

By: Wentworth

S.B. No. 1408

A BILL TO BE ENTITLED

AN ACT

relating to the powers and duties of the Sunfield Municipal Utility District No. 3 regarding elections and road projects; providing authority to impose a tax 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 8201 to read as follows:

CHAPTER 8201. SUNFIELD MUNICIPAL UTILITY DISTRICT NO. 3

SUBCHAPTER A. GENERAL PROVISIONS

Sec. 8201.001. DEFINITION. In this chapter, "district" means the Sunfield Municipal Utility District No. 3.

Sec. 8201.002. ELECTION DATE. Section 41.001(a), Election Code, does not apply to an election:

(1) to confirm the district's creation;

(2) to elect initial directors; or

(3) to approve a maintenance tax, a bond, or a contract.

[Sections 8201.003-8201.050 reserved for expansion]

SUBCHAPTER B. POWERS AND DUTIES

Sec. 8201.051. 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 turnpikes, or improvements in aid of those roads or turnpikes, inside or outside the district.

1 (b) A road project must meet all applicable construction
2 standards, zoning and subdivision requirements, and regulations
3 of:

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

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

1 district voting at an election called for that purpose.

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

5 (d) Sections 49.181 and 49.182, Water Code, do not apply to
6 a project undertaken by the district under Section 8201.051 or to
7 bonds issued by the district to finance the project.

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

15 (b) The governor, one of the required recipients, has
16 submitted the notice and Act to the Texas Commission on
17 Environmental Quality.

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

22 (d) All requirements of the constitution and laws of this
23 state and the rules and procedures of the legislature with respect
24 to the notice, introduction, and passage of this Act are fulfilled
25 and accomplished.

26 SECTION 3. This Act takes effect immediately if it receives
27 a vote of two-thirds of all the members elected to each house, as

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1 provided by Section 39, Article III, Texas Constitution. If this
2 Act does not receive the vote necessary for immediate effect, this
3 Act takes effect September 1, 2007.