By: Smith of Tarrant H.J.R. No. 111

A JOINT RESOLUTION

1 proposing a constitutional amendment limiting the purposes for

- 2 which revenue from motor vehicle registration fees, taxes on motor
- 3 fuels and lubricants, and certain revenues received from the
- 4 federal government may be used and authorizing the legislature to
- 5 provide for automatic adjustments of the rates of motor fuels
- 6 taxes.
- 7 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 8 SECTION 1. Article VIII, Texas Constitution, is amended by
- 9 amending Sections 7-a and 7-b and adding Section 7-c to read as
- 10 follows:
- 11 Sec. 7-a. Subject to legislative appropriation, allocation
- 12 and direction, all net revenues remaining after payment of all
- 13 refunds allowed by law and expenses of collection derived from
- 14 motor vehicle registration fees, and all taxes, except gross
- 15 production and ad valorem taxes, on motor fuels and lubricants used
- 16 to propel motor vehicles over public roadways, shall be used only
- 17 for [the sole purpose of] acquiring rights-of-way and $[\tau]$
- 18 constructing $\underline{\text{and}}$ [τ] maintaining[τ and τ policing such] public
- 19 roadways, and for the administration of such laws as may be
- 20 prescribed by the Legislature pertaining to the supervision of
- 21 traffic and safety on such roads performed by, or under the
- 22 supervision of, the state agency that is responsible for the
- 23 construction and maintenance of state highways [; and for the
- 24 payment of the principal and interest on county and road district

H.J.R. No. 111 bonds or warrants voted or issued prior to January 2, 1939, and 1 declared eligible prior to January 2, 1945, for payment out of the 2 3 County and Road District Highway Fund under existing law]; provided, however, that one-fourth (1/4) of such net revenue from 4 5 the motor fuel tax shall be allocated to the Available School Fund; and, provided, however, that the net revenue derived by counties 6 from motor vehicle registration fees shall never be less than the 7 8 maximum amounts allowed to be retained by each County and the percentage allowed to be retained by each County under the laws in 9 effect on January 1, 1945. Nothing contained herein shall be 10 construed as authorizing the pledging of the State's credit for any 11 12 purpose. Sec. 7-b. All revenues received from the federal government 13 14 reimbursement for state expenditures of funds that 15 themselves dedicated for acquiring rights-of-way and constructing and $[\tau]$ maintaining $[\tau]$ and policing public roadways or for the 16 17 administration of a law described by Section 7-a of this article are also constitutionally dedicated and shall be used only for those 18 19 purposes.

Sec. 7-c. The legislature by general law may authorize the 20 comptroller of public accounts to automatically adjust the rates of 21 taxes imposed on motor fuels. A general law authorizing the 22 comptroller of public accounts to automatically adjust the rates 23 must prescribe the manner in which the comptroller may adjust the rates and may include a provision basing the adjustment wholly or 26 partly on one or more price or cost indexes published by an agency of the United States. 27

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- 1 SECTION 2. The following temporary provision is added to
- 2 the Texas Constitution:
- 3 TEMPORARY PROVISION. (a) This temporary provision applies
- 4 to the constitutional amendment proposed by the 81st Legislature,
- 5 Regular Session, 2009, to limit the purposes for which revenues
- 6 from motor vehicle registration fees, taxes on motor fuels and
- 7 <u>lubricants</u>, and certain revenues received from the federal
- 8 government may be used.
- 9 (b) The changes to Sections 7-a and 7-b, Article VIII, of
- 10 this constitution made by the amendment apply only in connection
- 11 with a state fiscal biennium that begins on or after September 1,
- 12 2011.
- 13 SECTION 3. This proposed constitutional amendment shall be
- 14 submitted to the voters at an election to be held November 3, 2009.
- 15 The ballot shall be printed to permit voting for or against the
- 16 proposition: "The constitutional amendment limiting the purposes
- 17 for which revenue from motor vehicle registration fees, taxes on
- 18 motor fuels and lubricants, and certain revenues received from the
- 19 federal government may be used and authorizing the legislature to
- 20 provide for automatic adjustments of the rates of motor fuels
- 21 taxes."