By: Frost H.B. No. 3802

## A BILL TO BE ENTITLED

- 2 relating to certain powers of the Red River Redevelopment
- 3 Authority.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 3503.005, Special District Local Laws
- 6 Code, is amended to read as follows:
- 7 Sec. 3503.005. EXPANSION OF TERRITORY. The authority's
- 8 territory may be expanded as additional:
- 9 (1) real property is conveyed or leased to the
- 10 authority by the United States; or
- 11 (2) counties or municipalities approve annexations.
- SECTION 2. Section 3503.101(b), Special District Local Laws
- 13 Code, is amended to read as follows:
- 14 (b) The authority may exercise any power or duty necessary
- 15 or appropriate to carry out a project described by Section
- 16 3503.003(a)(3) and the purposes of this chapter, including the
- 17 power to:
- 18 (1) sue and be sued, and plead and be impleaded, in its
- 19 own name;
- 20 (2) adopt an official seal;
- 21 (3) adopt, enforce, and amend rules for the conduct of
- 22 its affairs;
- 23 (4) acquire, hold, own, pledge, and dispose of its
- 24 revenue, income, receipts, and money from any source;

- 1 (5) select its depository;
- 2 (6) acquire, own, rent, lease, accept, hold, or
- 3 dispose of any property, or any interest in property, including
- 4 rights or easements, in performing its duties and exercising its
- 5 powers under this chapter, by purchase, exchange, gift, assignment,
- 6 sale, lease, or other method;
- 7 (7) hold, manage, operate, or improve the property;
- 8 (8) sell, assign, lease, encumber, mortgage, or
- 9 otherwise dispose of property, or any interest in property, and
- 10 relinquish a property right, title, claim, lien, interest,
- 11 easement, or demand, however acquired;
- 12 (9) perform an activity authorized by Subdivision (8)
- 13 by public or private sale, with or without public bidding,
- 14 notwithstanding any other law;
- 15 (10) lease or rent any land and building, structure,
- 16 or facility from or to any person to carry out a chapter purpose;
- 17 (11) request and accept an appropriation, grant,
- 18 allocation, subsidy, guarantee, aid, service, labor, material, or
- 19 gift, from the federal government, the state, a public agency or
- 20 political subdivision, or any other source;
- 21 (12) operate and maintain an office and appoint and
- 22 determine the duties, tenure, qualifications, and compensation of
- 23 officers, employees, agents, professional advisors and counselors,
- 24 including financial consultants, accountants, attorneys,
- 25 architects, engineers, appraisers, and financing experts, as
- 26 considered necessary or advisable by the board;
- 27 (13) borrow money and issue bonds, payable solely from

- 1 all or a portion of any authority revenue, by resolution or order of
- 2 the board and without the necessity of an election;
- 3 (14) set and collect rents, rates, fees, and charges
- 4 regarding the property and any services provided by the authority;
- 5 (15) exercise the powers Chapters 373 and 380, Local
- 6 Government Code, grant to a municipality for the development of
- 7 housing and expansion of economic development and commercial
- 8 activity;
- 9 (16) exercise the powers Chapter 49, Water Code,
- 10 grants to a general-law district;
- 11 (17) exercise the powers Chapter 54, Water Code,
- 12 grants to a municipal utility district;
- 13 (18) exercise the powers Chapter 552, Transportation
- 14 Code, grants to a road utility district;
- 15 (19) exercise the powers Subchapter C, Chapter 271,
- 16 Local Government Code, grants to a municipality or county;
- 17 (20) exercise the powers Chapter 402, Local Government
- 18 Code, grants to a municipality for the provision of municipal
- 19 utilities;
- 20 (21) contract and be contracted with, in the
- 21 authority's own name, another person in the performance of the
- 22 authority's powers or duties to carry out a project described by
- 23 Section 3503.003(a)(3), or to accomplish the purposes of this
- 24 chapter for a period of years, on the terms, and by competitive
- 25 bidding or by negotiated contract, all as the board considers
- 26 appropriate, desirable, and in the best interests of the authority
- 27 and the accomplishment of chapter purposes; [and]

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- 1 (22) acquire, hold, own, sell, assign, lease,
- 2 encumber, mortgage, or otherwise dispose of any real, personal, or
- 3 mixed property located outside the perimeter of the property
- 4 described by Section 3503.004 if the other property enhances or
- 5 facilitates the development, redevelopment, maintenance, or
- 6 expansion of new and existing businesses, industry, or commercial
- 7 activity on the property;
- 8 (23) exercise the powers Chapter 22, Transportation
- 9 Code, grants to a municipality or county;
- 10 (24) exercise the powers Chapter 379B, Local
- 11 Government Code, grants to a defense base development authority;
- 12 and
- 13 (25) exercise the powers of a municipality under
- 14 Chapters 211 and 212, Local Government Code, in the territory of the
- 15 authority, including an area of the authority that is in the
- 16 boundaries of a municipality's limited purpose jurisdiction and
- 17 extraterritorial jurisdiction. On annexation of an area of the
- 18 authority for full purposes by a municipality, the authority's
- 19 power to regulate the area under Chapters 211 and 212 expires. The
- 20 authority regains the power in an area if the municipality
- 21 disannexes the area.
- SECTION 3. Subchapter C, Chapter 3503, Special District
- 23 Local Laws Code, is amended by adding Section 3503.109 to read as
- 24 follows:
- Sec. 3503.109. INDEMNITY. The authority may indemnify an
- 26 authority employee or board member or former authority employee or
- 27 board member for necessary expenses and costs, including attorney's

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- 1 fees, incurred by that person in connection with a claim asserted
- 2 against that person if:
- 3 (1) the claim relates to an act or omission of the
- 4 person when acting in the scope of the person's board membership or
- 5 <u>authority employment; and</u>
- 6 (2) the person has not been found liable or guilty on
- 7 the claim.
- 8 SECTION 4. This Act takes effect immediately if it receives
- 9 a vote of two-thirds of all the members elected to each house, as
- 10 provided by Section 39, Article III, Texas Constitution. If this
- 11 Act does not receive the vote necessary for immediate effect, this
- 12 Act takes effect September 1, 2009.