

By: Wentworth

S.B. No. 1074

A BILL TO BE ENTITLED

AN ACT

1 relating to short-term revenue bonds in certain metropolitan rapid  
2 transit authorities.  
3

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

5 SECTION 1. Section 451.362, Transportation Code, is amended  
6 by amending Subsection (a) and adding Subsection (d) to read as  
7 follows:

8 (a) Notwithstanding other provisions of this chapter and  
9 except as provided by Subsections [~~Subsection~~] (c) and (d), the  
10 board, by order or resolution, may issue bonds that are secured by  
11 revenue or taxes of the authority if the bonds:

12 (1) have a term of not more than 12 months; and

13 (2) are payable only from revenue or taxes received on  
14 or after the date of their issuance and before the end of the fiscal  
15 year following the fiscal year in which the bonds are issued.

16 (d) In an authority created before 1980 in which the  
17 principal municipality has a population of less than 1.2 million,  
18 bonds may have a term of not more than 10 years. The bonds are  
19 payable only from fee revenue received on or after the date the  
20 bonds are issued.

21 SECTION 2. 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

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1 Act takes effect September 1, 2007.