By: Carona S.B. No. 1370

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the powers and duties of certain entities authorized to

- 3 construct turnpike or toll projects.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter A, Chapter 228, Transportation Code,
- 6 is amended by adding Section 228.011 to read as follows:
- 7 Sec. 228.011. ASSISTANCE TO CERTAIN ENTITIES. If a county
- 8 or local government corporation under Chapter 284, a regional
- 9 tollway authority under Chapter 366, or a regional mobility
- 10 <u>authority under Chapter 370 undertakes the financing</u>,
- 11 construction, or operation of a new toll project any part of which
- 12 lies in an area under department jurisdiction, the department shall
- assist the entity by providing the project with available highway
- 14 right-of-way owned by the department and access to the state
- 15 highway system. The department may not require any payment for the
- 16 use of state highway right-of-way or access to the state highway
- 17 system under this section.
- SECTION 2. Section 284.003, Transportation Code, is amended
- 19 to read as follows:
- Sec. 284.003. PROJECT AUTHORIZED; CONSTRUCTION, OPERATION,
- 21 AND COST. A county, acting through the commissioners court of the
- 22 county, or a local government corporation, without state approval,
- 23 supervision, or regulation, may:
- 24 (1) construct, acquire, improve, operate, maintain,

- 1 or pool a project located:
- 2 (A) exclusively in the county;
- 3 (B) in the county and outside the county; or
- 4 (C) in one or more counties adjacent to the
- 5 county;
- 6 (2) issue tax bonds, revenue bonds, or combination tax
- 7 and revenue bonds to pay the cost of the construction, acquisition,
- 8 or improvement of a project;
- 9 (3) impose tolls or charges as otherwise authorized by
- 10 this chapter;
- 11 (4) construct a bridge over a deep water navigation
- channel if the bridge does not hinder maritime transportation; [or]
- 13 (5) construct, acquire, or operate a ferry across a
- 14 deepwater navigation channel; or
- (6) exercise the powers of a regional mobility
- 16 authority under Chapter 370 with respect to a turnpike project or
- 17 system.
- 18 SECTION 3. Section 284.004, Transportation Code, is amended
- 19 to read as follows:
- 20 Sec. 284.004. USE OF [COUNTY] PROPERTY. Notwithstanding
- 21 any other law, for a project under this chapter, a county may use
- 22 any county property, state highway right-of-way, or access to the
- 23 state highway system [for a project under this chapter], regardless
- of when or how the property, right-of-way, or access is acquired.
- 25 The department may not require any payment for the use of state
- 26 highway right-of-way or access to the state highway system under
- 27 this section.

- 1 SECTION 4. Sections 284.008(c) and (d), Transportation
- 2 Code, are amended to read as follows:
- 3 (c) Except as provided by Subsection (d), a project becomes
- 4 a part of the state highway system and the commission shall maintain
- 5 the project without tolls when:
- 6 (1) all of the bonds and interest on the bonds that are
- 7 payable from or secured by revenues of the project have been paid by
- 8 the issuer of the bonds; or
- 9 (2) a sufficient amount for the payment of all bonds
- 10 and the interest on the bonds to maturity has been set aside by the
- 11 issuer of the bonds in a trust fund held for the benefit of the
- 12 bondholders.
- 13 (d) A [Before construction on a project under this chapter
- 14 begins, a] county may request that the commission adopt an order
- 15 stating that \underline{a} [the] project will not become part of the state
- 16 highway system under Subsection (c). If the commission adopts the
- 17 order:
- 18 (1) Section 362.051 does not apply to the project;
- 19 (2) the project must be maintained by the county; and
- 20 (3) the project will not become part of the state
- 21 highway system unless the county transfers the project under
- 22 Section 284.011.
- SECTION 5. Sections 284.065(b) and (c), Transportation
- 24 Code, are amended to read as follows:
- 25 (b) An existing project may be pooled in whole or in part
- 26 with a new project or another existing project.
- (c) A project may [not] be pooled more than once.

- 1 SECTION 6. Section 366.033(a), Transportation Code, is
- 2 amended to read as follows:
- 3 (a) An authority, acting through its board, without state
- 4 approval, supervision, or regulation, may:
- 5 (1) adopt rules for the regulation of its affairs and
- 6 the conduct of its business;
- 7 (2) adopt an official seal;
- 8 (3) study, evaluate, design, acquire, construct,
- 9 maintain, repair, and operate turnpike projects, individually or as
- 10 one or more systems;
- 11 (4) acquire, hold, and dispose of property in the
- 12 exercise of its powers and the performance of its duties under this
- 13 chapter;
- 14 (5) enter into contracts or operating agreements with
- 15 similar authorities or agencies of the United States, a state of the
- 16 United States, the United Mexican States, or a state of the United
- 17 Mexican States;
- 18 (6) enter into contracts or agreements necessary or
- incidental to its duties and powers under this chapter;
- 20 (7) cooperate and work directly with property owners
- 21 and governmental agencies and officials to support an activity
- 22 required to promote or develop a turnpike project or system;
- 23 (8) employ and set the compensation and benefits of
- 24 administrators, consulting engineers, attorneys, accountants,
- 25 construction and financial experts, superintendents, managers,
- 26 full-time and part-time employees, agents, consultants, and such
- other persons as the authority considers necessary or useful;

- 1 (9) receive loans, gifts, grants, and other contributions for the construction of a turnpike project or system 2 and receive contributions of money, property, labor, or other 3 things of value from any source, including the United States, a 4 state of the United States, the United Mexican States, a state of 5 6 the United Mexican States, the commission, the department, any 7 subdivision of the state, or any other local governmental or 8 private entity, to be used for the purposes for which the grants or 9 contributions are made, and enter into any agreement necessary for the grants or contributions; 10
- 11 (10) install, construct, maintain, repair, renew,
 12 relocate, and remove public utility facilities in, on, along, over,
 13 or under a turnpike project;
- 14 (11) organize a corporation under Chapter 431 for the 15 promotion and development of turnpike projects and systems;
- 16 (12) adopt and enforce rules not inconsistent with 17 this chapter for the use of any turnpike project or system, 18 including traffic and other public safety rules;
- 19 (13) enter into leases, operating agreements, service 20 agreements, licenses, franchises, and similar agreements with 21 public or private parties governing the parties' use of all or any 22 portion of a turnpike project and the rights and obligations of the 23 authority with respect to a turnpike project; [and]
- 24 (14) do all things necessary or appropriate to carry 25 out the powers expressly granted by this chapter; and
- 26 <u>(15) exercise the powers of a regional mobility</u> 27 authority under Chapter 370 with respect to a turnpike project or

- 1 system.
- 2 SECTION 7. Subchapter B, Chapter 366, Transportation Code,
- 3 is amended by adding Section 366.037 to read as follows:
- 4 Sec. 366.037. USE OF PROPERTY. Notwithstanding any other
- 5 law, an authority may use a state highway right-of-way or access to
- 6 the state highway system for a turnpike project under this chapter,
- 7 regardless of when or how the right-of-way or access is acquired.
- 8 The department may not require any payment for the use of state
- 9 highway right-of-way or access to the state highway system under
- 10 this section.
- 11 SECTION 8. This Act takes effect September 1, 2007.