By: Eiland H.B. No. 4773

Substitute the following for H.B. No. 4773:

By: King of Zavala C.S.H.B. No. 4773

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the creation of Chambers County Improvement District
3	No. 2; providing authority to levy an assessment, impose a tax, and
4	issue bonds; granting a limited power of eminent domain.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subtitle C, Title 4, Special District Local Laws
7	Code, is amended by adding Chapter 3872 to read as follows:
8	CHAPTER 3872. CHAMBERS COUNTY IMPROVEMENT DISTRICT NO. 2

- 9 SUBCHAPTER A. GENERAL PROVISIONS
- Sec. 3872.001. DEFINITIONS. In this chapter:
- 11 (1) "Board" means the board of directors of the
- 12 <u>district.</u>
- 13 (2) "Director" means a board member.
- 14 (3) "District" means the Chambers County Improvement
- 15 District No. 2.
- Sec. 3872.002. NATURE OF DISTRICT. The district is a
- 17 special district created under Sections 52 and 52-a, Article III,
- 18 <u>and Section 59, Article XVI, Texas Constitution.</u>
- 19 Sec. 3872.003. CONFIRMATION AND DIRECTORS' ELECTION
- 20 REQUIRED. The temporary directors shall hold an election to
- 21 confirm the creation of the district and to elect five permanent
- 22 directors as provided by Section 49.102, Water Code.
- Sec. 3872.004. CONSENT OF MUNICIPALITY REQUIRED. The
- 24 temporary directors may not hold an election under Section 3872.003

- C.S.H.B. No. 4773
- 1 until each municipality in whose corporate limits or
- 2 extraterritorial jurisdiction the district is located has
- 3 consented by ordinance or resolution to the creation of the
- 4 district and to the inclusion of land in the district.
- 5 Sec. 3872.005. PURPOSE; DECLARATION OF INTENT. (a) The
- 6 creation of the district is essential to accomplish the purposes of
- 7 Sections 52 and 52-a, Article III, and Section 59, Article XVI,
- 8 Texas Constitution, and other public purposes stated in this
- 9 chapter. By creating the district, the legislature has established
- 10 a program to accomplish the public purposes set out in Sections 52
- 11 and 52-a, Article III, Texas Constitution.
- 12 (b) The creation of the district is necessary to promote,
- 13 develop, encourage, and maintain employment, commerce,
- 14 transportation, housing, tourism, recreation, the arts,
- 15 entertainment, economic development, safety, and the public
- 16 welfare in the district.
- 17 (c) This chapter and the creation of the district may not be
- 18 interpreted to relieve the City of Baytown, Chambers County, or any
- 19 other governmental entity from providing the level of services
- 20 provided, as of the effective date of the Act creating this chapter,
- 21 to the area in the district. The district is created to supplement
- 22 and not to supplant the governmental services provided in the area
- 23 in the district.
- Sec. 3872.006. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
- 25 The district is created to serve a public use and benefit.
- 26 (b) All land and other property included in the district
- 27 will benefit from the improvements and services to be provided by

- 1 the district under powers conferred by Sections 52 and 52-a,
- 2 Article III, and Section 59, Article XVI, Texas Constitution, and
- 3 other powers granted under this chapter.
- 4 (c) The creation of the district is in the public interest
- 5 and is essential to:
- 6 (1) further the public purposes of developing and
- 7 diversifying the economy of the state;
- 8 (2) eliminate unemployment and underemployment; and
- 9 <u>(3) develop or expand transportation and commerce.</u>
- 10 (d) The district will:
- 11 (1) promote the health, safety, and general welfare of
- 12 residents, employers, potential employees, employees, visitors,
- 13 and consumers in the district, and of the public;
- 14 (2) provide needed funding for the district to
- 15 preserve, maintain, and enhance the economic health and vitality of
- 16 the district territory as a community and business center;
- 17 (3) promote the health, safety, welfare, and enjoyment
- 18 of the public by providing pedestrian ways and by landscaping and
- 19 developing certain areas in the district, which are necessary for
- 20 the restoration, preservation, and enhancement of scenic beauty;
- 21 <u>and</u>
- 22 (4) provide for water, wastewater, drainage, road, and
- 23 <u>recreational facilities for the district.</u>
- (e) Pedestrian ways along or across a street, whether at
- 25 grade or above or below the surface, and street lighting, street
- 26 landscaping, parking, and street art objects are parts of and
- 27 necessary components of a street and are considered to be a street

- 1 or road improvement.
- 2 (f) The district will not act as the agent or
- 3 instrumentality of any private interest even though the district
- 4 will benefit many private interests as well as the public.
- 5 Sec. 3872.007. INITIAL DISTRICT TERRITORY. (a) The
- 6 district is initially composed of the territory described by
- 7 Section 2 of the Act creating this chapter.
- 8 (b) The boundaries and field notes contained in Section 2 of
- 9 the Act creating this chapter form a closure. A mistake in the
- 10 field notes or in copying the field notes in the legislative process
- 11 does not affect the district's:
- 12 (1) organization, existence, or validity;
- 13 (2) right to issue any type of bond for the purposes
- 14 for which the district is created or to pay the principal of and
- 15 interest on the bond;
- 16 (3) right to impose or collect an assessment or tax; or
- 17 (4) legality or operation.
- 18 Sec. 3872.008. ELIGIBILITY FOR INCLUSION IN SPECIAL ZONES.
- 19 All or any part of the area of the district may be included in:
- 20 (1) a tax increment reinvestment zone created under
- 21 Chapter 311, Tax Code;
- 22 (2) a tax abatement reinvestment zone created under
- 23 Chapter 312, Tax Code;
- 24 (3) an enterprise zone created under Chapter 2303,
- 25 Government Code; or
- 26 (4) an industrial district created under Chapter 42,
- 27 Local Government Code.

- 1 Sec. 3872.009. APPLICABILITY OF MUNICIPAL MANAGEMENT
- 2 DISTRICTS LAW. Except as otherwise provided by this chapter,
- 3 Chapter 375, Local Government Code, applies to the district.
- 4 Sec. 3872.010. LIBERAL CONSTRUCTION OF CHAPTER. This
- 5 chapter shall be liberally construed in conformity with the
- 6 findings and purposes stated in this chapter.
- 7 [Sections 3872.011-3872.050 reserved for expansion]
- 8 SUBCHAPTER B. BOARD OF DIRECTORS
- 9 Sec. 3872.051. GOVERNING BODY; TERMS. (a) The district is
- 10 governed by a board of five directors elected or appointed as
- 11 provided by this chapter and Chapter 49, Water Code.
- 12 (b) Except as provided by Section 3872.052, directors serve
- 13 staggered four-year terms.
- 14 Sec. 3872.052. TEMPORARY DIRECTORS. (a) On or after the
- 15 effective date of the Act creating this chapter, the owner or owners
- 16 of a majority of the assessed value of the real property in the
- 17 district may submit <u>a petition to the Texas Commission on</u>
- 18 Environmental Quality requesting that the commission appoint as
- 19 temporary directors the five persons named in the petition. The
- 20 commission shall appoint as temporary directors the five persons
- 21 named in the petition.
- 22 (b) Temporary directors serve until the earlier of:
- (1) the date permanent directors are elected under
- 24 Section 3872.003; or
- 25 (2) the fourth anniversary of the effective date of
- 26 the Act creating this chapter.
- 27 (c) If permanent directors have not been elected under

- 1 Section 3872.003 and the terms of the temporary directors have
- 2 expired, successor temporary directors shall be appointed or
- 3 reappointed as provided by Subsection (d) to serve terms that
- 4 expire on the earlier of:
- 5 (1) the date permanent directors are elected under
- 6 Section 3872.003; or
- 7 (2) the fourth anniversary of the date of the
- 8 appointment or reappointment.
- 9 (d) If Subsection (c) applies, the owner or owners of a
- 10 majority of the assessed value of the real property in the district
- 11 may submit a petition to the Texas Commission on Environmental
- 12 Quality requesting that the commission appoint as successor
- 13 temporary directors the five persons named in the petition. The
- 14 commission shall appoint as successor temporary directors the five
- 15 persons named in the petition.
- Sec. 3872.053. COMPENSATION. A director is entitled to
- 17 receive fees of office and reimbursement for actual expenses as
- 18 provided by Section 49.060, Water Code, for directors of a
- 19 municipal utility district. Sections 375.069 and 375.070, Local
- 20 Government Code, do not apply to the board.
- 21 [Sections 3872.054-3872.100 reserved for expansion]
- SUBCHAPTER C. POWERS AND DUTIES
- Sec. 3872.101. GENERAL POWERS. (a) The district may
- 24 purchase, construct, acquire, own, operate, maintain, improve, or
- 25 extend, inside and outside the district, works, facilities, and
- 26 improvements necessary or convenient to accomplish the purposes of
- 27 the district authorized by Sections 52 and 52-a, Article III, and

- 1 Section 59, Article XVI, Texas Constitution.
- 2 (b) The district has the rights, powers, privileges,
- 3 authority, and functions conferred by the general law of this state
- 4 applicable to:
- 5 (1) a municipal management district, including
- 6 Chapter 375, Local Government Code; and
- 7 (2) municipal utility districts, including Chapters
- 8 49 and 54, Water Code.
- 9 Sec. 3872.102. RECREATIONAL FACILITIES. The district may
- 10 develop or finance recreational facilities as authorized by Chapter
- 11 375, Local Government Code, Sections 52 and 52-a, Article III,
- 12 Texas Constitution, and any other law that applies to the district.
- Sec. 3872.103. EVALUATION OF FEASIBILITY. For purposes of
- 14 any applicable evaluation by the commission of the economic
- 15 <u>feasibility of the district or its project and bonds, debt service</u>
- 16 tax rate, maintenance tax rate, or overlapping tax rate, the
- 17 commission shall treat the district as a municipal utility district
- 18 situated wholly within Harris County, Texas.
- 19 Sec. 3872.104. AUTHORITY FOR ROAD PROJECTS. Under Section
- 20 52, Article III, Texas Constitution, the district may design,
- 21 acquire, construct, finance, issue bonds for, improve, and convey
- 22 to this state, a county, or a municipality for operation and
- 23 maintenance macadamized, graveled, or paved roads or improvements,
- 24 including storm drainage, in aid of those roads.
- Sec. 3872.105. ROAD STANDARDS AND REQUIREMENTS. (a) A road
- 26 project must meet all applicable construction standards, zoning and
- 27 subdivision requirements, and regulations of each municipality in

- 1 whose corporate limits or extraterritorial jurisdiction the road
- 2 project is located.
- 3 (b) If a road project is not located in the corporate limits
- 4 or extraterritorial jurisdiction of a municipality, the road
- 5 project must meet all applicable construction standards,
- 6 subdivision requirements, and regulations of each county in which
- 7 the road project is located.
- 8 <u>(c) If the state will maintain and operate the road, the</u>
- 9 Texas Transportation Commission must approve the plans and
- 10 specifications of the road project.
- 11 Sec. 3872.106. DEVELOPMENT CORPORATION POWERS. The
- 12 district may exercise the powers given to a development corporation
- 13 under Chapter 505, Local Government Code, including the power to
- 14 own, operate, acquire, construct, lease, improve, or maintain a
- 15 project described by that chapter.
- Sec. 3872.107. NONPROFIT CORPORATION. (a) The board by
- 17 resolution may authorize the creation of a nonprofit corporation to
- 18 assist and act for the district in implementing a project or
- 19 providing a service authorized by this chapter.
- 20 (b) The nonprofit corporation:
- 21 (1) has each power of and is considered for purposes of
- 22 this chapter to be a local government corporation created under
- 23 Chapter 431, Transportation Code; and
- 24 (2) may implement any project and provide any service
- 25 authorized by this chapter.
- 26 (c) The board shall appoint the board of directors of the
- 27 nonprofit corporation. The board of directors of the nonprofit

- C.S.H.B. No. 4773
- 1 corporation shall serve in the same manner as the board of directors
- 2 of a local government corporation created under Chapter 431,
- 3 Transportation Code, except that a member of the corporation's
- 4 board of directors is not required to reside in the district.
- 5 Sec. 3872.108. AGREEMENTS; GRANTS. (a) The district may
- 6 make an agreement with or accept a gift, grant, or loan from any
- 7 person.
- 8 (b) The implementation of a project is a governmental
- 9 function or service for the purposes of Chapter 791, Government
- 10 <u>Code</u>.
- 11 Sec. 3872.109. AUTHORITY TO CONTRACT FOR LAW ENFORCEMENT.
- 12 To protect the public interest, the district may contract with a
- 13 qualified party, including Chambers County or the City of Baytown,
- 14 for the provision of law enforcement services in the district for a
- 15 <u>fee.</u>
- Sec. 3872.110. MEMBERSHIP IN CHARITABLE ORGANIZATIONS. The
- 17 district may join and pay dues to a charitable or nonprofit
- 18 organization that performs a service or provides an activity
- 19 consistent with the furtherance of a district purpose.
- Sec. 3872.111. ECONOMIC DEVELOPMENT PROGRAMS. (a) The
- 21 district may establish and provide for the administration of one or
- 22 more programs to promote state or local economic development and to
- 23 stimulate business and commercial activity in the district,
- 24 including programs to:
- 25 (1) make loans and grants of public money; and
- 26 (2) provide district personnel and services.
- 27 (b) The district has all of the powers of a municipality

- 1 under Chapter 380, Local Government Code.
- 2 Sec. 3872.112. STRATEGIC PARTNERSHIP AGREEMENT. The
- 3 <u>district</u> may negotiate and enter into a written strategic
- 4 partnership agreement with a municipality under Section 43.0751,
- 5 Local Government Code.
- 6 Sec. 3872.113. LIMITED EMINENT DOMAIN. (a) The district
- 7 may exercise the power of eminent domain only for the purposes, only
- 8 to the extent, and subject to the limitations the general law
- 9 provides for a municipal utility district.
- 10 (b) The district may not exercise the power of eminent
- 11 domain outside the district to acquire a site or easement for:
- 12 (1) a road project authorized by Section 3872.104; or
- 13 (2) a recreational facility as defined by Section
- 14 49.462, Water Code.
- 15 Sec. 3872.114. ANNEXATION OR EXCLUSION OF LAND. (a) The
- 16 district may annex land as provided by Subchapter J, Chapter 49,
- 17 Water Code.
- 18 (b) The district may exclude land as provided by Subchapter
- 19 J, Chapter 49, Water Code. Section 375.044(b), Local Government
- 20 Code, does not apply to the district.
- 21 Sec. 3872.115. FIREFIGHTING AND EMERGENCY MEDICAL
- 22 SERVICES. Subchapter L, Chapter 49, Water Code, applies to the
- 23 <u>district.</u>
- 24 [Sections 3872.116-3872.150 reserved for expansion]
- 25 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
- Sec. 3872.151. DISBURSEMENTS AND TRANSFERS OF MONEY. The
- 27 board by resolution shall establish the number of directors'

- C.S.H.B. No. 4773
- 1 signatures and the procedure required for a disbursement or
- 2 transfer of the district's money.
- 3 Sec. 3872.152. MONEY USED FOR IMPROVEMENTS OR SERVICES.
- 4 The district may acquire, construct, finance, operate, maintain, or
- 5 provide any works, facilities, improvements, or services
- 6 authorized under this chapter, Chapter 375, Local Government Code,
- 7 or Chapters 49 and 54, Water Code, using any money available to the
- 8 <u>district.</u>
- 9 Sec. 3872.153. PETITION REQUIRED FOR FINANCING SERVICES AND
- 10 IMPROVEMENTS WITH ASSESSMENTS. (a) The board may not finance a
- 11 <u>service or improvement project with assessments under this chapter</u>
- 12 unless a written petition requesting that service or improvement
- 13 has been filed with the board.
- 14 (b) A petition filed under Subsection (a) must be signed by:
- 15 (1) the owners of a majority of the assessed value of
- 16 real property in the district subject to assessment according to
- 17 the most recent certified tax appraisal roll for Chambers County;
- 18 or
- 19 (2) at least 25 persons who own real property in the
- 20 district subject to assessment, if more than 25 persons own real
- 21 property in the district subject to assessment as determined by the
- 22 most recent certified tax appraisal roll for Chambers County.
- Sec. 3872.154. METHOD OF NOTICE FOR HEARING. The district
- 24 may mail the notice required by Section 375.115(c), Local
- 25 Government Code, by certified or first class United States mail.
- 26 The board shall determine the method of notice.
- Sec. 3872.155. ASSESSMENTS; LIENS FOR ASSESSMENTS. (a)

- 1 The board by resolution may impose and collect an assessment for any
- 2 purpose authorized by this chapter in all or any part of the
- 3 district.
- 4 (b) An assessment, a reassessment, or an assessment
- 5 resulting from an addition to or correction of the assessment roll
- 6 by the district, penalties and interest on an assessment or
- 7 reassessment, an expense of collection, and reasonable attorney's
- 8 fees incurred by the district are:
- 9 (1) a first and prior lien against the property
- 10 <u>assessed;</u>
- 11 (2) superior to any other lien or claim other than a
- 12 lien or claim for county, school district, or municipal ad valorem
- 13 taxes; and
- 14 (3) the personal liability of and a charge against the
- 15 owners of the property even if the owners are not named in the
- 16 assessment proceedings.
- 17 (c) The lien is effective from the date of the board's
- 18 resolution imposing the assessment until the date the assessment is
- 19 paid. The board may enforce the lien in the same manner that the
- 20 board may enforce an ad valorem tax lien against real property.
- 21 (d) The board may make a correction to or deletion from the
- 22 assessment roll that does not increase the amount of assessment of
- 23 any parcel of land without providing notice and holding a hearing in
- 24 the manner required for additional assessments.
- Sec. 3872.156. UTILITY PROPERTY EXEMPT FROM IMPACT FEES AND
- 26 ASSESSMENTS. The district may not impose an impact fee or
- 27 assessment on the property, including the equipment,

- 1 rights-of-way, facilities, or improvements, of:
- 2 (1) an electric utility or a power generation company
- 3 as defined by Section 31.002, Utilities Code;
- 4 (2) a gas utility as defined by Section 101.003 or
- 5 121.001, Utilities Code;
- 6 (3) a telecommunications provider as defined by
- 7 <u>Section 51.002, Utilities Code; or</u>
- 8 <u>(4) a person who provides to the public cable</u>
- 9 television or advanced telecommunications services.
- 10 Sec. 3872.157. OPERATION AND MAINTENANCE TAX. (a) If
- 11 authorized at an election held in accordance with Section 3872.161,
- 12 the district may impose an operation and maintenance tax on taxable
- 13 property in the district in accordance with Section 49.107, Water
- 14 Code, for any district purpose, including to:
- 15 (1) maintain and operate the district;
- 16 (2) construct or acquire improvements; or
- 17 (3) provide a service.
- 18 (b) The board shall determine the tax rate. The rate may not
- 19 exceed the rate approved at the election.
- Sec. 3872.158. CONTRACT TAXES. (a) In accordance with
- 21 Section 49.108, Water Code, the district may impose a tax other than
- 22 an operation and maintenance tax and use the revenue derived from
- 23 the tax to make payments under a contract after the provisions of
- 24 the contract have been approved by a majority of the district voters
- 25 voting at an election held for that purpose.
- 26 (b) A contract approved by the district voters may contain a
- 27 provision stating that the contract may be modified or amended by

- 1 the board without further voter approval.
- 2 Sec. 3872.159. AUTHORITY TO BORROW MONEY AND TO ISSUE
- 3 BONDS. (a) The district may borrow money on terms and conditions
- 4 as determined by the board. Section 375.205, Local Government
- 5 Code, does not apply to a loan, line of credit, or other borrowing
- 6 from a bank or financial institution secured by revenue other than
- 7 ad valorem taxes.
- 8 (b) The district may issue bonds, notes, or other
- 9 obligations payable wholly or partly from ad valorem taxes,
- 10 assessments, impact fees, revenue, contract payments, grants, or
- 11 other district money, or any combination of those sources of money,
- 12 to pay for any authorized district purpose.
- Sec. 3872.160. TAXES FOR BONDS. At the time the district
- 14 issues bonds payable wholly or partly from ad valorem taxes, the
- 15 board shall provide for the annual imposition of a continuing
- 16 direct annual ad valorem tax, without limit as to rate or amount,
- 17 while all or part of the bonds are outstanding as required and in
- 18 the manner provided by Sections 54.601 and 54.602, Water Code.
- 19 Sec. 3872.161. ELECTIONS REGARDING TAXES AND BONDS. (a)
- 20 The district may issue, without an election, bonds, notes, and
- 21 other obligations secured by:
- (1) revenue other than ad valorem taxes; or
- 23 (2) contract payments described by Section 3872.158.
- 24 (b) The district must hold an election in the manner
- 25 provided by Subchapter L, Chapter 375, Local Government Code, to
- 26 obtain voter approval before the district may impose an ad valorem
- 27 tax or issue bonds payable from ad valorem taxes.

- 1 (c) The district may not issue bonds payable from ad valorem
- 2 taxes to finance a road project unless the issuance is approved by a
- 3 vote of a two-thirds majority of the district voters voting at an
- 4 election held for that purpose.
- 5 (d) At the time of issuance, the total principal amount of
- 6 bonds or other obligations issued or incurred to finance road
- 7 projects and payable from ad valorem taxes may not exceed
- 8 one-fourth of the assessed value of the real property in the
- 9 district.
- (e) Sections 375.207 and 375.243, Local Government Code, do
- 11 not apply to the district.
- 12 Sec. 3872.162. COMPETITIVE BIDDING. Subchapter I, Chapter
- 13 49, Water Code, applies to the district. Subchapter K, Chapter 375,
- 14 Local Government Code, does not apply to the district.
- Sec. 3872.163. TAX AND ASSESSMENT ABATEMENTS. The district
- 16 may grant in the manner authorized by Chapter 312, Tax Code, an
- 17 abatement for a tax or assessment owed to the district.
- 18 [Sections 3872.164-3872.200 reserved for expansion]
- 19 SUBCHAPTER E. TAXES FOR CERTAIN DEFINED AREAS AND DESIGNATED
- 20 <u>PROPERTY</u>
- 21 <u>Sec. 3872.201.</u> AUTHORITY TO ESTABLISH DEFINED AREAS OR
- 22 DESIGNATED PROPERTY. The district may define areas or designate
- 23 certain property of the district to pay for improvements,
- 24 facilities, or services that primarily benefit that area or
- 25 property and do not generally and directly benefit the district as a
- 26 whole.
- Sec. 3872.202. PROCEDURE FOR ELECTION. (a) Before the

- C.S.H.B. No. 4773
- 1 district may impose an ad valorem tax or issue bonds payable from ad
- 2 valorem taxes of the defined area or designated property, the board
- 3 shall call and hold an election in the defined area or within the
- 4 boundaries of the designated property only.
- 5 (b) The election shall be conducted as provided by Section
- 6 3872.161.
- 7 (c) The board may submit the issues to the voters on the same
- 8 ballot to be used in another election.
- 9 Sec. 3872.203. DECLARING RESULTS AND ISSUING ORDER. (a) If
- 10 a majority of the voters voting at the election approve the
- 11 proposition or propositions, the board shall declare the results
- 12 and, by order, shall establish the defined area and describe it by
- 13 metes and bounds or designate the specific property.
- 14 (b) The board's order is not subject to judicial review
- 15 except on the ground of fraud, palpable error, or arbitrary and
- 16 <u>confiscatory abuse of discretion.</u>
- 17 Sec. 3872.204. TAXES FOR IMPROVEMENTS AND FACILITIES IN
- 18 DEFINED AREAS OR DESIGNATED PROPERTY. On voter approval and
- 19 adoption of the order described by Section 3872.203, the district
- 20 may apply separately, differently, equitably, and specifically its
- 21 taxing power and lien authority to the defined area or designated
- 22 property to provide money to construct, administer, maintain, and
- 23 operate services, improvements, and facilities that primarily
- 24 benefit the defined area or designated property.
- 25 <u>Sec. 3872.205.</u> <u>ISSUANCE OF BONDS FOR DEFINED</u> AREA OR
- 26 DESIGNATED PROPERTY. After the order under Section 3872.203 is
- 27 adopted, the district may issue bonds to provide for any land,

- 1 improvements, facilities, plants, equipment, and appliances for
- 2 the defined area or designated property.
- 3 [Sections 3872.206-3872.250 reserved for expansion]
- 4 SUBCHAPTER F. MUNICIPAL ANNEXATION AND EFFECT ON MUNICIPAL POWERS
- 5 Sec. 3872.251. MUNICIPAL ANNEXATION OF THE DISTRICT.
- 6 Notwithstanding Chapter 43, Local Government Code, a municipality
- 7 <u>in whose extraterritorial jurisdiction the district is located may</u>
- 8 annex all or part of the district. Municipal annexation of all or
- 9 part of the district has no effect on the validity of the district
- 10 and the district shall continue to exist and exercise the powers
- 11 granted by this Act. Municipal annexation does not result in total
- 12 or partial dissolution of the district or an assumption by the
- 13 annexing municipality of any of the district's obligations or
- 14 indebtedness.
- 15 Sec. 3872.252. EFFECT ON MUNICIPAL POWERS. (a) The
- 16 creation of the district does not affect the power of a municipality
- 17 in whose extraterritorial jurisdiction the district or part of the
- 18 district lies to:
- 19 (1) designate all or part of the district as an
- 20 industrial district;
- 21 (2) limit a power of the municipality conferred by
- 22 Chapter 42, Local Government Code; or
- 23 (3) provide municipal services to any area in the
- 24 municipality or its extraterritorial jurisdiction that is also in
- 25 the district.
- 26 (b) The creation of the district does not affect the power
- 27 the municipality had before the district was created to spend money

1 <u>or provide services.</u>

- 2 SECTION 2. Chambers County Improvement District No. 2
- 3 initially includes all territory contained in the following area:
- A certain 723.06 acre tract, situated in the G. L. Short
- 5 Survey, Abstract No. 228, the R. A. Porter Survey, Abstract No. 205
- 6 in Chambers County, Texas; being all of a called 1.9725 acre tract
- 7 (Tract 1), all of a called 17.5648 acre tract (Tract 2), all of a
- 8 called 665.8778 acre tract (Tract 3), and all of a called 37.6437
- 9 acre tract (Tract 4) described in Deed of Trust recorded in Volume
- 10 (08) 1053, Page 719 of the Chambers County Official Public Records;
- 11 said 723.06 acre tract being comprised of four tracts and being more
- 12 particularly described as follows with all bearings being based on
- 13 the Texas Coordinate System, South Central Zone, NAD83;
- 14 Tract I 1.97 acres
- 15 BEGINNING at the northeast corner of said called 1.9725 acre
- 16 tract, being in the north right-of-way line of Farm to Market Road
- 17 No. 565 (Old Alignment), as recorded in Volume 120, Page 475 of the
- 18 Chambers County Deed Records;
- 19 THENCE, along the southeast line of the said 1.9725 acre
- 20 tract, common with the northwest right-of-way line of said Farm to
- 21 Market Road No. 565 (Old Alignment), along the arc of a curve to the
- 22 left having a radius of 612.96 feet, a central angle of $80^{\circ}06'02"$, an
- 23 arc length of 856.93 feet, and a long chord bearing South 38°32'49"
- 24 West, 788.83 feet, to a point for corner;
- 25 THENCE, South 01°30'10" East, continuing along said common
- 26 line, 51.93 feet to a point for corner marking the southern corner
- 27 of the said 1.9725 acre tract, being in the east line of a called

- 1 63.623 acre tract as recorded in Volume (07) 995, Page 26 of the
- 2 Chambers County Official Public Records;
- 3 THENCE, North 13°22'45" West, along the west line of the said
- 4 1.9725 acre tract, common with the east line of the said 63.623 acre
- 5 tract, 559.38 feet to the northwest corner of the said 1.9725 acre
- 6 tract, common with a southwest corner of a called 92.8172 acre tract
- 7 as recorded in Volume (07) 943, Page 142 of the Chambers County
- 8 Official Public Records;
- 9 THENCE, North 78°37'32" East, along the north line of said
- 10 1.9725 acre tract, common with a south line of said 92.8172 acre
- 11 tract, 632.05 feet to the POINT OF BEGINNING, CONTAINING 1.97 acres
- 12 of land in Chambers County, Texas.
- 13 Tract II 17.56 acres;
- 14 BEGINNING at the northeast corner of the aforementioned
- 15 17.5648 acre tract, being in the south right-of-way line of the
- 16 aforementioned Farm to Market Road No. 565 (Old Alignment);
- 17 THENCE, South 17°51'16" East, 48.43 feet to the beginning of a
- 18 non-tangent curve to the left in the north right-of-way line of Farm
- 19 to Market Road No. 565 (new right-of-way location) as described in
- 20 Volume (90) 104, Page 441 of the Chambers County Official Public
- 21 Records;
- THENCE, along the south line of the aforementioned 17.5648
- 23 acre tract, common with the north right-of-way line of said Farm to
- 24 Market Road No. 565 (new right-of-way location) the following three
- 25 (3) courses and distances:
- 1. Along the arc of said non-tangent curve to the left having
- 27 a radius of 1,969.86 feet, a central angle of $14^{\circ}10'39''$, an

- 1 arc length of 487.43 feet, and a long chord bearing South
- $50^{\circ}41'22''$ West, 486.19 feet to a point for corner;
- 2. South 43°36'03" West, 894.38 feet to the beginning of a curve to the right;
- 3. Along the arc of said curve to the right having a radius of 1,849.86 feet, a central angle of 15°38'15", an arc length of 504.88 feet, and a long chord bearing South 51°25'10"
- 8 West, 503.31 feet to a point for corner;
- 9 THENCE, North 13°25'03" West, 198.68 feet to the beginning of
- 10 a non-tangent curve to the left;
- 11 THENCE, along the arc of said curve to the left having a
- 12 radius of 612.96 feet, a central angle of 10°10'16", an arc length of
- 13 108.81 feet, and a long chord bearing North $03^{\circ}34'57''$ East, 108.67
- 14 feet to a point for corner;
- THENCE, North 01°30'10" West, 278.30 feet to the beginning of
- 16 a curve to the right;
- 17 THENCE, along the arc of said curve to the right having a
- 18 radius of 532.96 feet, a central angle of 80°05'59", an arc length of
- 19 745.08 feet, and a long chord bearing North 38°32'49" East, 685.87
- 20 feet to a point for corner;
- THENCE, North $78^{\circ}37'32''$ East, 1,010.63 feet to the POINT OF
- 22 BEGINNING, CONTAINING 17.56 acres of land in Chambers County,
- 23 Texas.
- 24 Tract III 665.89 acres
- 25 BEGINNING at the northeast corner of the said 665.8778 acre
- 26 tract, being in the south right-of-way line of the aforementioned
- 27 Farm to Market Road No. 565 (new right-of-way location);

- C.S.H.B. No. 4773
- 1 THENCE, South $02^{\circ}31'31''$ East, 2,829.73 feet to a point for
- 2 corner;
- 3 THENCE, North $87^{\circ}11'15"$ East, 2,512.35 feet to a point for
- 4 corner;
- 5 THENCE, South $02^{\circ}47'49''$ East, 1,273.52 feet to a point for
- 6 corner;
- 7 THENCE, South $32^{\circ}41'35''$ West, 1,392.72 feet to a point for
- 8 corner;
- 9 THENCE, South 31°38'35" West, 3,151.63 feet to the beginning
- 10 of a curve to the left;
- 11 THENCE, along the arc of said curve to the left having a
- 12 radius of 580.00 feet, a central angle of 28°30'23", an arc length of
- 13 288.57 feet, and a long chord bearing South $17^{\circ}23'24"$ West, 285.60
- 14 feet to a point for corner;
- 15 THENCE, South $77^{\circ}19'54''$ West, 641.27 feet to a point for
- 16 corner;
- 17 THENCE, North $12^{\circ}47'30''$ West, 3,758.66 feet to a point for
- 18 corner;
- THENCE, South $77^{\circ}18'04''$ West, 2,710.22 feet to a point for
- 20 corner;
- 21 THENCE, North 12°19'24" West, 3,101.61 feet to a point for
- 22 corner;
- THENCE, North 77°09'13" East, 554.11 feet to the beginning of
- 24 a curve to the left;
- THENCE, along the arc of said curve to the left having a
- 26 radius of 1,969.86 feet, a central angle of 08°25'45", an arc length
- 27 of 289.80 feet, and a long chord bearing North 72°56'20" East,

- 1 289.54 feet to a point for corner;
- THENCE, North 76°55'21" East, 282.15 feet to a point for
- 3 corner;
- 4 THENCE, North 13°25'02" West, 61.94 feet to the beginning of a
- 5 non-tangent curve to the left;
- 6 THENCE, along the arc of said curve to the left having a
- 7 radius of 1,969.86 feet, a central angle of 16°43'28", an arc length
- 8 of 575.00 feet, and a long chord bearing North $51^{\circ}57'47"$ East,
- 9 572.96 feet to a point for corner;
- THENCE, North 43°36'03" East, 894.38 feet to the beginning of
- 11 a curve to the right;
- 12 THENCE, along the arc of said curve to the right having a
- 13 radius of 1,849.86 feet, a central angle of 35°00'00", an arc length
- 14 of 1,130.02 feet, and a long chord bearing North 61°06'03" East,
- 15 1,112.53 feet to a point for corner;
- THENCE, North 78°36'03" East, 522.22 feet to the beginning of
- 17 a curve to the right;
- THENCE, along the arc of said curve to the right having a
- 19 radius of 5,669.58 feet, a central angle of 01°02'10", an arc length
- 20 of 102.52 feet, and a long chord bearing North 79°07'09" East,
- 21 102.52 feet to a point for corner;
- THENCE, North $79^{\circ}38'13"$ East, 840.21 feet to the POINT OF
- 23 BEGINNING, CONTAINING 665.89 acres of land in Chambers County,
- 24 Texas.
- 25 Tract IV 37.64 acres
- 26 BEGINNING at the north corner of the aforementioned called
- 27 37.6437 acre tract, being in the southeast line of the Coastal

- 1 Industrial Water Authority Canal (called 180-feet wide) as recorded
- 2 in Volume 308, Page 281 of the Chambers County Deed Records;
- 3 THENCE, South $02^{\circ}47'49''$ East, along the east line of the said
- 4 37.6437 acre tract, common with the east line of the remainder of a
- 5 called 210.29 acre tract as recorded in Volume 172, Page 166 of the
- 6 Chambers County Deed Records, 2,158.70 feet to a point for corner
- 7 marking the southeast corner of the said 37.6437 acre tract, common
- 8 with the northeast corner of a called 59.974 acre tract recorded in
- 9 Volume 165, Page 456, of the Chambers County Deed Records;
- THENCE, South 87°14'55" West, along the south line of the said
- 11 37.6437 acre tract, common with the north line of said 59.974 acre
- 12 tract, 1,504.79 feet to a point for corner marking the southwest
- 13 corner of the said 37.6437 acre tract being in the southeast line of
- 14 the aforementioned Coastal Industrial Water Authority Canal;
- THENCE, North 31°38'35" East, along the northwest line of the
- 16 said 37.6437 acre tract, common with the being in the southeast line
- 17 of the aforementioned Coastal Industrial Water Authority Canal,
- 18 1,491.90 feet to a point for corner,
- 19 THENCE, North 32°41'35" East, continuing along said common
- 20 line, 1,138.65 feet to the POINT OF BEGINNING, CONTAINING 37.64
- 21 acres of land in Chambers County, Texas along with the herein
- 22 described 1.97 acre tract (Tract I), and the herein described 17.56
- 23 acre tract (Tract II), and the herein described 665.88 acres (Tract
- 24 III) for a total acreage of 723.06 acres.
- 25 SECTION 3. (a) The legal notice of the intention to
- 26 introduce this Act, setting forth the general substance of this
- 27 Act, has been published as provided by law, and the notice and a

- 1 copy of this Act have been furnished to all persons, agencies,
- 2 officials, or entities to which they are required to be furnished
- 3 under Section 59, Article XVI, Texas Constitution, and Chapter 313,
- 4 Government Code.
- 5 (b) The governor, one of the required recipients, has
- 6 submitted the notice and Act to the Texas Commission on
- 7 Environmental Quality.
- 8 (c) The Texas Commission on Environmental Quality has filed
- 9 its recommendations relating to this Act with the governor,
- 10 lieutenant governor, and speaker of the house of representatives
- 11 within the required time.
- 12 (d) The general law relating to consent by political
- 13 subdivisions to the creation of districts with conservation,
- 14 reclamation, and road powers and the inclusion of land in those
- 15 districts has been complied with.
- 16 (e) All requirements of the constitution and laws of this
- 17 state and the rules and procedures of the legislature with respect
- 18 to the notice, introduction, and passage of this Act have been
- 19 fulfilled and accomplished.
- 20 SECTION 4. This Act takes effect immediately if it receives
- 21 a vote of two-thirds of all the members elected to each house, as
- 22 provided by Section 39, Article III, Texas Constitution. If this
- 23 Act does not receive the vote necessary for immediate effect, this
- 24 Act takes effect September 1, 2009.