By: Carona S.J.R. No. 9

A JOINT RESOLUTION

1 proposing a constitutional amendment limiting the purposes for 2 which revenue from taxes on motor fuels and lubricants may be used

and authorizing the legislature to provide for automatic

adjustments of the rates of motor fuels taxes.

5 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Article VIII, Texas Constitution, is amended by amending Section 7-a and adding Section 7-c to read as follows:

Sec. 7-a. (a) Subject to legislative appropriation, allocation, and direction, all net revenues remaining after payment of all refunds allowed by law and expenses of collection derived from motor vehicle registration fees[, and all taxes, except gross production and ad valorem taxes, on motor fuels and lubricants used to propel motor vehicles over public roadways,] shall be used for sole purpose of acquiring rights-of-way, constructing, maintaining, and policing [such] public roadways, and for the administration of such laws as may be prescribed by the Legislature pertaining to the supervision of traffic and safety on such roads; [and for the payment of the principal and interest on county and road district bonds or warrants voted or issued prior to January 2, 1939, and declared eligible prior to January 2, 1945, for payment out of the County and Road District Highway Fund under existing law; provided, however, that one-fourth (1/4) of such net revenue from the motor fuel tax shall be allocated to the Available School Fund; and, provided, however, that the net revenue derived by counties

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- 1 from motor vehicle registration fees shall never be less than the
- 2 maximum amounts allowed to be retained by each County and the
- 3 percentage allowed to be retained by each County under the laws in
- 4 effect on January 1, 1945.
- 5 (b) Subject to legislative appropriation, allocation, and
- 6 direction:
- 7 (1) three-fourths of the net revenue that is remaining
- 8 after payment of all refunds allowed by law and expenses of
- 9 collection and that is derived from all taxes, except gross
- 10 production and ad valorem taxes, on motor fuels and lubricants used
- 11 to propel motor vehicles over public highways shall be used for the
- sole purpose of constructing and maintaining public highways; and
- 13 (2) one-fourth of that net revenue shall be allocated
- 14 to the available school fund.
- 15 <u>(c)</u> Nothing contained <u>in this section</u> [herein] shall be
- 16 construed as authorizing the pledging of the State's credit for any
- 17 purpose.
- Sec. 7-c. The legislature by general law may authorize the
- 19 comptroller of public accounts to automatically adjust the rates of
- 20 <u>taxes imposed on motor fuels.</u> A general law authorizing the
- 21 <u>comptroller of public accounts to automatically adjust the rates</u>
- 22 <u>must prescribe the manner in which the comptroller may adjust the</u>
- 23 rates and may include a provision basing the adjustment wholly or
- 24 partly on one or more price or cost index published by an agency of
- 25 the United States.
- 26 SECTION 2. This proposed constitutional amendment shall be
- 27 submitted to the voters at an election to be held November 3, 2009.

S.J.R. No. 9

- 1 The ballot shall be printed to permit voting for or against the
- 2 proposition: "The constitutional amendment limiting the purposes
- 3 for which revenue from taxes on motor fuels and lubricants may be
- 4 used and authorizing the legislature to provide for automatic
- 5 adjustments of the rates of motor fuels taxes."