By: Gonzales of Williamson H.B. No. 3951

A BILL TO BE ENTITLED

| 1 | AN ACT |
|----|--|
| 2 | relating to the functions of the Texas Department of Transportation |
| 3 | relating to aircraft owned or leased by the state; authorizing an |
| 4 | increase in rates charged for the use of state aircraft to provide |
| 5 | for the acquisition of replacement aircraft. |
| 6 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: |
| 7 | SECTION 1. Section 2167.001(a), Government Code, is amended |
| 8 | to read as follows: |
| 9 | (a) This chapter applies to: |
| 10 | <pre>(1) office space;</pre> |
| 11 | (2) warehouse space; |
| 12 | (3) laboratory space; |
| 13 | (4) storage space exceeding 1,000 gross square feet; |
| 14 | (5) boat storage space; |
| 15 | (6) aircraft hangar space other than hangar space and |
| 16 | adjacent space leased by the <u>Texas Department of Transportation</u> |
| 17 | [State Aircraft Pooling Board] at Austin-Bergstrom International |
| 18 | Airport and operated for the purpose of providing air |
| 19 | transportation services for the State of Texas; |
| 20 | (7) vehicle parking space; and |
| 21 | (8) a combination of those kinds of space. |
| 22 | SECTION 2. Section 2175.191(c), Government Code, is amended |
| 23 | to read as follows: |

24

(c) Proceeds from the sale of surplus and salvage property

- H.B. No. 3951
- 1 of the <u>Texas Department</u> of <u>Transportation relating</u> to the
- 2 department's duties under Chapter 2205 [State Aircraft Pooling
- 3 Board shall be deposited to the credit of the department [board].
- 4 SECTION 3. The heading to Subchapter A, Chapter 2205,
- 5 Government Code, is amended to read as follows:
- 6 SUBCHAPTER A. [STATE AIRCRAFT POOLING BOARD;] GENERAL PROVISIONS
- 7 SECTION 4. Section 2205.002(1), Government Code, is amended
- 8 to read as follows:
- 9 (1) "Department [Board]" means the Texas Department of
- 10 <u>Transportation</u> [State Aircraft Pooling Board].
- 11 SECTION 5. Section 2205.012, Government Code, is amended to
- 12 read as follows:
- Sec. 2205.012. STAFF. [(a)] The department [board] may
- 14 employ and compensate staff as provided by legislative
- 15 appropriation or may use staff provided by the comptroller or the
- 16 state auditor's office.
- 17 [(b) The board shall develop and implement policies that
- 18 clearly define the respective responsibilities of the board and the
- 19 staff the board uses.
- SECTION 6. Section 2205.032, Government Code, is amended to
- 21 read as follows:
- Sec. 2205.032. CUSTODY, CONTROL, OPERATION, AND
- 23 MAINTENANCE. (a) The <u>department</u> [board] shall operate a pool for
- 24 the custody, control, operation, and maintenance of all aircraft
- 25 owned or leased by the state.
- 26 (b) The department [board] may purchase aircraft with funds
- 27 appropriated for that purpose.

- 1 (c) As part of the strategic plan that the <u>department</u>
- 2 [board] develops and submits under Chapter 2056, the department
- 3 [board] shall develop a long-range plan for its pool of aircraft.
- 4 The department [board] shall include [appropriate portions of] the
- 5 long-range plan in the department's [its] legislative
- 6 appropriations request if the department identifies the need for
- 7 additional appropriations and the additional appropriations are
- 8 related to the department's duties under this chapter. The
- 9 long-range plan must include:
- 10 $\underline{\text{(1)}}$ estimates of future aircraft replacement needs and
- 11 other fleet management needs, including:
- 12 (A) any projected need to increase or decrease
- 13 the number of aircraft in the pool;
- 14 (B) estimates of the remaining useful life for
- 15 <u>each aircraft in the pool; and</u>
- 16 <u>(C) a proposed schedule for replacing aircraft in</u>
- 17 the pool;
- 18 (2) a range of alternatives and scenarios for the
- 19 number and types of aircraft in the pool;
- 20 (3) an analysis of current usage of aircraft in the
- 21 pool, including customer base and documented rationale for use;
- 22 (4) the status of maintenance time and costs and
- 23 projected future trends regarding maintenance time and costs;
- 24 (5) any documented high-risk mechanical issues with
- 25 aircraft in the pool;
- 26 (6) an analysis of the costs and benefits of different
- 27 methods for meeting air transportation currently provided by the

- 1 <u>department under Section 2205.036</u>, including:
- 2 (A) the potential use of statewide contracts for
- 3 private charter aircraft services;
- 4 (B) increased reliance on commercial carriers
- 5 for routine travel;
- 6 (C) decreasing the number of aircraft in the pool
- 7 and increasing the use of contracted flight services; and
- 8 (D) any other method the department considers
- 9 feasible; and
- 10 (7) an analysis of the impact of including capital
- 11 recovery costs in the rates the department charges under Section
- 12 2205.040 that, at a minimum, includes the impact of those included
- 13 costs on customer utilization and the department's schedule for
- 14 replacing aircraft in the pool.
- 15 (d) In developing the long-range plan, the <u>department</u>
- 16 [board] shall consider at a minimum for each aircraft in the pool:
- 17 (1) how much the aircraft is used and the purposes for
- 18 which the aircraft [it] is used;
- 19 (2) the cost of operating the aircraft and the revenue
- 20 generated by the aircraft; and
- 21 (3) the demand for the aircraft or for that type of
- 22 aircraft.
- (e) The department shall update the long-range plan
- 24 annually and make the plan available on the department's Internet
- 25 website.
- SECTION 7. Section 2205.034, Government Code, is amended to
- 27 read as follows:

- 1 Sec. 2205.034. FACILITIES. (a) The <u>department</u> [board] may acquire appropriate facilities for the accommodation of 2 aircraft owned or leased by the state. The facilities may be purchased or leased as determined by the department [board] to be 4 5 most economical for the state and as provided by legislative appropriations. The facilities may include adequate hangar space, 6 indoor passenger waiting area, a flight-planning 7 8 communications facilities, and other related and necessary
- 10 (b) A state agency that operates an aircraft may not use a facility in Austin other than a facility operated by the <u>department</u> 11 [board] for the storage, parking, fueling, or maintenance of the 12 aircraft, whether or not the aircraft is based in Austin. 13 14 situation the department [board] determines to be an emergency, the 15 department [board] may authorize a state agency to use a facility in Austin other than a department [board] facility for the storage, 16 17 parking, fueling, or maintenance of an aircraft.

facilities.

- SECTION 8. Section 2205.035, Government Code, is amended to read as follows:
- Sec. 2205.035. AIRCRAFT LEASES. (a) The <u>department</u> [board] by interagency contract may lease state-owned aircraft to a state agency.
- (b) A state agency that is the prior owner or lessee of an aircraft has the first option to lease that aircraft from the department [board].
- 26 (c) The lease may provide for operation or maintenance by 27 the department [board] or the state agency.

- 1 (d) A state agency may not expend appropriated funds for the
- 2 lease of an aircraft unless the department [board] executes the
- 3 lease or approves the lease [by board order].
- 4 (e) A state agency may not use money appropriated by the
- 5 legislature to rent or lease aircraft except from the department
- 6 $\left[\frac{board}{}\right]$ or as provided by Subsection (f). For purposes of this
- 7 subsection and Subsection (f), payments of mileage reimbursements
- 8 provided for by the General Appropriations Act are not rentals or
- 9 leases of aircraft.
- 10 (f) If the <u>department</u> [board] determines that no
- 11 state-owned aircraft is available to meet a transportation need
- 12 that has arisen or that a rental or lease of aircraft would reduce
- 13 the state's transportation costs, the department [board] shall
- 14 authorize a state agency to expend funds for the rental or lease of
- 15 aircraft, which may include a helicopter.
- SECTION 9. Section 2205.036, Government Code, is amended to
- 17 read as follows:
- 18 Sec. 2205.036. PASSENGER TRANSPORTATION. (a) The
- 19 department [board] shall provide aircraft transportation, to the
- 20 extent that its aircraft are available, to:
- 21 (1) state officers and employees who are traveling on
- 22 official business according to the coordinated passenger
- 23 scheduling system and the priority scheduling system developed as
- 24 part of the aircraft operations manual under Section 2205.038;
- 25 (2) persons in the care or custody of state officers or
- 26 employees described by Subdivision (1); and
- 27 (3) persons whose transportation furthers official

- 1 state business.
- 2 (b) The department [board] may not provide aircraft
- 3 transportation to a passenger if the passenger is to be transported
- 4 to or from a place where the passenger:
- 5 (1) will make or has made a speech not related to
- 6 official state business;
- 7 (2) will attend or has attended an event sponsored by a
- 8 political party;
- 9 (3) will perform a service or has performed a service
- 10 for which the passenger is to receive an honorarium, unless the
- 11 passenger reimburses the <u>department</u> [board] for the cost of
- 12 transportation;
- 13 (4) will attend or has attended an event at which money
- 14 is raised for private or political purposes; or
- 15 (5) will attend or has attended an event at which an
- 16 audience was charged an admission fee to see or hear the passenger.
- 17 (c) The department [board] may not provide aircraft
- 18 transportation to a destination unless:
- 19 (1) the destination is not served by a commercial
- 20 carrier;
- 21 (2) the <u>aircraft transportation is the most</u>
- 22 cost-effective travel arrangement in accordance with Section
- 23 660.007(a) [time required to use a commercial carrier interferes
- 24 with passenger obligations]; [or]
- 25 (3) the number of passengers traveling makes the use
- 26 of a state aircraft cost-effective; or
- 27 (4) emergency circumstances necessitate the use of a

- 1 state aircraft.
- 2 (d) Before the executive director of the department or the
- 3 <u>director's designee may authorize a person to use a state-operated</u>
- 4 aircraft, the person must sign an affidavit stating that the person
- 5 is traveling on official state business. On filing of the
- 6 affidavit, the person may be authorized to use state-operated
- 7 aircraft for official state business for a period of one year. A
- 8 member of the legislature is not required to receive any other
- 9 additional authorization to use a state-operated aircraft.
- 10 (e) Before the executive director of the department or the
- 11 director's designee may authorize an employee of a state agency to
- 12 use a state-operated aircraft, the administrative head of the state
- 13 agency must certify that the employee's transportation complies
- 14 with the requirements of this section.
- 15 SECTION 10. Section 2205.038, Government Code, is amended
- 16 to read as follows:
- 17 Sec. 2205.038. AIRCRAFT OPERATIONS MANUAL. (a) The
- 18 department [board] shall:
- 19 (1) prepare a manual that establishes minimum
- 20 standards for the operation of aircraft by state agencies; and
- 21 (2) adopt procedures for the distribution of the
- 22 manual to state agencies.
- 23 (b) The manual must include provisions for:
- 24 (1) pilot certification standards, including medical
- 25 requirements for pilots;
- 26 (2) recurring training programs for pilots;
- 27 (3) general operating and flight rules;

- 1 (4) coordinated passenger scheduling; and
- 2 (5) other issues the <u>department</u> [board] determines are
- 3 necessary to ensure the efficient and safe operation of aircraft by
- 4 a state agency.
- 5 (c) The department [board] shall confer with and solicit the
- 6 written advice of state agencies the <u>department</u> [board] determines
- 7 are principal users of aircraft operated by the department [board]
- 8 and, to the extent practicable, incorporate that advice in the
- 9 development of the manual and subsequent changes to the manual.
- 10 (d) The <u>department</u> [board] shall give an officer normally
- 11 elected by statewide election priority in the scheduling of
- 12 aircraft. The department [board] by rule may require a 12-hour
- 13 notice by the officer to obtain the priority in scheduling.
- 14 SECTION 11. Section 2205.039, Government Code, is amended
- 15 to read as follows:
- Sec. 2205.039. TRAVEL LOG. (a) The Legislative Budget
- 17 Board, in cooperation with the department [board], shall prescribe:
- 18 (1) a travel log form for gathering information about
- 19 the use of state-operated aircraft;
- 20 (2) procedures to ensure that individuals who travel
- 21 as passengers on or operate state-operated aircraft provide in a
- 22 legible manner the information requested of them by the form; and
- 23 (3) procedures for each state agency that operates an
- 24 aircraft for sending the form to the <u>department</u> [board] and the
- 25 Legislative Budget Board.
- 26 (b) The travel log form must request the following
- 27 information about a state-operated aircraft each time the aircraft

- 1 is flown:
- 2 (1) a mission statement, which may appear as a
- 3 selection to be identified from general categories appearing on the
- 4 form;
- 5 (2) the name, state agency represented, destination,
- 6 and signature of each person who is a passenger or crew member of
- 7 the aircraft;
- 8 (3) the date of each flight;
- 9 (4) a detailed and specific description of the
- 10 official business purpose of each flight; and
- 11 (5) other information determined by the Legislative
- 12 Budget Board and the department [board] to be necessary to monitor
- 13 the proper use of the aircraft.
- 14 (c) A state agency other than the department [Texas
- 15 Department of Transportation] shall send the agency's travel logs
- 16 to the department on an annual basis. An agency is not required to
- 17 file a travel log with the department if the agency did not operate
- 18 an aircraft during the period covered by the travel log.
- 19 SECTION 12. Section 2205.040, Government Code, is amended
- 20 to read as follows:
- Sec. 2205.040. RATES AND BILLING PROCEDURES; ACCOUNT FOR
- 22 CAPITAL REPLACEMENT COSTS. (a) Subject to Subsection (b), the
- 23 <u>department</u> [The board] shall adopt rates for interagency aircraft
- 24 services that are sufficient to recover, in the aggregate and to the
- 25 extent possible, all direct costs for the services provided,
- 26 including a state agency's pro rata share of major maintenance,
- 27 overhauls of equipment and facilities, and pilots' salaries.

- 1 (b) If the department's most recent long-term plan contains
- 2 an analysis under Section 2205.032(c)(7) that finds that including
- 3 capital recovery costs in the rates the department charges under
- 4 this section is a practicable fleet replacement strategy, the
- 5 department may adopt rates for interagency aircraft services
- 6 provided by the department that are sufficient to recover, in the
- 7 aggregate and to the extent possible:
- 8 <u>(1) all direct costs for services provided, as</u>
- 9 provided by Subsection (a); and
- 10 (2) the capital costs of replacing aircraft in the
- 11 pool.
- 12 (c) The Legislative Budget Board, in cooperation with the
- 13 department [board] and the state auditor, shall prescribe a billing
- 14 procedure for passenger travel on state-operated aircraft.
- 15 (d) If the department adopts rates under Subsection (b), the
- 16 portion of the rates collected for the capital costs of replacing
- 17 aircraft in the pool shall be deposited in a separate account in the
- 18 state highway fund. Money in the account may be used only for the
- 19 acquisition of aircraft for the pool operated by the department
- 20 under Section 2205.032.
- 21 SECTION 13. Section 2205.041, Government Code, is amended
- 22 to read as follows:
- Sec. 2205.041. AIRCRAFT USE FORM. (a) The <u>department</u>
- 24 [Texas Department of Transportation] shall prescribe:
- 25 (1) an annual aircraft use form for gathering
- 26 information about the use of state-operated aircraft, including the
- 27 extent to which and the methods by which the goal provided by

- 1 Section 2205.031(b) is being met; and
- 2 (2) procedures for each state agency that operates an
- 3 aircraft for sending the form to the department.
- 4 (b) The aircraft use form must request the following
- 5 information about each aircraft a state agency operates:
- 6 (1) a description of the aircraft;
- 7 (2) the date purchased or leased and the purchase
- 8 price or lease cost;
- 9 (3) the number of annual hours flown;
- 10 (4) the annual operating costs;
- 11 (5) the number of flights and the destinations;
- 12 (6) the travel logs prepared under Section 2205.039;
- 13 and
- 14 (7) any other information the department [Texas
- 15 Department of Transportation] requires to document the proper or
- 16 cost-efficient use of the aircraft.
- SECTION 14. Section 2205.042, Government Code, is amended
- 18 to read as follows:
- 19 Sec. 2205.042. PILOTS. An individual who is not a pilot
- 20 employed by the <u>department</u> [board] may not operate a state-operated
- 21 aircraft unless the <u>department</u> [board] grants the individual a
- 22 specific exemption from that requirement.
- 23 SECTION 15. Section 2205.043(b), Government Code, is
- 24 amended to read as follows:
- 25 (b) The department [board] shall adopt rules, consistent
- 26 with federal regulations and Section 3101.001, governing the color,
- 27 size, and location of marks of identification required by this

- 1 section.
- 2 SECTION 16. Section 2205.044, Government Code, is amended
- 3 to read as follows:
- 4 Sec. 2205.044. FUEL AND MAINTENANCE CONTRACTS. The
- 5 department [board] may contract with a state or federal
- 6 governmental agency or a political subdivision to provide aircraft
- 7 fuel or to provide aircraft maintenance services.
- 8 SECTION 17. Section 2205.045(a), Government Code, is
- 9 amended to read as follows:
- 10 (a) The <u>department</u> [board] may purchase insurance to
- 11 protect the <u>department</u> [board] from loss caused by damage, loss,
- 12 theft, or destruction of aircraft owned or leased by the state and
- 13 shall purchase liability insurance to protect the officers and
- 14 employees of each state agency from loss arising from the operation
- 15 of state-owned aircraft.
- 16 SECTION 18. Section 2205.046, Government Code, is amended
- 17 to read as follows:
- 18 Sec. 2205.046. AIRCRAFT FOR FLIGHT TRAINING PROGRAMS. (a)
- 19 The department [board] may transfer aircraft to a public technical
- 20 institute or other public postsecondary educational institution
- 21 for use in the institution's flight training program. Except as
- 22 provided by this section, the <u>department</u> [board] has no
- 23 responsibility for continued maintenance of aircraft transferred
- 24 under this section.
- 25 (b) As a condition to the transfer of the aircraft, the
- 26 institution must certify in writing to the department [board] that
- 27 the institution will accept full responsibility for maintenance of

- H.B. No. 3951
- 1 the aircraft and that it will be properly maintained while in the
- 2 custody and control of the institution. The <u>department</u> [board] is
- 3 entitled to inspect the aircraft without notice for the purpose of
- 4 ensuring [insuring] that the aircraft is [are] properly maintained.
- 5 (c) The department [board] may immediately reassume custody
- 6 and control of a transferred aircraft on a finding by the <u>department</u>
- 7 [board] that:
- 8 (1) the aircraft is not being properly maintained;
- 9 (2) the aircraft is being used for a purpose other than
- 10 flight training; or
- 11 (3) the institution has discontinued its flight
- 12 training program.
- 13 SECTION 19. Section 2205.047, Government Code, is amended
- 14 to read as follows:
- 15 Sec. 2205.047. INFORMATION POSTED ON THE INTERNET. The
- 16 department [board] shall post information related to travel and
- 17 other services provided by the department [board] on an Internet
- 18 website [site] maintained by or for the department [board]. The
- 19 site must be generally accessible to state agencies, persons who
- 20 use the department's [board's] services, and, to the extent
- 21 appropriate, the general public.
- 22 SECTION 20. Section 21.069(a), Transportation Code, is
- 23 amended to read as follows:
- 24 (a) The department[, in consultation with the State
- 25 Aircraft Pooling Board, shall establish a state airport in Central
- 26 Texas that is open to the general public.
- 27 SECTION 21. Sections 2205.003, 2205.004, 2205.005,

- 1 2205.006, 2205.007, 2205.008, 2205.009, 2205.010, 2205.011,
- 2 2205.013, 2205.014, 2205.015, and 2205.017, Government Code, are
- 3 repealed.
- 4 SECTION 22. Not later than September 1, 2018, the Texas
- 5 Department of Transportation shall adopt the first long-range plan
- 6 containing the information required by Section 2205.032(c),
- 7 Government Code, as amended by this Act.
- 8 SECTION 23. This Act takes effect September 1, 2017.