By: Phillips H.J.R. No. 157

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.
- 3 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. proposing a constitutional amendment limiting the
- 5 purposes for which revenue from taxes on motor fuels and lubricants
- 6 may be used.
- 7 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 8 SECTION 1. Article VIII, Texas Constitution, is amended by
- 9 amending Section 7-a and adding Section 7-c to read as follows:
- 10 Sec. 7-a. (a) Subject to legislative appropriation,
- 11 allocation, and direction, all net revenues remaining after payment
- 12 of all refunds allowed by law and expenses of collection derived
- 13 from motor vehicle registration fees , and all taxes, except gross
- 14 production and ad valorem taxes, on motor fuels and lubricants used
- 15 to propel motor vehicles over public roadways, and on new and used
- 16 motor vehicle tires and new and used motor vehicle parts shall be
- 17 used for the sole purpose of acquiring rights-of-way, constructing,
- 18 <u>and</u> maintaining, [and policing such] public roadways, and for the
- 19 administration of such laws as may be prescribed by the Legislature
- 20 pertaining to the supervision of traffic and safety on such roads;
- 21 [and for the payment of the principal and interest on county and
- 22 road district bonds or warrants voted or issued prior to January 2,
- 23 1939, and declared eligible prior to January 2, 1945, for payment
- 24 out of the County and Road District Highway Fund under existing law;

- 1 provided, however, that one-fourth (1/4) of such net revenue from
- 2 the motor fuel tax shall be allocated to the Available School Fund;
- 3 and, provided, however, that the net revenue derived by counties
- 4 from motor vehicle registration fees shall never be less than the
- 5 maximum amounts allowed to be retained by each County and the
- 6 percentage allowed to be retained by each County under the laws in
- 7 effect on January 1, 1945.
- 8 (b) Subject to legislative appropriation, allocation, and
- 9 direction:
- 10 (1) three-fourths of the net revenue that is remaining
- 11 after payment of all refunds allowed by law and expenses of
- 12 collection and that is derived from all taxes, except gross
- 13 production and ad valorem taxes, on motor fuels and lubricants used
- 14 to propel motor vehicles over public highways shall be used for the
- 15 sole purpose of constructing and maintaining public highways; and
- (2) one-fourth of that net revenue shall be allocated
- 17 to the available school fund.
- 18 (c) Nothing contained in this section [herein] shall be
- 19 construed as authorizing the pledging of the State's credit for any
- 20 purpose.
- 21 <u>(d) For a biennium, the Legislature may not appropriate</u>
- 22 funds derived from the revenue described by Subsection (a) and
- 23 Subsection (b) of this section or Section 7-b of this article for a
- 24 purpose other than acquiring rights-of-way or constructing or
- 25 maintaining public roadways in an amount that exceeds the lesser
- 26 of:
- 27 (1) the total amount of those funds appropriated for a

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- 1 purpose other than acquiring rights-of-way or constructing or
- 2 maintaining public roadways in the preceding biennium; or
- 3 (2) the amount determined under Subsection (c) of this
- 4 section.
- 5 (e) For each biennium, the maximum amount that may be
- 6 appropriated as provided by Subsection (b) of this section is
- 7 reduced by 25 percent from the preceding biennium if the estimate of
- 8 anticipated revenue from all sources made in advance of the regular
- 9 session under Section 49a(a), Article III, of this constitution for
- 10 the biennium exceeds the total amount of revenue from all sources
- 11 for the preceding biennium by more than three times the amount of
- 12 the reduction.
- 13 SECTION 2. 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 taxes on motor fuels and lubricants may be
- 18 used and authorizing the legislature to provide for automatic
- 19 adjustments of the rates of motor fuels taxes."