By: Metcalf H.B. No. 3591

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the allocation and use of certain funds for public
3	transportation projects.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 456.001, Transportation Code, is amended
6	by adding Subdivision (2-a) to read as follows:
7	(2-a) "Direct recipient" means a municipality that:
8	(A) receives money from the United States or this
9	state for public transportation through the department or the
10	Federal Transit Administration or the administration's successor;
11	and
12	(B) is located in an urbanized area with a
13	population of more than 200,000, according to the 2010 federal
14	decennial census:
15	(i) that includes an urban transit district
16	eligible to participate in the formula or discretionary program
17	provided by this chapter but does not include a transit authority;
18	and
19	(ii) that is adjacent to an urbanized area
20	with a population more than 4.9 million but less than 5 million,
21	according to the 2010 federal decennial census.
22	SECTION 2. Section 456.006(a), Transportation Code, is
23	amended to read as follows:
24	(a) A designated recipient that is a rural or urban transit

- 1 district or municipal transit department or a direct recipient may
- 2 use money from the formula or discretionary program and any local
- 3 funds for any transit-related activity.
- 4 SECTION 3. Section 456.022, Transportation Code, is amended
- 5 to read as follows:
- 6 Sec. 456.022. FORMULA ALLOCATION. (a) The commission shall
- 7 adopt rules establishing a formula allocating funds among
- 8 individual eligible public transportation providers. The formula
- 9 may take into account a transportation provider's performance, the
- 10 number of its riders, the need of residents in its service area for
- 11 public transportation, population, population density, land area,
- 12 and other factors established by the commission.
- 13 (b) The department may contract with a direct recipient to
- 14 administer a portion of the funding awarded to an urban transit
- 15 district. The department will divide the funding allocated by
- 16 formula to the urbanized area in which the urban transit district is
- 17 located between the urban transit district and the direct
- 18 recipient, in the same ratio used by the Federal Transit
- 19 Administration for its most recent allocation of funds to that
- 20 urbanized area under Section 5307, Federal Transit Act.
- 21 SECTION 4. This Act takes effect immediately if it receives
- 22 a vote of two-thirds of all the members elected to each house, as
- 23 provided by Section 39, Article III, Texas Constitution. If this
- 24 Act does not receive the vote necessary for immediate effect, this
- 25 Act takes effect September 1, 2015.