By: Metcalf H.J.R. No. 42

## A JOINT RESOLUTION

- $1\,$  proposing a constitutional amendment regarding the limitation on
- 2 the rate of growth of appropriations.
- 3 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 22, Article VIII, Texas Constitution, is
- 5 amended to read as follows:
- 6 Sec. 22. (a) The amount [In no biennium shall the rate of
- 7 growth] of appropriations from state tax revenues not dedicated by
- 8 this constitution for a state fiscal biennium may not exceed the
- 9 amount determined in accordance with Subsection (c) of this section
- 10 and general law.
- 11 (b) The rate of growth of appropriations from state tax
- 12 revenues not dedicated by this constitution from one state fiscal
- 13 <u>biennium to the next state fiscal biennium may not exceed the lesser</u>
- 14 of the following rates:
- 15 (1) a rate equal to the sum of the estimated rates of:
- 16 (A) increase or decrease in the state's
- 17 population during the current state fiscal biennium; and
- 18 (B) monetary inflation or deflation in the state
- 19 <u>during the current state fiscal biennium; or</u>
- 20 <u>(2) the</u> estimated rate of growth of the state's
- 21 economy.
- (c) The amount of appropriations from state tax revenues not
- 23 dedicated by this constitution for the next state fiscal biennium
- 24 may not exceed an amount determined by multiplying the amount of

- 1 appropriations for the current state fiscal biennium by the sum of
- 2 one plus the lesser of the rates described by Subsection (b) of this
- 3 section. If the lesser of the rates described by Subsection (b) is
- 4 a negative number, the amount of appropriations from state tax
- 5 revenues not dedicated by this constitution for the next state
- 6 fiscal biennium may not exceed the amount of appropriations from
- 7 those revenues in the current state fiscal biennium reduced by the
- 8 product of that amount and the additive inverse of that negative
- 9 number.
- 10 <u>(d)</u> The legislature shall provide by general law procedures
- 11 to implement this <u>section</u> [subsection].
- 12  $\underline{\text{(e)}}$  [\(\frac{\text{(b)}}{\text{)}}\)] If the legislature, by adoption of a resolution
- 13 approved by a record vote of a majority of the members of each
- 14 house, finds that an emergency exists and identifies the nature of
- 15 the emergency, the legislature may provide for appropriations in
- 16 excess of the amount of appropriations authorized under [by]
- 17 Subsection (c)  $[\frac{a}{a}]$  of this section. The excess authorized under
- 18 this subsection may not exceed the amount specified in the
- 19 resolution.
- 20  $\underline{\text{(f)}}$  [\(\frac{\((\mathbf{c}\)}{\((\mathbf{c}\)}\)] In no case shall appropriations exceed revenues
- 21 as provided in <u>Section 49a</u>, Article III, [<del>Section 49a</del>,] of this
- 22 constitution. Nothing in this section shall be construed to alter,
- 23 amend, or repeal <u>Section 49a</u>, Article III, [<del>Section 49a,</del>] of this
- 24 constitution.
- 25 SECTION 2. The following temporary provision is added to
- 26 the Texas Constitution:
- 27 TEMPORARY PROVISION. The constitutional amendment proposed

- H.J.R. No. 42
- 1 by the 85th Legislature, Regular Session, 2017, regarding the
- 2 <u>limitation</u> on the rate of growth of appropriations applies
- 3 beginning with the state fiscal biennium beginning September 1,
- 4 2019. This temporary provision expires September 1, 2021.
- 5 SECTION 3. This proposed constitutional amendment shall be
- 6 submitted to the voters at an election to be held November 7, 2017.
- 7 The ballot shall be printed to permit voting for or against the
- 8 proposition: "The constitutional amendment regarding the
- 9 limitation on the rate of growth of appropriations."