By: Hinojosa, Eltife S.B. No. 101

## A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to excepting certain appropriations from computations
- 3 regarding the constitutional limitation on the rate of growth of
- 4 appropriations.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 316.001, Government Code, is amended to
- 7 read as follows:
- 8 Sec. 316.001. LIMIT. The rate of growth of appropriations
- 9 in a biennium from state tax revenues, other than state tax revenues
- 10 [not] dedicated by the constitution and state tax revenues
- 11 appropriated for the purpose of paying the principal of or interest
- 12 on state debt, may not exceed the estimated rate of growth of the
- 13 state's economy.
- SECTION 2. Sections 316.002(a) and (e), Government Code,
- 15 are amended to read as follows:
- 16 (a) Before the Legislative Budget Board submits the budget
- 17 as prescribed by Section 322.008(c), the board shall establish:
- 18 (1) the estimated rate of growth of the state's economy
- 19 from the current biennium to the next biennium;
- 20 (2) the level of appropriations for the current
- 21 biennium from state tax revenues, other than state tax revenues
- 22 [not] dedicated by the constitution and state tax revenues
- 23 appropriated for the purpose of paying the principal of or interest
- 24 on state debt; and

- 1 (3) the amount of state tax revenues, other than state
- 2 <u>tax revenues</u> [not] dedicated by the constitution and state tax
- 3 revenues appropriated for the purpose of paying the principal of or
- 4 interest on state debt, that could be appropriated for the next
- 5 biennium within the limit established by the estimated rate of
- 6 growth of the state's economy.
- 7 (e) In the absence of an action by the Legislative Budget
- 8 Board to adopt a spending limit as provided in Subsections (a) and
- 9 (b), the estimated rate of growth in the state's economy from the
- 10 current biennium to the next biennium shall be treated as if it were
- 11 zero, and the amount of state tax revenues, other than state  $\tan x$
- 12 <u>revenues</u> [not] dedicated by the constitution <u>and state tax revenues</u>
- 13 appropriated for the purpose of paying the principal of or interest
- 14 on state debt, that could be appropriated within the limit
- 15 established by the estimated rate of growth in the state's economy
- 16 shall be the same as the level of appropriations for the current
- 17 biennium.
- SECTION 3. Section 316.006, Government Code, is amended to
- 19 read as follows:
- 20 Sec. 316.006. LIMIT ON BUDGET RECOMMENDATIONS. Unless
- 21 authorized by majority vote of the members of the board from each
- 22 house, the Legislative Budget Board budget recommendations
- 23 relating to the proposed appropriations of state tax revenues,
- 24 other than state tax revenues [not] dedicated by the constitution
- 25 and state tax revenues appropriated for the purpose of paying the
- 26 principal of or interest on state debt, may not exceed the limit
- 27 adopted by the committee under Section 316.005.

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- 1 SECTION 4. Section 316.007(a), Government Code, is amended
- 2 to read as follows:
- 3 (a) The Legislative Budget Board shall include in its budget
- 4 recommendations the proposed limit of appropriations from state tax
- 5 revenues, other than state tax revenues [not] dedicated by the
- 6 constitution and state tax revenues appropriated for the purpose of
- 7 paying the principal of or interest on state debt.
- 8 SECTION 5. Section 316.008(a), Government Code, is amended
- 9 to read as follows:
- 10 (a) Unless the legislature adopts a resolution under
- 11 <u>Section 22(b)</u>, Article VIII, [<del>Section 22(b)</del>, of the] Texas
- 12 Constitution, raising the proposed limit on appropriations, the
- 13 proposed limit is binding on the legislature with respect to all
- 14 appropriations for the next biennium made from state tax revenues,
- 15 other than state tax revenues [not] dedicated by the constitution
- 16 and state tax revenues appropriated for the purpose of paying the
- 17 principal of or interest on state debt.
- 18 SECTION 6. (a) The changes in law made by this Act apply
- 19 only in relation to appropriations made for the state fiscal
- 20 biennium beginning September 1, 2017, and subsequent state fiscal
- 21 bienniums.
- (b) Appropriations for the state fiscal biennium that
- 23 begins September 1, 2015, are governed by Subchapter A, Chapter
- 24 316, Government Code, as that subchapter provided immediately
- 25 before the effective date of this Act, and the former law is
- 26 continued in effect for that purpose.
- 27 SECTION 7. This Act takes effect on the effective date of

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- 1 the constitutional amendment proposed by the 84th Legislature,
- 2 Regular Session, 2015, excepting certain appropriations for
- 3 reducing state debt from the constitutional limitation on the rate
- 4 of growth of appropriations. If that amendment is not approved by
- 5 the voters, this Act has no effect.