1	AN ACT
2	relating to the annexation of land for which property taxes are
3	imposed based on the land's value for agricultural or wildlife
4	management purposes or timber production.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subchapter B, Chapter 43, Local Government Code,
7	is amended by adding Section 43.035 to read as follows:
8	Sec. 43.035. AUTHORITY OF MUNICIPALITY TO ANNEX AREA
9	QUALIFIED FOR AGRICULTURAL OR WILDLIFE MANAGEMENT USE OR AS TIMBER
10	LAND. (a) This section applies only to an area:
11	(1) eligible to be the subject of a development
12	agreement under Subchapter G, Chapter 212; and
13	(2) appraised for ad valorem tax purposes as land for
14	agricultural or wildlife management use under Subchapter C or D,
15	Chapter 23, Tax Code, or as timber land under Subchapter E of that
16	chapter.
17	(b) A municipality may not annex an area to which this
18	section applies unless:
19	(1) the municipality offers to make a development
20	agreement with the landowner under Section 212.172 that would:
21	(A) guarantee the continuation of the
22	extraterritorial status of the area; and
23	(B) authorize the enforcement of all regulations
24	and planning authority of the municipality that do not interfere

1 with the use of the area for agriculture, wildlife management, or 2 timber; and

3 (2) the landowner declines to make the agreement 4 described by Subdivision (1).

5 <u>(c) For purposes of Section 43.021(2) or another law,</u> 6 <u>including a municipal charter or ordinance, relating to municipal</u> 7 <u>authority to annex an area adjacent to the municipality, an area</u> 8 <u>adjacent or contiguous to an area that is the subject of a</u> 9 <u>development agreement described by Subsection (b)(1) is considered</u> 10 <u>adjacent or contiguous to the municipality.</u>

11 (d) A provision of a development agreement described by 12 Subsection (b)(1) that restricts or otherwise limits the annexation 13 of all or part of the area that is the subject of the agreement is 14 void if the landowner files any type of subdivision plat or related 15 development document for the area with a governmental entity that 16 has jurisdiction over the area, regardless of how the area is 17 appraised for ad valorem tax purposes.

18 (e) A development agreement described by Subsection (b)(1)
19 is not a permit for purposes of Chapter 245.

SECTION 2. The change in law made by this Act applies only 20 to an annexation for which the first hearing required under Section 21 43.0561 or 43.063, Local Government Code, as appropriate, occurs on 22 or after the effective date of this Act. An annexation for which 23 24 the first hearing under either of those sections was held before the 25 effective date of this Act is governed by the law in effect at the time of the hearing, and the former law is continued in effect for 26 27 that purpose.

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1 SECTION 3. This Act takes effect immediately if it receives 2 a vote of two-thirds of all the members elected to each house, as 3 provided by Section 39, Article III, Texas Constitution. If this 4 Act does not receive the vote necessary for immediate effect, this 5 Act takes effect September 1, 2007.

President of the Senate

Speaker of the House

I certify that H.B. No. 1472 was passed by the House on April 25, 2007, by the following vote: Yeas 142, Nays 1, 1 present, not voting.

Chief Clerk of the House

I certify that H.B. No. 1472 was passed by the Senate on May 14, 2007, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

APPROVED:

Date

Governor