BILL ANALYSIS

Senate Research Center 2009S0599-2

S.B. 1923 By: Watson; Davis, Wendy Transportation & Homeland Security 3/27/2009 As Filed

AUTHOR'S / SPONSOR'S STATEMENT OF INTENT

Voters approved creation of the Rail Relocation and Improvement Fund in 2005. However, the fund has never been funded to any meaningful degree, which prevents Texas from making significant strides in moving potentially hazardous trains out of our central cities, shifting trucks off of our highways, opening up the state's clogged commercial lines, and freeing existing or new rail to be used for transit.

As proposed, S.B. 1923 sets forth various reporting requirements and creates a legislatively appointed Rail Relocation Advisory Group consisting of railroad industry stakeholders appointed by the chairs of the Senate and House transportation committees. The group will advise the Texas Department of Transportation (TxDOT) on strategies and the best use of money for the relocation fund.

S.B. 1923 transfers certain transportation funding streams from the state highway fund and dedicates them to the rail relocation and improvement fund.

The bill cannot take effect unless the comptroller of public accounts certifies that funding for road construction and maintenance will be at a higher level for the 2010-2011 biennium than for the 2008-2009 biennium.

RULEMAKING AUTHORITY

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Section 201.971, Transportation Code, by adding Subdivision (6-a) to define "program."

SECTION 2. Amends Subchapter O, Chapter 201, Transportation Code, by adding Section 201.979, as follows:

Sec. 201.979. RAIL RELOCATION ADVISORY GROUP. (a) Provides that the rail relocation advisory group (advisory group) is created to advise the Texas Department of Transportation (TxDOT) on the implementation and administration of the program.

- (b) Provides that the advisory group consists of stakeholders in the railroad industry, appointed by the chair of the Senate Committee on Transportation and Homeland Security and by the chair of the House Committee on Transportation. Requires the chairs to determine the number of members appropriate to accomplishing the duties of the advisory group.
- (c) Provides that the advisory group meets at the call of the chairs and requires the advisory group to advise the TxDOT on the best use of money available in the fund and on accomplishing the goals of the program, including strategies for alleviating traffic congestion; improving passenger and freight mobility; reducing noise in residential areas; and mitigating adverse effects on the environment.

- (d) Requires TxDOT to provide administrative support, including staff, as necessary to assist the advisory group in accomplishing its duties.
- (e) Provides that a member of the advisory group is not entitled to compensation for service on the committee but is entitled to reimbursement of travel expenses incurred by the member while conducting the business of the advisory group, as provided by the General Appropriations Act.
- SECTION 3. Amends Section 342.004(c), Transportation Code, to require TxDOT to deposit each fee collected under this section to the credit of the Texas rail relocation and improvement fund, rather than state highway fund.
- SECTION 4. Amends Section 501.097(d), Transportation Code, to make a conforming change.
- SECTION 5. Amends Section 501.100(e), Transportation Code, to make a conforming change.
- SECTION 6. Amends Section 501.138(c), Transportation Code, to make a conforming change.
- SECTION 7. Amends Section 502.179(b), Transportation Code, to require the fee, if TxDOT issued the receipt, to be deposited in the Texas rail relocation and improvement fund.
- SECTION 8. Amends Section 504.505(c), Transportation Code, to require a fee collected under this subsection to be deposited to the credit of the Texas rail relocation and improvement fund.
- SECTION 9. Amends Section 504.507(b), Transportation Code, to require TxDOT to deposit the fee to the credit of the Texas rail relocation and improvement fund and collect, rather than also collect, any additional fee that a county imposes under this chapter for registration of a forestry vehicle and send the additional fee to the appropriate county for disposition.
- SECTION 10. Amends Section 621.353(a), to delete existing text authorizing money deposited to the credit of that fund under this subsection to be appropriated only to TxDOT to administer this section and sections 623.011 (Permit for Excess Axel or Gross Weight), 623.0111 (Additional Fee for Operation of Vehicle Under Permit), and 623.0112 (Additional Administrative Fee). Makes a conforming change.
- SECTION 11. Amends Section 621.354, Transportation Code, to make a conforming change.
- SECTION 12. Amends Section 622.051(a) to make a conforming change.
- SECTION 13. Amends Section 623.0111(c), Transportation Code, to make a conforming change.
- SECTION 14. Amends Sections 623.076(a-1) and (c), Transportation Code, to make conforming changes.
- SECTION 15. Amends Section 623.077(b), Transportation Code, make a conforming change.
- SECTION 16. Amends Section 623.096(a), Transportation Code, to make a conforming change.
- SECTION 17. Amends Section 623.147, Transportation Code, as follows:
 - Sec. 623.147. New heading: DEPOSIT OF FEE IN TEXAS RAIL RELOCATION AND IMPROVEMENT FUND. Makes a conforming change.
- SECTION 18. Amends Section 623.233, Transportation Code, as follows:
 - Sec. 623.233. MAINTENANCE CONTRACTS. Requires the district to make payments to the credit of the Texas rail relocation and improvement fund for the purposes of Subchapter O, Chapter 201. Deletes existing text requiring the district to make payments to TxDOT to provide funds for the maintenance of state highways subject to this subchapter.

SECTION 19. Amends Section 623.234(b), Transportation Code, as follows:

(b) Deletes existing text requiring fees collected under Subsection (a) to be used solely to provide funds for the payments provided for under Section 623.233 less administrative costs, which are prohibited from exceeding 15 percent of the fees collected and providing that fees deposited in the state highway fund under this Section are exempt from the application of Section 403.095 (Use of Dedicated Revenue), Government Code. Makes a conforming change.

SECTION 20. Amends Section 623.253, Transportation Code, as follows:

Sec. 623.253. MAINTENANCE CONTRACTS. Requires the county to make payments to TxDOT to be deposited to the credit of the Texas rail relocation and improvement fund for the purposes of Subchapter O, Chapter 201. Deletes existing text requiring the county to provide funds for the maintenance of state highways subject to this chapter.

SECTION 21. Amends Section 623.254(b), Transportation Code, as follows:

(b) Deletes existing text authorizing fees collected under Subsection (a) to be used only to provide for the payments of funds under Section 623.253 and for the county's administrative costs, which are prohibited from exceeding 15 percent of the fees collected. Makes conforming changes.

SECTION 22. Amends Section 2301.156, Occupations Code, to make a conforming change.

SECTION 23. Requires TxDOT not later than the 60th day after the effective date of this Act, to report to the Legislative Budget Board and the Governor's Office of Budget and Planning on the availability of funds under federal matching programs for the rail relocation program under Subchapter O, Chapter 201, Transportation Code, as amended by this Act, and on how to secure such funds for financing the program.

SECTION 24. Requires TxDOT, not later than January 1, 2011, to submit a comprehensive report to the governor, to the chair of the Senate Committee on Transportation and Homeland Security, and to the chair of the House Committee on Transportation regarding the progress of the rail relocation program under Subchapter O, Chapter 201, Transportation Code, as amended by this Act, and the status of program financing including certain information.

SECTION 25. Requires TxDOT, in coordination with the comptroller of public accounts (comptroller), to produce recommendations for supplemental revenue sources for the Texas rail relocation and improvement fund for consideration by the 82nd Legislature.

SECTION 26. Effective date: September 1, 2009, if the comptroller files a certification with the secretary of state that the revenue and appropriations measures of the 81st Legislature produce a net gain to State Highway Fund No. 0006 in the 2010-2011 fiscal biennium over the 2008-2009 fiscal biennium. Provides that if the comptroller does not file such a certification, this Act has no effect.