1-1 By: Ashby, et al. (Senate Sponsor - Huffman) H.J.R. No. 125 (In the Senate - Received from the House April 27, 2023; 1-3 May 2, 2023, read first time and referred to Committee on Business 1-4 & Commerce; May 3, 2023, rereferred to Committee on Finance; 1-5 May 16, 2023, reported adversely, with favorable Committee 1-6 Substitute by the following vote: Yeas 16, Nays 1; May 16, 2023, 1-7 sent to printer.)

| COMMITTEE VOTE | |
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| Yea Nay Absent | PNV |
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| | Yea Nay Absent X X |

COMMITTEE SUBSTITUTE FOR H.J.R. No. 125

1-27

HOUSE JOINT RESOLUTION 1-28 1-29 proposing a constitutional amendment creating the broadband infrastructure fund to expand high-speed broadband access and 1-30 assist in the financing of connectivity projects. BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS: 1-31 1-32 1-33 SECTION 1. Article III, Texas Constitution, is amended by 1-34 adding Section 49-d-16 to read as follows: <u>Sec. 49-d-16. (a) In this section:</u> (1) "Comptroller" means the comptroller of pub-accounts of the State of Texas or its successor. (2) "Fund" means the broadband infrastructure fund. 1-35 1-36 comptroller of public 1-37 1-38 The broadband infrastructure fund is created as 1-39 (b) 1-40 special fund in the state treasury outside the general revenue fund. 1-41 1-42 The fund consists of: (c) 1-43 (1) money transferred or deposited to the credit of

By: Huffman

1-44 the fund by this constitution, general law, or the General Appropriations Act; 1-45 1-46 legislature by general law that the (2) revenue dedicates for deposit to the credit of the fund; 1-47 1-48 (3) investment earnings and interest earned on money 1-49 in the fund; and (d) gifts, grants, and donations to the fund. (d) Money in the fund shall be administered by the comptroller. Money from the fund may be used only for the expansion 1-50 1-51 1-52 1-53 of access to and adoption of broadband and telecommunications services, including: 1-54 1-55 (1) the development, construction, reconstruction, 1-56 and expansion of broadband and telecommunications infrastructure 1-57 or services; 1-58 (2) the operation of broadband and telecommunications

1-59 <u>infrastructure;</u> 1-60 (3) the provision of broadband and telecommunications

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2-1 services; and

(4) the reasonable expenses of administering and 2-2 managing the investments of the fund. 2-3

(e) The legislature by general law shall provide for the 2-4 2-5 manner in which the assets of the fund may be used, subject to the 2-6 limitations of this section. Money in the fund may be used in conjunction with other funds or financial resources, including 2-7 2-8 money from the federal government, in accordance with procedures, standards, and limitations established by federal law and general 2-9 law of this state.

2**-**10 2**-**11 (f) For purposes of Section 22, Article VIII, of this 2-12 constitution:

(1)2-13 money in the fund is dedicated by this 2-14 constitution; and

2**-**15 2**-**16 (2) an appropriation of state tax revenues for the purpose of depositing money to the credit of the fund is treated as 2-17 if it were an appropriation of revenues dedicated by this 2-18 constitution.

(g) Unless extended by adoption of a concurrent resolution approved by a record vote of two-thirds of the members of each house of the legislature, this section expires on September 1, 2035. A 2-19 2-20 2-21 resolution suspends the expiration of this section until September 2-22 1 of the 10th year following the adoption of the resolution. 2-23

2-24 (h) Immediately before the expiration of this section, the comptroller shall transfer any unexpended and unobligated balance remaining in the fund to the general revenue fund. SECTION 2. The following temporary provision is added to 2**-**25 2**-**26

2-27 2-28 the Texas Constitution:

TEMPORARY PROVISION. (a) This temporary provision applies to the amendment to Article III of this constitution as proposed by the 88th Legislature, Regular Session, 2023, creating the broadband infrastructure fund to expand high-speed broadband access and 2-29 2-30 2-31 2-32 assist in the financing of connectivity projects. 2-33

2-34 (b) The change made to Article III of this constitution by the amendment described in Subsection (a) of this section takes effect January 1, 2024. 2-35 2-36 2-37

(c) This temporary provision expires January 1, 2025.

2-38 SECTION 3. This proposed constitutional amendment shall be 2-39 submitted to the voters at an election to be held November 7, 2023. The ballot shall be printed to permit voting for or against the 2-40 proposition: "The constitutional amendment creating the broadband 2-41 infrastructure fund to expand high-speed broadband access and 2-42 2-43 assist in the financing of connectivity projects."

2-44

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