

1-1 By: Campbell S.B. No. 462  
 1-2 (In the Senate - Filed January 25, 2019; February 14, 2019,  
 1-3 read first time and referred to Committee on Property Tax;  
 1-4 April 1, 2019, reported adversely, with favorable Committee  
 1-5 Substitute by the following vote: Yeas 5, Nays 0; April 1, 2019,  
 1-6 sent to printer.)

1-7 COMMITTEE VOTE

|      | Yea | Nay | Absent | PNV |
|------|-----|-----|--------|-----|
| 1-8  |     |     |        |     |
| 1-9  | X   |     |        |     |
| 1-10 | X   |     |        |     |
| 1-11 | X   |     |        |     |
| 1-12 | X   |     |        |     |
| 1-13 | X   |     |        |     |

1-14 COMMITTEE SUBSTITUTE FOR S.B. No. 462 By: Paxton

1-15 A BILL TO BE ENTITLED  
 1-16 AN ACT

1-17 relating to ballot propositions authorizing certain political  
 1-18 subdivisions to issue debt obligations.

1-19 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-20 SECTION 1. Chapter 1251, Government Code, is amended by  
 1-21 designating Sections 1251.001, 1251.002, 1251.003, 1251.004,  
 1-22 1251.005, and 1251.006 as Subchapter A and adding a subchapter  
 1-23 heading to read as follows:

1-24 SUBCHAPTER A. PROVISIONS RELATING GENERALLY TO COUNTY AND  
 1-25 MUNICIPAL BOND ELECTIONS

1-26 SECTION 2. Chapter 1251, Government Code, is amended by  
 1-27 adding Subchapter B to read as follows:

1-28 SUBCHAPTER B. BALLOT FOR BONDS ISSUED BY POLITICAL SUBDIVISION

1-29 Sec. 1251.051. DEFINITIONS. In this subchapter:

1-30 (1) "Debt obligation" means an issued public security,  
 1-31 as defined by Section 1201.002, that is secured by ad valorem taxes.

1-32 (2) "Political subdivision" means a county,  
 1-33 municipality, school district, junior college district, other  
 1-34 special district, or other subdivision of state government.

1-35 Sec. 1251.052. CONTENTS OF BALLOT PROPOSITION. The  
 1-36 proposition submitted for an election to authorize a political  
 1-37 subdivision to issue debt obligations must distinctly state:

1-38 (1) the purpose for which the debt obligations are to  
 1-39 be authorized;

1-40 (2) the principal amount of the debt obligations to be  
 1-41 authorized;

1-42 (3) that taxes sufficient to pay the annual principal  
 1-43 of and interest on the debt obligations may be imposed;

1-44 (4) the aggregate amount of the outstanding principal  
 1-45 of the political subdivision's debt obligations as of the beginning  
 1-46 of the political subdivision's fiscal year in which the election is  
 1-47 ordered; and

1-48 (5) the ad valorem debt service tax rate for the  
 1-49 political subdivision at the time the election is ordered,  
 1-50 expressed as:

1-51 (A) an amount per \$100 valuation of taxable  
 1-52 property; and

1-53 (B) a percentage of the political subdivision's  
 1-54 adopted tax rate as of the beginning of the political subdivision's  
 1-55 fiscal year in which the election is ordered.

1-56 Sec. 1251.053. FORM OF BALLOT. The secretary of state may  
 1-57 adopt a form of the ballot for an election held under this  
 1-58 subchapter. A political subdivision is not required to use any  
 1-59 adopted form.

1-60 SECTION 3. Section 1251.052, Government Code, as added by

2-1 this Act, applies only to an election ordered on or after the  
2-2 effective date of this Act. An election ordered before the  
2-3 effective date of this Act is governed by the law in effect when the  
2-4 election was ordered, and the former law is continued in effect for  
2-5 that purpose.

2-6 SECTION 4. This Act takes effect September 1, 2019.

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