By:RoseH.B. No. 4041Substitute the following for H.B. No. 4041:By:PuenteC.S.H.B. No. 4041

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the powers and duties of the Sunfield Municipal Utility
3	District No. 3 regarding elections and road projects; providing
4	authority to impose a tax and issue bonds.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subtitle F, Title 6, Special District Local Laws
7	Code, is amended by adding Chapter 8201 to read as follows:
8	CHAPTER 8201. SUNFIELD MUNICIPAL UTILITY DISTRICT NO. 3
9	SUBCHAPTER A. GENERAL PROVISIONS
10	Sec. 8201.001. DEFINITION. In this chapter, "district"
11	means the Sunfield Municipal Utility District No. 3.
12	Sec. 8201.002. ELECTION DATE. Section 41.001(a), Election
13	Code, does not apply to an election:
14	(1) to confirm the district's creation;
15	(2) to elect initial directors; or
16	(3) to approve a maintenance tax, a bond, or a
17	contract.
18	[Sections 8201.003-8201.050 reserved for expansion]
19	SUBCHAPTER B. POWERS AND DUTIES
20	Sec. 8201.051. ROAD PROJECTS. (a) To the extent authorized
21	by Section 52, Article III, Texas Constitution, the district may
22	construct, acquire, improve, maintain, or operate macadamized,
23	graveled, or paved roads or turnpikes, or improvements in aid of
24	those roads or turnpikes, inside or outside the district.

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1	(b) A road project must meet all applicable construction
2	standards, zoning and subdivision requirements, and regulations
3	<u>of:</u>
4	(1) each municipality in whose corporate limits or
5	extraterritorial jurisdiction the district is located; and
6	(2) each county in which the district is located.
7	Sec. 8201.052. CONVEYANCE OF ROAD TO MUNICIPALITY OR
8	COUNTY. On completion of a road or road facility authorized by this
9	section, the district, with the consent of a municipality or
10	county, may convey the road or road facility to the municipality or
11	county if the conveyance is free of all indebtedness of the
12	district. If the municipality or county becomes the owner of a road
13	or road facility, the municipality or county is responsible for all
14	future maintenance and upkeep and the district has no further
15	responsibility for the road or road facility or its maintenance or
16	upkeep, unless otherwise agreed to by the district and the
17	municipality or county.
18	Sec. 8201.053. REIMBURSEMENT FOR ROAD PROJECT. (a) The
19	district may:
20	(1) reimburse a private person for money spent to
21	construct a road or road facility that is dedicated or otherwise
22	transferred to public use; or
23	(2) purchase a road or road facility constructed by a
24	private person.
25	(b) The amount paid for the reimbursement or for the
26	purchase of a road or road facility under Subsection (a) may:
27	(1) include all construction costs, including

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1	engineering, legal, financing, and other expenses incident to the
2	construction; or
3	(2) be at a price not to exceed the replacement cost of
4	the road or road facility as determined by the board.
5	(c) The reimbursement or purchase of a road or road facility
6	may be paid for with proceeds from the sale of the district's bonds
7	or from any other money available to the district.
8	(d) The district may enter into an agreement to use the
9	proceeds of a subsequent bond sale to reimburse a private person
10	under this section. The agreement may provide the terms under which
11	the road or road facility is to be dedicated or transferred for the
12	benefit of the public.
13	[Sections 8201.054-8201.100 reserved for expansion]
14	SUBCHAPTER C. GENERAL FINANCIAL PROVISIONS
15	Sec. 8201.101. TAX TO REPAY BONDS FOR ROAD PROJECTS. The
16	district may impose an ad valorem tax to pay the principal of or
17	interest on bonds issued under Section 8201.151.
18	[Sections 8201.102-8201.150 reserved for expansion]
19	SUBCHAPTER D. BONDS
20	Sec. 8201.151. AUTHORITY TO ISSUE BONDS AND OTHER
21	OBLIGATIONS FOR ROAD PROJECTS. (a) The district may issue bonds or
22	other obligations as provided by Chapters 49 and 54, Water Code, and
23	to finance the construction, maintenance, or operation of projects
24	under Section 8201.051.
25	(b) The district may not issue bonds or other obligations to
26	finance projects authorized by Section 8201.051 unless the issuance
27	is approved by a vote of a two-thirds majority of the voters of the

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## 1 district voting at an election called for that purpose.

(c) Bonds or other obligations issued or incurred to finance
projects authorized by Section 8201.051 may not exceed one-fourth
of the assessed value of the real property in the district.

5 SECTION 2. (a) The legal notice of the intention to 6 introduce this Act, setting forth the general substance of this 7 Act, has been published as provided by law, and the notice and a 8 copy of this Act have been furnished to all persons, agencies, 9 officials, or entities to which they are required to be furnished 10 under Section 59, Article XVI, Texas Constitution, and Chapter 313, 11 Government Code.

12 (b) The governor, one of the required recipients, has 13 submitted the notice and Act to the Texas Commission on 14 Environmental Quality.

15 (c) The Texas Commission on Environmental Quality has filed its recommendations relating to this Act with the governor, the 16 17 lieutenant governor, and the speaker of the house of representatives within the required time. 18

(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.

23 SECTION 3. This Act takes effect immediately if it receives 24 a vote of two-thirds of all the members elected to each house, as 25 provided by Section 39, Article III, Texas Constitution. If this 26 Act does not receive the vote necessary for immediate effect, this 27 Act takes effect September 1, 2007.

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