By: Kuempel
Substitute the following for H.B. No. 4055:
By: Puente C.S.H.B. No. 4055

A BILL TO BE ENTITLED

AN ACT
relating to the creation of the York Valley Municipal Utility District; providing authority to impose taxes and issue bonds.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
SECTION 1. Subtitle F, Title 6, Special District Local Laws
Code, is amended by adding Chapter 8247 to read as follows:
CHAPTER 8247. YORK VALLEY MUNICIPAL UTILITY DISTRICT
SUBCHAPTER A. GENERAL PROVISIONS
Sec. 8247.001. DEFINITIONS. In this chapter:
(1) "Board" means the board of directors of the
district.
(2) "Director" means a member of the board.
(3) "District" means the York Valley Municipal Utility

District.
Sec. 8247.002. NATURE OF DISTRICT. The district is a municipal utility district in Guadalupe County created under and essential to accomplish the purposes of Section 59, Article XVI, Texas Constitution.

Sec. 8247.003. CONFIRMATION ELECTION REQUIRED. The board shall hold an election to confirm the creation of the district as provided by Section 49.102, Water Code.

Sec. 8247.004. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) All land and other property included in the district will benefit from the improvements and services to be provided by the district.
(b) The district is created to accomplish:
(1) the purposes of a municipal utility district as provided by general law; and
(2) to the extent authorized by Section 52, Article III, Texas Constitution, the construction, acquisition, improvement, maintenance, or operation of macadamized, graveled, or paved roads, or improvements in aid of those roads.

Sec. 8247.005. INITIAL DISTRICT TERRITORY. (a) The district is initially composed of the territory described by Section 2 of the Act creating this chapter.
(b) The boundaries and field notes contained in Section 2 of the Act creating this chapter form a closure. A mistake made in the field notes or in copying the field notes in the legislative process does not affect the district's:
(1) organization, existence, or validity;
(2) right to issue any type of bond for the purposes for which the district is created or to pay the principal of and interest on a bond;
(3) right to impose or collect an assessment or tax; or
(4) legality or operation.
[Sections 8247.006-8247.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS
Sec. 8247.051. DIRECTORS; TERMS. (a) The district is governed by a board of five directors.
(b) Except as provided by Section 8247.052 , directors serve staggered four-year terms.

Sec. 8247.052. INITIAL DIRECTORS. (a) The initial board

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consists of:
    (1) Greg Hammonds;
    (2) Carole Baker;
    (3) Jimmy Kull;
    (4) Marcy Steward; and
            (5) William Meyer.
        (b) Unless the initial board otherwise agrees, the initial
directors shall draw lots to determine which two directors shall
serve until the first regularly scheduled election of directors and
which three directors shall serve until the second regularly
scheduled election of directors.
    (c) This section expires September 1, 2014.
        [Sections 8247.053-8247.100 reserved for expansion]
            SUBCHAPTER C. POWERS AND DUTIES
    Sec. 8247.101. MUNICIPAL UTILITY DISTRICT POWERS AND
DUTIES. (a) The district has the powers 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.
(b) The district has the powers and duties necessary to accomplish the purposes for which the district is created.
Sec. 8247.102. ROAD PROJECTS. (a) To the extent authorized by Section 52, Article III, Texas Constitution, the district may construct, acquire, improve, maintain, or operate macadamized, graveled, or paved roads, or improvements in aid of those roads.
(b) A road project must meet all applicable standards, regulations, and ordinances of the municipality or county in whose
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jurisdiction the district is located.
    Sec. 8247.103. DIVISION OF DISTRICT. (a) The district may
be divided into two or more new districts only if the district:
    (1) has no outstanding bonded debt; and
    (2) is not imposing ad valorem taxes.
    (b) Any new district created by the division of the district
has all the powers and duties of the district.
    (c) Any new district created by the division of the district
may not, at the time the new district is created, contain any land
outside the area described by Section 2 of the Act creating this
chapter.
    (d) The board, on its own motion or on receipt of a petition
signed by the owners of a majority of the assessed value of real
property in the district according to the most recent certified
appraisal roll for the county in which the district is located, may
adopt an order dividing the district.
    (e) An order dividing the district shall:
            (1) name each new district;
            (2) include the metes and bounds of each new district;
            (3) appoint temporary directors for each new district;
and
            (4) provide for the division of assets and liabilities
between each new district.
            (f) On or before the 30th day after the adoption of an order
dividing the district, the district shall file the order dividing
the district with the Texas Commission on Environmental Quality and
record the order in the real property records of the county in which
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the district is located.
(g) Any new district created by the division of the district shall hold a confirmation and directors' election as required by Section 49.102, Water Code.
(h) Any new district created by the division of the district must hold an election in the manner provided by Chapters 49 and 54, Water Code, to obtain voter approval before the district may impose a maintenance tax or issue bonds payable wholly or partly from ad valorem taxes.

Sec. 8247.104. FIREFIGHTING AND EMERGENCY MEDICAL SERVICES. (a) The district may establish, operate, and maintain, or contract with another political subdivision for the joint operation of, a fire department to perform all firefighting and emergency medical services in the district in accordance with Subchapter L, Chapter 49, Water Code.
(b) The district may issue bonds or impose a mandatory fee, with voter approval, for financing a fire plan approved in accordance with Section 49.351, Water Code, including the construction and purchase of necessary buildings, facilities, land, and equipment and the provision of an adequate water supply.
[Sections 8247.105-8247.150 reserved for expansion] SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

Sec. 8247.151. ELECTIONS REGARDING TAXES OR BONDS. (a) The district may issue, without an election, bonds and other obligations secured by revenue or contract payments from any source other than ad valorem taxation.
(b) The district must hold an election in the manner
provided by Chapters 49 and 54, Water Code, to obtain voter approval before the district may impose an operation and maintenance tax or issue bonds payable from ad valorem taxes.

Sec. 8247.152. OPERATION AND MAINTENANCE TAX. (a) If authorized at an election held under Section 8247.151 , the district may impose an operation and maintenance tax on taxable property in the district in accordance with Section 49.107, water Code.
(b) The board shall determine the tax rate. The rate may not exceed the rate approved at the election.
[Sections 8247.153-8247.200 reserved for expansion]
SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS
Sec. 8247.201. AUTHORITY TO ISSUE BONDS AND OTHER OBLIGATIONS. (a) The district may issue bonds or other obligations payable wholly or partly from ad valorem taxes, impact fees, revenue, grants, or other district money, or any combination of those sources, to pay for any authorized district purpose.
(b) The district may not issue bonds to finance projects authorized by Section 8247.102 unless the issuance is approved by a vote of a two-thirds majority of the voters of the district voting at an election called for that purpose.
(c) Bonds or other obligations issued or incurred to finance projects authorized by Section 8247.102 may not exceed one-fourth of the assessed value of the real property in the district.

Sec. 8247.202. TAXES FOR BONDS. At the time bonds payable wholly or partly from ad valorem taxes are issued:
(1) the board shall impose a continuing direct annual ad valorem tax, without limit as to rate or amount, for each year
that all or part of the bonds are outstanding; and
(2) the district annually shall impose an ad valorem tax on all taxable property in the district in an amount sufficient to:
(A) pay the interest on the bonds as the interest becomes due;
(B) create a sinking fund for the payment of the principal of the bonds when due or the redemption price at any earlier required redemption date; and
(C) pay the expenses of imposing the taxes.

SECTION 2. The York Valley Municipal Utility District initially includes all the territory contained in the following area:

PART 1:
Being a 1,495.541 acre tract of land situated in the Solomon Barnes Survey, Abstract No. 56, the William Burnett Survey, Abstract No. 73, the Wakefield \& Stewart Survey, Abstract No. 326, and the Gustavos Chotwell Survey, Abstract No. 85, Guadalupe County, Texas, and being all of a tract called Tract Two, called 1,241.414 acres described in Volume 2273, Pages 447-460, all of a 160.372 acre tract described in Volume 1673, Page 158 and all of a tract called 94.118 acres described in Volume 1801, Page 589, all of the Official Public Records of Guadalupe County, Texas, and all bearings referred to in this description are referenced to Geodetic or True North based on GPS Observations, said $1,495.541$ acre tract of land surveyed under the supervision of Richard A. Goodwin, RPLS \#4069, S. Craig Hollmig, Inc., and being more particularly described as follows:

BEGINNING: At a 3/4" iron pipe found in the approximate Southeast line of the Solomon Barnes Survey, the approximate Northwest line of the William Burnett Survey, for the North corner of a 36.256 acre tract recorded in Volume 1156, Pages 289-291 of the Official Public Records of Guadalupe County, Texas, for a re-entrant corner of the above referenced 1,241.414 acre tract, for a corner of this tract; THENCE: Generally with fence, the Northwest line of said 36.256 acre tract, the Southeast line of the above referenced 1,241.414 acre tract, S $48^{\circ} 4^{\prime}$ 51' $^{\prime}$ W at 1452.17 feet a $1 / 2^{\prime \prime}$ iron pin found in the Northeast line of County Road \#241 (Wade Road), and continuing a total distance of 1474.61 feet to a $1 / 2^{\prime \prime}$ iron pin found for a South corner of the above referenced 1241.414 acre tract, for a corner of this tract;

THENCE: With the centerline of County Road \#241 (Wade Road), a Southwest line of the above referenced 1241.414 acre tract, $N 42^{\circ}$ 32' 02 " W 10.14 feet to a $1 / 2^{\prime \prime}$ iron pin found for an interior corner of the above referenced 1241.414 acre tract, for an interior corner of this tract;

THENCE: Continuing with the centerline of County Road \#241 (Wade Road), S $48^{\circ} 15^{\prime} 01^{\prime \prime}$ W 725.50 feet to a $1 / 2^{\prime \prime}$ iron pin found at the intersection of the centerline of County Road \#241 (Wade Road), with the centerline of County Road \#241-A (York Creek Crossing), for a South corner of the above referenced 1241.414 acre tract, for the South corner of this tract;

THENCE: With the centerline of County Road \#241-A (York Creek Crossing), a Southwest line of the above referenced 1241.414 acre tract, $N 41^{\circ} 27^{\prime} 31^{\prime \prime} W 1036.00$ feet to a 1/2" iron pin found for a

West corner of the above referenced 1241.414 acre tract, for a West corner of this tract;

THENCE: With a Northwest line of the above referenced 1241.414 acre tract, N 49ㅇ́ $26^{\prime} 38^{\prime \prime}$ E 22.56 feet to a $4^{\prime \prime}$ pipe post situated on the North line of said County Road \#241-A (York Creek Crossing), for South corner of the above referenced 94.118 acre tract, for a corner of this tract;

THENCE: With the North line of County Road \#241-A (York Creek Crossing), the Southwest line of the above referenced 94.118 acre tract, $N 41^{\circ} 07^{\prime} 48^{\prime \prime}$ w 2175.16 feet to a 10 " corner post in same, for the West corner of the above referenced 94.118 acre tract, the South corner of the above referenced 160.372 acre tract, for a corner of this tract;

THENCE: Continuing with the North line of County Road \#241-A (York Creek Crossing), the South line of the above referenced 160.372 acre tract, $N 41^{\circ} 30^{\prime} 48^{\prime \prime}$ W 137.47 feet to a $1 / 2^{\prime \prime}$ pipe post, $N 41^{\circ}$ 03' 33" W 1036. 19 feet to a 2" pipe post, N 4049' 39" W 260.40 feet to a $3^{\prime \prime}$ pipe post and $N 41^{\circ} 32^{\prime} 52^{\prime}$ w 58.16 feet to a $3^{\prime \prime}$ pipe post, and N $40^{\circ} 36^{\prime} 14 "$ W 706.44 feet to a $1 / 2^{\prime \prime}$ iron pin found in same, for the South corner of a 100.00 acre tract recorded in Volume 1650, Page 762 of the Official Public Records of Guadalupe County, Texas, for a West corner of the above referenced 160.372 acre tract, for a West corner of this tract;

THENCE: Leaving County Road \#241-A (York Creek Crossing), N 49으́ $38 "$ E 3270.85 feet to a $1 / 2^{\prime \prime}$ iron pin found for the East corner of said 100.00 acre tract, the North corner of the above referenced 160.372 acre tract, situated on the Southwest line of the above
referenced 1241.414 acre tract, for an interior corner of this tract;

THENCE: With said Southwest line, N 41²8' $20^{\prime \prime}$ W 1007.42 feet to a 3" pipe post for an interior corner of that certain 206.749 acre tract, Exhibit "H", recorded in Volume 1245, Pages 217-243 of the Official Public Records of Guadalupe County, Texas, for the West corner of the above referenced 1241.414 acre tract, for a West corner of this tract;

THENCE: With fence, the Northwest line of the above referenced 1241.414 acre tract, as follows:

N $48^{\circ} 38^{\prime} 58^{\prime \prime} \mathrm{E} \quad 888.68$ feet, a $1 / 2^{\prime \prime}$ iron pin found
N 4827' 59" E 1295.63 feet, a 1/2" iron pin found
N 482 25' 29" E 1476.85 feet, a 1/2" iron pin found
$\mathrm{N} 48^{\circ} 19^{\prime} 29^{\prime \prime} \mathrm{E} \quad 1445.81$ feet, a $1 / 2^{\prime \prime}$ iron pin found
N $48^{\circ} 14^{\prime} 16^{\prime \prime} \mathrm{E} \quad 1389.77$ feet, a $3^{\prime \prime}$ pipe post in the Southwest line of County Road \#242 (Bylerpool Road), for the North corner of the above referenced 1241.414 acre tract, for the North corner of this tract;

THENCE: With the Southwest line of County Road \#242 (Bylerpool Road), a Northeast line of the above referenced 1241.414 acre tract, $S 41^{\circ} 16^{\prime} 03^{\prime \prime} E 18.26$ feet to a $1 / 2^{\prime \prime}$ iron pin found for an interior corner of the above referenced 1241.414 acre tract, for an interior corner of this tract;

THENCE: Into said County Road \#242 (Bylerpool Road), with a Northwest line of the above referenced 1241.414 acre tract, $N 49^{\circ}$ 25' 04" E 22.50 feet to a $1 / 2^{\prime \prime}$ iron pin found in the centerline of County Road \#242 (Bylerpool Road), for the West corner of a 582.060
acre tract, called Tract One, described in Volume 2273, Page 447 of the Official Public Records of Guadalupe County, Texas, for a North corner of this tract;

THENCE: With the centerline of County Road \#242 (Bylerpool Road), the Southwest line of said 582.060 acre tract, $S 40^{\circ} 46^{\prime} 35^{\prime \prime} \mathrm{E}$ 6174.46 feet to a P. K. nail found in same, for an East corner of the above referenced 1241.414 acre tract, for an East corner of this tract;

THENCE: With the common line between the above referenced 1241.414 acre tract and an 89.24 acre tract recorded in Volume 1125, Pages 269-272 of the Official Public Records of Guadalupe County, Texas, S $47^{\circ} 39^{\prime} 53^{\prime \prime}$ W at 22.74 feet a $1 / 2^{\prime \prime}$ iron pin found and continuing a total distance of 883.08 feet to a $1 / 2^{\prime \prime}$ iron pin found and continuing with said common line, S $40^{\circ} 44^{\prime} 14^{\prime \prime}$ E 1010.58 feet to a $1 / 2^{\prime \prime}$ iron pin found, $S 48^{\circ} 45^{\prime} 15^{\prime \prime}$ W 4335.00 feet to a 1/2" iron pin found, and S $42^{\circ} 05^{\prime} 24^{\prime \prime} E$ at 318.26 feet, a $1 / 2^{\prime \prime}$ iron pin found at a corner post at the North corner of County Road \#241 (Wade Road), and continuing a total distance of 335.72 feet to a $1 / 2^{\prime \prime}$ iron pin found for an East corner of the above referenced 1241.414 acre tract, for an East corner of this tract;

THENCE: With the centerline of County Road \#241 (Wade Road), a Southeast line of the above referenced 1241.414 acre tract, $S 49^{\circ}$ $13^{\prime} 22^{\prime \prime}$ W 2346.24 feet to a $1 / 2^{\prime \prime}$ iron pin found in same, for a South corner of the above referenced 1241.414 acre tract, for a South corner of this tract;

THENCE: With a Southwest line of the above referenced 1241.414 acre tract, the Northeast line of the above referenced 36.256 acre
tract, $N 41^{\circ} 21^{\prime} 18^{\prime \prime} W$ at 17.20 feet a $1 / 2^{\prime \prime}$ iron pin found in the Northwest line of County Road \#241 (Wade Road), and continuing a total distance of 1113.55 feet to the Point of Beginning and containing 1,495.541 acres of land, more or less. PART 2: Being a 581.850 acre tract of land, being approximately 144.81 acres out of the Gustavos Chotwell Survey, Abstract No. 85 and approximately 437.04 acres out of the George Allen Survey, Abstract No. 1, Guadalupe County, Texas, said 581.850 acre tract being the same tract, called Tract One, called 582.060 acres, as described in Volume 2273, Pages 447-460 of the Official Public Records of Guadalupe County, Texas, and all bearings referred to are based upon Geodetic or True North from GPS observations, said 581.850 acre tract of land surveyed under the supervision of Richard $A$. Goodwin, RPLS \#4069, S. Craig Hollmig, Inc., and being more particularly described as follows:

BEGINNING: At a 5/8" iron bar found in the center of a creek, in the South line of a 250 acre tract described in Volume 1272, Pages 171-173 of the Official Public Records of Guadalupe County, Texas, for the East corner of a 253.25 acre tract described in Volume 895, Pages 546-548 of the Official Public Records of Guadalupe County, Texas, for the North corner of the above referenced 582.060 acre tract, for the North corner of this tract; THENCE: With an unfenced line, the South line of said 250 acre tract, the North line of the above referenced 582.060 acre tract, $S$ 86ㅇ́ $25^{\prime} 20^{\prime \prime}$ E 721.72 feet to a $3 / 4 "$ iron pipe found in the Northwest line of a 250 acre tract described in Volume 1275, Pages 995-999 of
the Official Public Records of Guadalupe County, Texas, for a Southeast corner of said 250 acre tract (1272/171-173), for a Northeast corner of the above referenced 582.060 acre tract, for a Northeast corner of this tract;

THENCE: With a West line of said 250 acre tract (1275/995-999), the East line of the above referenced 582.060 acre tract, $\mathrm{S} 10^{\circ} 05^{\prime} 03^{\prime \prime} \mathrm{E}$ 30.78 feet to a $1 / 2^{\prime \prime}$ iron pin found and continuing with the Southeast line of the above referenced 582.060 acre tract, $\mathrm{S} 75^{\circ} 34^{\prime}$ $44^{\prime \prime}$ W 545.80 feet to a 1/2" iron pin found and S 49007'04" W 1884.77 feet to a $1 / 2^{\prime \prime}$ iron pin found at a fence corner post, for the West corner of said 250 acre tract (1275/995-999), a re-entry corner of the above referenced 582.060 acre tract, for a corner of this tract; THENCE: Generally with fence, the Southwest line of said 250 acre tract (1275/995-999), the Northeast line of the above referenced 582.060 acre tract, $S 40^{\circ} 48^{\prime} 01^{\prime \prime}$ E 4203.59 feet to a 1/2" iron pin found in the Northwest line of a 208 acre tract described in Volume 242, Pages 569-570 of the Deed Records of Guadalupe County, Texas, for an East corner of the above referenced 582.060 acre tract, for an East corner of this tract;

THENCE: Generally with fence, the Northwest and Southwest lines of said 208 acre tract, $S 48^{\circ} 35^{\prime} 34^{\prime \prime}$ W 1167.35 feet to a $3^{\prime \prime}$ pipe post and $S 41^{\circ} 20^{\prime} 40^{\prime \prime} E 1069.00$ feet to a $1 / 2^{\prime \prime}$ iron pin found for the North corner of a 116 acre tract recorded in Volume 525, Pages 150-152 of the Deed Records of Guadalupe County, Texas, for an East corner of the above referenced 582.060 acre tract, for an East corner of this tract;

THENCE: Generally with fence, the Northwest line of said 116 acre
tract, $S 48^{\circ} 41^{\prime} 07^{\prime \prime} W 3430.99$ feet to a P.K. nail found in the centerline of Bylerpool Road (County Road \#242), for the South corner of the above referenced 582.060 acre tract, for the South corner of this tract;

THENCE: With the centerline of Bylerpool Road (County Road \#242), the Southwest line of the above referenced 582.060 acre tract, $N 40^{\circ}$ 46' $35^{\prime \prime}$ W at 203.75 feet a P. K. nail found in same, for the East corner of that certain $1,241.414$ acre tract, called Tract Two, described in Volume 2273, Page 447 of the Official Public Records of Guadalupe County, Texas, and continuing a total distance of 6378.22 feet to a $1 / 2^{\prime \prime}$ iron pin found for the North corner of said 1,241.414 acre tract, the West corner of the above referenced 582.060 acre tract, for the West corner of this tract;

THENCE: With the centerline of Bylerpool Road (County Road \#242), a Northwest line of the above referenced 582.060 acre tract, $N 49^{\circ} 25^{\prime}$ 04" E 476.65 feet to a $1 / 2^{\prime \prime}$ iron pin found for a North corner of the above referenced 582.060 acre tract, for the North corner of this tract;

THENCE: With a Northeast line of the above referenced 582.060 acre tract, $S 41^{\circ} 22^{\prime} 01^{\prime \prime} E 773.33$ feet to a $3^{\prime \prime}$ pipe post for the South corner of a 253.25 acre tract described in Volume 895, Pages 546-548 of the Official Public Records of Guadalupe County, Texas, for a corner of this tract;

THENCE: With the Southeast line of said 253.25 acre tract, the Northwest line of the above referenced 582.060 acre tract, generally with fence, $N 49^{\circ} 14^{\prime} 5^{\prime \prime}$ E 4101.85 feet to a $1 / 2^{\prime \prime}$ iron pin found and N $48^{\circ} 58^{\prime} 09^{\prime \prime}$ E 1872.83 feet to the Point of Beginning and containing 581.850 acres of land, more or less.

SECTION 3. (a) The legal notice of the intention to introduce this Act, setting forth the general substance of this Act, has been published 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.
(b) The governor, one of the required recipients, has submitted the notice and Act to the Texas Commission on Environmental Quality.
(c) The Texas Commission on Environmental Quality has filed its recommendations relating to this Act with the governor, the lieutenant governor, and the 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.

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

