By: Anchia H.B. No. 3851

## A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to the enhancement of Texas maritime ports for expanded
- 3 service to international marine freight and passenger markets.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 55, Transportation Code, is amended to
- 6 read as follows:
- 7 Sec. 55.002. PORT DEVELOPMENT FUNDING. (a) From money in
- 8 the fund, the department shall fund:
- 9 (1) port security, transportation, or facility
- 10 projects; and
- 11 (2) maritime port studies.
- 12 (b) The commission by rule may establish matching fund
- 13 requirements for receiving money from the fund.
- 14 (c) Port security, transportation, or facility projects
- 15 eligible for funding under this chapter include:
- 16 (1) construction or improvement of transportation
- 17 facilities within the jurisdiction of a maritime port;
- 18 (2) the dredging or deepening of channels, turning
- 19 basins, or harbors;
- 20 (3) the construction or improvement of wharves, docks,
- 21 structures, jetties, piers, storage facilities, cruise terminals,
- 22 or any facilities necessary or useful in connection with maritime
- 23 port transportation or economic development;
- 24 (4) the construction or improvement of facilities

- 1 necessary or useful in providing maritime port security;
- 2 (5) the acquisition of container cranes or other
- 3 mechanized equipment used in the movement of cargo or passengers in
- 4 international commerce;
- 5 (6) the acquisition of land to be used for maritime
- 6 port purposes;
- 7 (7) the acquisition, improvement, enlargement, or
- 8 extension of existing maritime port facilities; and
- 9 (8) environmental protection projects that:
- 10 (A) are required as a condition of a state,
- 11 federal, or local environmental permit or other form of approval;
- 12 (B) are necessary for the acquisition of spoil
- 13 disposal sites and improvements to existing and future spoil sites;
- 14 or
- 15 (C) result from the undertaking of eligible
- 16 projects.
- 17 (d) The department, in consultation with the committee,
- 18 shall review the list of projects recommended by the committee to
- 19 evaluate the economic benefit of each project. The commission,
- 20 after receiving recommendations from the committee and from the
- 21 department, shall approve projects or studies for funding based on
- 22 its review.
- 23 (d-1) For any project with a potential cost exceeding
- 24 \$1,000,000, the department, in consultation with the committee,
- 25 shall review its impact upon the ports competitiveness in the
- 26 international marketplace, as a factor in ranking the project for
- 27 priority funding.

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(d-2) For any project with a potential cost exceeding
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   $10,000,000, the department, in consultation with the committee,
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   shall review the possibility of a public private partnership, and
 3
   potential cost, project delivery, and efficiency advantages.
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          SECTION 2. Section 55, Transportation Code, is amended to
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   read as follows:
          Sec. 55.008.
                        CAPITAL PROGRAM.
                                            (a) The committee shall
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8
   prepare a two-year port capital program defining the goals and
   objectives of the committee concerning the development of maritime
9
   port facilities and an intermodal transportation system. The port
10
   capital program must include projects or studies submitted to the
11
   committee by any maritime port and recommendations for:
12
               (1)
                    the construction of transportation facilities
13
14
   connecting any maritime port to another transportation mode; and
15
               (2)
                    the
                        efficient, cost-effective development
16
   transportation facilities or maritime port facilities for the
17
   purpose of:
                    (A)
                         enhancing international trade;
18
19
                     (B)
                         enhancing security;
                         promoting cargo flow;
20
                    (C)
21
                     (D)
                         increasing cruise passenger movements;
                         increasing maritime port revenues; [and]
22
                     (E)
23
                     (F)
                         generating new trade-related jobs; and
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shall submit the capital program not later than December 1 of each

providing economic benefits to the state.

The committee shall update the port capital program and

(G)

even-numbered year to:

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- 1 (1) the governor;
- 2 (2) the lieutenant governor;
- 3 (3) the speaker of the house of representatives; and
- 4 (4) the commission.
- 5 (c) Prior to approval of the port capital program, the
- 6 committee, in consultation with the Texas Higher Education
- 7 Coordinating Board, the Texas Workforce Commission and other
- 8 appropriate agencies, on a workforce development plan to equip
- 9 Texans to pursue job opportunities related to the new port
- 10 <u>investment.</u>
- 11 SECTION 3. Chapter 60, Transportation Code, is amended by
- 12 adding Section 60.002 to read as follows:
- 13 Sec. 60.002. TEXAS GLOBAL SEAPORTS PROGRAM. (a) In this
- 14 section, "program" means the Texas Global Seaports Program.
- 15 (b) An interagency, public-private sector work group
- 16 entitled the Texas Global Seaports Work Group is created to consult
- 17 upon, develop, adopt an action plan for, and fund the program,
- 18 including:
- 19 (1) develop or update a process to allow agencies and
- 20 business to work together to identify the key emerging global
- 21 markets for Texas products and services, and inbound foreign
- 22 investment in Texas businesses, and collaborate to identify
- 23 <u>improvements</u> to <u>Texas'</u> seaports to better serve international
- 24 commerce;
- 25 (2) consult with local governments, educational
- 26 institutions, economic development and metropolitan planning
- 27 organizations, workforce development agencies, small business

- 1 agencies, chambers of commerce, trade associations, and other
- 2 stakeholders, to elicit recommendations on a statewide strategy to
- 3 enhance services out of Texas' global seaports;
- 4 (3) consult with the top industry consumers of Texas
- 5 products and services in foreign nations, elicit recommendations on
- 6 improvements to Texas airports, including enhancements targeting
- 7 international shippers and passengers, which would improve Texas'
- 8 ability to compete with other states, provinces and nations for
- 9 international maritime business; and
- 10 (4) Establish a "Texas Global Seaports Fund," and
- 11 criteria and a procedure through which a facility may secure
- 12 <u>certification as a "Texas Global Seaport," entitling the facility</u>
- 13 to apply for funding for capital and other improvements from the
- 14 fund.
- 15 (c) The task force shall meet at least once quarterly in
- 16 Austin to report on results of their consultations, new
- 17 international partnerships, and best practices and case studies
- 18 from other states, provinces and nations.
- 19 (d) No later than December 31, 2014, the Task Force shall
- 20 publish its findings and strategic recommendations, including
- 21 selected case studies from other nations, and a strategic plan to
- 22 boost total international activity at Texas seaports by 20% by the
- 23 <u>year 2025.</u>
- (e) In fulfilling its duties, the task force shall consider
- 25 opportunities to collaborate with the federal government,
- 26 including the U.S. Department of Transportation and Federal
- 27 Maritime Administration, and other federal government departments,

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- 1 and the effect of federal policies, including trade agreements,
- 2 upon Texas' maritime business opportunities in the global
- 3 marketplace.
- 4 SECTION 4. This Act takes effect immediately if it receives
- 5 a vote of two-thirds of all the members elected to each house, as
- 6 provided by Section 39, Article III, Texas Constitution. If this
- 7 Act does not receive the vote necessary for immediate effect, this
- 8 Act takes effect September 1, 2013.