By: Baxter H.B. No. 1517

## A BILL TO BE ENTITLED

AN ACT

- 2 relating to the annexation by a municipality of a water district in
- 3 its extraterritorial jurisdiction.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 43.071(a), Local Government Code, is
- 6 amended to read as follows:

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- 7 (a) In this section, "water or sewer district" means a
- 8 district or authority created under Article III, Section 52,
- 9 Subsections (b)(1) and (2), or under Article XVI, Section 59, of the
- 10 Texas Constitution that provides or proposes to provide, as its
- 11 principal function, water services or sewer services or both to
- 12 household users. The term does not include:
- 13 <u>(1)</u> a district or authority the primary function of
- 14 which is the wholesale distribution of water; or
- 15 (2) a district that has adopted a plan for a defined
- 16 area under Subchapter L, Chapter 51, Water Code, or Subchapter J,
- 17 Chapter 54, Water Code.
- SECTION 2. Subchapter D, Chapter 43, Local Government Code,
- is amended by adding Section 43.0711 to read as follows:
- 20 Sec. 43.0711. AUTHORITY TO ANNEX WATER DISTRICT. A
- 21 municipality may not annex a part of a defined area in a district
- 22 that has adopted a plan for the defined area under Subchapter L,
- 23 Chapter 51, Water Code, or Subchapter J, Chapter 54, Water Code,
- 24 unless the municipality:

- 1 (1) annexes all of the defined area that is within the
- 2 municipality's extraterritorial jurisdiction; and
- 3 (2) assumes the pro rata share of the bonded
- 4 <u>indebtedness of the annexed area.</u>
- 5 SECTION 3. Section 43.0711, Local Government Code, as added
- 6 by this Act, applies only to the annexation of an area for which all
- 7 parts of the statutory annexation process are begun on or after the
- 8 effective date of this Act. The annexation of an area for which any
- 9 part of the statutory annexation process was begun before the
- 10 effective date of this Act is governed by the law in effect
- immediately before the effective date of this Act, and the former
- 12 law is continued in effect for that purpose.
- SECTION 4. This Act takes effect immediately if it receives
- 14 a vote of two-thirds of all the members elected to each house, as
- 15 provided by Section 39, Article III, Texas Constitution. If this
- 16 Act does not receive the vote necessary for immediate effect, this
- 17 Act takes effect September 1, 2005.