

Chapter 95

H.B. No. 1224

AN ACT

relating to the purposes for which the assets of certain revolving funds administered by the Texas Water Development Board may be used.

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

SECTION 1. Subchapter J, Chapter 15, Water Code, is amended by adding Section 15.6042 to read as follows:

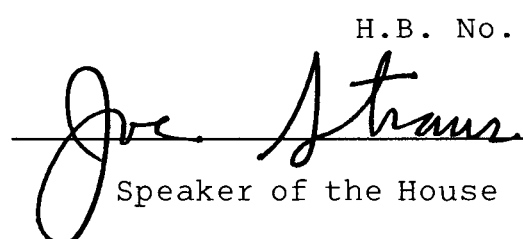
Sec. 15.6042. CROSS-COLLATERALIZATION OF FUNDS. (a) In this section, "state revolving fund bonds" means revenue bonds issued by the board to provide funds for the revolving fund, the safe drinking water revolving fund, or an additional state revolving fund.

(b) Notwithstanding any other law to the contrary, the board by resolution may approve the use of assets of the revolving fund, the safe drinking water revolving fund, or an additional state revolving fund as a source of revenue or security, or both revenue and security, for the payment of the principal of and interest on state revolving fund bonds.

SECTION 2. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2015.

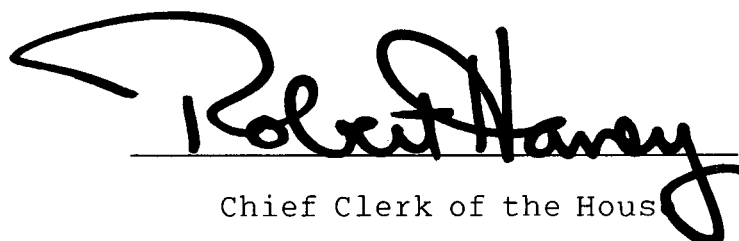


President of the Senate

H.B. No. 1224


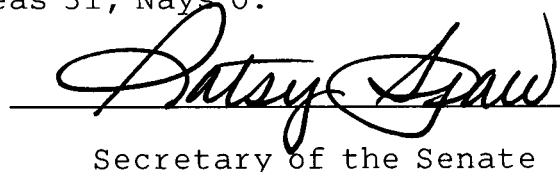
Speaker of the House

I certify that H.B. No. 1224 was passed by the House on April 16, 2015, by the following vote: Yeas 142, Nays 4, 2 present, not voting.



Chief Clerk of the House

I certify that H.B. No. 1224 was passed by the Senate on May 13, 2015, by the following vote: Yeas 31, Nays 0.



Secretary of the Senate

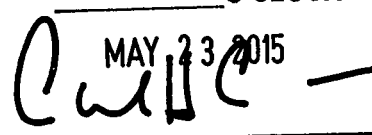
APPROVED: 5-23-2015

Date



Governor

FILED IN THE OFFICE OF THE
SECRETARY OF STATE
O'CLOCK



Secretary of State

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

April 30, 2015

TO: Honorable Charles Perry, Chair, Senate Committee on Agriculture, Water & Rural Affairs

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: **HB1224** by Lucio III (Relating to the purposes for which the assets of certain revolving funds administered by the Texas Water Development Board may be used.), **As Engrossed**

No significant fiscal implication to the State is anticipated.

The bill would allow the Water Development Board to approve by resolution the use of assets of the Clean Water State Revolving Fund (CWSRF), the Drinking Water Revolving Fund (DWSRF), and any additional state revolving fund created in the future, as a source of revenue or security, or both, for the payment of the principal of and interest on state revolving fund bonds.

The bill would give the Board the authority under state law to approve the cross-collateralization of the state revolving funds. The agency reports that cross-collateralization would provide enhanced security to bondholders by providing additional sources of available revenues from which to draw for debt service, thereby improving the bond ratings and reducing the cost of borrowing from the DWSRF for borrowers. The bill's passage is not expected to have a significant impact on the agency's workload.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: 304 Comptroller of Public Accounts, 352 Bond Review Board, 580 Water Development Board

LBB Staff: UP, SZ, TL

LEGISLATIVE BUDGET BOARD
Austin, Texas

FISCAL NOTE, 84TH LEGISLATIVE REGULAR SESSION

March 23, 2015

TO: Honorable Jim Keffer, Chair, House Committee on Natural Resources

FROM: Ursula Parks, Director, Legislative Budget Board

IN RE: HB1224 by Lucio III (Relating to the purposes for which the assets of certain revolving funds administered by the Texas Water Development Board may be used.), **As Introduced**

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