By:KruseeH.B. No. 1197Substitute the following for H.B. No. 1197:C.S.H.B. No. 1197By:HowardC.S.H.B. No. 1197

A BILL TO BE ENTITLED

1 AN ACT 2 relating to authorization for a development agreement between a 3 municipality and an owner of land in the municipality's extraterritorial jurisdiction. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 SECTION 1. Chapter 212, Local Government Code, is amended 6 by adding Subchapter G to read as follows: 7 8 SUBCHAPTER G. AGREEMENT GOVERNING CERTAIN LAND IN A MUNICIPALITY'S 9 EXTRATERRITORIAL JURISDICTION Sec. 212.171. DEVELOPMENT AGREEMENT. (a) In this 10 11 subchapter, "extraterritorial jurisdiction" means a municipality's 12 extraterritorial jurisdiction as determined under Chapter 42. (b) The governing body of a municipality may make a written 13 contract with an owner of land that is located in the 14 extraterritorial jurisdiction of the municipality to: 15 (1) guarantee the continuation of 16 the extraterritorial status of the land and its immunity from 17 18 annexation by the municipality for a period not to exceed 15 years; (2) extend the municipality's planning authority over 19 the land by providing for a development plan to be prepared by the 20 21 landowner and approved by the municipality under which certain 22 general uses and development of the land are authorized; 23 (3) authorize enforcement by the municipality of certain municipal land use and development regulations in the same 24

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1	manner the regulations are enforced within the municipality's
2	boundaries;
3	(4) authorize enforcement by the municipality of land
4	use and development regulations other than those that apply within
5	the municipality's boundaries, as may be agreed to by the landowner
6	and the municipality;
7	(5) provide for infrastructure for the land,
8	including:
9	(A) streets and roads;
10	(B) street and road drainage;
11	(C) land drainage; and
12	(D) water, wastewater, and other utility
13	systems;
14	(6) authorize enforcement of environmental
15	regulations;
16	(7) provide for the annexation of the land as a whole
17	or in parts and to provide for the terms of annexation, if
18	annexation is agreed to by the parties;
19	(8) specify the uses and development of the land
20	before and after annexation, if annexation is agreed to by the
21	parties; or
22	(9) include other lawful terms and considerations the
23	parties consider appropriate.
24	(c) An agreement under this subchapter must:
25	(1) be in writing;
26	(2) contain an adequate legal description of the land;
27	(3) be approved by the governing body of the

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1	municipality and the landowner; and
2	(4) be recorded in the real property records of each
3	county in which any part of the land that is subject to the
4	agreement is located.
5	(d) The parties to a contract may renew or extend it for
6	successive periods not to exceed 15 years each. The total duration
7	of the original contract and any successive renewals or extensions
8	may not exceed 45 years.
9	(e) A municipality in an affected county, as defined by
10	Section 16.341, Water Code, may not enter into an agreement under
11	this subchapter that is inconsistent with the model rules adopted
12	under Section 16.343, Water Code.
13	(f) The agreement between the governing body of the
14	municipality and the landowner is binding on the municipality and
15	the landowner and on their respective successors and assigns for
16	the term of the agreement. The agreement is not binding on, and
17	does not create any encumbrance to title as to, any end-buyer of a
18	fully developed and improved lot within the development, except for
19	land use and development regulations that may apply to a specific
20	<u>lot.</u>
21	(g) An agreement under this subchapter constitutes a permit
22	under Chapter 245.
23	(h) An agreement between a municipality and a landowner
24	entered into prior to the effective date of this section and that
25	complies with this section is validated.
26	Sec. 212.172. CERTAIN COASTAL AREAS. This subchapter does
27	not apply to, limit, or otherwise affect any ordinance, order,

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rule, plan, or standard adopted by this state or a state agency, 1 2 county, municipality, or other political subdivision of this state under the federal Coastal Zone Management Act of 1972 (16 U.S.C. 3 Section 1451 et seq.), and its subsequent amendments, or Subtitle 4 E, Title 2, Natural Resources Code. 5 SECTION 2. This Act takes effect immediately if it receives 6 a vote of two-thirds of all the members elected to each house, as 7 provided by Section 39, Article III, Texas Constitution. If this 8 Act does not receive the vote necessary for immediate effect, this 9

10 Act takes effect September 1, 2003.