By: Duncan S.B. No. 1848

Substitute the following for S.B. No. 1848:

By: Chisum C.S.S.B. No. 1848

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to state fiscal matters.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 42.2516, Education Code, is amended by
- 5 amending Subsection (b) and adding Subsection (b-2) to read as
- 6 follows:
- 7 (b) Subject to Subsections (b-2), (g), and (h), but
- 8 notwithstanding any other provision of this title, a school
- 9 district is entitled to state revenue necessary to provide the
- 10 district with the sum of:
- 11 (1) the amount of state revenue necessary to maintain
- 12 state and local revenue per student in weighted average daily
- 13 attendance in the amount equal to the greater of:
- 14 (A) the amount of state and local revenue per
- 15 student in weighted average daily attendance for the maintenance
- 16 and operations of the district available to the district for the
- 17 2005-2006 school year;
- 18 (B) the amount of state and local revenue per
- 19 student in weighted average daily attendance for the maintenance
- 20 and operations of the district to which the district would have been
- 21 entitled for the 2006-2007 school year under this chapter, as it
- 22 existed on January 1, 2006, or, if the district would have been
- 23 subject to Chapter 41, as that chapter existed on January 1, 2006,
- the amount to which the district would have been entitled under that

- 1 chapter, based on the funding elements in effect for the 2005-2006
- 2 school year, if the district imposed a maintenance and operations
- 3 tax at the rate adopted by the district for the 2005 tax year; or
- 4 (C) the amount of state and local revenue per
- 5 student in weighted average daily attendance for the maintenance
- 6 and operations of the district to which the district would have been
- 7 entitled for the 2006-2007 school year under this chapter, as it
- 8 existed on January 1, 2006, or, if the district would have been
- 9 subject to Chapter 41, as that chapter existed on January 1, 2006,
- 10 the amount to which the district would have been entitled under that
- 11 chapter, based on the funding elements in effect for the 2005-2006
- 12 school year, if the district imposed a maintenance and operations
- tax at the rate equal to the rate described by Section 26.08(i) or
- 14 (k)(1), Tax Code, as applicable, for the 2006 tax year;
- 15 (2) an amount equal to the product of \$2,500
- 16 multiplied by the number of classroom teachers, full-time
- 17 librarians, full-time counselors certified under Subchapter B,
- 18 Chapter 21, and full-time school nurses employed by the district
- and entitled to a minimum salary under Section 21.402; and
- 20 (3) an amount equal to the product of \$275 multiplied
- 21 by the number of students in average daily attendance in grades nine
- 22 through 12 in the district.
- 23 (b-2) The amount determined for a school district under
- 24 Subsection (b) is increased or reduced as follows:
- 25 (1) if for any school year the district is entitled to
- 26 <u>a greater allotment under Section 42.155 or greater additional</u>
- 27 state aid under Section 42.2515 than the allotment or additional

- 1 state aid to which the district was entitled under Section 42.155 or
- 2 42.2515, as applicable, for the school year on which the district's
- 3 <u>entitlement under Subsection (b) is</u> based, the district's
- 4 entitlement under Subsection (b) is increased by an amount equal to
- 5 the difference between the amount to which the district is entitled
- 6 under Section 42.155 or 42.2515, as applicable, for that school
- 7 year and the amount to which the district was entitled under the
- 8 applicable section, as applicable for:
- 9 (A) the 2005-2006 school year, if the amount
- 10 <u>determined</u> for the district under Subsection (b) is determined
- 11 under Subsection (b)(1)(A); or
- 12 (B) the 2006-2007 school year, if the amount
- 13 <u>determined for the district under Subsection (b) is determined</u>
- under Subsection (b)(1)(B) or (C); and
- 15 (2) if for any school year the district is not entitled
- to an allotment under Section 42.155 or additional state aid under
- 17 Section 42.2515 or is entitled to a lesser allotment or less
- 18 additional state aid under the applicable section than the
- 19 allotment or additional state aid to which the district was
- 20 entitled under the applicable section for the school year on which
- 21 the district's entitlement under Subsection (b) is based, the
- district's entitlement under Subsection (b) is reduced by an amount
- 23 equal to the difference between the amount to which the district was
- 24 entitled under Section 42.155 or 42.2515, as applicable, for the
- 25 2005-2006 or 2006-2007 school year, as appropriate based on whether
- the district's entitlement under Subsection (b) is determined under
- 27 Subsection (b)(1)(A), (B), or (C), and the amount to which the

- 1 district is entitled under the applicable section for the current
- 2 school year.
- 3 SECTION 2. Subsections (a) and (c), Section 42.253,
- 4 Education Code, are amended to read as follows:
- 5 (a) For each school year the commissioner shall determine:
- 6 (1) the amount of money to which a school district is
- 7 entitled under Subchapters B and C;
- 8 (2) the amount of money to which a school district is
- 9 <u>entitled under Sections 42.2516(b)(2) and (3);</u>
- 10 $\underline{(3)}$ the amount of money to which a school district is
- 11 entitled under Subchapter F;
- (4) $\left[\frac{(3)}{(3)}\right]$ the amount of money allocated to the
- district from the available school fund;
- 14 (5) $[\frac{(4)}{(4)}]$ the amount of each district's tier one local
- 15 share under Section 42.252; and
- (6) $[\frac{(5)}{(5)}]$ the amount of each district's tier two local
- 17 share under Section 42.302.
- 18 (c) Each school district is entitled to an amount equal to
- 19 the difference for that district between the sum of Subsections
- 20 (a)(1), [and] (a)(2), and (a)(3) and the sum of Subsections
- 21 $[\frac{(a)(3)_{7}}{(a)(4)}, [\frac{and}{(a)(5)}, \frac{and}{(a)(6)}]$.
- SECTION 3. Subsection (b), Section 42.259, Education Code,
- 23 is amended to read as follows:
- 24 (b) Payments from the foundation school fund to each
- 25 category 1 school district shall be made as follows:
- 26 (1) for amounts to which a district is entitled under
- 27 Section 42.2516(b)(2) or (3):

1 (A) 15 percent of the yearly entitlement of the 2 district shall be paid in an installment to be made on or before the 3 25th day of September of a fiscal year; (B) $[\frac{(2)}{(2)}]$ 80 percent of the yearly entitlement of 4 5 the district shall be paid in eight equal installments to be made on or before the 25th day of October, November, December, January, 6 March, May, June, and July; and 7 8 (C) $[\frac{(3)}{(3)}]$ five percent of the yearly entitlement of the district shall be paid in an installment to be made on or 9 10 before the 25th day of February; and (2) for all other amounts to which a district is 11 12 entitled: (A) 14 percent of the yearly entitlement of the 13 14 district shall be paid in an installment to be made on or before the 15 25th day of September of a fiscal year; (B) 45 percent of the yearly entitlement of the 16 17 district shall be paid in five equal installments to be made on or before the 25th day of October, November, December, June, and July; 18 19 (C) 33 percent of the yearly entitlement of the district shall be paid in three equal installments to be made on or 20 21 before the 25th day of January, March, and May; 22 (D) six percent of the yearly entitlement of the district shall be paid in an installment to be made on or before the 23

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district shall be paid in an installment to be made on or before the

(E) two percent of the yearly entitlement of the

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25th day of February; and

25th day of April.

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- SECTION 4. Subsections (c), (d), and (f), Section 42.259,
- 2 Education Code, as effective until August 1, 2009, are amended to
- 3 read as follows:
- 4 (c) Payments from the foundation school fund to each
- 5 category 2 school district shall be made as follows:
- 6 (1) for amounts to which a district is entitled under
- 7 <u>Section 42.2516(b)(2) or (3):</u>
- 8 $\underline{\text{(A)}}$ 22 percent of the yearly entitlement of the
- 9 district shall be paid in an installment to be made on or before the
- 10 25th day of September of a fiscal year;
- (B) $\left[\frac{(2)}{2}\right]$ 18 percent of the yearly entitlement of
- 12 the district shall be paid in an installment to be made on or before
- 13 the 25th day of October;
- (C) $[\frac{(3)}{(3)}]$ 9.5 percent of the yearly entitlement
- of the district shall be paid in an installment to be made on or
- 16 before the 25th day of November;
- 17 (D) $[\frac{4}{1}]$ 7.5 percent of the yearly entitlement
- 18 of the district shall be paid in an installment to be made on or
- 19 before the 25th day of April;
- (E) $[\frac{(5)}{}]$ five percent of the yearly entitlement
- 21 of the district shall be paid in an installment to be made on or
- 22 before the 25th day of May;
- (F) [(6)] 10 percent of the yearly entitlement of
- the district shall be paid in an installment to be made on or before
- 25 the 25th day of June;
- (G) $[\frac{(7)}{13}]$ 13 percent of the yearly entitlement of
- 27 the district shall be paid in an installment to be made on or before

- 1 the 25th day of July; and 2 (H) $[\frac{(8)}{(8)}]$ 15 percent of the yearly entitlement of the district shall be paid in an installment to be made after the 3 fifth day of September and not later than the 10th day of September 4 5 of the calendar year following the calendar year of the payment made 6 under Paragraph (A); and 7 (2) for all other amounts to which a district is 8 entitled:
- 9 (A) 15 percent of the yearly entitlement of the
 10 district shall be paid in an installment to be made on or before the
 11 25th day of September of a fiscal year;
- (B) 13 percent of the yearly entitlement of the
 district shall be paid in an installment to be made on or before the
 25th day of October;
- (C) 14 percent of the yearly entitlement of the district shall be paid in two equal installments to be made on or before the 25th day of November and June;
- (D) 18 percent of the yearly entitlement of the
 district shall be paid in three equal installments to be made on or
 before the 25th day of January, February, and March;
- (E) 11 percent of the yearly entitlement of the district shall be paid in an installment to be made on or before the 23 25th day of April;
- (F) 10 percent of the yearly entitlement of the district shall be paid in an installment to be made on or before the 25 25th day of May;
- 27 (G) nine percent of the yearly entitlement of the

- 1 district shall be paid in an installment to be made on or before the
- 2 25th day of July; and
- 3 (H) 10 percent of the yearly entitlement of the
- 4 district shall be paid in an installment to be made after the fifth
- 5 day of September and not later than the 10th day of September of the
- 6 calendar year following the calendar year of the payment made under
- 7 Paragraph (A) [Subdivision (1)].
- 8 (d) Payments from the foundation school fund to each
- 9 category 3 school district shall be made as follows:
- 10 (1) for amounts to which a district is entitled under
- 11 Section 42.2516(b)(2) or (3):
- 12 (A) 45 percent of the yearly entitlement of the
- 13 district shall be paid in an installment to be made on or before the
- 14 25th day of September of a fiscal year;
- 15 $\underline{\text{(B)}}$ [$\frac{\text{(2)}}{\text{)}}$] 35 percent of the yearly entitlement of
- 16 the district shall be paid in an installment to be made on or before
- 17 the 25th day of October; and
- (C) $\left[\frac{(3)}{(3)}\right]$ 20 percent of the yearly entitlement of
- 19 the district shall be paid in an installment to be made after the
- 20 fifth day of September and not later than the 10th day of September
- 21 of the calendar year following the calendar year of the payment made
- 22 under Paragraph (A); and
- 23 (2) for all other amounts to which a district is
- 24 entitled:
- 25 (A) seven percent of the yearly entitlement of
- the district shall be paid in an installment to be made on or before
- 27 the 25th day of September of a fiscal year;

- 1 (B) six percent of the yearly entitlement of the
- 2 district shall be paid in an installment to be made on or before the
- 3 <u>25th day of October;</u>
- 4 (C) 85 percent of the yearly entitlement of the
- 5 district shall be paid in five equal installments to be made on or
- 6 before the 25th day of January, February, March, April, and May; and
- 7 (D) two percent of the yearly entitlement of the
- 8 district shall be paid in an installment to be made after the fifth
- 9 day of September and not later than the 10th day of September of the
- 10 calendar year following the calendar year of the payment made under
- 11 Paragraph (A) [Subdivision (1)].
- (f) Except as provided by Subsection (c)(1)(H) or (2)(H) or
- (d)(1)(C) or (2)(D) $[\frac{(c)(8)}{or}, \frac{(d)(3)}{(d)}]$, any previously unpaid
- 14 additional funds from prior years owed to a district shall be paid
- 15 to the district together with the September payment of the current
- 16 year entitlement.
- SECTION 5. Subsections (c) and (d), Section 42.259,
- 18 Education Code, as effective August 1, 2009, are amended to read as
- 19 follows:
- 20 (c) Payments from the foundation school fund to each
- 21 category 2 school district shall be made as follows:
- 22 (1) <u>for amounts to which a district is entitled under</u>
- 23 Section <u>42.2516(b)(2) or (3):</u>
- 24 (A) 22 percent of the yearly entitlement of the
- 25 district shall be paid in an installment to be made on or before the
- 26 25th day of September of a fiscal year;
- (B) $\left[\frac{(2)}{(2)}\right]$ 18 percent of the yearly entitlement of

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- 1 the district shall be paid in an installment to be made on or before
- 2 the 25th day of October;
- 3 (C) $\left[\frac{(3)}{3}\right]$ 9.5 percent of the yearly entitlement
- 4 of the district shall be paid in an installment to be made on or
- 5 before the 25th day of November;
- 6 $\underline{\text{(D)}}$ [$\frac{\text{(4)}}{\text{)}}$] 7.5 percent of the yearly entitlement
- 7 of the district shall be paid in an installment to be made on or
- 8 before the 25th day of April;
- 9 (E) $\left[\frac{(5)}{(5)}\right]$ five percent of the yearly entitlement
- 10 of the district shall be paid in an installment to be made on or
- 11 before the 25th day of May;
- (F) $\left[\frac{(6)}{(6)}\right]$ 10 percent of the yearly entitlement of
- 13 the district shall be paid in an installment to be made on or before
- 14 the 25th day of June;
- 15 $\underline{(G)}$ [$\frac{(7)}{}$] 13 percent of the yearly entitlement of
- 16 the district shall be paid in an installment to be made on or before
- 17 the 25th day of July; and
- 18 $\underline{\text{(H)}}$ [\frac{\text{(B)}}{\text{}}] 15 percent of the yearly entitlement of
- 19 the district shall be paid in an installment to be made on or before
- 20 the 25th day of August; and
- 21 (2) for all other amounts to which a district is
- 22 entitled:
- 23 (A) 15 percent of the yearly entitlement of the
- 24 district shall be paid in an installment to be made on or before the
- 25 25th day of September of a fiscal year;
- 26 (B) 13 percent of the yearly entitlement of the
- 27 district shall be paid in an installment to be made on or before the

- 1 25th day of October;
- 2 (C) 14 percent of the yearly entitlement of the
- 3 district shall be paid in two equal installments to be made on or
- 4 before the 25th day of November and June;
- 5 (D) 18 percent of the yearly entitlement of the
- 6 district shall be paid in three equal installments to be made on or
- 5 before the 25th day of January, February, and March;
- 8 <u>(E) 11 percent of the yearly entitlement of the</u>
- 9 district shall be paid in an installment to be made on or before the
- 10 25th day of April;
- 11 (F) 20 percent of the yearly entitlement of the
- 12 district shall be paid in two equal installments to be made on or
- 13 before the 25th day of May and August; and
- 14 (G) nine percent of the yearly entitlement of the
- district shall be paid in an installment to be made on or before the
- 16 25th day of July.
- 17 (d) Payments from the foundation school fund to each
- 18 category 3 school district shall be made as follows:
- 19 (1) for amounts to which a district is entitled under
- 20 Section 42.2516(b)(2) or (3):
- 21 (A) 45 percent of the yearly entitlement of the
- 22 district shall be paid in an installment to be made on or before the
- 23 25th day of September of a fiscal year;
- (B) $\left[\frac{(2)}{2}\right]$ 35 percent of the yearly entitlement of
- 25 the district shall be paid in an installment to be made on or before
- 26 the 25th day of October; and
- (C) $[\frac{(3)}{(3)}]$ 20 percent of the yearly entitlement of

- 1 the district shall be paid in an installment to be made on or before
- 2 the 25th day of August; and
- 3 (2) for all other amounts to which a district is
- 4 entitled:
- 5 (A) seven percent of the yearly entitlement of
- 6 the district shall be paid in an installment to be made on or before
- 7 the 25th day of September of a fiscal year;
- 8 (B) six percent of the yearly entitlement of the
- 9 district shall be paid in an installment to be made on or before the
- 10 25th day of October;
- 11 (C) 85 percent of the yearly entitlement of the
- 12 district shall be paid in five equal installments to be made on or
- 13 before the 25th day of January, February, March, April, and May; and
- 14 (D) two percent of the yearly entitlement of the
- district shall be paid in an installment to be made on or before the
- 16 25th day of August.
- 17 SECTION 6. Subchapter E, Chapter 42, Education Code, is
- amended by adding Section 42.2591 to read as follows:
- 19 Sec. 42.2591. MODIFICATION OF PAYMENT SCHEDULE. (a) For
- the fiscal year ending August 31, 2008, or August 31, 2009, a school
- 21 district may apply to the commissioner for a modification of the
- payment schedule provided by Section 42.259, as amended by S.B. No.
- 23 1848, Acts of the 80th Legislature, Regular Session, 2007, if
- 24 application of that payment schedule would cause the district
- 25 financial hardship as a result of the effect of the schedule on the
- 26 district's cash flow.
- 27 (b) A modification granted under this section expires at the

- 1 end of the fiscal year for which the modification is granted. A
- 2 school district may seek a modification for each fiscal year.
- 3 (c) A modification granted under this section may affect
- 4 only the timing of payments made under the schedule provided by
- 5 Section 42.259, and may not result in a net change to the total
- 6 amount of funds a school district receives during the fiscal year
- 7 for which the modification is granted.
- 8 (d) The commissioner shall adopt rules necessary to
- 9 implement this section.
- 10 (e) A decision of the commissioner under this section is
- 11 final and may not be appealed.
- 12 (f) This section expires September 1, 2009.
- SECTION 7. Subdivision (1), Subsection (k), Section 57.48,
- 14 Education Code, is amended to read as follows:
- 15 (1) "Compensation" means base salary or wages,
- 16 longevity pay, hazardous duty pay, benefit replacement pay, a
- 17 <u>retirement annuity</u>, or an emolument provided in lieu of base salary
- 18 or wages.
- 19 SECTION 8. Subsection (c), Section 73.003, Government Code,
- 20 is amended to read as follows:
- 21 (c) If a case is transferred to a court that regularly sits
- 22 not more than 35 miles from the place the court from which the case
- 23 was transferred regularly sits, the court, at the discretion of its
- 24 chief justice and after notice to the parties or their counsel, may
- 25 hear oral arguments at the place it regularly sits. For purposes of
- 26 this subsection, the place where a court of appeals regularly sits
- 27 is that specified in Subchapter C, Chapter 22, and the mileage

- 1 between the places is that determined [by the comptroller] under
- 2 Chapter 660.
- 3 SECTION 9. Subdivision (1), Subsection (1), Section
- 4 403.055, Government Code, is amended to read as follows:
- 5 (1) "Compensation" means base salary or wages,
- 6 longevity pay, hazardous duty pay, benefit replacement pay, a
- 7 <u>retirement annuity</u>, or an emolument provided in lieu of base salary
- 8 or wages.
- 9 SECTION 10. Subsection (d), Section 403.0551, Government
- 10 Code, is amended to read as follows:
- 11 (d) This section does not authorize the comptroller to
- 12 deduct the amount of a state employee's indebtedness to a state
- 13 agency from any amount of compensation owed by the agency to the
- employee, the employee's successor, or the assignee of the employee
- or successor. In this subsection:
- 16 (1) (τ) "compensation[τ]" has the meaning assigned by
- 17 Section 403.055; and
- 18 (2) "indebtedness," "state agency," "state employee,"
- and "successor" have the meanings assigned by Section 666.001.
- SECTION 11. Section 404.024, Government Code, is amended by
- amending Subsections (b) and (l) and adding Subsections (m) and (n)
- 22 to read as follows:
- 23 (b) State funds not deposited in state depositories shall be
- 24 invested by the comptroller in:
- 25 (1) direct security repurchase agreements;
- 26 (2) reverse security repurchase agreements;
- 27 (3) direct obligations of or obligations the principal

- and interest of which are guaranteed by the United States;

 (4) direct obligations of or obligations guaranteed by

 agencies or instrumentalities of the United States government;
- 4 (5) bankers' acceptances that:
- 5 (A) are eligible for purchase by the Federal 6 Reserve System;
- 7 (B) do not exceed 270 days to maturity; and
- are issued by a bank $\underline{\text{whose other comparable}}$ 8 short-term obligations are rated in [that has received] the highest 9 short-term [credit] rating category, within which there may be 10 subcategories or gradations indicating relative standing, 11 12 including such subcategories or gradations as "rating category" or "rated," nationally recognized statistical rating 13 bу 14 organization, as defined by Rule 2a-7 (17 C.F.R. Section 270.2a-7), 15 promulgated under the Investment Company Act of 1940 (15 U.S.C.

Section 80a-1 et seq.) by the Securities and Exchange Commission

17 [investment rating firm];

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- 18 (6) commercial paper that:
- 19 (A) does not exceed 270 days to maturity; and
- (B) except as provided by Subsection (i), <u>is</u>

 issued by an entity whose other comparable short-term obligations

 are rated in [has received] the highest short-term [credit] rating

 category by a nationally recognized statistical rating
- 24 <u>organization</u> [investment rating firm];
- (7) contracts written by the treasury in which the treasury grants the purchaser the right to purchase securities in the treasury's marketable securities portfolio at a specified price

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- 1 over a specified period and for which the treasury is paid a fee and
- 2 specifically prohibits naked-option or uncovered option trading;
- 3 (8) direct obligations of or obligations guaranteed by
- 4 the Inter-American Development Bank, the International Bank for
- 5 Reconstruction and Development (the World Bank), the African
- 6 Development Bank, the Asian Development Bank, and the International
- 7 Finance Corporation that have received the highest long-term
- 8 [credit] rating categories for debt obligations by a nationally
- 9 recognized statistical rating organization [investment rating
- 10 firm];
- 11 (9) bonds issued, assumed, or guaranteed by the State
- 12 of Israel;
- 13 (10) obligations of a state or an agency, county,
- 14 city, or other political subdivision of a state;
- 15 (11) mutual funds secured by obligations that are
- 16 described by Subdivisions (1) through (6) or by obligations
- 17 consistent with Rule 2a-7 (17 C.F.R. Section 270.2a-7), promulgated
- 18 by the Securities and Exchange Commission, including pooled funds:
- 19 (A) established by the Texas Treasury
- 20 Safekeeping Trust Company;
- 21 (B) operated like a mutual fund; and
- (C) with portfolios consisting only of
- 23 dollar-denominated securities; [and]
- 24 (12) foreign currency for the sole purpose of
- 25 facilitating investment by state agencies that have the authority
- 26 to invest in foreign securities;
- 27 (13) asset-backed securities, as defined by the

- 1 Securities and Exchange Commission in Rule 2a-7 (17 C.F.R. Section
- 2 270.2a-7), that are rated at least A or its equivalent by a
- 3 nationally recognized statistical rating organization and that
- 4 have a weighted-average maturity of five years or less; and
- 5 (14) corporate debt obligations that are rated at
- 6 least A or its equivalent by a nationally recognized statistical
- 7 rating organization and mature in five years or less from the date
- 8 on which the obligations were "acquired," as defined by the
- 9 Securities and Exchange Commission in Rule 2a-7 (17 C.F.R. Section
- 10 270.2a-7.
- 11 (1) The comptroller may lend securities under procedures
- 12 established by the comptroller. The procedures must be consistent
- 13 with industry practice and must include a requirement to fully
- 14 secure the loan with cash, obligations <u>described</u> by <u>Subsections</u>
- 15 $\underline{\text{(b)}(1)-(6)}$, or a combination of cash and $\underline{\text{the described}}$ obligations.
- 16 Notwithstanding any law to the contrary, cash may be reinvested in
- 17 the items permitted under Subsection (b) or mutual funds, as
- defined by the Securities and Exchange Commission in Rule 2a-7 (17
- 19 <u>C.F.R. Section 270.2a-</u>7) [In this subsection, "obligation" means an
- 20 item described by Subsections (b)(1)-(6)].
- 21 (m) In entering into a direct security repurchase agreement
- or a reverse security repurchase agreement, the comptroller may
- 23 agree to accept cash on an overnight basis in lieu of the
- 24 securities, obligations, or participation certificates identified
- 25 <u>in Section 404.001(3).</u> Cash held by the state under this subsection
- 26 is not a deposit of state or public funds for purposes of any
- 27 statute, including this subchapter or Subchapter D, that requires a

- 1 deposit of state or public funds to be collateralized by eligible
- 2 securities.
- 3 (n) Notwithstanding any other law to the contrary, any
- 4 government investment pool created to function as a money market
- 5 mutual fund and managed by the comptroller or the Texas Treasury
- 6 Safekeeping Trust Company may invest the funds it receives in
- 7 investments that are "eligible securities," as defined by the
- 8 Securities and Exchange Commission in Rule 2a-7 (17 C.F.R. Section
- 9 270.2a-7), if it maintains a dollar-weighted average portfolio
- 10 maturity of 90 days or less, with the maturity of each portfolio
- 11 security calculated in accordance with Rule 2a-7 (17 C.F.R. Section
- 12 270.2a-7), and meets the diversification requirements of Rule 2a-7.
- SECTION 12. Subchapter A, Chapter 442, Government Code, is
- 14 amended by adding Sections 442.0051, 442.0052, and 442.0053 to read
- 15 as follows:
- Sec. 442.0051. FEES. The commission by rule may establish
- 17 reasonable fees for commission purposes under this chapter,
- 18 <u>including an admission fee appropriate to a historic site under its</u>
- 19 jurisdiction.
- Sec. 442.0052. VOLUNTEER SERVICES. (a) Except as provided
- 21 by Subsection (b), the commission may use the services of
- volunteers to help carry out the duties and responsibilities of the
- 23 <u>commission</u>.
- (b) A volunteer may not enforce this code.
- 25 Sec. 442.0053. ELIGIBILITY CRITERIA FOR INCLUSION OF REAL
- PROPERTY IN STATE HISTORIC SITES SYSTEM. (a) The commission by
- 27 rule shall adopt criteria for determining the eligibility of real

- 1 property donated to the commission for inclusion in the historic
- 2 <u>sites system.</u>
- 3 (b) The commission may accept a donation of real property
- 4 that satisfies the criteria adopted under Subsection (a).
- 5 (c) The commission may renovate or restore donated real
- 6 property, including improvements to the property, or construct
- 7 improvements on the donated real property as necessary and prudent.
- 8 SECTION 13. Section 442.015, Government Code, is amended by
- 9 amending Subsections (a), (b), and (f) and adding Subsections (h)
- 10 through (1) to read as follows:
- 11 (a) Notwithstanding Sections 403.094 and 403.095, the Texas
- 12 preservation trust fund account is a separate account in the
- 13 general revenue fund. The account consists of transfers made to the
- 14 account, loan repayments, grants and donations made for the
- 15 purposes of this program, proceeds of sales, <u>earnings</u> [income
- 16 earned] on [money in] the account, and any other money received
- 17 under this section. Distributions from [Money in] the account may
- 18 be used only for the purposes of this section and may not be used to
- 19 pay operating expenses of the commission. Money allocated to the
- 20 commission's historic preservation grant program shall be
- 21 deposited to the credit of the account. <u>Earnings</u> [Income earned] on
- 22 [money in] the account shall be deposited to the credit of the
- 23 account.
- 24 (b) The commission may use <u>distributions from</u> [money in] the
- 25 Texas preservation trust fund account to provide financial
- 26 assistance to public or private entities for the acquisition,
- 27 survey, restoration, or preservation, or for planning and

educational activities leading to the preservation, of historic 1 property in the state that is listed in the National Register of 2 Historic Places or designated as a State Archeological Landmark or 3 4 Recorded Texas Historic Landmark, or that the commission determines 5 is eligible for such listing or designation. The financial assistance may be in the amount and form and according to the terms 6 7 that the commission by rule determines. The commission shall give 8 priority to property the commission determines to be endangered by 9 demolition, neglect, underuse, looting, vandalism, or other threat to the property. Gifts and grants [Money] deposited to the credit 10 of the account specifically for any eligible projects may be used 11 only for the type of projects specified. If such a specification is 12 not made, the gift or grant [money] shall be unencumbered and accrue 13 14 to the benefit of the Texas preservation trust fund account. 15 such a specification is made, the entire amount of the gift or grant may be used during any period for the project or type of project 16 17 specified.

18 (f) The advisory board shall recommend to the commission 19 rules for administering <u>Subsections (a)-(e)</u> [this section].

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(h) The comptroller shall manage the assets of the account.

In managing the assets of the account, the comptroller may acquire, exchange, sell, supervise, manage, or retain, through procedures and subject to restrictions the comptroller considers appropriate, any kind of investment that a prudent investor, exercising reasonable care, skill, and caution, would acquire or retain in light of the purposes, terms, distribution requirements, and other circumstances of the account then prevailing, taking into

- 1 consideration the investment of all the assets of the account
- 2 rather than a single investment.
- 3 (i) The amount of a distribution shall be determined by the
- 4 comptroller in a manner intended to provide a stable and
- 5 predictable stream of annual distributions and to maintain over
- 6 time the purchasing power of account investments and annual
- 7 distributions from the account. If the purchasing power of account
- 8 investments for any 10-year period is not preserved, the
- 9 comptroller may not increase annual distributions from the account
- 10 until the purchasing power of account investments is restored.
- 11 (j) An annual distribution made by the comptroller from the
- 12 account during a fiscal year may not exceed an amount equal to seven
- 13 percent of the average net fair market value of the investment
- 14 assets of the account as determined by the comptroller.
- 15 (k) The expenses of managing account investments shall be
- 16 paid from the account.
- 17 (1) On request, the comptroller shall fully disclose all
- details concerning the investments of the account.
- 19 SECTION 14. Chapter 442, Government Code, is amended by
- 20 adding Subchapter C to read as follows:
- 21 <u>SUBCHAPTER C. CERTAIN HISTORIC SITES</u>
- Sec. 442.071. DEFINITION. In this subchapter, "historic
- 23 site" means a site or park listed under Section 442.072.
- Sec. 442.072. JURISDICTION. (a) The following historic
- 25 sites and parks formerly under the jurisdiction of the Parks and
- 26 Wildlife Department are under the commission's jurisdiction:
- 27 (1) Acton State Historic Site;

1	(2) Caddoan Mounds State Historic Site;
2	(3) Casa Navarro State Historic Site;
3	(4) Confederate Reunion Grounds State Historic Site;
4	(5) Eisenhower Birthplace State Historic Site;
5	(6) Fannin Battleground State Historic Site;
6	(7) Fort Griffin State Historic Site;
7	(8) Fort Lancaster State Historic Site;
8	(9) Fort McKavett State Historic Site;
9	(10) Fulton Mansion State Historic Site;
10	(11) Landmark Inn State Historic Site;
11	(12) Levi Jordan State Historic Site;
12	(13) Magoffin Home State Historic Site;
13	(14) Sabine Pass Battleground State Historic Site;
14	(15) Sam Bell Maxey House State Historic Site;
15	(16) San Felipe State Historic Site;
16	(17) Starr Family Home State Historic Site;
17	(18) Varner-Hogg Plantation State Historic Site.
18	(b) This subsection applies to a historic site that the
19	state is required to operate in a particular manner or for a
20	particular purpose, such as a site improved with federal money
21	subject to federal restrictions on the purposes for which the
22	improved site may be used or a site donated to the state subject to a
23	reversion clause providing that the title reverts to the grantor
24	when the site is not used for the purposes for which it was
25	acquired. The commission has all powers necessary to operate the
26	site in the required manner or for the required purpose.
27	(c) The commission may enter into an agreement with a

- 1 nonprofit corporation, foundation, association, or other nonprofit
- 2 entity for the expansion, renovation, management, operation, or
- 3 financial support of a historic site.
- 4 Sec. 442.073. HISTORIC SITE ACCOUNT. (a) The historic site
- 5 account is a separate account in the general revenue fund.
- 6 (b) The account consists of:
- 7 (1) credits made to the commission under Section
- 8 151.801, Tax Code;
- 9 (2) transfers to the account;
- 10 (3) interest earned on the account;
- 11 (4) fees and other revenue from operation of a
- 12 historic site; and
- 13 (5) grants and donations accepted under Section
- 14 442.074.
- 15 <u>(c) A fee or other revenue generated at a historic site must</u>
- 16 <u>be credited to the account.</u>
- 17 (d) Money in the account may be used only to administer,
- operate, preserve, repair, expand, or otherwise maintain a historic
- 19 site or to acquire a historical item appropriate to a historic site.
- (e) Any money in the account not used in a fiscal year
- 21 remains in the account. The account is exempt from the application
- 22 of Section 403.095.
- Sec. 442.074. GRANTS; DONATIONS. (a) The commission may
- 24 seek and accept grants and donations for a historic site from any
- 25 appropriate source.
- 26 (b) Money accepted under this section shall be deposited to
- 27 the credit of the historic site account.

- 1 SECTION 15. Section 442.019, Government Code, as added by
- 2 Chapter 1259, Acts of the 79th Legislature, Regular Session, 2005,
- 3 is transferred to Subchapter C, Chapter 442, Government Code, as
- 4 added by this Act, renumbered as Section 442.075, Government Code,
- 5 and amended to read as follows:
- 6 Sec. <u>442.075</u> [<u>442.019</u>]. TRANSFER OF <u>HISTORIC</u> [<u>HISTORICAL</u>]
- 7 SITES FROM PARKS AND WILDLIFE. (a) Section 442.071 does not apply
- 8 to this section.
- 9 (b) By interagency agreement, a historic [historical] site
- 10 under the jurisdiction of the Parks and Wildlife Department may be
- 11 transferred to the commission.
- (c) [(b)] If jurisdiction over a historic [historical] site
- 13 is transferred under this section, all rights, powers, duties,
- 14 obligations, functions, activities, property, and programs of the
- 15 Parks and Wildlife Department relating to the [historical] site are
- 16 transferred to the commission.
- 17 $\underline{\text{(d)}}$ [$\frac{\text{(c)}}{\text{)}}$] On or after the transfer of jurisdiction over a
- 18 historic [historical] site, the commission may enter into an
- 19 agreement with a nonprofit corporation, including the Admiral
- 20 Nimitz Foundation, for the expansion, renovation, management,
- 21 operation, or financial support of the site.
- (e) The legislature may adjust the percentages allocated to
- 23 the commission and the Parks and Wildlife Department under Section
- 24 151.801(c), Tax Code, in future appropriations to reflect the
- 25 transfer of a site under this section and the associated savings or
- costs to each agency.
- 27 SECTION 16. (a) It is the intent of the legislature that

- 1 the Health and Human Services Commission use digital or electronic
- 2 technology, to the greatest extent feasible, to reduce paper
- 3 transactions, streamline processes, and promote provider
- 4 participation and client access to services, including the
- 5 submission of applications, the determination of eligibility, and
- 6 requests for recertification, redetermination, and appeals.
- 7 (b) Section 531.0055, Government Code, is amended by adding
- 8 Subsection (m) to read as follows:
- 9 (m) The executive commissioner shall establish standards
- 10 for the use of electronic signatures in accordance with the Uniform
- 11 Electronic Transactions Act (Chapter 43, Business & Commerce Code),
- 12 with respect to any transaction, as defined by Section 43.002,
- Business & Commerce Code, in connection with the administration of
- 14 health and human services programs.
- 15 SECTION 17. Subsection (c), Section 533.012, Government
- 16 Code, is amended to read as follows:
- 17 (c) The commission's office of investigations and
- 18 enforcement shall review the information submitted under this
- 19 section as appropriate in the investigation of fraud in the
- 20 Medicaid managed care program. [The comptroller may review the
- 21 information in connection with the health care fraud study
- 22 conducted by the comptroller.
- 23 SECTION 18. Section 651.004, Government Code, is amended by
- 24 adding Subsection (f) to read as follows:
- 25 (f) The Parks and Wildlife Department is not required to
- 26 comply with management-to-staff ratio requirements of this section
- 27 with respect to employees located in field-based operations.

- 1 SECTION 19. Subchapter A, Chapter 659, Government Code, is
- 2 amended by adding Section 659.007 to read as follows:
- 3 Sec. 659.007. EARNINGS STATEMENTS. (a) In this section,
- 4 "state agency" has the meaning assigned by Section 403.013.
- 5 (b) A state agency may provide a written or electronic
- 6 earnings statement to an officer or employee of the agency.
- 7 <u>(c) The comptroller may adopt rules and establish</u>
- 8 procedures concerning the earnings statements provided by state
- 9 agencies that under Subchapter C, Chapter 2101, are required to use
- 10 <u>the uniform statewide payroll system.</u>
- 11 SECTION 20. Subsection (a), Section 660.024, Government
- 12 Code, is amended to read as follows:
- 13 (a) The chief administrator of a state agency must give
- 14 advance written approval for any travel related to official state
- business for which a reimbursement for travel expenses is claimed
- 16 or for which an advance for travel expenses to be incurred is
- 17 sought. The advance written approval may be communicated
- 18 electronically [A copy of the written approval shall be submitted
- 19 with the travel voucher to the comptroller in accordance with
- 20 Section 660.027].
- 21 SECTION 21. Subsections (b), (d), and (e), Section 660.027,
- 22 Government Code, are amended to read as follows:
- 23 (b) A voucher submitted under Subsection (a) is valid only
- 24 if:
- 25 (1) the state agency submitting the voucher approves
- 26 it in accordance with Chapter 2103 and, if required by law,
- 27 certifies the voucher; and

- 1 (2) the state employee who incurred the travel expense 2 or, if the employee is unavailable, another individual acceptable 3 to the comptroller approves the <u>description</u>, <u>information</u>, <u>and</u> 4 <u>documentation required by Subsection (d)</u> [voucher] in writing or 5 electronically, except that the employee's approval is not required 6 if another person is required by law to provide the approval.
- 7 (d) A voucher must be supported by:
- 8 (1) a description of [describe] the official state
 9 business performed; and
- 10 <u>(2)</u> [be accompanied by] the information and documentation that the comptroller considers necessary for the comptroller to determine compliance with this chapter, the travel provisions of the General Appropriations Act, and the rules adopted by the comptroller under this chapter.
- 15 (e) The comptroller may require a state agency to provide to

 16 the comptroller the description, information, and documentation

 17 required under [by] Subsection (d):
- 18 (1) on the form adopted by the comptroller under 19 Subsection (c);
- 20 (2) <u>electronically</u>;
- 21 <u>(3)</u> by submitting receipts <u>or other documents</u>; or
- 22 $\underline{(4)}$ [$\underline{(3)}$] by $\underline{\text{any}}$ [$\underline{\textbf{a}}$] combination of Subdivisions (1) $\underline{\textbf{r}}$
- 23 [and] (2), and (3).
- SECTION 22. Section 660.028, Government Code, is amended by
- amending Subsections (b), (c), and (d) and adding Subsection (e) to
- 26 read as follows:
- 27 (b) If the comptroller audits a state agency's voucher after

- 1 the comptroller issues a warrant or initiates an electronic funds
- 2 transfer in response to the voucher, the comptroller may require
- 3 the agency to maintain in its files the description, information,
- 4 <u>and documentation</u> [receipts] relating to the travel expense paid or
- 5 reimbursed by the voucher until the comptroller audits the voucher.
- 6 (c) If a state agency pays or reimburses a travel expense
- 7 without first submitting a voucher to the comptroller, the
- 8 comptroller may audit the payment or reimbursement for compliance
- 9 with this chapter and the travel provisions of the General
- 10 Appropriations Act. The comptroller may report the results of the
- 11 audit to the governor, the lieutenant governor, the speaker of the
- 12 house of representatives, the state auditor, and the Legislative
- 13 Budget Board. The state agency shall cooperate with the
- 14 comptroller and make available the description, information, and
- 15 <u>documentation</u> [receipts] required by the comptroller at the time
- and in the manner required by the comptroller.
- 17 (d) The comptroller may require a state agency to maintain
- 18 in its files the description, information, and documentation
- 19 [receipts] regarding a travel expense payment or reimbursement for
- 20 the period required by the comptroller.
- 21 (e) The comptroller may require or authorize the
- 22 description, information, and documentation relating to a travel
- 23 expense payment or reimbursement to be maintained in paper form or
- 24 electronically.
- SECTION 23. Subsections (c) and (d), Section 660.043,
- 26 Government Code, are amended to read as follows:
- 27 (c) <u>A state agency</u> [The comptroller] shall adopt or

- designate [periodically issue and update] a mileage guide, for use
 by agency employees and officers, [that includes a chart] showing
 the number of miles for the shortest route between points. A state
- 4 agency may produce the guide or may use a reliable commercially or
- 5 <u>publicly available service to produce the guide</u> [The guide also may
- 6 include a chart showing the number of miles for longer routes
- 7 between points. Farm-to-market and ranch-to-market roads shall be
- 8 considered when determining the routings between points in this
- 9 state. The guide may be electronic or printed, or both].
- 10 (d) If the number of miles between points is not shown in the
- 11 guide <u>adopted or designated under Subsection (c)</u>, the mileage
- incurred while traveling between those points is not reimbursable
- 13 unless:
- 14 (1) the voucher itemizes the mileage on a
- 15 point-to-point basis; and
- 16 (2) the mileage is reasonable.
- SECTION 24. Subsection (d), Section 551.022, Health and
- 18 Safety Code, is amended to read as follows:
- 19 (d) In accordance with board rules and departmental
- 20 operating procedures, the superintendent may:
- 21 (1) establish policy to govern the facility that the
- 22 superintendent considers will best promote the patients' and
- 23 clients' interest and welfare;
- 24 (2) appoint subordinate officers, teachers, and other
- employees and set their salaries, in the absence of other law; and
- 26 (3) remove an officer, teacher, or employee on an
- 27 at-will basis [for good cause].

- 1 SECTION 25. Section 430.003, Local Government Code, is
- 2 amended to read as follows:
- 3 Sec. 430.003. EXEMPTIONS OF CERTAIN [STATE] PROPERTY FROM
- 4 INFRASTRUCTURE FEES. No county, municipality, or utility district
- 5 may collect from a state agency or a public or private institution
- 6 of higher education any fee charged for the development or
- 7 maintenance of programs $\underline{\text{or}}$ [of] facilities for the control of
- 8 excess water or storm water.
- 9 SECTION 26. Subsection (a), Section 11.0262, Parks and
- 10 Wildlife Code, is amended to read as follows:
- 11 (a) An employee of the state parks division of the
- 12 department may accept a gratuity if:
- 13 (1) the employee, as a primary job duty, serves food or
- 14 beverages in a restaurant, cafeteria, or other food service
- 15 establishment located within a state park and owned and operated by
- 16 the department;
- 17 (2) the employee, as an auxiliary duty in performance
- 18 of a regular duty renders a special customer service to an
- 19 <u>individual or group;</u>
- 20 (3) the gratuity is offered by a customer:
- 21 <u>(A)</u> of the restaurant, cafeteria, [or other] food
- 22 service establishment, or hospitality unit of the state parks
- 23 <u>division</u> in appreciation of being served food or beverages by the
- employee; or
- 25 (B) of a hospitality unit of the state parks
- 26 division, in appreciation of receiving some other customer service
- 27 from the employee;

- 1 (4) (4) (4) the department has designated the employee
- 2 as an employee authorized to accept a gratuity; and
- 3 (5) $\left[\frac{(4)}{(4)}\right]$ the employee reports the gratuity in
- 4 accordance with commission rules.
- 5 SECTION 27. Subsection (b), Section 11.035, Parks and
- 6 Wildlife Code, is amended to read as follows:
- 7 (b) The department shall deposit to the credit of the state
- 8 parks account all revenue, less allowable costs, received from the
- 9 following sources:
- 10 (1) grants or operation of concessions in state parks
- 11 or fishing piers;
- 12 (2) publications on state parks, state historic sites,
- 13 or state scientific areas;
- 14 (3) fines or penalties received from violations of
- 15 regulations governing parks issued pursuant to Subchapter B,
- 16 Chapter 13[, of this code];
- 17 (4) fees and revenue collected under Section 11.027(b)
- or (c) [of this code] that are associated with state park lands;
- 19 (5) an amount of money equal to 74 [\$1,125,000 per
- 20 month and 40] percent of the [amount above \$27 million per year of]
- 21 credits made to the department under Section 151.801, Tax Code; and
- 22 (6) any other source provided by law.
- SECTION 28. Subsection (b), Section 11.043, Parks and
- 24 Wildlife Code, is amended to read as follows:
- 25 (b) The account consists of:
- 26 (1) the amount of credits made to the department under
- 27 Section 151.801, Tax Code, after allocations to:

1	(A) the state parks account;
2	(B) the large county and municipality recreation
3	and parks account; and
4	(C) the Texas recreation and parks account;
5	(2) [7] proceeds of revenue bonds issued under Section
6	13.0045; and
7	(3) money from $[7, or]$ any other source authorized by
8	law.
9	SECTION 29. Chapter 11, Parks and Wildlife Code, is amended
10	by adding Subchapter K to read as follows:
11	SUBCHAPTER K. MANAGEMENT AND EFFICIENCY REVIEWS
12	Sec. 11.251. MAINTENANCE EQUIPMENT REVIEW SYSTEM. (a) In
13	this section:
14	(1) "Maintenance equipment" means personal property
15	owned by the department that is used to administer, operate,
16	preserve, repair, expand, or otherwise maintain real property,
17	including improvements and fixtures, owned or operated by the
18	department.
19	(2) "Outdated equipment" means equipment:
20	(A) that has a fair market value that is less than
21	the annual cost of maintaining the equipment in working order;
22	(B) that is not operational and cannot reasonably
23	be made operational; or
24	(C) that no longer serves a department purpose.
25	(b) The commission by rule shall establish an equipment
26	review system through which the department annually determines
27	whether any of the department's maintenance equipment has become

- 1 outdated equipment since the last date the department conducted an
- 2 equipment review under this section.
- 3 <u>(c) The equipment review system established under</u>
- 4 Subsection (b) must require the department to sell any outdated
- 5 equipment in the manner and at the time specified by the commission
- 6 by rule.
- 7 (d) The department shall deposit proceeds from the sale of
- 8 equipment under this section to the credit of the appropriate parks
- 9 and wildlife account.
- 10 Sec. 11.252. MAINTENANCE PROVIDER REVIEW SYSTEM. (a) In
- 11 this section "maintenance" includes the administration, operation,
- 12 preservation, repair, and expansion of personal property owned by
- 13 the department and real property owned or operated by the
- 14 department.
- 15 (b) The commission by rule shall establish a maintenance
- 16 provider review system through which the department annually
- determines whether a maintenance task performed by the department
- 18 could be performed by a third-party contractor in a manner that:
- 19 (1) is more cost-effective than the department's
- 20 manner of performing the maintenance task; and
- 21 (2) yields a result that is equal to or greater than
- 22 the quality of the result produced by the department performing the
- 23 <u>task</u>.
- (c) The maintenance provider review system established
- 25 under Subsection (b) must require the department to contract with a
- 26 third party for the performance of any maintenance task performed
- 27 by the department that could be performed by a third-party

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- 1 contractor in the manner that meets the criteria described by
- 2 Subsection (b) after the department's cost of administering the
- 3 contract is added to the cost of performance by the third party.
- 4 Sec. 11.253. MANAGEMENT PLAN AND PRIORITIES LIST. Not
- 5 later than January 15 of each odd-numbered year the department
- 6 shall submit to the governor, the speaker of the house of
- 7 representatives, the lieutenant governor, and the chair of each
- 8 house and senate standing committee having jurisdiction over a
- 9 matter regulated by the department under this code a management
- 10 plan to address the department's maintenance responsibilities
- 11 under this subchapter and a priorities list that includes the
- 12 following information:
- 13 (1) a prioritized list of facilities operated by the
- 14 department that are most in need of repair, renovation, expansion,
- or other maintenance;
- 16 (2) an itemized list explaining any additional funding
- 17 requested by the department to accomplish a task described by
- 18 Subdivision (1); and
- 19 (3) the results of the reviews conducted under
- 20 Sections 11.251, 11.252, and 13.019(b).
- 21 SECTION 30. Subchapter A, Chapter 13, Parks and Wildlife
- 22 Code, is amended by adding Section 13.0044 to read as follows:
- Sec. 13.0044. PREFERENCE FOR CERTAIN PARK PROGRAMS. In
- 24 selecting parks for capital improvements, the department may give a
- 25 preference to programs in which the department matches locally
- 26 raised money on a dollar-for-dollar basis.
- SECTION 31. Subsection (a), Section 13.0061, Parks and

- 1 Wildlife Code, is amended to read as follows:
- 2 (a) The department may lease grazing rights on any state
- 3 park or any area of a state park. The department may harvest and
- 4 sell, or sell in place, any timber, hay, livestock, or other product
- 5 grown on state park land the department finds to be in excess of
- 6 natural resource management, educational, or interpretive
- 7 objectives [programming needs]. Timber may be harvested only for
- 8 forest pest management, salvage, or habitat restoration and under
- 9 good forestry practices with the advice of the Texas Forest
- 10 Service.
- 11 SECTION 32. Subchapter A, Chapter 13, Parks and Wildlife
- 12 Code, is amended by adding Section 13.0075 to read as follows:
- 13 Sec. 13.0075. ELIGIBILITY CRITERIA FOR INCLUSION OF REAL
- 14 PROPERTY IN STATE PARKS SYSTEM. (a) The commission by rule shall
- 15 adopt criteria for determining the eligibility of real property
- that is donated to the department for inclusion in the state parks
- 17 system.
- 18 (b) The department may accept a donation of real property
- 19 that satisfies the criteria adopted under Subsection (a).
- (c) The department may renovate or restore donated real
- 21 property, including improvements to the property, or construct
- improvements on the donated real property as necessary and prudent.
- SECTION 33. Subchapter A, Chapter 13, Parks and Wildlife
- 24 Code, is amended by adding Section 13.0145 to read as follows:
- 25 Sec. 13.0145. SPEED LIMITS. (a) The department shall set
- 26 and enforce speed limits on a road in a state park, wildlife
- 27 management area, or other site under the control of the department

C.S.S.B. No. 1848 1 as follows: 2 30 miles per hour on a park road or main drive; (1)(2) 20 miles per hour on a secondary road; or 3 (3) as posted by the department. 4 5 (b) The department shall: (1) consult with the Texas Department of 6 7 Transportation to determine if a speed limit under Subsection (a) 8 is reasonable and safe based on an engineering and traffic control 9 study; and (2) amend the limit, if necessary. 10 SECTION 34. Section 13.015, Parks and Wildlife Code, is 11 12 amended by adding Subsections (a-1), (b-1), (b-2), and (b-3) and amending Subsection (b) to read as follows: 13 14 (a-1) The department may promote visits and enhance revenue 15 at parks, including amounts necessary for salaries, advertising, consumable supplies and materials, promotional products, fees, and 16 17 related expenses. The department may operate or grant contracts to operate 18 19 concessions in state parks or on causeways, beach drives, or other improvements in connection with state park sites. The department 20

25 other capital outlays. 26 (b-1) The department may purchase products, including food 27 items, for resale or rental at a profit.

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concessions.

may make regulations governing the granting or operating of

concessions, including salaries, consumable supplies and

materials, operating expenses, rental and other equipment, and

The department may establish and operate staff

- 1 (b-2) The department shall operate any resale concession
- 2 program using standard business practice models to generate revenue
- 3 and provide quality customer service while adhering to conservation
- 4 principles.
- 5 (b-3) The department may recruit and select private service
- 6 providers to enter into leased concession contracts with the
- 7 <u>department to provide necessary and appropriate visitor services.</u>
- 8 SECTION 35. Section 13.016, Parks and Wildlife Code, is
- 9 amended to read as follows:
- 10 Sec. 13.016. \underline{INMATE} [PRISON] LABOR. (a) The department may
- 11 use the labor of <u>an inmate confined in a state, county, or local</u>
- 12 correctional facility [trusty state convicts] on or in connection
- 13 with state parks, wildlife management areas, or other property
- under the control or jurisdiction of the department.
- 15 (b) <u>Inmates</u> [Convicts] working in connection with lands
- 16 under the control or jurisdiction of the department remain under
- 17 the control of the Texas Department of Criminal Justice or county or
- 18 local correctional facility, as appropriate, and are considered as
- 19 serving their terms in the Texas Department of Criminal Justice or
- 20 other correctional facility [penitentiary].
- 21 (c) The department may purchase equipment, meals, supplies,
- 22 and materials for an inmate working at a department site as
- 23 necessary to facilitate the use of the labor described by this
- 24 section.
- 25 (d) The department may not use the labor of an inmate
- 26 convicted of an offense listed in Article 62.001(5), Code of
- 27 Criminal Procedure.

- 1 (e) The department may not use the labor of an inmate
- 2 convicted of any violent offense.
- 3 SECTION 36. Section 13.019, Parks and Wildlife Code, is
- 4 amended to read as follows:
- 5 Sec. 13.019. FACILITY RESERVATION SYSTEM AND FEE. (a) The
- 6 department may permit the advance reservation of a facility,
- 7 lodging, or campsite at a state park and require the payment of a
- 8 fee by a person making the reservation.
- 9 <u>(b) The department shall annually:</u>
- 10 <u>(1) evaluate whether the reservation system used by</u>
- 11 the department for the advance reservation of facilities, lodging,
- and campsites is as user-friendly as possible; and
- 13 (2) make modifications to the system as necessary to
- enhance the user-friendliness of the reservation system.
- SECTION 37. Subchapter A, Chapter 13, Parks and Wildlife
- 16 Code, is amended by adding Section 13.0191 to read as follows:
- 17 Sec. 13.0191. FACILITY AND LODGING FEES. A fee charged by
- 18 the department under this subchapter for the use of a facility or
- 19 lodging at a state park may vary on a seasonal basis and may be set
- 20 in an amount to recover the direct and indirect costs of providing
- 21 the facility or lodging and provide a reasonable rate of return to
- the department. Items to be considered in setting a fee include the
- 23 cost required to provide, maintain, and improve amenities available
- 24 at the site and seasonal variables such as the cost of staffing to
- 25 meet demand and costs of heating or air conditioning.
- 26 SECTION 38. Chapter 24, Parks and Wildlife Code, is amended
- 27 by designating Sections 24.001 through 24.013 as Subchapter A and

- 1 adding a heading for Subchapter A to read as follows:
- 2 SUBCHAPTER A. LOCAL PARKS FOR SMALLER COUNTIES AND MUNICIPALITIES
- 3 AND OTHER POLITICAL SUBDIVISIONS
- 4 SECTION 39. Section 24.001, Parks and Wildlife Code, is
- 5 amended to read as follows:
- 6 Sec. 24.001. DEFINITIONS. In this <u>subchapter</u> [chapter]:
- 7 (1) "Political subdivision" means a county,
- 8 municipality [city], special district, river authority, or other
- 9 governmental entity created under the authority of the state or a
- 10 county or municipality [city].
- 11 (2) "Urban area" means the area within a standard
- 12 metropolitan statistical area (SMSA) in this state used in the last
- 13 preceding federal census.
- 14 (3) "Park" includes land and water parks owned or
- operated by the state or a political subdivision.
- 16 (4) "Open space area" means a land or water area for
- 17 human use and enjoyment that is relatively free of man-made
- 18 structures.
- 19 (5) "Natural area" means a site having valuable or
- 20 vulnerable natural resources, ecological processes, or rare,
- 21 threatened, or endangered species of vegetation or wildlife.
- 22 (6) "Parks, recreational, and open space area plan"
- 23 means a comprehensive plan that includes information on and
- 24 analyses of parks, recreational, and open space area objectives,
- 25 needs, resources, environment, and uses, and that identifies the
- 26 amounts, locations, characteristics, and potentialities of areas
- 27 for adequate parks, recreational, and open space opportunities.

- 1 (7) "Federal rehabilitation and recovery grants"
- 2 means matching grants made by the United States to or for political
- 3 subdivisions for the purpose of rebuilding, remodeling, expanding,
- 4 or developing existing outdoor or indoor parks, recreational, or
- 5 open space areas and facilities, including improvements in park
- 6 landscapes, buildings, and support facilities.
- 7 (8) "Account" means the Texas recreation and parks
- 8 account.
- 9 (9) "Rural area" means any area not included in an
- 10 urban area.
- 11 (10) "Cultural resource site or area" means a site or
- 12 area determined by the commission to have valuable and vulnerable
- 13 cultural or historical resources.
- 14 (11) "Nonprofit corporation" means a nonpolitical
- 15 legal entity incorporated under the laws of this state that has been
- granted an exemption from federal income tax under Section 501(c),
- 17 Internal Revenue Code of 1986, as amended.
- 18 (12) "Underserved population" means any group of
- 19 people that is low income, inner city, or rural as determined by the
- 20 last census, or minority, physically or mentally challenged youth
- 21 at risk, youth, or female.
- SECTION 40. Section 24.002, Parks and Wildlife Code, is
- 23 amended to read as follows:
- Sec. 24.002. TEXAS RECREATION AND PARKS ACCOUNT. The Texas
- 25 recreation and parks account is a separate account in the general
- 26 revenue fund. Money in the account may be used only as provided by
- 27 this subchapter for grants to:

- 1 (1) a county or municipality with a population of less
- 2 than 500,000; or
- 3 (2) any other political subdivision that is not a
- 4 county or municipality.
- 5 SECTION 41. Section 24.003, Parks and Wildlife Code, is
- 6 amended to read as follows:
- 7 Sec. 24.003. ACCOUNT REVENUE SOURCE; REVENUE DEDICATION.
- 8 The department shall deposit to the credit of the Texas recreation
- 9 and parks account:
- 10 (1) an amount of money equal to 15 [\$1,125,000 per
- 11 month and 40] percent of the [amount above \$27 million per year of]
- 12 credits made to the department under Section 151.801, Tax Code; and
- 13 [or]
- 14 (2) money from any other source authorized by law.
- 15 SECTION 42. Subsection (e), Section 24.005, Parks and
- 16 Wildlife Code, is amended to read as follows:
- (e) The department may provide from the account for direct
- administrative costs of the programs described by this subchapter
- 19 [chapter].
- SECTION 43. Subsection (a), Section 24.008, Parks and
- 21 Wildlife Code, is amended to read as follows:
- 22 (a) No property may be acquired with grant money made under
- 23 this subchapter [chapter] or by the department under this
- 24 subchapter [chapter] if the purchase price exceeds the fair market
- value of the property as determined by one independent appraiser.
- SECTION 44. Section 24.009, Parks and Wildlife Code, is
- 27 amended to read as follows:

Sec. 24.009. PAYMENTS, RECORDS, AND ACCOUNTING. (a) On the approval of a grant under this <u>subchapter</u> [chapter] and on the written request by the director, the comptroller of public accounts shall issue a warrant drawn against the Texas recreation and parks account and payable to the political subdivision or nonprofit corporation in the amount specified by the director.

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- 7 Each recipient of assistance under this subchapter 8 [chapter] shall keep records as required by the department, 9 including records which fully disclose the amount and the disposition of the proceeds by the recipient, the total cost of the 10 acquisition, a copy of the title and deed for the property acquired, 11 the amount and nature of that portion of the cost of the acquisition 12 supplied by other funds, and other records that facilitate 13 The director and the comptroller, or their 14 effective audit. authorized representatives, may examine any book, document, paper, 15 and record of the recipient that are pertinent to assistance 16 17 received under this subchapter [chapter].
 - shall, on each anniversary date of the grant for five years after the grant is made, furnish to the department a comprehensive report detailing the present and anticipated use of the property, any contiguous additions to the property, and any major changes in the character of the property, including the extent of park development which may have taken place.
- 25 SECTION 45. Section 24.011, Parks and Wildlife Code, is 26 amended to read as follows:
- Sec. 24.011. NONCOMPLIANCE WITH SUBCHAPTER [ACT]. The

- attorney general shall file suit in a court of competent 1 2 jurisdiction against a political subdivision or nonprofit corporation that fails to comply with the requirements of this 3 subchapter [chapter] to recover the full amount of the grant plus 4 5 interest on that amount of five percent a year accruing from the 6 time of noncompliance or for injunctive relief to require 7 compliance with this subchapter [chapter]. If the court finds that 8 the political subdivision or nonprofit corporation has not complied 9 with the requirements of this subchapter [chapter], it is not eligible for further participation in the program for three years 10 following the finding for noncompliance. 11
- 12 SECTION 46. Section 24.013, Parks and Wildlife Code, is 13 amended to read as follows:
- Sec. 24.013. AUTHORITY OF POLITICAL SUBDIVISIONS TO HAVE
 PARKS. This <u>subchapter</u> [chapter] does not authorize a political
 subdivision to acquire, develop, maintain, or operate a park,
 recreational area, open space area, or natural area.
- SECTION 47. Chapter 24, Parks and Wildlife Code, is amended by adding Subchapter B to read as follows:
- 20 <u>SUBCHAPTER B. PARKS FOR LARGE COUNTIES AND MUNICIPALITIES</u>
- 21 Sec. 24.051. DEFINITIONS. In this subchapter:
- 22 (1) "Account" means the large county and municipality
 23 recreation and parks account.
- 24 (2) "Cultural resource site or area" means a site or
 25 area determined by the commission to have valuable and vulnerable
 26 cultural or historical resources.
- 27 <u>(3) "Federal rehabilitation and recovery grants"</u>

- 1 means matching grants made by the United States to or for political
- 2 subdivisions for the purpose of rebuilding, remodeling, expanding,
- 3 or developing existing outdoor or indoor parks, recreational, or
- 4 open space areas and facilities, including improvements in park
- 5 landscapes, buildings, and support facilities.
- 6 (4) "Large county or municipality" means a county or
- 7 municipality with a population of 500,000 or more.
- 8 (5) "Natural area" means a site having valuable or
- 9 vulnerable natural resources, ecological processes, or rare,
- threatened, or endangered species of vegetation or wildlife.
- 11 (6) "Nonprofit corporation" means a nonpolitical
- 12 legal entity incorporated under the laws of this state that has been
- 13 granted an exemption from federal income tax under Section 501(c),
- 14 Internal Revenue Code of 1986, as amended.
- 15 (7) "Open space area" means a land or water area for
- 16 human use and enjoyment that is relatively free of man-made
- 17 structures.
- 18 (8) "Park" includes land and water parks owned or
- 19 operated by the state or a political subdivision.
- 20 (9) "Parks, recreational, and open space area plan"
- 21 means a comprehensive plan that includes information on and
- 22 analyses of parks, recreational, and open space area objectives,
- 23 needs, resources, environment, and uses, and that identifies the
- 24 amounts, locations, characteristics, and potentialities of areas
- 25 for adequate parks, recreational, and open space opportunities.
- 26 (10) "Political subdivision" means a county,
- 27 municipality, special district, river authority, or other

- 1 governmental entity created under the authority of the state or a
- 2 county or municipality.
- 3 (11) "Underserved population" means any group of
- 4 people that is low income or inner city, as determined by the last
- 5 census, or minority, physically or mentally challenged youth at
- 6 risk, youth, or female.
- 7 Sec. 24.052. LARGE COUNTY AND MUNICIPALITY RECREATION AND
- 8 PARKS ACCOUNT. The large county and municipality recreation and
- 9 parks account is a separate account in the general revenue fund.
- 10 Money in the account may be used only as provided by this
- 11 subchapter.
- 12 Sec. 24.053. ACCOUNT REVENUE SOURCE; DEDICATION. The
- 13 department shall deposit to the credit of the large county and
- 14 municipality recreation and parks account:
- 15 <u>(1)</u> an amount of money equal to 10 percent of the
- 16 credits made to the department under Section 151.801, Tax Code; and
- 17 (2) money from any other source authorized by law.
- 18 Sec. 24.054. ASSISTANCE GRANTS. (a) The department may
- 19 make grants of money from the account to a large county or
- 20 municipality for use by the county or municipality as all or part of
- 21 the county's or municipality's required share of funds for
- 22 eligibility for receiving a federal rehabilitation and recovery
- 23 grant.
- 24 (b) In order to receive a grant under this section, the
- county or municipality seeking the federal grant shall apply to the
- 26 department for the grant and present evidence that the county or
- 27 municipality qualifies for the federal grant.

- 1 (c) A grant under this section is conditioned on the county
- 2 or municipality qualifying for and receiving the federal grant.
- 3 Sec. 24.055. DIRECT STATE MATCHING GRANTS. (a) The
- 4 <u>department shall make grants of money from the account to a large</u>
- 5 county or municipality to provide one-half of the costs of the
- 6 planning, acquisition, or development of a park, recreational area,
- 7 or open space area to be owned and operated by the county or
- 8 municipality.
- 9 (b) In establishing the program of grants under this
- 10 section, the department shall adopt rules and regulations for grant
- 11 assistance.
- 12 (c) Money granted to a county or municipality under this
- 13 section may be used for the operation and maintenance of parks,
- 14 recreational areas, cultural resource sites or areas, and open
- 15 space areas only:
- 16 (1) if the park, site, or area is owned or operated and
- 17 maintained by the department and is being transferred by the
- 18 commission for public use to the county or municipality for
- 19 operation and maintenance; and
- 20 (2) during the period the commission determines to be
- 21 necessary to effect the official transfer of the park, site, or
- 22 area.
- 23 (d) The department shall make grants of money from the
- 24 account to a large county or municipality or to a nonprofit
- 25 corporation for use in a large county or municipality for
- 26 recreation, conservation, or education programs for underserved
- 27 populations to encourage and implement increased access to and use

- of parks, recreational areas, cultural resource sites or areas, and
- 2 open space areas by underserved populations.
- 3 (e) The department may provide from the account for direct
- 4 administrative costs of the programs described by this subchapter.
- 5 Sec. 24.056. FUNDS FOR GRANTS TO LARGE COUNTIES AND
- 6 MUNICIPALITIES. When revenue to the large county and municipality
- 7 recreation and parks account exceeds \$14 million per year, an
- 8 amount not less than 15 percent shall be made available for grants
- 9 to large counties and municipalities for up to 50 percent of the
- 10 cost of acquisition or development of indoor public recreation
- 11 facilities for indoor recreation programs, sports activities,
- 12 nature programs, or exhibits.
- 13 Sec. 24.057. ACCOUNT USE TO BE CONSISTENT WITH PLANS. No
- qrant may be made under Section 24.055 nor may account money be used
- under Section 24.056 unless:
- 16 (1) there is a present or future need for the
- 17 <u>acquisition and development of the property for which the grant is</u>
- 18 requested or the use is proposed; and
- 19 (2) a written statement is obtained from the regional
- 20 planning commission having jurisdiction of the area in which the
- 21 property is to be acquired and developed that the acquisition and
- development is consistent with local needs.
- Sec. 24.058. ACQUISITION OF PROPERTY. (a) No property may
- 24 be acquired with grant money made under this subchapter or by the
- 25 department under this subchapter if the purchase price exceeds the
- 26 fair market value of the property as determined by one independent
- 27 appraiser.

1 (b) Property may be acquired with provision for a life 2 tenancy if that provision facilitates the orderly and expedient 3 acquisition of the property.

- (c) If land or water designated for park, recreational, cultural resource, or open space use is included in the local and regional park, recreational, cultural resource, and open space plans for two or more large counties or municipalities, the two or more large counties or municipalities may cooperate under state law to secure assistance from the account to acquire or develop the property. In those cases, the department may modify the standards for individual applicants but must be assured that a cooperative management plan for the land or water can be developed and effectuated and that one of the counties or municipalities possesses the necessary qualifications to perform contractual responsibilities for purposes of the grant.
 - (d) All land or water purchased with assistance from the account shall be dedicated for park, recreational, cultural resource, indoor recreation center, and open space purposes in perpetuity and may not be used for any other purpose, except where the use is compatible with park, recreational, cultural resource, and open space objectives, and the use is approved in advance by the department.
- Sec. 24.059. PAYMENTS, RECORDS, AND ACCOUNTING. (a) On the approval of a grant under this subchapter and on the written request by the director, the comptroller shall issue a warrant drawn against the large county and municipality recreation and parks account and payable to the county, municipality, or nonprofit

corporation in the amount specified by the director.

- (b) Each recipient of assistance under this subchapter shall keep records as required by the department, including records that fully disclose the amount and the disposition of the proceeds by the recipient, the total cost of the acquisition, a copy of the title and deed for the property acquired, the amount and nature of that portion of the cost of the acquisition supplied by other funds, and other records that facilitate effective audit. The director and the comptroller, or their authorized representatives, may examine any book, document, paper, and record of the recipient that are pertinent to assistance received under this subchapter.
- (c) The recipient of funds under this subchapter shall, on each anniversary date of the grant for five years after the grant is made, furnish to the department a comprehensive report detailing the present and anticipated use of the property, any contiguous additions to the property, and any major changes in the character of the property, including the extent of park development that may have taken place.
- Sec. 24.060. NONCOMPLIANCE WITH SUBCHAPTER. The attorney general shall file suit in a court of competent jurisdiction against a county, municipality, or nonprofit corporation that fails to comply with the requirements of this subchapter to recover the full amount of the grant plus interest on that amount of five percent a year accruing from the time of noncompliance or for injunctive relief to require compliance with this subchapter. If the court finds that the county, municipality, or nonprofit corporation has not complied with the requirements of this

- C.S.S.B. No. 1848
- 1 subchapter, it is not eligible for further participation in the
- 2 program for three years following the finding for noncompliance.
- 3 Sec. 24.061. ACCOUNT NOT TO BE USED FOR PUBLICITY. No money
- 4 credited to the account may be used for publicity or related
- 5 <u>purposes.</u>
- 6 Sec. 24.062. AUTHORITY OF LARGE COUNTY OR MUNICIPALITY TO
- 7 HAVE PARKS. This subchapter does not authorize a large county or
- 8 municipality to acquire, develop, maintain, or operate a park,
- 9 recreational area, open space area, or natural area.
- SECTION 48. Section 74.202, Property Code, is amended to
- 11 read as follows:
- 12 Sec. 74.202. NOTICE FOR ITEM WITH VALUE OF LESS THAN \$200
- 13 [\$100]. In the notice required by Section 74.201, the comptroller
- 14 is not required to publish information regarding an item having a
- 15 value that is less than $\frac{$200}{}$ [$\frac{$100}{}$] unless the comptroller
- 16 determines that publication of that information is in the public
- 17 interest.
- 18 SECTION 49. Section 31.01, Tax Code, is amended by adding
- 19 Subsection (d-2) to read as follows:
- 20 (d-2) This subsection applies only to a school district and
- 21 only in connection with taxes imposed by the district in 2007. This
- 22 subsection expires January 1, 2008. In addition to any other
- 23 <u>information required by this section, the tax bill or separate</u>
- 24 statement shall separately state:
- 25 (1) the amount of tax that would be imposed by applying
- 26 the district's maintenance and operations rate for the 2005 tax
- 27 year to current total value for 2007;

- 1 (2) the amount of tax that would be imposed by applying
 2 the district's maintenance and operations rate for the 2007 tax
- 3 year to current total value for 2007; and
- 4 (3) the amount, if any, by which the amount calculated
- 5 under Subdivision (1) exceeds the amount calculated under
- 6 Subdivision (2), which must be labeled "Estimate of school district
- 7 <u>maintenance</u> and operations property tax savings attributable to
- 8 H.B. No. 1, Acts of the 79th Legislature, 3rd Called Session, 2006,
- 9 and appropriations of state funds by the 80th Legislature."
- SECTION 50. Subsection (c), Section 151.801, Tax Code, is amended to read as follows:
- 12 (c) The proceeds from the collection of the taxes imposed by 13 this chapter on the sale, storage, or use of sporting goods shall be
- 14 deposited as follows:
- 15 (1) an amount equal to 94 percent of the proceeds [For
- 16 the period beginning September 1, 1993, and ending August 31, 1995,
- 17 an amount equal to 50 cents per 1,000 cigarettes shall be deposited
- 18 to the credit of the general revenue fund, state parks account, and
- 19 an amount equal to 50 cents per 1,000 cigarettes shall be deposited
- 20 to the credit of the general revenue fund, Texas recreation and
- 21 parks account, and the balance shall be retained in the general
- 22 revenue fund.
- [(2) Beginning September 1, 1995, the taxes collected]
- 24 shall be credited to the Parks and Wildlife Department and
- deposited as specified in the Parks and Wildlife Code; and
- 26 (2) an amount equal to six percent of the proceeds
- 27 shall be credited to the Texas Historical Commission and deposited

- 1 as specified in Section 442.073, Government Code. [The comptroller
- 2 shall not credit in excess of \$32 million in sporting goods tax
- 3 revenue annually to the Parks and Wildlife Department.
- 4 SECTION 51. Section 403.028, Government Code, is repealed.
- 5 SECTION 52. The Parks and Wildlife Department shall comply
- 6 with the recommendations contained in the State Auditor's Office
- 7 "An Audit Report on Financial Processes at the Parks and Wildlife
- 8 Department Report No. 07-021" in accordance with the dates
- 9 specified in the department's management response included as
- 10 Appendix 6 to the report and contingent on receiving an
- 11 appropriation sufficient to fund the implementation of the
- 12 recommendations.
- SECTION 53. (a) In this section, "historic site" means a
- 14 historic site or park listed under Section 442.072, Government
- 15 Code, as added by this Act.
- 16 (b) On or after January 1, 2008, as provided by this
- 17 section, the following are transferred to the Texas Historical
- 18 Commission:
- 19 (1) each historic site and all obligations and
- 20 liabilities of the Parks and Wildlife Department relating to the
- 21 site;
- 22 (2) all unobligated and unexpended funds appropriated
- 23 to the Parks and Wildlife Department designated for the
- 24 administration of each site;
- 25 (3) all equipment and property of the Parks and
- 26 Wildlife Department used for the administration of or related to
- 27 each site; and

- 1 (4) all files and other records of the Parks and 2 Wildlife Department kept by the department regarding each site.
- A rule adopted by the Parks and Wildlife Commission that 3 4 is in effect immediately before January 1, 2008, and that relates to a historic site is, on January 1, 2008, a rule of the Texas 5 6 Historical Commission and remains in effect until amended or 7 repealed by the Texas Historical Commission. A rule that applies to 8 both a transferred site and park that is not transferred is a rule of both commissions and applies to the transferred site until 9 amended or repealed by the Texas Historical Commission. 10
- 11 (d) A transfer under this Act does not diminish or impair 12 the rights of a holder of an outstanding bond or other obligation 13 issued by the Parks and Wildlife Department in relation to the 14 support of a historic site.

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- (e) On January 1, 2008, a reference in the Parks and Wildlife Code or other law to a power, duty, obligation, or liability of the Parks and Wildlife Department or the Parks and Wildlife Commission that relates to a historic site is a reference to the Texas Historical Commission. The Texas Historical Commission is the successor agency to the Parks and Wildlife Department and the Parks and Wildlife Commission for the site.
 - (f) The Texas Historical Commission shall prepare a base operating plan for each historic site before the transfer of any site or associated artifact or archival materials from the Parks and Wildlife Department to the commission. The base operating plan for each site must be completed on or before January 1, 2008. The base operating plan for each site must include:

- 1 (1) a mission statement outlining the goals for the
- 2 site;
- 3 (2) an interpretive plan showing how the mission is to
- 4 be accomplished;
- 5 (3) an operational plan, including:
- 6 (A) facilities, documents, records, and other
- 7 assets to be transferred;
- 8 (B) parties responsible for daily site
- 9 management, including staff that will be transferred;
- 10 (C) off-site support structure;
- 11 (D) plans for artifact and archival curation;
- 12 (E) signed memoranda of understanding or
- 13 memoranda of agreement with appropriate friends groups and
- 14 volunteer organizations; and
- 15 (F) emergency plans;
- 16 (4) a maintenance plan, including maintenance and
- 17 repair needs;
- 18 (5) a marketing plan;
- 19 (6) a business plan, including revenue and visitation
- 20 goals;
- 21 (7) a plan for compliance with:
- 22 (A) Chapter 191, Natural Resources Code (the
- 23 Antiquities Code of Texas); and
- 24 (B) the National Historic Preservation Act (16
- 25 U.S.C. Section 470 et seq.); and
- 26 (8) fiscal plans and budgets associated with
- 27 Subdivisions (1) through (7) of this subsection.

- An interim study committee shall review the base 1 (q) operating plan described by Subsection (f) of this section. 2 members of the interim committee shall be a subcommittee of the 3 House Committee on Culture, Recreation, and Tourism appointed not 4 5 later than September 1, 2007, by the chair of that house committee. 6 The interim committee shall obtain feedback and information from professionals familiar with the work of the Parks and Wildlife 7 8 Department, the Texas Historical Commission, the National Park 9 Service, the Council of Texas Archeologists, professional 10 archivists, park managers, and the tourism industry. The interim study committee shall report to the House Committee on Culture, 11 Recreation, and Tourism on the results of the study conducted under 12 this subsection not later than September 1, 2008. 13
- (h) Until a historic site is transferred to the Texas

 Historical Commission in accordance with this Act, the Parks and

 Wildlife Department shall continue to operate and maintain the site

 under applicable law as it existed on January 1, 2007.
- 18 (i) The Parks and Wildlife Department and the Texas
 19 Historical Commission shall keep the House Committee on Culture,
 20 Recreation, and Tourism informed of the progress of the transfer of
 21 each historic site under this Act.

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(j) An employee of the Parks and Wildlife Department whose job responsibilities are more than 50 percent related to a historic site transferred to the Texas Historical Commission under this Act becomes an employee of the Texas Historical Commission on the date of the transfer of that site. An employee whose job is transferred may not be dismissed after the transfer except for cause before the

- 1 first anniversary of the date of the transfer.
- 2 SECTION 54. (a) The Parks and Wildlife Department shall
- 3 accept the gift of a 16-acre tract of land currently owned by Zavala
- 4 County that is located adjacent to the Nueces River and United
- 5 States Highway 83 intersection north of La Pryor, Texas.
- 6 (b) The department shall develop the land as a state park or
- 7 fund the development of a park on that property.
- 8 SECTION 55. Any restrictions on the allocation of money in
- 9 the state parks account under Section 11.035, Parks and Wildlife
- 10 Code, as amended by this Act, on the use of money in the Texas parks
- and wildlife conservation and capital account under Section 11.043,
- 12 Parks and Wildlife Code, as amended by this Act, on the use of money
- in the Texas recreation and parks account under Section 24.002,
- 14 Parks and Wildlife Code, as amended by this Act, or on the
- 15 allocation of that money under Section 24.003, Parks and Wildlife
- 16 Code, as amended by this Act, do not apply to a one-time
- 17 appropriation of the unencumbered balances of those accounts on
- 18 August 31, 2007, made by a rider to the General Appropriations Act
- 19 that:
- 20 (1) is contingent on the enactment of this Act or a
- 21 similar Act by the 80th Legislature; and
- 22 (2) provides for the one-time allocation of that money
- 23 to the Parks and Wildlife Department and the Texas Historical
- 24 Commission to be used for the repair, renovation, maintenance, and
- other one-time costs associated with state historic sites and state
- 26 parks.
- 27 SECTION 56. The name of the Peach Point Wildlife Management

- 1 Area is changed to the Justin Hurst Wildlife Management Area.
- 2 SECTION 57. (a) Except as provided by Subsection (d) of
- 3 this section, this Act takes effect immediately if it receives a
- 4 vote of two-thirds of all the members elected to each house, as
- 5 provided by Section 39, Article III, Texas Constitution.
- 6 (b) If this Act does not receive the vote necessary for
- 7 immediate effect, the changes to or additions or repeal of the
- 8 following laws made by this Act take effect on the 91st day after
- 9 the last day of the legislative session:
- 10 (1) Section 57.48, Education Code; and
- 11 (2) Sections 403.028, 403.055, 403.0551, and 533.012,
- 12 Government Code.
- 13 (c) If this Act does not receive the vote necessary for
- 14 immediate effect, all provisions of this Act not treated by
- 15 Subsection (b) of this section, including the changes to or
- 16 additions of the following laws made by this Act, take effect
- 17 September 1, 2007:
- 18 (1) Sections 404.024, 659.007, 660.024, 660.027, and
- 19 660.028, Government Code; and
- 20 (2) Section 74.202, Property Code.
- 21 (d) The changes to Sections 73.003 and 660.043, Government
- 22 Code, made by this Act take effect September 1, 2007, without regard
- 23 to whether this Act receives the vote necessary for immediate
- 24 effect.