

1 AN ACT

2 relating to the creation of the Country Place Management District;
3 providing authority to impose an assessment, impose a tax, and
4 issue bonds.

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 3875 to read as follows:

8 CHAPTER 3875. COUNTRY PLACE MANAGEMENT DISTRICT

9 SUBCHAPTER A. GENERAL PROVISIONS

10 Sec. 3875.001. DEFINITIONS. In this chapter:

11 (1) "Board" means the district's board of directors.

12 (2) "Director" means a board member.

13 (3) "District" means the Country Place Management
14 District.

15 Sec. 3875.002. NATURE OF DISTRICT. The Country Place
16 Management District is a special district created under Section 59,
17 Article XVI, Texas Constitution.

18 Sec. 3875.003. PURPOSE; DECLARATION OF INTENT. (a) The
19 creation of the district is essential to accomplish the purposes of
20 Sections 52 and 52-a, Article III, and Section 59, Article XVI,
21 Texas Constitution, and other public purposes stated in this
22 chapter. By creating the district and in authorizing the City of
23 Pearland, Brazoria County, and other political subdivisions to
24 contract with the district, the legislature has established a

1 program to accomplish the public purposes set out in Section 52-a,
2 Article III, Texas Constitution.

3 (b) The creation of the district is necessary to promote,
4 develop, encourage, and maintain employment, commerce,
5 transportation, housing, tourism, recreation, the arts,
6 entertainment, economic development, safety, and the public
7 welfare in the district.

8 (c) This chapter and the creation of the district may not be
9 interpreted to relieve the City of Pearland and Brazoria County
10 from providing the level of services provided, as of the effective
11 date of the Act enacting this chapter, to the area in the district.
12 The district is created to supplement and not to supplant the city
13 or county services provided in the area in the district.

14 Sec. 3875.004. FINDINGS OF BENEFIT AND PUBLIC PURPOSE.

15 (a) The district is created to serve a public use and benefit.

16 (b) All land and other property included in the district
17 will benefit from the improvements and services to be provided by
18 the district under powers conferred by Sections 52 and 52-a,
19 Article III, and Section 59, Article XVI, Texas Constitution, and
20 other powers granted under this chapter.

21 (c) The creation of the district is in the public interest
22 and is essential to:

23 (1) further the public purposes of developing and
24 diversifying the economy of the state;

25 (2) eliminate unemployment and underemployment; and

26 (3) develop or expand transportation and commerce.

27 (d) The district will:

1 (1) promote the health, safety, and general welfare of
2 residents, employers, potential employees, employees, visitors,
3 and consumers in the district, and of the public;

4 (2) provide needed funding for the district to
5 preserve, maintain, and enhance the economic health and vitality of
6 the district territory as a community and business center,
7 including funding for the ownership, operation, and maintenance of
8 public recreational facilities, including parks, trails, green
9 space, golf, and other sporting facilities that benefit the
10 district;

11 (3) promote the health, safety, welfare, and enjoyment
12 of the public by providing pedestrian ways and by landscaping and
13 developing certain areas in the district, which are necessary for
14 the restoration, preservation, and enhancement of scenic beauty;

15 (4) provide funding for public improvements,
16 including drainage facilities, beautification projects, and
17 identification and directional signage;

18 (5) provide for water, wastewater, drainage, water
19 reuse, solid waste collection, and recycling for the district; and

20 (6) provide street and road improvements.

21 (e) Pedestrian ways along or across a street, whether at
22 grade or above or below the surface, and street lighting, street
23 landscaping, parking, walls and sound barriers, and street art
24 objects are parts of and necessary components of a street and are
25 considered to be a street or road improvement.

26 (f) The district will not act as the agent or
27 instrumentality of any private interest even though the district

1 will benefit many private interests as well as the public.

2 Sec. 3875.005. INITIAL DISTRICT TERRITORY. (a) The
3 district is initially composed of the territory described by
4 Section 2 of the Act enacting this chapter.

5 (b) The boundary description contained in Section 2 of the
6 Act enacting this chapter forms a closure. A mistake in the
7 boundary description does not affect the district's:

8 (1) organization, existence, or validity;

9 (2) right to issue any type of bond for the purposes
10 for which the district is created or to pay the principal of and
11 interest on the bond;

12 (3) right to impose or collect an assessment or tax; or

13 (4) legality or operation.

14 Sec. 3875.006. ELIGIBILITY FOR INCLUSION IN SPECIAL ZONES.
15 All or any part of the area of the district is eligible to be
16 included in:

17 (1) a tax increment reinvestment zone created under
18 Chapter 311, Tax Code;

19 (2) a tax abatement reinvestment zone created under
20 Chapter 312, Tax Code; or

21 (3) an enterprise zone created under Chapter 2303,
22 Government Code.

23 Sec. 3875.007. APPLICABILITY OF MUNICIPAL MANAGEMENT
24 DISTRICTS LAW. Except as otherwise provided by this chapter,
25 Chapter 375, Local Government Code, applies to the district.

26 Sec. 3875.008. LIBERAL CONSTRUCTION OF CHAPTER. This
27 chapter shall be liberally construed in conformity with the

1 findings and purposes stated in this chapter.

2 [Sections 3875.009-3875.050 reserved for expansion]

3 SUBCHAPTER B. BOARD OF DIRECTORS

4 Sec. 3875.051. GOVERNING BODY; TERMS. (a) The district is
5 governed by a board of five directors who serve staggered terms of
6 four years. Two or three directors shall be elected each
7 even-numbered year on the uniform election date in May established
8 by the Election Code.

9 (b) Section 49.052, Water Code, applies to the district and
10 directors.

11 (c) A director may also serve as a director of Brazoria
12 County Municipal Utility District No. 4. The director is not
13 entitled to remuneration from the district while serving in both
14 positions.

15 Sec. 3875.052. CONFIRMATION ELECTION REQUIRED. (a) The
16 initial directors shall hold an election to confirm the creation of
17 the district. If an election to confirm the creation of the
18 district does not pass, the initial directors may call subsequent
19 elections to confirm the creation of the district without further
20 approval.

21 (b) Subchapter D, Chapter 49, Water Code, applies to the
22 district and directors.

23 (c) Section 375.063, Local Government Code, does not apply
24 to the district.

25 Sec. 3875.053. INITIAL DIRECTORS. (a) The initial board
26 consists of the following directors:

1	<u>Pos. No.</u>	<u>Name of Director</u>
2	<u>1</u>	<u>Jack Banowsky</u>
3	<u>2</u>	<u>Charles A. Mills</u>
4	<u>3</u>	<u>Hugh S. Pylant</u>
5	<u>4</u>	<u>Terry Gray</u>
6	<u>5</u>	<u>Paul West</u>

7 (b) Of the initial directors, the terms of directors
8 appointed for positions 1 through 3 expire May 2010, and the terms
9 of directors appointed for positions 4 and 5 expire May 2012.

10 (c) Section 3875.052 does not apply to this section.

11 (d) This section expires September 1, 2013.

12 Sec. 3875.054. QUORUM. For purposes of determining the
13 requirements for a quorum of the board, the following are not
14 counted:

15 (1) a board position vacant for any reason, including
16 death, resignation, or disqualification; or

17 (2) a director who is abstaining from participation in
18 a vote because of a conflict of interest.

19 Sec. 3875.055. COMPENSATION. Except as provided by Section
20 3875.051(c), a director is entitled to receive fees of office and
21 reimbursement for actual expenses as provided by Section 49.060,
22 Water Code. Sections 375.069 and 375.070, Local Government Code,
23 do not apply to the board.

24 [Sections 3875.056-3875.100 reserved for expansion]

25 SUBCHAPTER C. POWERS AND DUTIES

26 Sec. 3875.101. DEVELOPMENT CORPORATION POWERS. The
27 district may exercise the powers given to a development corporation

1 under Chapter 505, Local Government Code, including the power to
2 own, operate, acquire, construct, lease, improve, or maintain a
3 project described by that chapter.

4 Sec. 3875.102. NONPROFIT CORPORATION. (a) The board by
5 resolution may authorize the creation of a nonprofit corporation to
6 assist and act for the district in implementing a project or
7 providing a service authorized by this chapter.

8 (b) The nonprofit corporation:

9 (1) has each power of and is considered for purposes of
10 this chapter to be a local government corporation created under
11 Chapter 431, Transportation Code; and

12 (2) may implement any project and provide any service
13 authorized by this chapter.

14 (c) The board shall appoint the board of directors of the
15 nonprofit corporation. The board of directors of the nonprofit
16 corporation shall serve in the same manner as the board of directors
17 of a local government corporation created under Chapter 431,
18 Transportation Code, except that a board member is not required to
19 reside in the district.

20 Sec. 3875.103. AGREEMENTS; GRANTS. (a) The district may
21 make an agreement with or accept a gift, grant, or loan from any
22 person.

23 (b) The implementation of a project is a governmental
24 function or service for the purposes of Chapter 791, Government
25 Code.

26 Sec. 3875.104. AUTHORITY TO CONTRACT FOR LAW ENFORCEMENT.
27 To protect the public interest, the district may contract with a

1 qualified party, including Brazoria County or the City of Pearland,
2 for the provision of law enforcement services in the district for a
3 fee.

4 Sec. 3875.105. MEMBERSHIP IN CHARITABLE ORGANIZATIONS. The
5 district may join and pay dues to a charitable or nonprofit
6 organization that performs a service or provides an activity
7 consistent with the furtherance of a district purpose.

8 Sec. 3875.106. ECONOMIC DEVELOPMENT PROGRAMS. (a) The
9 district may establish and provide for the administration of one or
10 more programs to promote state or local economic development and to
11 stimulate business and commercial activity in the district,
12 including programs to:

13 (1) make loans and grants of public money; and

14 (2) provide district personnel and services.

15 (b) For purposes of this section, the district has all of
16 the powers of a municipality under Chapter 380, Local Government
17 Code.

18 Sec. 3875.107. NO EMINENT DOMAIN. The district may not
19 exercise the power of eminent domain.

20 Sec. 3875.108. ANNEXATION OR EXCLUSION OF LAND. (a) The
21 district may annex land as provided by Subchapter J, Chapter 49,
22 Water Code.

23 (b) The district may exclude land as provided by Subchapter
24 J, Chapter 49, Water Code. Section 375.044(b), Local Government
25 Code, does not apply to the district.

26 [Sections 3875.109-3875.150 reserved for expansion]

1 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

2 Sec. 3875.151. DISBURSEMENTS AND TRANSFERS OF MONEY. The
3 board by resolution shall establish the number of directors'
4 signatures and the procedure required for a disbursement or
5 transfer of the district's money.

6 Sec. 3875.152. MONEY USED FOR IMPROVEMENTS OR SERVICES.
7 The district may acquire, construct, finance, operate, or maintain
8 any improvement or service authorized under this chapter or Chapter
9 375, Local Government Code, using any money available to the
10 district.

11 Sec. 3875.153. PETITION REQUIRED FOR FINANCING SERVICES AND
12 IMPROVEMENTS WITH ASSESSMENTS. (a) The board may not finance a
13 service or improvement project with assessments under this chapter
14 unless a written petition requesting that service or improvement
15 has been filed with the board.

16 (b) A petition filed under Subsection (a) must be signed by
17 the owners of a majority of the assessed value of real property in
18 the district subject to the assessment according to the most recent
19 certified tax appraisal roll for Brazoria County.

20 Sec. 3875.154. METHOD OF NOTICE FOR HEARING. The district
21 may mail the notice required by Section 375.115(c), Local
22 Government Code, by certified or first class United States mail.
23 The board shall determine the method of notice.

24 Sec. 3875.155. ASSESSMENTS; LIENS FOR ASSESSMENTS.
25 (a) The board by resolution may impose and collect an assessment
26 for any purpose authorized by this chapter in all or any part of the
27 district. Section 375.114, Local Government Code, does not apply

1 to the district.

2 (b) An assessment, a reassessment, or an assessment
3 resulting from an addition to or correction of the assessment roll
4 by the district, penalties and interest on an assessment or
5 reassessment, an expense of collection, and reasonable attorney's
6 fees incurred by the district:

7 (1) are a first and prior lien against the property
8 assessed;

9 (2) are superior to any other lien or claim other than
10 a lien or claim for county, school district, or municipal ad valorem
11 taxes; and

12 (3) are the personal liability of and a charge against
13 the owners of the property even if the owners are not named in the
14 assessment proceedings.

15 (c) The lien is effective from the date of the board's
16 resolution imposing the assessment until the date the assessment is
17 paid. The board may enforce the lien in the same manner that the
18 board may enforce an ad valorem tax lien against real property.

19 (d) The board may make a correction to or deletion from the
20 assessment roll that does not increase the amount of assessment of
21 any parcel of land without providing notice and holding a hearing in
22 the manner required for additional assessments.

23 Sec. 3875.156. UTILITY PROPERTY EXEMPT FROM IMPACT FEES AND
24 ASSESSMENTS. The district may not impose an impact fee or
25 assessment on the property, including the equipment,
26 rights-of-way, facilities, or improvements, of:

27 (1) an electric utility or a power generation company

1 as defined by Section 31.002, Utilities Code;

2 (2) a gas utility as defined by Section 101.003 or
3 121.001, Utilities Code;

4 (3) a telecommunications provider as defined by
5 Section 51.002, Utilities Code; or

6 (4) a person who provides to the public cable
7 television or advanced telecommunications services.

8 Sec. 3875.157. RESIDENTIAL PROPERTY. Section 375.161,
9 Local Government Code, does not apply to a tax imposed by the
10 district or a requirement for payment for a service provided by the
11 district.

12 Sec. 3875.158. AD VALOREM TAX. (a) If authorized at an
13 election held in accordance with Section 3875.162, the district may
14 impose an ad valorem tax on taxable property in the district in
15 accordance with Section 49.107, Water Code, for any district
16 purpose, including to:

17 (1) maintain and operate the district;

18 (2) construct or acquire improvements; or

19 (3) provide a service.

20 (b) The board shall determine the tax rate. The rate may not
21 exceed the rate approved at the election.

22 (c) Section 49.107(h), Water Code, does not apply to the
23 district.

24 Sec. 3875.159. CONTRACT TAXES. (a) In accordance with
25 Section 49.108, Water Code, the district may impose a tax other than
26 an operation and maintenance tax and use the revenue derived from
27 the tax to make payments under a contract after the provisions of

1 the contract have been approved by a majority of the district voters
2 voting at an election held for that purpose.

3 (b) A contract approved by the district voters may contain a
4 provision stating that the contract may be modified or amended by
5 the board without further voter approval.

6 Sec. 3875.160. AUTHORITY TO BORROW MONEY AND TO ISSUE
7 BONDS. (a) The district may borrow money on terms and conditions
8 as determined by the board. Section 375.205, Local Government
9 Code, does not apply to a loan, line of credit, or other borrowing
10 from a bank or financial institution secured by revenue other than
11 ad valorem taxes.

12 (b) The district may issue by competitive bid or negotiated
13 sale bonds, notes, or other obligations payable wholly or partly
14 from ad valorem taxes, assessments, impact fees, revenue, contract
15 payments, grants, or other district money, or any combination of
16 those sources of money, to pay for any authorized district purpose.

17 (c) The limitation on the outstanding principal amount of
18 bonds, notes, and other obligations provided by Section 49.4645,
19 Water Code, does not apply to the district.

20 Sec. 3875.161. TAXES FOR BONDS. At the time the district
21 issues bonds payable wholly or partly from ad valorem taxes, the
22 board shall provide for the imposition of a continuing direct
23 annual ad valorem tax, without limit as to rate or amount, while all
24 or part of the bonds are outstanding as required and in the manner
25 provided by Sections 54.601 and 54.602, Water Code.

26 Sec. 3875.162. ELECTIONS REGARDING TAXES AND BONDS.
27 (a) The district may issue, without an election, bonds, notes, and

1 other obligations secured by:

2 (1) revenue other than ad valorem taxes; or

3 (2) contract payments described by Section 3875.159.

4 (b) The district must hold an election in the manner
5 provided by Subchapter L, Chapter 375, Local Government Code, to
6 obtain voter approval before the district may impose an ad valorem
7 tax or issue bonds payable from ad valorem taxes.

8 (c) Section 375.243, Local Government Code, does not apply
9 to the district.

10 (d) All or any part of any facilities or improvements that
11 the district may acquire by the issuance of its bonds may be
12 submitted as a single proposition or as several propositions to be
13 voted on at the election.

14 Sec. 3875.163. CITY APPROVAL. (a) Except as provided by
15 Subsection (c), the district must obtain the approval of the City of
16 Pearland's governing body for the issuance of bonds for each
17 improvement project.

18 (b) The governing body of the City of Pearland must provide
19 the approval required for the issuance of bonds under Subsection
20 (a) by adoption of an ordinance or resolution.

21 (c) The district may obtain any other city approval required
22 by this chapter by permit or other city administrative process that
23 does not involve the City of Pearland's governing body.

24 Sec. 3875.164. CITY NOT REQUIRED TO PAY DISTRICT
25 OBLIGATIONS. Except as provided by Section 375.263, Local
26 Government Code, the City of Pearland is not required to pay a bond,
27 note, or other obligation of the district.

1 Sec. 3875.165. COMPETITIVE BIDDING. Subchapter I, Chapter
2 49, Water Code, applies to the district. Subchapter K, Chapter 375,
3 Local Government Code, does not apply to the district.

4 Sec. 3875.166. TAX AND ASSESSMENT ABATEMENTS. The district
5 may grant in the manner authorized by Chapter 312, Tax Code, an
6 abatement for a tax or assessment owed to the district.

7 Sec. 3875.167. USAGE FEES. The board of directors may set,
8 charge, impose, and collect fees, charges, or tolls for the use of
9 any district facilities.

10 [Sections 3875.168-3875.200 reserved for expansion]

11 SUBCHAPTER E. DISSOLUTION

12 Sec. 3875.201. DISSOLUTION OF DISTRICT. (a) The board of
13 directors may vote to dissolve the district regardless of the
14 district's outstanding debt. Section 375.264, Local Government
15 Code, does not apply to the district.

16 (b) If the district has outstanding debt when it is
17 dissolved, the district shall remain in existence solely for the
18 purpose of discharging its debts. The dissolution is effective
19 when all debts of the district have been discharged.

20 SECTION 2. The Country Place Management District initially
21 includes all territory contained in the boundaries of the Brazoria
22 County Municipal Utility District No. 4, as those boundaries
23 existed on January 1, 2009.

24 SECTION 3. (a) The legal notice of the intention to
25 introduce this Act, setting forth the general substance of this
26 Act, has been published as provided by law, and the notice and a
27 copy of this Act have been furnished to all persons, agencies,

1 officials, or entities to which they are required to be furnished
2 under Section 59, Article XVI, Texas Constitution, and Chapter 313,
3 Government Code.

4 (b) The governor, one of the required recipients, has
5 submitted the notice and Act to the Texas Commission on
6 Environmental Quality.

7 (c) The Texas Commission on Environmental Quality has filed
8 its recommendations relating to this Act with the governor,
9 lieutenant governor, and speaker of the house of representatives
10 within the required time.

11 (d) The general law relating to consent by political
12 subdivisions to the creation of districts with conservation,
13 reclamation, and road powers and the inclusion of land in those
14 districts has been complied with.

15 (e) All requirements of the constitution and laws of this
16 state and the rules and procedures of the legislature with respect
17 to the notice, introduction, and passage of this Act have been
18 fulfilled and accomplished.

19 SECTION 4. This Act takes effect immediately if it receives
20 a vote of two-thirds of all the members elected to each house, as
21 provided by Section 39, Article III, Texas Constitution. If this
22 Act does not receive the vote necessary for immediate effect, this
23 Act takes effect September 1, 2009.

S.B. No. 2479

President of the Senate

Speaker of the House

I hereby certify that S.B. No. 2479 passed the Senate on April 28, 2009, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

I hereby certify that S.B. No. 2479 passed the House on May 25, 2009, by the following vote: Yeas 142, Nays 0, one present not voting.

Chief Clerk of the House

Approved:

Date

Governor