By: Watson

S.B. No. 2015

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to certain transit authorities.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Subchapter B, Section 451.061, Transportation
5	Code, is amended by adding Subsection (f) to read as follows:
6	(f) This section does not apply to an authority confirmed
7	before July 1, 1985, in which the principal municipality has a
8	population of less than 750,000.
9	SECTION 2. Subchapter B, Chapter 451, Transportation Code,
10	is amended by adding Section 451.0612 to read as follows:
11	Sec. 451.0612. FARES AND OTHER CHARGES: CERTAIN
12	AUTHORITIES. (a) This section applies to an authority confirmed
13	before July 1, 1985, in which the principal municipality has a
14	population of less than 750,000.
15	(b) An authority shall impose reasonable and
16	nondiscriminatory fares, tolls, charges, rents, and other
17	compensation for the use of the transit authority system sufficient
18	to produce revenue, together with tax revenue received by the
19	authority, in an amount adequate to:
20	(1) pay all the expenses necessary to operate and
21	maintain the transit authority system;
22	(2) pay when due the principal of and interest on, and
23	sinking fund and reserve fund payments agreed to be made with
24	respect to, all bonds that are issued by the authority and payable

1 in whole or part from the revenue; and 2 (3) fulfill the terms of any other agreement with the 3 holders of bonds described by Subdivision (2) or with a person 4 acting on behalf of the bondholders. 5 (c) It is intended by this chapter that the compensation imposed under Subsection (a) and taxes imposed by the authority not 6 7 exceed the amounts necessary to produce revenue sufficient to meet the obligations of the authority under this chapter. 8 9 (d) Fares for passenger transportation may be set according to a zone system or other classification that the authority 10 11 determines to be reasonable. The fares, tolls, charges, rents, and other 12 (e) 13 compensation imposed by the authority under Subsection (b), and any changes to such fares, tolls, charges, rents, or other 14 compensation, must be approved by a majority vote of the board, and 15 16 shall take effect immediately upon such approval, except that: 17 (1) the single-ride base fare established by the board 18 under Subsection (b) shall take effect 60 days after such board

approval unless, within 60 days of such board approval, the 19 20 metropolitan planning organization designated by the governor that serves the area of the authority shall vote to invalidate such 21 single-ride base fare; and 22

23 (2) any change to the single-ride base fare established by the board under Subsection (b) shall take effect 60 24 25 days after such board approval unless, within 60 days of such board approval, the metropolitan planning organization designated by the 26 27 governor that serves the area of the authority shall vote to

invalidate such change to the single-ride base fare. 1 2 SECTION 3. Subchapter Β, Section 451.071(e), Transportation Code, is amended to read as follows: 3 4 (e) A subsequent referendum under Subsection (d): 5 may be held more than once; (1)is held in the same manner as the 6 (2) initial 7 referendum; and may be held on any date specified in Section 8 (3) 9 41.001, Election Code provided that the referendum is held no earlier than the 62nd day after the date of the order [must be held 10 at the general election in November of an even-numbered year]. 11 SECTION 4. Subchapter B, Section 451.071, Transportation 12 13 Code, is amended by adding Subsections (g), (h), and (i) to read as follows: 14 15 (g) If any increase to the revenue of the authority or of any 16 governmental entity that will be used to finance any portion of the purchase, acquisition, construction, operation, or maintenance of 17 a fixed rail transit system by the authority, including the 18 issuance by an authority of short-term debt under Section 451.362 19 20 or bonds secured by the revenue of the authority, was previously approved at a referendum, no additional referendum on whether the 21 authority may operate a fixed rail transit system is required under 22 23 this section. (h) No referendum is required under this section on a 24 25 proposal to expand a system if: 26 (1) the proposed expansion involves the addition of 27 not more than 1 mile of track to the system; and

1 (2) the proposed expansion does not involve an 2 increase to the authority's sales and use tax rate. 3 (i) No referendum is required under this section on a

proposal for an authority to operate an existing fixed rail transit 4 system that was constructed by any person or entity other than the 5 authority or if an entity contracts with the authority to build the 6 7 facility.

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SECTION 5. Subchapter K, Section 451.5021, Transportation 9 Code, is amended to read as follows:

Sec. 451.5021. BOARD COMPOSITION AND APPOINTMENTS; CERTAIN 10 AUTHORITIES. (a) This section applies only to the board of an 11 authority created before 1985 in which the principal municipality 12 13 has a population of less than 750,000.

14

(b) The board is composed of seven members.

15 (c) Board members serve staggered three-years terms that 16 shall expire on June 1 with no more than three terms expiring regularly in one calendar year. 17

18 (d) If less than 65 percent of the population of the principal county, excluding the population of the principal 19 municipality, reside in the authority, the board has two additional 20 members appointed by the metropolitan planning organization 21 designated by the governor that serves the area of the authority. 22

(e) The seven board members under Subsection (b) are 23 appointed as follows: 24

25 (1) one member, who shall at the time of appointment be an elected official, appointed by the metropolitan planning 26 27 organization designated by the governor that serves the area of the

1	authority;
2	(2) one member, who shall have no less than ten years
3	experience working as a financial or accounting professional,
4	appointed by the metropolitan planning organization designated by
5	the governor that serves the area of the authority;
6	(3) one member, who shall have no less than ten years
7	experience in an executive-level role in a public or private
8	organization, including any governmental entity, appointed by the
9	metropolitan planning organization designated by the governor that
10	serves the area of the authority;
11	(4) one member appointed by the governing body of the
12	principal municipality:
13	(5) one member appointed by agreement of:
14	(A) the governing body of the principal
15	municipality; and
16	(B) the members of the commissioners court of the
17	principal county;
18	(6) one member appointed by agreement of:
19	(A) the governing body of the principal
20	<pre>municipality;</pre>
21	(B) the members of the commissioners court of the
22	county, other than the principal county, having the largest
23	population among the counties served by the authority; and
24	(7) one member appointed by a panel composed of:
25	(A) the mayors of the municipalities in the
26	authority, excluding the mayor of the principal municipality in the
27	authority; and

	S.B. No. 2015
1	(B) the county commissioners representing
2	precincts having unincorporated area in the authority.
3	(f) At least two of the three persons appointed under
4	Subsections (e)(1), (e)(2), and (e)(3) must be qualified voters
5	residing in the principal municipality in the authority.
6	(g) A person appointed under Subsections (e)(5) and(e)(6)
7	must:
8	(1) work in either the principal municipality or
9	within the territory of the county or counties of which the members
10	of the commissioners court are entitled to vote on the appointment;
11	or
12	(2) be a qualified voter residing in either the
13	principal municipality or within the territory of the county or
14	counties of which the members of the commissioners court are
15	entitled to vote on the appointment.
16	[in which each member of the governing body of the principal
17	municipality is elected at large.
18	[ <del>(b) The board is composed of seven members who are</del>
19	appointed as follows:
20	[ <del>(1) two members representing the general public</del>
21	appointed by the metropolitan planning organization designated by
22	the governor that serves the area of the authority;
23	[ <del>(2) two members appointed by the governing body of</del>
24	the principal municipality;
25	[ <del>(3) one member appointed by the commissioners court</del>
26	of the principal county;
27	[ <del>(4) one member appointed by a panel composed of the</del>

1	mayors of all the municipalities in the authority located in the
2	principal county of the authority, excluding the mayor of the
3	principal municipality; and
4	[ <del>(5) one member appointed by a panel composed of:</del>
5	[ <del>(A) the mayors of all municipalities in the</del>
6	authority located outside the principal county of the authority,
7	excluding the mayor of the principal municipality;
8	[ <del>(B) the county judges of the counties having</del>
9	unincorporated area in the authority, excluding the county judge of
10	the principal county; and
11	[ <del>(C) the presiding officer of each municipal</del>
12	utility district that:
13	[ <del>(i) has a majority of its territory</del>
14	located outside the principal county; and
15	[ <del>(ii) is located wholly or partly in the</del>
16	authority.
17	[(c) Only a member of a metropolitan planning organization
18	who is an elected officer of a political subdivision in which a tax
19	of the authority is collected is entitled to vote on an appointment
20	under Subsection (b)(1).
21	[(d) A person appointed under Subsection (b)(2), (3), (4),
22	<del>or (5):</del>
23	[ <del>(1) must be a member of the governing body:</del>
24	[ <del>(A) of the political subdivision that is</del>
25	entitled to make the appointment; or
26	[(B) over which a member of the panel entitled to
27	make an appointment presides;

1 [(2) vacates the office of board member if the person ceases to be a member of the governing body described by Subdivision 2 <del>(1);</del> 3 serves on the board as an additional duty of the 4 [-(3)]5 office held on the governing body described by Subdivision (1); and [(4) is not entitled to compensation for serving as a 6 7 member of the board. [(e) A panel appointing a member under this section operates 8 9 in the manner prescribed by Section 451.503.

10 [(f) In this section, "principal county" has the meaning 11 assigned by Section 451.501(f).

12 [(g) This section continues to apply to a board the 13 composition of which was determined under this section, 14 notwithstanding a change in the method of electing the members of 15 the governing body of the principal municipality.

16 [(h) The principal municipality shall make its appointments 17 to the board so that at least one of the appointees is designated to 18 represent the interests of the transportation disadvantaged.]

19 SECTION 6. This Act takes effect immediately if it receives 20 a vote of two-thirds of all the members elected to each house, as 21 provided by Section 39, Article III, Texas Constitution. If this 22 Act does not receive the vote necessary for immediate effect, this 23 Act takes effect September 1, 2009.