By: Uresti S.B. No. 2491

## A BILL TO BE ENTITLED

	AN ACT
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- 2 relating to the powers and duties of certain public improvement
- 3 districts.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. (a) Section 372.1011, Local Government Code, is
- 6 amended to read as follows:
- 7 Sec. 372.1011. APPLICABILITY. This subchapter applies only
- 8 to:
- 9 (1) a county with a population of 1.2 million
- 10 [825,000] or more, other than a county that:
- 11 (A) borders on the Gulf of Mexico or a bay or
- 12 inlet of the gulf; or
- 13 (B) has two municipalities located wholly or
- 14 partly in its boundaries each having a population of 300,000 or
- 15 more; or
- 16 (2) a county with a population of 70,000 or more that
- 17 is adjacent to a county described by Subdivision (1) in which a
- 18 municipality with a population of 35,000 or more is primarily
- 19 situated and includes all or a part of the extraterritorial
- 20 jurisdiction of a municipality with a population of 1.1 million or
- 21 more.
- (b) This section takes effect only if the Act of the 81st
- 23 Legislature, Regular Session, 2009, relating to nonsubstantive
- 24 additions to and corrections in enacted codes does not become law.

- 1 If the Act of the 81st Legislature, Regular Session, 2009, relating
- 2 to nonsubstantive additions to and corrections in enacted codes
- 3 becomes law, this section has no effect.
- 4 SECTION 2. Subchapter C, Chapter 372, Local Government
- 5 Code, is amended by adding Section 372.1245 to read as follows:
- 6 Sec. 372.1245. ANNEXATION OR EXCLUSION OF LAND. (a) A
- 7 district may annex or exclude land from the district as provided by
- 8 Subchapter J, Chapter 49, Water Code.
- 9 (b) Before a district may adopt an order adding or excluding
- 10 land, the district must obtain the consent of:
- 11 (1) the county that created the district by a
- 12 resolution of the county commissioners court; and
- (2) if Section 372.113(c) applies to the district, a
- 14 municipality in which the district is located by a resolution
- 15 adopted by the municipality's governing body.
- SECTION 3. Subsection (c), Section 372.127, Local
- 17 Government Code, is amended to read as follows:
- 18 (c) A county must adopt an order providing whether a
- 19 district has the authority to impose a hotel occupancy tax, sales
- 20 and use tax, or ad valorem tax, and must provide the maximum rate at
- 21 which the district may impose the tax. [A tax rate approved by the
- 22 commissioners court and pledged to secure bonds, notes, grant
- 23 agreements, or development agreements may not be reduced until the
- 24 obligations of those instruments have been satisfied.
- 25 SECTION 4. (a) Section 382.002, Local Government Code, is
- 26 amended to read as follows:
- Sec. 382.002. APPLICABILITY. This chapter applies only

- 1 to:
- 2 (1) a county with a population of 1.2 million
- 3 [825,000] or more, other than a county that:
- 4 (A) borders on the Gulf of Mexico or a bay or
- 5 inlet of the gulf; or
- 6 (B) has two municipalities located wholly or
- 7 partly in its boundaries each having a population of 300,000 or
- 8 more; or
- 9 (2) a county with a population of 70,000 or more that
- 10 is adjacent to a county described by Subdivision (1) in which a
- 11 municipality with a population of 35,000 or more is primarily
- 12 situated and includes all or a part of the extraterritorial
- 13 jurisdiction of a municipality with a population of 1.1 million or
- 14 more.
- 15 (b) This section takes effect only if the Act of the 81st
- 16 Legislature, Regular Session, 2009, relating to nonsubstantive
- 17 additions to and corrections in enacted codes becomes law. If the
- 18 Act of the 81st Legislature, Regular Session, 2009, relating to
- 19 nonsubstantive additions to and corrections in enacted codes does
- 20 not become law, this section has no effect.
- 21 SECTION 5. Subchapter C, Chapter 382, Local Government
- 22 Code, is amended by adding Section 382.113 to read as follows:
- Sec. 382.113. ANNEXATION OR EXCLUSION OF LAND. (a) A
- 24 district may annex or exclude land from the district as provided by
- 25 Subchapter J, Chapter 49, Water Code.
- 26 (b) Before a district may adopt an order adding or excluding
- 27 land, the district must obtain the consent of:

- 1 (1) the county that created the district by a
- 2 resolution of the county commissioners court; and
- 3 (2) if Section 382.101(c) applies to the district, a
- 4 <u>municipality in which the district is</u> located by a resolution
- 5 adopted by the municipality's governing body.
- 6 SECTION 6. Subsection (c), Section 382.153, Local
- 7 Government Code, is amended to read as follows:
- 8 (c) A county must adopt an order providing whether a
- 9 district has the authority to impose a hotel occupancy tax, sales
- 10 and use tax, or ad valorem tax, and must provide the maximum rate at
- 11 which the district may impose the tax. [A tax rate approved by the
- 12 commissioners court and pledged to secure bonds, notes, grant
- 13 agreements, or development agreements may not be reduced until the
- 14 obligations of those instruments have been satisfied.
- 15 SECTION 7. (a) The legislature validates and confirms all
- 16 governmental acts and proceedings before the effective date of this
- 17 Act of a district created under Subchapter C, Chapter 372, Local
- 18 Government Code, as that chapter existed before the effective date
- 19 of this Act, including acts of the district's board of directors.
- 20 (b) Subsection (a) of this section does not apply to a
- 21 matter that on the effective date of this Act:
- 22 (1) is involved in litigation, if the litigation
- 23 ultimately results in the matter being held invalid by a final court
- 24 judgment; or
- 25 (2) has been held invalid by a final court judgment.
- SECTION 8. (a) Sections 2 and 3 of this Act take effect
- 27 only if the Act of the 81st Legislature, Regular Session, 2009,

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- 1 relating to nonsubstantive additions to and corrections in enacted
- 2 codes does not become law. If the Act of the 81st Legislature,
- 3 Regular Session, 2009, relating to nonsubstantive additions to and
- 4 corrections in enacted codes becomes law, Sections 2 and 3 of this
- 5 Act have no effect.
- 6 (b) Sections 5 and 6 of this Act take effect only if the Act
- 7 of the 81st Legislature, Regular Session, 2009, relating to
- 8 nonsubstantive additions to and corrections in enacted codes
- 9 becomes law. If the Act of the 81st Legislature, Regular Session,
- 10 2009, relating to nonsubstantive additions to and corrections in
- 11 enacted codes does not become law, Sections 5 and 6 of this Act have
- 12 no effect.
- 13 SECTION 9. This Act takes effect immediately if it receives
- 14 a vote of two-thirds of all the members elected to each house, as
- 15 provided by Section 39, Article III, Texas Constitution. If this
- 16 Act does not receive the vote necessary for immediate effect, this
- 17 Act takes effect September 1, 2009.