By:  Parker, Blanco S.B. No. 1648

(In the Senate - Filed March 6, 2023; March 16, 2023, read first time and referred to Committee on Water, Agriculture & Rural Affairs; April 18, 2023, reported adversely, with favorable Committee Substitute by the following vote: Yeas 8, Nays 0; April 18, 2023, sent to printer.)

COMMITTEE VOTE

               Yea Nay Absent  PNV

Perry           X

Hancock         X

Blanco          X

Flores          X

Gutierrez                 X

Johnson         X

Kolkhorst       X

Sparks          X

Springer        X

COMMITTEE SUBSTITUTE FOR S.B. No. 1648 By:  Hancock

A BILL TO BE ENTITLED

AN ACT

relating to the centennial parks conservation fund.

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

SECTION 1.  Title 3, Parks and Wildlife Code, is amended by adding Chapter 21A to read as follows:

CHAPTER 21A. CENTENNIAL PARKS CONSERVATION FUND

Sec. 21A.001.  DEFINITIONS. In this chapter:

(1)  "Fund" means the centennial parks conservation fund established under Section 49-e-1, Article III, Texas Constitution.

(2)  "Trust company" means the Texas Treasury Safekeeping Trust Company.

Sec. 21A.002.  ADMINISTRATION AND MANAGEMENT OF FUND. (a) The centennial parks conservation fund is held by the trust company and administered by the comptroller as trustee on behalf of the people of this state to generate earnings on money in the fund for the purpose of the creation and improvement of state parks.

(b)  The trust company shall:

(1)  hold, manage, and invest the fund; and

(2)  determine the amount available for distribution from the fund in accordance with a distribution policy adopted by the comptroller that is designed to:

(A)  preserve the purchasing power of the fund's assets;

(B)  provide a stable and predictable stream of annual distributions; and

(C)  meet any necessary liquidity needs of the fund.

(c)  The expenses of managing the fund and its assets shall be paid from the fund. Except as otherwise provided by this chapter and Section 49-e-1, Article III, Texas Constitution, money in the fund may not be used for any other purpose.

(d)  In managing the assets of the fund, through procedures and subject to restrictions the trust company considers appropriate, the trust company may acquire, exchange, sell, supervise, manage, or retain any kind of investment that a prudent investor, exercising reasonable care, skill, and caution, would acquire or retain in light of the purposes, terms, distribution requirements, liquidity requirements, and other circumstances of the fund then prevailing, taking into consideration the investment of all the fund assets rather than a single investment.

(e)  The department shall provide the trust company with a cash flow forecast at least annually, and more frequently as appropriate, to ensure the trust company is able to satisfy the distribution and liquidity requirements of the fund.

Sec. 21A.003.  REQUEST FOR DISTRIBUTION. The department may request from the trust company a distribution from the fund for the purpose of acquiring real property in this state for the creation and improvement of publicly accessible state parks.

Sec. 21A.004.  REQUIRED APPROVAL OF ACQUISITION. (a) The department must submit to the Legislative Budget Board a request for approval of a proposed acquisition of real property under this chapter before the property is acquired.

(b)  A request to the Legislative Budget Board under this section shall be considered approved on the 30th day after the date the request is submitted unless the request is approved or disapproved before that date.

Sec. 21A.005.  PROHIBITED EXPENDITURES. Money in the fund may not be used:

(1)  to pay salaries, employee benefits, costs associated with employee benefits, or administration, operating, or program costs of the department; or

(2)  for the maintenance or operation of state parks.

Sec. 21A.006.  EXPENDITURES SUBJECT TO AUDIT. All expenditures by the department under this chapter are subject to audit by the state auditor.

Sec. 21A.007.  STRATEGIC PLAN. The department shall include in each strategic plan submitted under Section 2056.002, Government Code, a report on each acquisition funded using money in the fund during the two-year period preceding the date on which the department submits the plan.

SECTION 2.  This Act takes effect January 1, 2024, but only if the constitutional amendment proposed by the 88th Legislature, Regular Session, 2023, providing for the creation of the centennial parks conservation fund to be used for the creation and improvement of state parks is approved by the voters. If that amendment is not approved by the voters, this Act has no effect.

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