By: Cortez H.B. No. 2633

Substitute the following for H.B. No. 2633:

By: Rosenthal C.S.H.B. No. 2633

A BILL TO BE ENTITLED

1 AN ACT

2 relating to conditions imposed on an emergency services district

3 that includes territory in the extraterritorial jurisdiction of

- 4 certain municipalities.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 775.014, Health and Safety Code, is
- 7 amended by adding Subsection (h-1) and amending Subsection (i) to
- 8 read as follows:
- 9 (h-1) The board of an emergency services district created
- 10 before September 1, 2023, that is subject to conditions negotiated
- 11 under Subsection (h) as that subsection existed immediately before
- 12 September 1, 2023, may hold an election to submit to the qualified
- 13 voters of the district the question of whether to terminate the
- 14 negotiated conditions under that subsection. If a majority of the
- 15 votes cast in the election favor the termination of the conditions,
- 16 the conditions are terminated and have no effect. The board of a
- 17 district described by this subsection may not hold an election
- 18 under this subsection if the termination of the conditions would
- 19 <u>impair:</u>
- 20 <u>(1) a contract entered into by the board; or</u>
- 21 (2) the rights of the holders of any outstanding and
- 22 unpaid bonds or other debt.
- (i) If a [A] request [submitted] under this section is
- 24 submitted to a municipality that has a population of more than one

- 1 million and the majority of the territory inside the municipality's
- 2 corporate boundaries is located inside a county with a population
- 3 of less than 2.1 million, the request [described by Subsection (h)]
- 4 must include:
- 5 (1) a copy of the petition submitted under Section
- 6 775.015; and
- 7 (2) a sufficient legal description of the portion of
- 8 the municipality and its extraterritorial jurisdiction that would
- 9 be included in the district territory.
- 10 SECTION 2. Section 775.016(c), Health and Safety Code, is
- 11 amended to read as follows:
- 12 (c) The commissioners court has exclusive jurisdiction to
- 13 determine each issue relating to the creation of the district[$_{\tau}$
- 14 including any matters negotiated with a consenting municipality
- 15 under Section $775.014(h)_{7}$] and may issue incidental orders it
- 16 considers proper in relation to the issues before the commissioners
- 17 court. The commissioners court may adjourn the hearing as
- 18 necessary.
- 19 SECTION 3. Section 775.017(a), Health and Safety Code, is
- 20 amended to read as follows:
- 21 (a) If after the hearing the commissioners court finds that
- 22 creation of the district is feasible and will promote the public
- 23 safety, welfare, health, and convenience of persons residing in the
- 24 proposed district, the commissioners court shall grant the petition
- 25 $\underline{\text{and}}$ [7] fix the district's boundaries[7 and impose any conditions
- 26 negotiated under Section 775.014(h)]. If the proposed district,
- 27 according to its boundaries stated in the petition, is located

- C.S.H.B. No. 2633
- 1 wholly in a county with a population of more than 3.3 million, the
- 2 commissioners court may amend the petition to change the boundaries
- 3 of the proposed district if the commissioners court finds the
- 4 change is necessary or desirable. For the purposes of this
- 5 provision, the population of the county is determined according to
- 6 the most recent federal decennial census available at the time the
- 7 petition is filed.
- 8 SECTION 4. Section 775.018(a), Health and Safety Code, is
- 9 amended to read as follows:
- 10 (a) On the granting of a petition, the commissioners court
- 11 shall order an election to confirm the district's creation and
- 12 authorize the imposition of a tax not to exceed the rate allowed by
- 13 Section 48-e, Article III, Texas Constitution. [Any conditions
- 14 negotiated under Section 775.014(h) must be included on the
- 15 ballot.
- SECTION 5. Section 775.019(b), Health and Safety Code, is
- 17 amended to read as follows:
- 18 (b) A district may not include territory in a municipality's
- 19 limits or extraterritorial jurisdiction unless a majority of the
- 20 voters residing in that territory who vote at the election vote in
- 21 favor of creating the district [subject to any conditions
- 22 negotiated under Section 775.014(h)] and imposing a tax. The
- 23 exclusion of that territory does not affect the creation of a
- 24 district that includes the remainder of the proposed territory if
- 25 the commissioners court's findings under Section 775.017 are
- 26 favorable to the district's creation.
- 27 SECTION 6. Section 775.022(g), Health and Safety Code, is

C.S.H.B. No. 2633

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amended to read as follows:
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              The amount of compensation under Subsection (c) shall be
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   determined under Subsection (e) regardless of whether Subsection
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    (e-1) would yield a greater amount if:
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                (1) the municipality <u>has a population of more than one</u>
6
   million and the majority of the territory inside the municipality's
   corporate boundaries is located inside a county with a population
7
   of less than 2.1 million [is a municipality described by Section
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   \frac{775.014(h)}{1}; and
                (2) the municipality and the district enter into an
10
   agreement on or before September 1, 2019, regarding the district's
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   bonded and other indebtedness.
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          SECTION 7. The following sections of the Health and Safety
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   Code are repealed:
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               (1) Section 775.014(h);
                (2) Section 775.019(f); and
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                (3) Section 775.031(e).
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SECTION 8. This Act takes effect September 1, 2023.

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