By: Bettencourt S.B. No. 2219

## A BILL TO BE ENTITLED

AN ACT

| 2 | relating | to | ballot | propositions | authorizing | political | subdivisions |
|---|----------|----|--------|--------------|-------------|-----------|--------------|

- 2 relating to ballot propositions authorizing political subdivisions
- 3 to issue bonds or other debt or to impose or change a tax.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter A, Chapter 41, Election Code, is
- 6 amended by adding Section 41.0051 to read as follows:
- 7 Sec. 41.0051. PROPOSITION FOR APPROVAL OF ISSUANCE OF BONDS
- 8 OR OTHER DEBT. (a) A proposition for approval of the issuance of
- 9 bonds or other debt shall be submitted to the voters in an election
- 10 held on the November uniform election date, except as provided by
- 11 Subsection (b).

1

- 12 (b) Notwithstanding Section 41.0011(a), an emergency
- 13 election under Section 41.0011 at which a proposition described by
- 14 Subsection (a) is submitted to the voters shall be held on any
- 15 uniform election date.
- (c) If a law outside this code requires a proposition
- 17 described by Subsection (a) to be submitted to the voters in an
- 18 election held on a date other than the November uniform election
- 19 date, the authority administering the election shall set the
- 20 election date to comply with this section.
- 21 SECTION 2. Section 52.072, Election Code, is amended by
- 22 amending Subsection (e) and adding Subsection (f) to read as
- 23 follows:
- (e) In addition to any other requirement imposed by law for

- 1 a proposition, including a provision prescribing the proposition
- 2 language, a proposition in an election of a political subdivision,
- 3 including a city, county, school district, or special taxing
- 4 district, submitted to the voters for approval of [the issuance of
- 5 bonds or] the imposition, increase, or reduction of a tax shall
- 6 specifically state, as applicable:
- 7 (1) [with respect to a proposition seeking voter
- 8 approval of the issuance of bonds:
- 9 [(A) the total principal amount of the bonds to
- 10 be authorized, if approved; and
- 11 [(B) a general description of the purposes for
- 12 which the bonds are to be authorized, if approved;
- 13  $\left[\frac{(2)}{2}\right]$  with respect to a proposition that only seeks
- 14 voter approval of the imposition or increase of a tax:
- (A)  $[\tau]$  the amount of or maximum tax rate of the
- 16 tax or tax increase for which approval is sought;
- 17 (B) the estimated additional tax burden that
- 18 would be imposed on a homestead with a value equal to the median
- 19 homestead value in the political subdivision, as computed by the
- 20 appraisal district, after the imposition or increase of the tax, if
- 21 approved; and
- (C) a detailed description of the purposes for
- 23 which the tax is to be imposed or increased, if approved; or
- (2)  $\left[\frac{3}{3}\right]$  with respect to a proposition that only
- 25 seeks voter approval of the reduction of a tax:
- (A)  $[\tau]$  the amount of tax rate reduction or the
- 27 tax rate for which approval is sought; and

- 1 (B) the estimated tax reduction for a homestead
- 2 with a value equal to the median homestead value in the political
- 3 subdivision, as computed by the appraisal district, if the
- 4 reduction of the tax is approved.
- 5 (f) A proposition to which Subsection (e) applies or for
- 6 approval of the issuance of bonds may not exceed:
- 7 <u>(1)</u> 5,000 characters; or
- 8 (2) a different limit prescribed by the secretary of
- 9 state that ensures that the length of the proposition does not
- 10 exceed one page of the ballot or one screen on an electronic voting
- 11 machine.
- 12 SECTION 3. Chapter 1251, Government Code, is amended by
- 13 designating Sections 1251.001, 1251.002, 1251.003, 1251.004,
- 14 1251.005, and 1251.006 as Subchapter A and adding a subchapter
- 15 heading to read as follows:
- 16 SUBCHAPTER A. PROVISIONS RELATING GENERALLY TO BOND ELECTIONS
- 17 SECTION 4. Chapter 1251, Government Code, is amended by
- 18 adding Subchapter B to read as follows:
- 19 SUBCHAPTER B. BALLOT PROPOSITION FOR BONDS ISSUED BY POLITICAL
- 20 SUBDIVISION
- 21 Sec. 1251.051. APPLICABILITY. This subchapter applies to
- 22 bonds issued by any political subdivision, including a
- 23 municipality, county, school district, or special taxing district.
- Sec. 1251.052. FORM. A proposition seeking voter approval
- 25 of the issuance of bonds shall specifically state:
- 26 (1) a general description of the purposes for which
- 27 the bonds are to be authorized;

- 1 (2) the total principal amount of the bonds;
- 2 (3) the total amount of the political subdivision's
- 3 debt secured by ad valorem taxes currently outstanding;
- 4 (4) the total amount of the political subdivision's
- 5 current payments on debt secured by ad valorem taxes;
- 6 (5) the amount of taxes required to be imposed on a
- 7 homestead with a value equal to the median homestead value in the
- 8 political subdivision, as computed by the appraisal district, to
- 9 repay the political subdivision's current debt obligations secured
- 10 by ad valorem taxes; and
- 11 (6) the estimated tax burden that would be imposed on a
- 12 homestead with a value equal to the median homestead value in the
- 13 political subdivision, as computed by the appraisal district, to
- 14 repay the bonds to be authorized, if approved.
- 15 SECTION 5. The changes in law made by this Act apply only to
- 16 an election ordered on or after the effective date of this Act. An
- 17 election ordered before the effective date of this Act is governed
- 18 by the law in effect when the election was ordered, and the former
- 19 law is continued in effect for that purpose.
- 20 SECTION 6. This Act takes effect September 1, 2019.