (a).

13 SECTION 1.04. Section 361.171, Transportation Code, as 14 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 15 Legislature, Regular Session, 2003, is reenacted and amended to 16 read as follows:

TURNPIKE REVENUE BONDS. 17 Sec. 361.171. (a) The commission by order may authorize the issuance of turnpike revenue bonds to pay 18 all or part of the cost of a turnpike project. Each project shall be 19 financed and built by a separate bond issue. The proceeds of a bond 20 21 issue may be used solely for the payment of the project for which the bonds were issued and may not be divided between or among two or 22 more projects. Each project is a separate undertaking, the cost of 23 24 which shall be determined separately.

(b) As determined in the order authorizing the issuance, thebonds of each issue shall:

27 (1) be dated;

1 (2) bear interest at the rate or rates provided by the 2 order and beginning on the dates provided by the order and as 3 authorized by law, or bear no interest;

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4 (3) mature at the time or times provided by the order,
5 not exceeding 40 years from their date or dates; and

6 (4) be made redeemable before maturity, at the price 7 or prices and under the terms provided by the order.

8 (c) The commission may sell the bonds at public or private 9 sale in the manner and for the price it determines to be in the best 10 interest of the department.

(d) The proceeds of each bond issue shall be disbursed in the manner and under the restrictions, if any, the commission provides in the order authorizing the issuance of the bonds or in the trust agreement securing the bonds.

15 (e) If the proceeds of a bond issue are less than the turnpike project cost, additional bonds may be issued in the same 16 17 manner to pay the costs of a turnpike project. Unless otherwise provided in the order authorizing the issuance of the bonds or in 18 the trust agreement securing the bonds, the additional bonds are on 19 a parity with and are payable, without preference or [of] priority, 20 from the same fund as the bonds first issued. In addition, the 21 commission may issue bonds for a turnpike project secured by a lien 22 23 on the revenue of the turnpike project subordinate to the lien on 24 the revenue securing other bonds issued for the turnpike project.

25 (f) If the proceeds of a bond issue exceed the cost of the 26 turnpike project for which the bonds were issued, the surplus shall 27 be segregated from the other money of the commission and used only

1 for the purposes specified in the order authorizing the issuance.

(g) In addition to other permitted uses, the proceeds of a bond issue may be used to pay costs incurred before the issuance of the bonds, including costs of environmental review, design, planning, acquisition of property, relocation assistance, construction, and operation.

7 (h) Bonds issued and delivered under this chapter and
8 interest coupons on the bonds are a security under Chapter 8,
9 Business & Commerce Code.

10 (i) Bonds issued under this chapter and income from the 11 bonds, including any profit made on the sale or transfer of the 12 bonds, are exempt from taxation in this state.

13 SECTION 1.05. Section 361.172, Transportation Code, as 14 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 15 Legislature, Regular Session, 2003, is reenacted to read as 16 follows:

Sec. 361.172. APPLICABILITY OF OTHER LAW; CONFLICTS. All laws affecting the issuance of bonds by governmental entities, including Chapters 1201, 1202, 1204, 1207, and 1371, Government Code, apply to bonds issued under this chapter. To the extent of a conflict between those laws and this chapter, the provisions of this chapter prevail.

23 SECTION 1.06. Section 361.173(a), Transportation Code, as 24 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 25 Legislature, Regular Session, 2003, is reenacted and amended to 26 read as follows:

27

(a) The principal of, interest on, and any redemption

1 premium on bonds issued by the commission under this chapter are 2 payable solely from: 3 (1) the revenue of the turnpike project for which the

4 bonds <u>are</u> [were] issued, including tolls pledged to pay the bonds;
5 [and]

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6 (2) <u>the proceeds of bonds issued for the turnpike</u> 7 <u>project;</u>

8 (3) the amounts deposited in a debt service reserve 9 fund as required by the trust agreement securing bonds issued for 10 the turnpike project; and

11 (4) amounts received under a credit agreement relating 12 to the turnpike project for which the bonds are issued.

13 SECTION 1.07. Section 361.174, Transportation Code, as 14 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 15 Legislature, Regular Session, 2003, is reenacted and amended to 16 read as follows:

SOURCES OF PAYMENT OF AND 17 Sec. 361.174. SECURITY FOR TURNPIKE PROJECT BONDS. Notwithstanding any other provisions of 18 19 this chapter, turnpike project bonds issued by the commission may: 20 (1) be payable from and secured by: 21 (A) payments made under an agreement with a local

22 governmental entity as provided by Subchapter A, Chapter 362;

23 (B) the proceeds of bonds issued for the turnpike 24 project; or

25 (C) amounts deposited in a debt service reserve 26 fund as required by the trust agreement securing bonds issued for 27 the turnpike project;  $[\tau]$  and

(2) [may] state on their faces any pledge of revenue or
 taxes and any security for the bonds under the agreement.

3 SECTION 1.08. Section 361.177, Transportation Code, as 4 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 5 Legislature, Regular Session, 2003, is reenacted to read as 6 follows:

Sec. 361.177. PROVISIONS PROTECTING AND ENFORCING RIGHTS
AND REMEDIES OF BONDHOLDERS. A trust agreement or order providing
for the issuance of bonds may contain provisions to protect and
enforce the rights and remedies of the bondholders, including:

11 (1) covenants establishing the commission's duties 12 relating to:

13 (A) the acquisition of property;

(B) the construction, improvement, expansion,
maintenance, repair, operation, and insurance of the turnpike
project in connection with which the bonds were authorized; and

17 (C) the custody, safeguarding, and application 18 of money;

19 (2) covenants prescribing events that constitute20 default;

(3) covenants prescribing terms on which any or all of
the bonds become or may be declared due before maturity;

(4) covenants relating to the rights, powers,
liabilities, or duties that arise on the breach of a duty of the
commission; and

(5) provisions for the employment of consultingengineers in connection with the construction or operation of the

1 turnpike project.

2 SECTION 1.09. Section 361.178, Transportation Code, as 3 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 4 Legislature, Regular Session, 2003, is reenacted to read as 5 follows:

6 Sec. 361.178. FURNISHING OF INDEMNIFYING BONDS OR PLEDGE OF 7 SECURITIES. A bank or trust company incorporated under the laws of 8 this state that acts as depository of the proceeds of bonds or of 9 revenue may furnish indemnifying bonds or pledge securities that 10 the department requires.

SECTION 1.10. Section 361.179(a), Transportation Code, as amended by House Bill Nos. 3184 and 3588, Acts of the 78th Legislature, Regular Session, 2003, is reenacted and amended to read as follows:

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(a) The department may:

16 (1) impose tolls for the use of each turnpike project 17 and the different <u>segments or</u> parts [<del>or sections</del>] of each turnpike 18 project; and

19 (2) notwithstanding anything in Chapter 202 to the 20 contrary, contract with a person for the use of part of a turnpike 21 project or lease part of a turnpike project for a gas station, 22 garage, store, hotel, restaurant, railroad tracks, utilities, and 23 telecommunications facilities and equipment and set the terms for 24 the use or lease.

25 SECTION 1.11. Section 361.185(a), Transportation Code, as 26 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 27 Legislature, Regular Session, 2003, is reenacted to read as

1 follows:

All money received under this chapter, whether 2 (a) as 3 proceeds from the sale of bonds or as revenue, is a trust fund to be held and applied as provided by this chapter. Notwithstanding any 4 other law, including Section 9, Chapter 1123, Acts of the 75th 5 6 Legislature, Regular Session, 1997, and without the prior approval of the comptroller, funds held under this chapter shall be held in 7 8 trust by a banking institution chosen by the department or, at the discretion of the department, in trust in the state treasury 9 outside the general revenue fund. 10

SECTION 1.12. Section 361.189, Transportation Code, as amended by House Bill Nos. 3184 and 3588, Acts of the 78th Legislature, Regular Session, 2003, is reenacted to read as follows:

15 Sec. 361.189. USE OF SURPLUS REVENUE. The commission by order may authorize the use of surplus revenue of a turnpike project 16 17 to pay the costs of another turnpike project within the region. The commission may in the order prescribe terms for the use of the 18 revenue, including the pledge of the revenue, but may not take an 19 action under this section that violates, impairs, 20 or is 21 inconsistent with a bond order, trust agreement, or indenture governing the use of the surplus revenue. 22

23 SECTION 1.13. Section 361.302, Transportation Code, as 24 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 25 Legislature, Regular Session, 2003, is reenacted and amended to 26 read as follows:

Sec. 361.302. COMPREHENSIVE

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DEVELOPMENT

AGREEMENTS.

(a) Subject to Section 361.3021, the department may enter into a
 comprehensive development agreement with a private entity to
 construct, maintain, repair, operate, extend, or expand a turnpike
 project.

5 (b) In this subchapter, "comprehensive development 6 agreement" means an agreement [with a private entity] that, at a 7 minimum, provides for the design and construction of a turnpike 8 project and may also provide for the financing, acquisition, 9 maintenance, or operation of a turnpike project.

10 (c) The department may negotiate provisions relating to 11 professional and consulting services provided in connection with a 12 comprehensive development agreement.

13 (d) Money disbursed by the department under a comprehensive14 development agreement is not included in the amount:

15 (1) required to be spent in a <u>state fiscal</u> biennium for
16 engineering and design contracts under Section 223.041; or

17 (2) appropriated in Strategy A.1.1.
18 Plan/Design/Manage of the General Appropriations Act for that
19 biennium for the purpose of making the computation under Section
20 223.041.

(e) The authority to enter into comprehensive development
 agreements provided by this section expires on August 31, 2011.

23 SECTION 1.14. Section 361.3021, Transportation Code, as 24 added by House Bill Nos. 3184 and 3588, Acts of the 78th 25 Legislature, Regular Session, 2003, is reenacted to read as 26 follows:

27 Sec. 361.3021. LIMITATION ON DEPARTMENT FINANCIAL

PARTICIPATION. The amount of money disbursed by the department from the state highway fund and the Texas mobility fund during a federal fiscal year to pay the costs under comprehensive development agreements may not exceed 40 percent of the obligation authority under the federal-aid highway program that is distributed to this state for the fiscal year.

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7 SECTION 1.15. Section 361.303(a), Transportation Code, as 8 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 9 Legislature, Regular Session, 2003, is reenacted to read as 10 follows:

11 (a) А turnpike project that is the subject of а 12 comprehensive development agreement with a private entity, including the facilities acquired or constructed on the project, is 13 14 public property and belongs to the department.

15 SECTION 1.16. Section 361.305, Transportation Code, as 16 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 17 Legislature, Regular Session, 2003, is reenacted and amended to 18 read as follows:

Sec. 361.305. TERMS OF PRIVATE PARTICIPATION. (a) The department shall negotiate the terms of private participation in a turnpike project, including:

(1) methods to determine the applicable cost, profit,
and project distribution between the private equity investors and
the department;

25 (2) reasonable methods to determine and classify toll26 rates;

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(3) acceptable safety and policing standards; and

1 (4) other applicable professional, consulting, 2 construction, operation, and maintenance standards, expenses, and 3 costs.

4 (b) A comprehensive development agreement entered into 5 under Section 361.302 must include a provision authorizing the 6 department to purchase, under terms and conditions agreed to by the 7 parties, the interest of a private equity investor in a turnpike 8 agreement.

9 (c) The department may [only] enter into a comprehensive 10 development agreement under Section 361.302 with a private equity 11 investor <u>only</u> if the project is identified in the department's 12 unified transportation program or is located on a transportation 13 corridor identified in the statewide transportation plan.

SECTION 1.17. Section 361.306, Transportation Code, as amended by House Bill Nos. 3184 and 3588, Acts of the 78th Legislature, Regular Session, 2003, is reenacted to read as follows:

Sec. 361.306. RULES, PROCEDURES, AND GUIDELINES GOVERNING 18 SELECTION AND NEGOTIATING PROCESS. (a) The commission shall adopt 19 rules, procedures, and guidelines governing selection and 20 21 negotiations to promote fairness, obtain private participants in confidence 22 turnpike projects, and promote among those The rules must contain criteria relating to the participants. 23 24 qualifications of the participants and the award of the contracts.

(b) The department shall have up-to-date procedures for
 participation in negotiations on turnpike projects.

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(c) The department has exclusive judgment to determine the

1 terms of an agreement.

2 (d) The department shall include the attorney general or the
3 attorney general's designated representative in a negotiation with
4 a private participant.

5 SECTION 1.18. Section 361.307, Transportation Code, as 6 amended by House Bill Nos. 3184 and 3588, Acts of the 78th 7 Legislature, Regular Session, 2003, is reenacted to read as 8 follows:

Sec. 361.307. AGREEMENTS WITH PRIVATE ENTITIES AND OTHER 9 GOVERNMENTAL AGENCIES. (a) The department and a private entity 10 jointly may enter into an agreement with another governmental 11 agency or entity, including a federal agency, an agency of this or 12 another state, including the United Mexican States or a state of the 13 14 United Mexican States, or a political subdivision, to independently 15 or jointly provide services, to study the feasibility of a turnpike project, or to finance, construct, operate, and maintain a turnpike 16 17 project.

(b) The department may not enter into an agreement with the
United Mexican States or a state of the United Mexican States
without the approval of the governor.

SECTION 1.19. Section 361.281, Transportation Code, as amended by House Bill Nos. 3184 and 3588, Acts of the 78th Legislature, Regular Session, 2003, is amended to read as follows:

24 Sec. 361.281. APPLICABILITY OF SUBCHAPTER. This subchapter 25 applies only to:

26 (1) a county with a population of more than 1.5 27 million;

H.B. No. 2 (2) a local government corporation serving a county 1 2 with a population of more than 1.5 million; 3 (3) an adjacent county in a joint turnpike authority 4 with a county with a population of more than 1.5 million; 5 (4) a municipality with a population of more than 6 170,000 that is adjacent to the United Mexican States; 7 (5) a regional tollway authority created under Chapter 366; or 8 9 (6) a regional mobility authority organized [created] under Chapter 370 or Section 361.003, as that section existed 10 before June 22, 2003. 11 ARTICLE 2. STATE TRAFFIC FINE AND DRIVER RESPONSIBILITY 12 PROGRAM SURCHARGES 13 SECTION 2.01. 14 The heading to Section 542.4031, 15 Transportation Code, as added by House Bill No. 3588, Acts of the 78th Legislature, Regular Session, 2003, is amended to read as 16 17 follows: STATE TRAFFIC FINE [ADDITIONAL COURT COST]. Sec. 542.4031. 18 SECTION 2.02. Sections 542.4031(a) - (d)19 and (h), Transportation Code, as added by House Bill No. 3588, Acts of the 20 78th Legislature, Regular Session, 2003, are amended to read as 21 22 follows: In addition to the fine prescribed by Section 542.401 or 23 (a) 24 another section of this subtitle, as applicable [other costs, including a cost under Section 542.403], a person who enters a plea 25 of guilty or nolo contendere to or is convicted of an offense under 26 this subtitle shall pay \$30 as a state traffic fine [court cost]. 27

The person shall pay the state traffic fine when the person enters 1 2 the person's plea of guilty or nolo contendere, or on the date of conviction, whichever is earlier. The state traffic fine shall be 3 4 paid regardless of whether: 5 (1) a sentence is imposed on the person; 6 (2) the court defers final disposition of the person's 7 case; or 8 (3) the person is placed on community supervision, including deferred adjudication community supervision. 9 An officer collecting a state traffic fine [cost due] (b) under this section in a case in municipal court shall keep separate records of the money collected and shall deposit the money in the municipal treasury. 13 An officer collecting a state traffic fine [cost due] (C) money in the county treasury. Each calendar quarter, an officer collecting a state (d) 18 traffic fine [cost due] under this section shall submit a report to 19 the comptroller. The report must comply with Articles 103.005(c) 20 21 and (d), Code of Criminal Procedure. [If no money due as a cost under this section is collected in any quarter, the report required 22 for that quarter shall be filed in the regular manner, and the 23 24 report shall state that no money due under this section was 25 collected.] (h) Notwithstanding Subsection (g)(1), in any state fiscal 26

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14 15 under this section in a justice, county, or district court shall keep separate records of the money collected and shall deposit the 16 17

year the comptroller shall deposit 67 percent of the money [court 27

costs] received under <u>Subsection (e)(2)</u> [that subsection] to the 1 credit of the general revenue fund only until the total amount of 2 the money [court costs] deposited to the credit of the general 3 4 revenue fund under Subsection (g)(1) [that subsection] and [the surcharges deposited to the credit of that fund under] Section 5 6 780.002(b), Health and Safety Code, equals \$250 million for that If in any state fiscal year the amount received by the 7 year. comptroller under those laws for deposit to the credit of the 8 general revenue fund exceeds \$250 million, the comptroller shall 9 deposit the additional amount [received under Subsection (g)] to 10 the credit of the Texas mobility fund. 11

12 SECTION 2.03. (a) Sections 708.051 and 708.101, 13 Transportation Code, as added by House Bill No. 3588, Acts of the 14 78th Legislature, Regular Session, 2003, are amended to read as 15 follows:

Sec. 708.051. NONAPPLICABILITY. This subchapter does not apply to:

18 (1) <u>an offense committed</u> [<del>a conviction that became</del> 19 <u>final</u>] before September 1, 2003; or

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(2) an offense covered by Subchapter C.

Sec. 708.101. NONAPPLICABILITY. This subchapter does not apply to <u>an offense committed</u> [<del>a conviction that became final</del>] before September 1, 2003.

(b) In connection with a conviction for an offense committed
before September 1, 2003, that became final on or after that date,
the Department of Public Safety:

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(1) shall refund any surcharge collected under Chapter

H.B. No. 2 1 708, Transportation Code, as added by H.B. No. 3588, Acts of the 2 78th Legislature, Regular Session, 2003; and

3 (2) may not assign points to a person's driver's4 license under that chapter.

5 SECTION 2.04. Section 708.155, Transportation Code, as 6 added by H.B. No. 3588, Acts of the 78th Legislature, Regular 7 Session, 2003, is amended to read as follows:

8 Sec. 708.155. CONTRACTS FOR COLLECTION OF SURCHARGES. The 9 department may enter into a contract with a private attorney or a 10 public or private vendor for the provision of services for the 11 collection of surcharges receivable <u>and related costs</u> under this 12 chapter. The total amount of compensation may not exceed <u>30 percent</u> 13 <u>of</u> the amount <u>of the surcharges and related costs collected</u> [<del>set in</del> 14 <u>Article 103.0031, Code of Criminal Procedure</u>].

SECTION 2.05. Section 780.002(c), Health and Safety Code, as added by House Bill No. 3588, Acts of the 78th Legislature, Regular Session, 2003, is amended to read as follows:

Notwithstanding Subsection (b), in any state fiscal 18 (c) year the comptroller shall deposit 49.5 percent of the surcharges 19 collected under Chapter 708, Transportation Code, to the credit of 20 the general revenue fund only until the total amount of the 21 surcharges deposited to the credit of the general revenue fund 22 under Subsection (b), and the state traffic fines [court costs] 23 24 deposited to the credit of that fund under Section 542.4031(g)(1), 25 Transportation Code, equals \$250 million for that year. If in any state fiscal year the amount received by the comptroller under 26 those laws for deposit to the credit of the general revenue fund 27

1 exceeds \$250 million, the comptroller shall deposit [49.5 percent 2 of] the additional amount [received under Subsection (a) to the 3 account established under this chapter and 49.5 percent of the 4 additional amount] to the credit of the Texas mobility fund.

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ARTICLE 3. FINANCIAL PROVISIONS

6 SECTION 3.01. Section 20.02, House Bill No. 3588, Acts of 7 the 78th Legislature, Regular Session, 2003, is amended to read as 8 follows:

9 Sec. 20.02. (a) [The comptroller shall establish the Texas
 10 mobility fund debt service account as a dedicated account within
 11 the general revenue fund.

[<del>(b)</del>] Notwithstanding 12 Sections 780.002(b) and (c) [780.002(a) and (b)], Health and Safety Code, as added by this Act, 13 of the money allocated to the undedicated portion of the general 14 15 revenue fund by Section <u>780.002(b)</u> [<del>780.002(a)</del>], Health and Safety Code, as added by this Act, other than money that may only be 16 17 appropriated to the Department of Public Safety, in state fiscal years [year] 2004 and 2005 the comptroller shall deposit that money 18 to the credit of the Texas mobility fund instead of to the credit of 19 the general revenue fund [debt service account, which is subject to 20 the provisions of Subsection (d)]. 21

22 (b) [(c)] Notwithstanding Section 542.4031(g)(1), 23 Transportation Code, as added by this Act, of the money allocated to 24 the undedicated portion of the general revenue fund in Section 25 542.4031(g)(1), Transportation Code, in <u>state</u> fiscal <u>years</u> [<del>year</del>] 26 2004 <u>and 2005</u> the comptroller shall deposit that money to the credit 27 of the Texas mobility fund instead of to the credit of the general

1 revenue fund [debt service account, which is subject to the
2 provisions of Subsection (d)].

(c) [(d) Funds deposited to the Texas mobility fund debt 3 4 service account pursuant to Subsections (b) and (c) may be 5 transferred to the Texas mobility fund upon certification by the 6 Texas Transportation Commission to the comptroller that a payment 7 is due under an obligation pursuant to Section 49-k, Article 3, 8 Texas Constitution. Funds in the Texas mobility fund debt service 9 account are not appropriated in the state fiscal year ending August <del>31, 2004.</del> 10

[<del>(e)</del>] Notwithstanding Sections 521.058, 11 521.313(c), 521.3466(e), 521.427, 522.029(i), 524.051(c), 548.508, 644.153(i), 12 and 724.046(c), Transportation Code, as added by this Act, to the 13 extent that those sections allocate funds to the Texas mobility 14 15 fund, in state fiscal years [year] 2004 and 2005 the comptroller shall deposit those funds to the credit of the general revenue fund 16 17 instead of to the credit of the Texas mobility fund.

SECTION 3.02. An amount of funds estimated to 18 be \$231,700,000 deposited to the credit of the general revenue fund in 19 state fiscal year 2005 under Section 20.02(c), House Bill No. 3588, 20 Acts of the 78th Legislature, Regular Session, 2003, as amended by 21 this Act, is appropriated out of the general revenue fund for the 22 state fiscal biennium beginning September 1, 2003, to replace an 23 24 equal amount of federal fiscal relief funds utilized to certify general revenue appropriations made by House Bill No. 1, Acts of the 25 2003 (the 26 78th Legislature, Regular Session, General Appropriations Act). The federal fiscal relief funds so replaced 27

are appropriated to the comptroller of public accounts for the state fiscal biennium beginning September 1, 2003, for the purposes described by Section 11.28, Article IX, House Bill No. 1, Acts of the 78th Legislature, Regular Session, 2003 (the General Appropriations Act).

6 SECTION 3.03. Section 11.28, Article IX, House Bill No. 1, 7 Acts of the 78th Legislature, Regular Session, 2003 (the General 8 Appropriations Act), is amended by amending Subsection (a) and 9 adding Subsections (c) and (d) to read as follows:

Notwithstanding other provisions of this Act, based 10 (a) upon the passage of federal legislation that provides federal funds 11 state fiscal relief, such 12 for the purpose of funds are appropriated[, after the implementation of Section 11.15, 13 Appropriation Reduction 14 and <u>Contingency</u> Contingency 15 Appropriation, ] to the Comptroller of Public Accounts in the fiscal year in which the funds are received for the purpose of transferring 16 17 funds to state agencies for state fiscal relief, as directed by the Governor and Legislative Budget Board acting under Chapter 317, 18 19 Government Code, and in accordance with [provided by subsection (b) of] this section. 20

(c) In addition to the priorities established by Subsection (b) of this section, such funds shall also be used for the state child health plan, Goal C of the appropriations to the Health and Human Services Commission (insure children), to provide necessary and appropriate short-term evaluative or crisis intervention mental health services and services for the treatment of serious mental illness.

(d) In addition to the priorities otherwise established by 1 2 this section, it is also a priority of the Legislature that the plan provide funding to permit a Medicaid recipient, including an adult 3 4 recipient, to select a licensed psychologist, a licensed marriage and family therapist, as defined by Section 502.002, Occupations 5 6 Code, a licensed professional counselor, as defined by Section 503.002, Occupations Code, or a licensed master social worker, as 7 defined by Section 505.002, Occupations Code, to perform 8 professional counseling services or other health care services or 9 procedures covered under the Medicaid program if the selected 10 person is authorized by law to perform the counseling or other 11 12 services or procedures.

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ARTICLE 4. DEFERRED DISPOSITION OF TRAFFIC OFFENSES

SECTION 4.01. Article 45.051(c), Code of Criminal Procedure, as amended by Senate Bill Nos. 631 and 1904, Acts of the Regular Session, 2003, is reenacted to read as follows:

18 (c) On determining that the defendant has complied with the 19 requirements imposed by the judge under this article, the judge 20 shall dismiss the complaint, and it shall be clearly noted in the 21 docket that the complaint is dismissed and that there is not a final 22 conviction. If the complaint is dismissed, a special expense not 23 to exceed the amount of the fine assessed may be imposed.

SECTION 4.02. Articles 45.0511(e) and (1)-(t), Code of Criminal Procedure, as amended by Senate Bill Nos. 631 and 1904, Acts of the 78th Legislature, Regular Session, 2003, are reenacted to read as follows:

1 (e) A request to take a driving safety course or motorcycle 2 operator training course made at or before the time and at the place 3 at which a defendant is required to appear in court is an appearance 4 in compliance with the defendant's promise to appear.

5 (1) When a defendant complies with Subsection (c), the court6 shall:

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(1) remove the judgment and dismiss the charge;

8 (2) report the fact that the defendant successfully 9 completed a driving safety course or a motorcycle operator training 10 course and the date of completion to the Texas Department of Public 11 Safety for inclusion in the person's driving record; and

12 (3) state in that report whether the course was taken 13 under this article to provide information necessary to determine 14 eligibility to take a subsequent course under Subsection (b).

15 (m) The court may dismiss only one charge for each 16 completion of a course.

17 (n) A charge that is dismissed under this article may not be18 part of a person's driving record or used for any purpose.

(o) An insurer delivering or issuing for delivery a motor vehicle insurance policy in this state may not cancel or increase the premium charged an insured under the policy because the insured completed a driving safety course or a motorcycle operator training course, or had a charge dismissed under this article.

(p) The court shall advise a defendant charged with a
misdemeanor under Section 472.022, Transportation Code, Subtitle
C, Title 7, Transportation Code, or Section 729.001(a)(3),
Transportation Code, committed while operating a motor vehicle of

the defendant's right under this article to successfully complete a driving safety course or, if the offense was committed while operating a motorcycle, a motorcycle operator training course. The right to complete a course does not apply to a defendant charged with:

6 (1) a violation of Section 545.066, 550.022, or
7 550.023, Transportation Code;

8

(2) a serious traffic violation; or

9 (3) an offense to which Section 542.404 or 729.004(b),
10 Transportation Code, applies.

A notice to appear issued for an offense to which this 11 (q) article applies must inform a defendant charged with an offense 12 under Section 472.022, Transportation Code, an offense under 13 Subtitle C, Title 7, Transportation Code, or an offense under 14 15 Section 729.001(a)(3), Transportation Code, committed while operating a motor vehicle of the defendant's right to complete a 16 17 driving safety course or, if the offense was committed while operating a motorcycle, of the defendant's right to complete a 18 19 motorcycle operator training course. The notice required by this subsection must read substantially as follows: 20

"You may be able to require that this charge be dismissed by successfully completing a driving safety course or a motorcycle operator training course. You will lose that right if, on or before your appearance date, you do not provide the court with notice of your request to take the course."

(r) If the notice required by Subsection (q) is not providedto the defendant charged with the offense, the defendant may

1 continue to exercise the defendant's right to take a driving safety 2 course or a motorcycle operator training course until the notice 3 required by Subsection (q) is provided to the defendant or there is 4 a final disposition of the case.

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5 (s) This article does not apply to an offense committed by a
6 person who holds a commercial driver's license.

7 (t) An order of deferral under Subsection (c) terminates any
8 liability under a bail bond or appearance bond given for the charge.
9 SECTION 4.03. Article 45.051(c-1), Code of Criminal
10 Procedure, as added by S.B. No. 1904, Acts of the 78th Legislature,
11 Regular Session, 2003, is repealed.

12 ARTICLE 5. MISCELLANEOUS PROVISIONS

SECTION 5.01. (a) Section 91.071, Transportation Code, as added by House Bill No. 3588, Acts of the 78th Legislature, Regular Session, 2003, is amended to read as follows:

Sec. 91.071. [PERMISSIBLE SOURCES OF] FUNDING. (a) Except as provided in Subsection (b), the [The] department may use any available funds to implement this chapter [legally permissible source of funding in acquiring, constructing, maintaining, and operating a rail facility or system], including <u>funds</u>[+

21 [(1) appropriations from the state highway fund that 22 are not dedicated for another purpose by Section 7-a or 7-b, Article 23 VIII, Texas Constitution;

24 [(2) proceeds from bonds secured by the Texas Mobility
25 Fund;
26 [(3) donations, whether in kind or in cash; and

20 [(3) donations, whether in kind of in tash, and
 27 [(4) loans] from the state infrastructure bank.

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7 [(2)] the acquisition of abandoned rail facilities
8 described in Section 91.007;

9 (2) [(3)] funding derived from the issuance of bonds,
10 private investment, and donations;

11 (3) federal funds[, and grants or loans] from the 12 Federal Railroad Administration, from the [or] Federal Transit 13 Administration, or authorized and appropriated by the United States 14 Congress for a specific project; [and]

15 (4) grants awarded by the governor from the Texas 16 Enterprise Fund; and

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(5) grading and bed preparation.

(b) The Texas Transportation Commission shall propose rules 18 governing the disbursement of funds for the acquisition of 19 rail facilities described in Section 20 abandoned 91.007, 21 Transportation Code. The rules shall prescribe criteria for the Texas Department of Transportation's acquisition of abandoned rail 22 In establishing criteria, the Texas Transportation 23 facilities. 24 Commission shall consider the local and regional economic benefit 25 realized from the disbursement of funds in comparison to the amount 26 of the disbursement.

27

(c) If this Act receives the vote necessary for immediate

H.B. No. 2 1 effect, the Texas Transportation Commission shall propose the rules required by Subsection (b) of this section not later than November 2 30, 2003. If this Act does not receive the vote necessary for 3 4 immediate effect, the Texas Transportation Commission shall 5 propose the rules required by Subsection (b) of this section not 6 later than February 1, 2004. 7 SECTION 5.02. Subchapter H, Chapter 201, Transportation Code, is amended by adding Section 201.616 to read as follows: 8 Sec. 201.616. ANNUAL REPORT TO LEGISLATURE ON CERTAIN 9 (a) Not later than December 1 of each year, the 10 MATTERS. department shall submit a report to the legislature that details: 11 12 (1) the expenditures made by the department in the preceding state fiscal year in connection with: 13 14 (A) the unified transportation program of the 15 department; (B) turnpike projects and toll roads of the 16 17 department; 18 (C) the Trans-Texas Corridor; 19 (D) rail facilities described in Chapter 91; and (E) non-highway facilities on the Trans-Texas 20 21 Corridor if those expenditures are subject to Section 227.062(c); (2) the amount of bonds or other public securities 22 issued for transportation projects; and 23 24 (3) the direction of money by the department to a 25 regional mobility authority in this state. 26 (b) The report must break down information under Subsection 27 (a)(1)(A) by program category and department district. The report

must break down information under Subsections (a)(1)(B), (C), (D), 1 2 and (E) and Subsection (a)(3) by department district. The report must break down information under Subsection (a)(2) by department 3 4 district and type of project. 5 (c) The report may be submitted in an electronic format. 6 SECTION 5.03. Section 227.014(a), Transportation Code, as added by House Bill No. 3588, Acts of the 78th Legislature, Regular 7 8 Session, 2003, is amended to read as follows:

(a) 9 If the commission determines that the mobility needs of this state would be most efficiently and economically met by 10 jointly operating two or more facilities as one operational and 11 financial enterprise, it may create a system composed of those 12 facilities. The commission may create more than one system and may 13 combine two or more systems into one system. 14 The commission may 15 finance, construct, and operate [an] additional facilities [facility] as an expansion of a system if the commission determines 16 17 that the facilities [facility] would most efficiently and economically be constructed and operated if [it were a] part of the 18 system and that the addition will benefit the system. A system may 19 only include facilities included in a comprehensive transportation 20 corridor developed under a comprehensive development agreement, or 21 facilities located wholly or partly within the territory of [+ 22

[(1)] a metropolitan planning organization[+] or [(2)] two adjacent department districts. <u>This section</u> <u>does not prohibit the department from creating a system that</u> <u>includes a facility that will extend continuously through the</u> <u>territory of two or more metropolitan planning organizations or</u>

## 1 more than two adjacent department districts.

SECTION 5.04. Section 227.023(c), Transportation Code, as added by House Bill No. 3588, Acts of the 78th Legislature, Regular Session, 2003, is amended to read as follows:

5 To the extent and in the manner that the department may (c) 6 enter into comprehensive development agreements under Chapter 361 7 with regard to turnpikes, the department may enter into a 8 comprehensive development agreement [agreements] under this 9 chapter that provides for the financing, development, design, construction, or operation of a facility or a combination of [with 10 regard to] facilities on the Trans-Texas Corridor. All provisions 11 of Chapter 361 relating to comprehensive development agreements for 12 apply to comprehensive development agreements for 13 turnpikes 14 facilities under this chapter, including provisions relating to the 15 confidentiality of information. Claims arising under а 16 comprehensive development agreement are subject to Section 17 201.112.

18 SECTION 5.05. Section 284.061(c), Transportation Code, is 19 amended to read as follows:

(c) <u>Except as provided by Section 361.1375, if applicable,</u>
 <u>the</u> [<del>The</del>] county is entitled to immediate possession of property
 subject to a condemnation proceeding brought by the county after:

(1) a tender of a bond or other security in an amount
 sufficient to secure the owner for damages; and

(2) the approval of the bond or security by the court.
 SECTION 5.06. Subchapter D, Chapter 361, Transportation
 Code, is amended by adding Section 361.1375 to read as follows:

1	Sec. 361.1375. DECLARATION OF TAKING BY CERTAIN COUNTIES.
2	(a) This section applies only to a county with a population of 3.3
3	million or more that operates under Chapter 284.
4	(b) If, in connection with projects under Chapter 284, the
5	director authorizes the county to proceed in the manner provided by
6	Section 361.137:
7	(1) the county may file a declaration of taking and
8	proceed in the manner provided by Section 361.137 on any project of
9	the county under Chapter 284; and
10	(2) a reference to the department in Section 361.137
11	means the county.
12	SECTION 5.07. Section 370.003(1), Transportation Code, as
13	added by House Bill No. 3588, Acts of the 78th Legislature, Regular
14	Session, 2003, is amended to read as follows:
15	(1) "Authority" means a regional mobility authority
16	organized under this chapter or under Section 361.003, as that
17	section existed before <u>June 22</u> [ <del>September 1</del> ], 2003.
18	SECTION 5.08. Sections 502.1715(a) and (b), Transportation
19	Code, as added by House Bill No. 3588, Acts of the 78th Legislature,
20	Regular Session, 2003, are amended to read as follows:
21	(a) In addition to other fees imposed for registration of a
22	motor vehicle, at the time of application for registration or
23	renewal of registration of a motor vehicle for which the owner is
24	required to submit evidence of financial responsibility under
25	Section 502.153, the applicant shall pay a fee of \$1. <u>In addition</u>
26	to other fees imposed for registration of a motor vehicle, at the
27	time of application for registration of a motor vehicle that is

subject to Section 501.0234, the applicant shall pay a fee of \$1. 1 2 Before [Prior to] August 31, 2005, fees collected under (b) this section [subchapter] shall be deposited to the credit of the 3 state highway fund. The [Subject to appropriation, the] money 4 5 shall be used by the Department of Public Safety to: 6 (1) support the Department of Public Safety's reengineering of the driver's license system to provide for the 7 8 issuance by the Department of Public Safety of a driver's license or 9 personal identification certificate, not to include use of biometric information; [and] 10 establish and maintain a system to support the 11 (2) 12 driver responsibility program under Chapter 708; (3) conduct the feasibility study authorized by 13 14 Section 601.450; and 15 (4) make lease payments to the master lease purchase program for the financing of: 16 17 (A) the driver's license reengineering project; 18 and 19 (B) the liability insurance feasibility study. SECTION 5.09. Section 504.202(f), Transportation Code, as 20 21 added by House Bill No. 2971, Acts of the 78th Legislature, Regular Session, 2003, is amended to read as follows: 22 The fee for the first set of license plates is \$3. There 23 (f) 24 is no [The] fee for each additional set of license plates [is \$15]. If a license plate is lost, stolen, or mutilated, on payment of a \$1 25 fee the department shall issue a set of replacement plates. 26 SECTION 5.10. (a) The one percent of surcharges collected 27

1 during the state fiscal biennium beginning September 1, 2003, by 2 the Department of Public Safety of the State of Texas under Chapter 708, Transportation Code, as added by House Bill No. 3588, Acts of 3 4 the 78th Legislature, Regular Session, 2003, that is deposited to 5 the general revenue fund and dedicated to the administration of the 6 driver responsibility program by Section 780.002(b), Health and 7 Safety Code, as added by that bill, is appropriated to the 8 Department of Public Safety for the state fiscal biennium beginning 9 September 1, 2003, for the purposes of administering the driver responsibility program operated by the department under Chapter 10 708, Transportation Code, as added by that bill. 11 The number of full-time equivalent positions (FTE) indicated in the Department of 12 Public Safety's bill pattern is increased by 11 during the 13 14 biennium.

15 (b) All fees collected during the state fiscal biennium beginning September 1, 2003, by the Texas Department 16 of 17 Transportation under Section 502.1715, Transportation Code, as added by House Bill No. 3588, Acts of the 78th Legislature, Regular 18 19 Session, 2003, are appropriated to the Department of Public Safety of the State of Texas for the state fiscal biennium beginning 20 21 September 1, 2003, for the purposes described by that section. The number of full-time equivalent positions (FTE) indicated in the 22 Department of Public Safety's bill pattern is increased by 28 23 24 during the biennium.

ARTICLE 6. REPEALER; EFFECTIVE DATE; TRANSITION
 SECTION 6.01. Sections 361.181, 361.182, and 361.184,
 Transportation Code, and Section 361.3025, Transportation Code, as

added by Section 61, House Bill No. 3184, Acts of the 78th 1 2 Legislature, Regular Session, 2003, are repealed. 3 SECTION 6.02. The following laws are repealed: 4 (1)Section 521.427(c), Transportation Code, as added by Section 11.04, House Bill No. 3588, Acts of the 78th Legislature, 5 6 Regular Session, 2003; and Section 542.4031(j), Transportation Code, 7 (2) as added by Section 12.01, House Bill No. 3588, Acts of the 78th 8 Legislature, Regular Session, 2003. 9 SECTION 6.03. This Act takes effect immediately if 10 it receives a vote of two-thirds of all the members elected to each 11 house, as provided by Section 39, Article III, Texas Constitution. 12 If this Act does not receive the vote necessary for immediate 13 effect, this Act takes effect on the 91st day after the last day of

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the legislative session.

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