By: Janek S.B. No. 1883

## A BILL TO BE ENTITLED

1	AN ACT

- 2 relating to the assumption of road utility district authority by
- 3 Fort Bend County Levee Improvement District No. 15, including the
- 4 authority to impose taxes and issue bonds.
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5
- 6 SECTION 1. AUTHORITY. Fort Bend County Levee Improvement
- District No. 15 is granted road utility district authority under 7
- Section 52(b)(3), Article III, Texas Constitution, and Chapter 441, 8
- Transportation Code, including the authority to repair and maintain 9
- streets and roadways in the district. In addition, the district has 10
- the powers of a metropolitan rapid transit authority under Section 11
- 12 451.065, Transportation Code, provided, however, that Section
- 13 451.065(d), Transportation Code, shall not apply to the district.
- SECTION 2. DEFINITIONS. In this Act: 14
- (1) "Board" means the board of directors of Fort Bend 15
- County Levee Improvement District No. 15. 16
- "City" means either the City of Sugar Land, Texas, 17
- or the City of Missouri City, Texas, depending on where the project 18
- 19 is located.
- (3) "District" 20 means Fort Bend County Levee
- Improvement District No. 15. 21
- 22 SECTION 3. FINDING OF BENEFIT. The legislature finds that
- 23 all of the land and other property included within the boundaries of
- 24 the district will be benefited by the works and projects that are to

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- 1 be accomplished by the district under the powers conferred by
- 2 Section 52, Article III, Texas Constitution, and that the district
- 3 is created to serve a public use and benefit.
- 4 SECTION 4. EXEMPTION FROM CERTAIN LAW. Subchapters B, C, D,
- 5 G, H, K, and L, Chapter 441, Transportation Code, are not applicable
- 6 to the district.
- 7 SECTION 5. POWERS. Without limitation of the powers of the
- 8 district existing before the effective date of this Act, the
- 9 district has all of the rights, powers, privileges, authority,
- 10 duties, and functions conferred by the general law of this state,
- 11 including Chapter 441, Transportation Code, applicable to road
- 12 utility districts created under Section 52, Article III, Texas
- 13 Constitution, including the authority to impose taxes, to the
- 14 extent those provisions can be made applicable. If any provision of
- 15 general law relating to road utility districts is in conflict with
- or inconsistent with this Act or Chapter 49 or 57, Water Code, this
- 17 Act and Chapters 49 and 57, Water Code, prevail. This Act prevails
- 18 over any provision of general law that is in conflict with or
- 19 inconsistent with this Act, including any provision of Chapter 49
- or 57, Water Code.
- 21 SECTION 6. PROJECTS. (a) The district may construct,
- 22 acquire, improve, maintain, and operate macadamized, graveled, or
- 23 paved roads and turnpikes or improvements in aid of those roads or
- 24 turnpikes, within the boundaries of the district, to the extent
- 25 authorized by Section 52, Article III, Texas Constitution.
- 26 (b) The works, facilities, or improvements may include
- 27 drainage or landscaping improvements and lights, signs, or signals

- 1 that are incidental to the roads and turnpikes and their
- 2 construction, maintenance, or operation.
- 3 (c) A project authorized by this section must meet all
- 4 applicable construction standards, zoning and subdivision
- 5 requirements, and regulatory ordinances of the city in which it is
- 6 located.
- 7 (d) On completion of any project authorized by this Act, the
- 8 district, with the consent of the city, may convey that project to
- 9 the city if the conveyance is free of all indebtedness of the
- 10 district. If the city becomes the owner of a project, the city is
- 11 responsible for all future maintenance, operation, and upkeep, and
- 12 the district has no further responsibility for the project or its
- 13 maintenance, operation, or upkeep.
- 14 SECTION 7. JOINT PROJECT. (a) A district contract with a
- 15 state agency, a political subdivision, or a corporation created
- 16 under Chapter 431, Transportation Code, may:
- 17 (1) provide for joint payment of the costs of a
- 18 project; and
- 19 (2) require the state agency, political subdivision,
- 20 or corporation to design, construct, or improve a project as
- 21 provided by the contract, including the landscaping of the project.
- 22 (b) The district may issue bonds to pay all or part of the
- 23 costs of the project and any other payments required under the
- 24 contract.
- 25 SECTION 8. BONDS. The district may issue bonds, notes, and
- other obligations secured by revenues or contract payments from any
- 27 lawful source other than ad valorem taxation without an election.

- 1 The district may issue bonds, notes, and other obligations secured
- 2 in whole or in part by ad valorem taxation, and levy ad valorem
- 3 taxes for the payment thereof, only if the issuance is approved by a
- 4 two-thirds majority of the voters of the district voting at an
- 5 election called and held for that purpose.
- 6 SECTION 9. MAINTENANCE TAX. The district may impose a
- 7 maintenance tax in an amount not to exceed 25 cents on each \$100 of
- 8 assessed valuation of property in the district to be used for any
- 9 authorized purpose of the district if the authority to impose the
- 10 tax is approved by a majority of the voters of the district voting
- 11 at an election on that proposition.
- 12 SECTION 10. DISTRICT CONTRACTS. (a) The district may make
- 13 contracts in the same manner as a road utility district under
- 14 Subchapter E, Chapter 441, Transportation Code.
- 15 (b) The competitive bidding requirements of Section 49.273,
- 16 Water Code, apply to the district. Subchapter E, Chapter 441,
- 17 Transportation Code, does not apply to the district.
- 18 SECTION 11. NONPROFIT CORPORATION. (a) The board by
- 19 resolution may authorize the creation of a nonprofit corporation to
- 20 assist and act on behalf of the district in implementing a project
- 21 or providing a service authorized by this Act.
- (b) The board shall appoint the board of directors of a
- 23 nonprofit corporation created under this section. The board of
- 24 directors of the nonprofit corporation shall serve in the same
- 25 manner as the board of directors of a local government corporation
- created under Chapter 431, Transportation Code.
- 27 (c) A nonprofit corporation created under this section has

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- 1 the powers of and is considered for purposes of this Act to be a
- 2 local government corporation created under Chapter 431,
- 3 Transportation Code.
- 4 (d) A nonprofit corporation created under this section may
- 5 implement any project and provide any service authorized by this
- 6 Act.
- 7 SECTION 12. SUIT AND JUDGMENT. (a) The district, through
- 8 its board and in the name of the district, may sue and be sued in a
- 9 state court. Process in a suit may be served on the presiding
- 10 officer of the board.
- 11 (b) A state court shall take judicial notice of the creation
- 12 of the board.
- 13 (c) A state court that renders a money judgment against the
- 14 district may require the board to pay the judgment from money in the
- 15 district depository that is not dedicated to the payment of the
- 16 district indebtedness. If the voters of the district have
- 17 specifically authorized the levy of taxes for the payment of
- 18 judgments, the court may issue a writ of mandamus to compel the
- 19 district to levy the tax to pay the judgment at once or in
- 20 installments. A court may not require the board to pay a judgment
- 21 rendered on a breach of contract claim if the contractor has been
- 22 paid, either by the district or a third party, the bid price of the
- 23 contract plus any change orders actually approved by the board in
- 24 writing.
- 25 SECTION 13. FINDINGS RELATED TO PROCEDURAL REQUIREMENTS.
- 26 (a) The proper and legal notice of the intention to introduce this
- 27 Act, setting forth the general substance of this Act, has been

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- 1 published as provided by law, and the notice and a copy of this Act
- 2 have been furnished to all persons, agencies, officials, or
- 3 entities to which they are required to be furnished by the
- 4 constitution and other laws of this state, including the governor,
- 5 who has submitted the notice and a copy of the Act to the Texas
- 6 Commission on Environmental Quality.
- 7 (b) The Texas Commission on Environmental Quality has filed
- 8 its recommendations relating to this Act with the governor,
- 9 lieutenant governor, and speaker of the house of representatives
- 10 within the required time.
- 11 (c) All requirements of the constitution and laws of this
- 12 state and the rules and procedures of the legislature with respect
- to the notice, introduction, and passage of this Act are fulfilled
- 14 and accomplished.
- 15 SECTION 14. EFFECTIVE DATE. This Act takes effect
- immediately if it receives a vote of two-thirds of all the members
- 17 elected to each house, as provided by Section 39, Article III, Texas
- 18 Constitution. If this Act does not receive the vote necessary for
- immediate effect, this Act takes effect September 1, 2003.