By: Villarreal H.B. No. 1674

A BILL TO BE ENTITLED

1	AN ACT
2	relating to funding for county transportation needs.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Subtitle B, Title 14, Local Government Code, is
5	amended by adding Chapter 446 to read as follows:
6	CHAPTER 446. FUNDING FOR COUNTY TRANSPORTATION NEEDS
7	Sec. 446.001. DEFINITIONS. In this chapter:
8	(1) "Department" means the Texas Department of
9	Transportation.
10	(2) "Metropolitan planning organization" has the
11	meaning assigned by Section 472.031, Transportation Code.
12	Sec. 446.002. APPLICABILITY OF CHAPTER. This chapter
13	applies only to a county with a population of at least 1.3 million
14	that contains a municipality in which at least 75 percent of the
15	county's population resides.
16	Sec. 446.003. REDUCTION OF TRADITIONAL TRANSPORTATION
17	FUNDING PROHIBITED. (a) A county may not be penalized with a
18	reduction in traditional transportation funding because of the
19	imposition of an additional transportation funding source under
20	this chapter.
21	(b) The department may not reduce any allocation of
22	traditional transportation funding to any of its districts because
23	of a district including a county that imposes an additional
24	transportation funding source under this chapter.

- 1 (c) A county or another entity funding transportation in the
- 2 county may not reduce traditional transportation funding because
- 3 the county imposes an additional transportation funding source
- 4 under this chapter.
- 5 Sec. 446.004. CALLING OF ELECTION. (a) The commissioners
- 6 court of a county by order may call an election on the issue of
- 7 <u>authorizing one or more additional revenue sources in the county</u>
- 8 to:
- 9 <u>(1) acquire, construct, develop, own, operate, and</u>
- 10 maintain passenger rail, transit, roadway, and freight rail
- 11 <u>facilities and sidewalks, hiking trails and biking trails;</u>
- 12 (2) fund operations, maintenance, capital, and debt
- 13 service expenses for passenger rail, transit, roadways, freight
- 14 rail, sidewalks, hiking trails and biking trails; and
- 15 (3) contract with a transportation authority or
- 16 transportation provider for a purpose authorized under Chapter 451,
- 17 Transportation Code, including providing mobility services and
- 18 implementing transportation projects except as prohibited by Sec.
- 19 446.009 of this chapter.
- 20 (b) The commissioners court shall call an election on the
- 21 issue described by Subsection (a) on receipt of a resolution
- 22 requesting that the election be called adopted by the governing
- 23 body of an advanced transportation district as defined by
- 24 Subchapter O, Chapter 451, Transportation Code, or a successor to
- 25 such a district, that is located partially or completely in the
- 26 county.
- 27 <u>(c) The commissioners court may adopt an order under this</u>

- 1 section only after holding a public hearing on the issue.
- 2 Sec. 446.005. ELECTION ORDER. An order under Section
- 3 446.004 calling an election must:
- 4 (1) designate each additional revenue source and the
- 5 proposed rate or amount of the source to be used to fund capital
- 6 construction of a transportation project and, if applicable, a
- 7 separate and corresponding proposed rate or amount for maintenance
- 8 and operation of the project;
- 9 (2) list the proposed transportation projects to be
- 10 funded with each additional revenue source and require that the
- 11 ballots for the election be prepared so that the voters are
- 12 permitted to vote on each project separately;
- 13 (3) list the estimated cost of and completion date for
- 14 the capital construction of each proposed transportation project;
- 15 (4) list the date on which the proposed rate or amount
- 16 for the capital construction of a transportation project is
- 17 expected to expire; and
- 18 (5) if applicable, list the estimated annual
- 19 maintenance and operation expenses for the transportation project
- 20 for which a rate or amount is proposed under Subdivision (1).
- Sec. 446.006. ADDITIONAL REVENUE SOURCES. (a) The
- 22 additional revenue sources under Section 446.005 may include any
- 23 transportation-related revenue source the commissioners court
- 24 considers appropriate, including:
- 25 (1) a county motor vehicle registration fee, not to
- 26 exceed \$150;
- 27 (2) a mileage fee based on the amount of miles traveled

- 1 by a motor vehicle registered to a county resident, not to exceed
- 2 one cent per vehicle mile traveled;
- 3 (3) an annual graduated fee based on the
- 4 classification of motor vehicles by cubic inches of cylinder
- 5 displacement, not to exceed \$350;
- 6 (4) an annual mitigation fee based on the
- 7 <u>environmental impact of emissions from a motor vehicle operated by</u>
- 8 a county resident, not to exceed \$250;
- 9 (5) a fee on a driver's license issued to a county
- 10 resident, not to exceed \$50; and
- 11 (6) a roadway impact fee for the initial registration
- 12 in the county of a motor vehicle previously registered in another
- 13 state or county, not to exceed \$250.
- 14 (b) Chapter 395 does not apply to a fee imposed under
- 15 <u>Subsection (a)(4) or (6).</u>
- (c) Before imposing a fee under Subsection (a)(3), the
- 17 commissioners court by order shall adopt a schedule of fees for
- 18 motor vehicles based on classification by cubic inches of cylinder
- 19 displacement.
- 20 (d) Before imposing a fee under Subsection (a)(4), the
- 21 commissioners court by order shall adopt a schedule of fees for
- 22 motor vehicles based on classification by the environmental impact
- 23 <u>of emissions from motor vehicles.</u>
- (e) A county imposing a fee under Subsection (a)(2) may base
- 25 the fee on an estimated or averaged number of miles traveled or on
- 26 actual miles traveled. If the county bases the fee on an estimated
- 27 or averaged number, the county may develop and implement a rebate

- 1 system for county residents who, after paying the fee at least once,
- 2 can provide evidence satisfactory to the county that the actual
- 3 number of vehicle miles traveled by the resident's vehicle is less
- 4 than the estimated or averaged number.
- 5 Sec. 446.007. IMPOSITION OF ADDITIONAL REVENUE SOURCE. (a)
- 6 The commissioners court by order shall impose an additional revenue
- 7 source approved at an election called under Section 446.004.
- 8 (b) At a minimum, the order imposing the additional revenue
- 9 <u>source must specify:</u>
- 10 (1) the rate of the additional revenue source, which
- 11 may not exceed the maximum rate approved at the election;
- 12 (2) the effective date of the additional revenue
- 13 source;
- 14 (3) the manner in which the additional revenue source
- 15 will be administered, collected, and enforced; and
- 16 (4) the transportation project or projects to be
- 17 funded with each additional revenue source.
- 18 (c) For any additional revenue source authorized by this
- 19 chapter, the commissioners court, after conducting a public
- 20 hearing, by order may establish an exemption, waiver, or partial
- 21 reduction for individuals of low income who demonstrate significant
- 22 financial hardship.
- Sec. 446.008. PROJECT SELECTION. In determining the county
- 24 transportation projects to be funded with the additional revenue
- 25 sources authorized under this chapter, a county shall:
- 26 (1) consult with:
- 27 (A) the municipalities located in the county;

- 1 (B) the metropolitan planning organization for 2 the region in which the county is located;
- 3 (C) a regional mobility authority operating
- 4 under Chapter 370, Transportation Code, that serves the county; and
- 5 (D) a transit or transportation authority
- 6 created or operating under Chapter 451, 452, or 460, Transportation
- 7 Code, that serves the county;
- 8 (2) give first consideration to projects that connect
- 9 the most densely populated areas of the county with areas in which a
- 10 substantial percentage of the county's workforce is employed before
- 11 considering arterial projects; and
- 12 (3) consider the geographic location of other state or
- 13 federally funded transportation projects, advanced transportation
- 14 projects, and mobility enhancement projects so as to foster
- 15 geographic equity in the planning and development of the projects.
- 16 Sec. 446.009. FUNDING OF TOLL PROJECT PROHIBITED. A county
- 17 may not use money from an additional revenue source authorized
- 18 under this chapter:
- (1) to acquire, construct, maintain, or otherwise
- 20 directly fund a toll project; or
- 21 (2) for a transportation project if the money is used
- 22 in order to reallocate other revenue toward a toll project.
- SECTION 2. Section 502.003(a), Transportation Code, is
- 24 amended to read as follows:
- 25 (a) Except as provided by Subsection (b) and by Chapter 446,
- 26 Local Government Code, a political subdivision of this state may
- 27 not require an owner of a motor vehicle to:

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- 1 (1) register the vehicle;
- 2 (2) pay a motor vehicle registration fee; or
- 3 (3) pay an occupation tax or license fee in connection
- 4 with a motor vehicle.
- 5 SECTION 3. (a) Except as otherwise provided by this 6 section, this Act takes effect January 1, 2010.
- 7 (b) A vehicle registration fee authorized by this Act may be
- 8 imposed only if the constitutional amendment proposed by the 81st
- 9 Legislature, Regular Session, 2009, allowing the expenditure of
- 10 vehicle registration fees to construct, maintain, and operate
- 11 passenger rail, transit, and freight rail is approved by the
- 12 voters. If that amendment is not approved by the voters, a vehicle
- 13 registration fee authorized by this Act may not be imposed.