1-1 By: Brown of Kaufman (Senate Sponsor - Deuell) H.B. No. 3617
1-2 (In the Senate - Received from the House May 24, 2003;
1-3 May 24, 2003, read first time and referred to Committee on Natural
1-4 Resources; May 26, 2003, reported favorably by the following vote:
1-5 Yeas 7, Nays 0; May 26, 2003, sent to printer.)

A BILL TO BE ENTITLED
AN ACT

relating to the creation, administration, powers, duties, operation, and financing of the Kingsborough Municipal Utility District No. 6 of Kaufman County.

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

SECTION 1. DEFINITIONS. In this Act:

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- (1) "Board" means the board of directors of the district.
- (2) "Commission" means the Texas Commission on Environmental Quality.
- (3) "District" means the Kingsborough Municipal Utility District No. 6 of Kaufman County.

SECTION 2. CREATION. (a) A conservation and reclamation district, to be known as the Kingsborough Municipal Utility District No. 6 of Kaufman County, is created in Kaufman County, subject to approval at a confirmation election under Section 13 of this Act.

(b) The district is a governmental agency and a political subdivision of this state.

subdivision of this state.

SECTION 3. AUTHORITY FOR CREATION. The district is created under and is essential to accomplish the purposes of Section 52, Article III, and Section 59, Article XVI, Texas Constitution.

SECTION 4. FINDING OF BENEFIT AND PUBLIC PURPOSE. (a) The district is created to serve a public use and benefit.

(b) All of the land and other property included within the boundaries of the district will be benefited by the works and projects that are to be accomplished by the district under powers conferred by Section 52, Article III, and Section 59, Article XVI, Texas Constitution.

SECTION 5. BOUNDARIES. The boundaries of the district are as follows:

BEING all that certain lot, tract or parcel of land located in the D. Wilkerson Survey, Abstract No. 566 and the J. G. Moore Survey, Abstract No. 309, Kaufman County, Texas, and being a portion of that certain called 1000 acre tract of land conveyed to Fitzpatrick, Ltd., according to the deed filed for record in Volume 1166, Page 368 of the Deed Records of Kaufman County, Texas, and being a portion of that certain called 81 acre tract of land conveyed to Fitzpatrick, Ltd., according to the deed filed for record in Volume 1166, Page 377, of said Deed Records, and being more particularly described by metes and bounds as follows:

BEGINNING at the West corner of said called 1000 acre tract and the South corner of that certain tract of land conveyed to the West Foundation, and described as Tract K31 in the deed filed for record in Volume 749, Page 245, Deed Records, Kaufman County, Texas, said point also being in County Road No. 269 (an undefined width public roadway);

THENCE North 44 deg. 14 min. 23 sec. East, along the Northwest boundary line of said called 1000 acre tract, a distance of 2640.00 feet, to the beginning of a non-tangent curve to the right having a radius of 2640.00 feet;

THENCE departing the Northwest boundary line of said called 1000 acre tract and along said non-tangent curve in a Southeasterly direction, through a central angle of 00 deg. 01 min. 24 sec., an arc length of 1.07 feet, said non-tangent curve also having a long chord which bears South 45 deg. 44 min. 55 sec. East, 1.07 feet;

THENCE South 45 deg. 44 min. 13 sec. East, a distance of 1700.00 feet, to the beginning of a curve to the right having a

radius of 2640.00 feet;

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2-67 2-68 2-69 THENCE along said curve to the right and in a Southwesterly direction, through a central angle of 90 deg. 59 min. 14 sec., an arc length of 4192.39 feet, said curve also having a long chord which bears South 00 deg. 14 min. 36 sec. East, 3765.55 feet;

which bears South 00 deg. 14 min. 36 sec. East, 3765.55 feet;
THENCE South 45 deg. 15 min. 01 sec. West, a distance of 717.14 feet, to a point on the West boundary line of the aforementioned 81 acre tract;

THENCE North 02 deg. 58 min. 25 sec. East, along the West boundary line of said 81 acre tract, a distance of 1014.81 feet, to the North corner of said called 81 acre tract and the South corner of the aforementioned 1000 acre tract;

THENCE North 45 deg. 44 min. 13 sec. West, along the Southwest boundary line of said called 1000 acre tract, a distance of 3657.62 feet, to the POINT OF BEGINNING and containing 234.703 acres $(10,223,647 \ \text{square feet})$, of land.

SECTION 6. FINDINGS RELATING TO BOUNDARIES. The legislature finds that the boundaries and field notes of the district form a closure. If a mistake is made in the field notes or in copying the field notes in the legislative process, the mistake does not affect in any way:

(1) the organization, existence, or validity of the district;

(2) the right of the district to impose taxes; or

(3) the legality or operation of the district or the

SECTION 7. GENERAL POWERS. (a) Except as provided by Subsection (b) of this section, the district has all of the rights, powers, privileges, authority, functions, and duties provided by the general law of this state, including Chapters 49 and 54, Water Code, applicable to municipal utility districts created under

Section 59, Article XVI, Texas Constitution. This Act prevails over any provision of general law that is in conflict or inconsistent with this Act.

(b) The district may not provide retail water service to an area designated by ordinance or resolution of the governing body of a municipality as within the water service area, extraterritorial jurisdiction, or corporate limits of that municipality if the municipality:

(1) has a population of less than 5,000; and

(2) has not given its express written consent.

SECTION 8. ADDITIONAL POWERS. (a) The district has the additional rights, powers, privileges, authority, and functions provided by this section.

- provided by this section.

 (b) To the extent authorized by Section 52, Article III, Texas Constitution, the district may provide for the construction, maintenance, and operation inside or outside the boundaries of the district of:
 - (1) paved roads and turnpikes; or
- (2) works, facilities, or improvements related to the roads and turnpikes.

SECTION 9. BONDS. (a) The district may issue bonds as provided by Chapters 49 and 54, Water Code, and the general laws of this state.

- (b) The district may issue bonds, notes, or other obligations of the district to finance construction, maintenance, and operation under Section 8 of this Act and may impose a tax to pay the principal of or interest on bonds issued under this subsection.
- (c) The district may not issue bonds under Subsection (b) of this section unless the issuance is approved by a vote of a two-thirds majority of the qualified voters of the district voting at an election called for that purpose. Bonds, notes, or other obligations issued or incurred under Subsection (b) of this section may not exceed one-fourth of the assessed value of the real property in the district.
- (d) Sections 49.181 and 49.182, Water Code, do not apply to projects undertaken by the district under Section 8(b) of this Act or to bonds issued by the district under Subsection (b) of this section.

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EMINENT DOMAIN. The district may exercise the SECTION 10. right of eminent domain, as provided by Section 49.222, Water Code, only within the boundaries of the district.

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SECTION 11. BOARD OF DIRECTORS. (a) The district is

- governed by a board of five directors.

 (b) Temporary directors serve until initial directors are elected under Section 13 of this Act.
- Initial directors serve until permanent directors are (c) elected under Section 14 of this Act.
 - (d) Permanent directors serve staggered four-year terms.
- (e) Each director must qualify to serve as director in the manner provided by Section 49.055, Water Code.
 SECTION 12. APPOINTMENT OF TEMPORARY DIRECTORS.

(a) after the effective date of this Act, a person who owns land in the district may submit a petition to the commission requesting that the commission appoint as temporary directors the five persons named in the petition.

- of this section, (b) Subject to Subsection (e) commission shall appoint as temporary directors the five persons named in the first petition received by the commission.
- If a temporary director fails to qualify for office, the (c) commission shall appoint a person to fill the vacancy.
- As soon as practicable after all of the temporary directors have qualified, the temporary directors shall meet and
- elect officers from among their membership.

 (e) The commission may appoint temporary directors for a district that is located wholly or in part within an area designated by ordinance or resolution of the governing body of a municipality with a population of less than 5,000 as the water service area, extraterritorial jurisdiction, or corporate limits of that municipality only if the municipality has given its express written consent to the creation of the district. The municipality may give its consent only on the execution of a written agreement between the developer of the district and a school district affiliated with the
- of buildings and improvements for the school district; and
- (2) establish an educational fund for the school district of an amount based on an annually determined transaction fee on the sale and resale of any home within the district boundaries for the duration of the existence of the district.

SECTION 13. CONFIRMATION AND INITIAL DIRECTORS ELECTION. Subject to Subsection (b) of this section, the temporary board of directors shall call and hold an election to confirm establishment of the district and to elect five initial directors in the manner provided by Chapter 49, Water Code.

- (b) The temporary board of directors may call and hold an election to confirm establishment of a district that is located wholly or in part within an area designated by ordinance or resolution of the governing body of a municipality with a population of less than 5,000 as the water service area, extraterritorial jurisdiction, or corporate limits of that municipality only if the municipality has given its express written consent to the creation of the district. The municipality may give its consent only on the execution of a written agreement between the developer of the district and a school district affiliated with the municipality providing that the district will:
 (1) fund the construction
- of buildings improvements for the school district; and
- (2) establish an educational fund for the district of an amount based on an annually determined transaction fee on the sale and resale of any home within the district boundaries for the duration of the existence of the district.

SECTION 14. ELECTION OF DIRECTORS. The board shall call and hold elections to elect permanent directors in the manner provided by Chapter 49, Water Code.

SECTION 15. FINDINGS RELATED TO PROCEDURAL REQUIREMENTS. The legal notice of the intention to introduce this Act, setting forth the general substance of this Act, has been published

 $$\rm H.B.\ No.\ 3617$ as provided by law, and the notice and a copy of this Act have been furnished to all persons, agencies, officials, or entities to which they are required to be furnished under Section 59, Article XVI, Texas Constitution, and Chapter 313, Government Code.

- The governor has submitted the notice and Act to the (b) commission.
- (c) The commission has filed its recommendations relating to this Act with the governor, lieutenant governor, and speaker of the house of representatives within the required time.
- (d) All requirements of the constitution and laws of this state and the rules and procedures of the legislature with respect to the notice, introduction, and passage of this Act are fulfilled and accomplished.

EFFECTIVE DATE; EXPIRATION DATE. (a) This Act SECTION 16. takes effect September 1, 2003.

(b) If the creation of the district is not confirmed at a confirmation election held under Section 13 of this Act before September 1, 2005, this Act expires on that date.

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