

By: Watson

S.B. No. 365

A BILL TO BE ENTITLED

1 AN ACT
2 relating to bonds issued by certain metropolitan rapid transit
3 authorities.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 451.362, Transportation Code, is amended
6 by amending Subsection (a) and adding Subsection (e) to read as
7 follows:

8 (a) Notwithstanding other provisions of this chapter and
9 except as provided by Subsections (c), ~~[and]~~ (d), and (e), the
10 board, by order or resolution, may issue bonds that are secured by
11 revenue or taxes of the authority if the bonds:

- 12 (1) have a term of not more than 12 months; and
13 (2) are payable only from revenue or taxes received on
14 or after the date of their issuance and before the end of the fiscal
15 year following the fiscal year in which the bonds are issued.

16 (e) In an authority confirmed before July 1, 1985, in which
17 the principal municipality has a population of less than one
18 million, bonds may have a term of not more than 15 years. The bonds
19 are payable only from taxes or revenue received on or after the date
20 the bonds are issued.

21 SECTION 2. This Act takes effect September 1, 2019.