2	relating to the creation of the Rowlett Waterfront Entertainment		
3	Management District; providing authority to impose a tax, levy a		
4	assessment, and issue bonds.		
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:		
6	SECTION 1. Subtitle C, Title 4, Special District Local Law		
7	Code, is amended by adding Chapter 3896 to read as follows:		
8	CHAPTER 3896. ROWLETT WATERFRONT ENTERTAINMENT MANAGEMENT DISTRICT		
9	SUBCHAPTER A. GENERAL PROVISIONS		
10	Sec. 3896.001. DEFINITIONS. In this chapter:		
11	(1) "Board" means the district's board of directors.		
12	(2) "City" means the City of Rowlett, Texas.		
13	(3) "Director" means a board member.		
14	(4) "District" means the Rowlett Waterfront		
15	Entertainment Management District.		
16	(5) "Improvement project" means any program or project		
17	authorized by Section 3896.102, inside or outside the district.		
18	Sec. 3896.002. CREATION AND NATURE OF DISTRICT. The		
19	district is a special district created under Sections 52 and 52-a,		
20	Article III, and Section 59, Article XVI, Texas Constitution.		
21	Sec. 3896.003. PURPOSE; DECLARATION OF INTENT. (a) The		
22	creation of the district is essential to accomplish the purposes of		
23	Sections 52 and 52-a, Article III, and Section 59, Article XVI,		
24	Texas Constitution, and other public purposes stated in this		

AN ACT

1

- 1 chapter. By creating the district and in authorizing the city and
- 2 other political subdivisions to contract with the district, the
- 3 legislature has established a program to accomplish the public
- 4 purposes set out in Section 52-a, Article III, Texas Constitution.
- 5 (b) The creation of the district is necessary to promote,
- 6 develop, encourage, and maintain employment, commerce,
- 7 transportation, housing, tourism, recreation, the arts,
- 8 entertainment, economic development, safety, and the public
- 9 welfare in the district.
- 10 (c) This chapter and the creation of the district may not be
- 11 interpreted to relieve the city or Dallas County from providing the
- 12 level of services provided to the area in the district as of the
- 13 effective date of the Act enacting this chapter. The district is
- 14 created to supplement and not to supplant the city and county
- 15 services provided in the district.
- Sec. 3896.004. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
- 17 The district is created to serve a public use and benefit.
- (b) All land and other property included in the district
- 19 will benefit from the improvements and services to be provided by
- 20 the district under powers conferred by Sections 52 and 52-a,
- 21 Article III, and Section 59, Article XVI, Texas Constitution, and
- 22 other powers granted under this chapter.
- 23 <u>(c) The creation of the district is in the public interest</u>
- 24 and is essential to further the public purposes of:
- (1) developing and diversifying the economy of the
- 26 state;
- 27 (2) eliminating unemployment and underemployment; and

- 1 (3) developing or expanding transportation and
- 2 <u>commerce.</u>
- 3 <u>(d) The district will:</u>
- 4 (1) promote the health, safety, and general welfare of
- 5 residents, employers, employees, potential employees, visitors,
- 6 and consumers in the district, and of the public;
- 7 (2) provide needed funding for the district to
- 8 preserve, maintain, and enhance the economic health and vitality of
- 9 the district territory as a community and business center; and
- 10 (3) promote the health, safety, welfare, and enjoyment
- 11 of the public by providing pedestrian ways and by landscaping and
- 12 developing certain areas in the district, which are necessary for
- 13 the restoration, preservation, and enhancement of scenic and
- 14 aesthetic beauty.
- (e) Pedestrian ways along or across a street, whether at
- 16 grade or above or below the surface, and street lighting, street
- 17 landscaping, parking, and street art objects are parts of and
- 18 necessary components of a street and are considered to be an
- 19 improvement project that includes a street or road improvement.
- 20 (f) The district will not act as the agent or
- 21 instrumentality of any private interest even though the district
- 22 will benefit many private interests as well as the public.
- Sec. 3896.005. DISTRICT TERRITORY. (a) The district is
- 24 composed of the territory described by Section 2 of the Act creating
- 25 this chapter, as that territory may have been modified under
- 26 Section 3896.108 or other law.
- 27 (b) The boundaries and field notes of the district contained

- 1 in Section 2 of the Act creating this chapter form a closure. A
- 2 mistake in the field notes of the district contained in Section 2 of
- 3 the Act creating this chapter or in copying the field notes in the
- 4 legislative process does not in any way affect the district's:
- 5 (1) organization, existence, or validity;
- 6 (2) right to contract, including the right to issue
- 7 any type of bond or other obligation for a purpose for which the
- 8 district is created;
- 9 (3) right to impose or collect an assessment, tax, or
- 10 any other revenue; or
- 11 (4) legality or operation.
- 12 Sec. 3896.006. ELIGIBILITY FOR REINVESTMENT OR ENTERPRISE
- 13 ZONES. (a) All or any part of the area of the district is eligible,
- 14 regardless of other statutory criteria, to be included in:
- (1) a tax increment reinvestment zone created by the
- 16 city under Chapter 311, Tax Code; or
- 17 (2) a tax abatement reinvestment zone created by the
- 18 city under Chapter 312, Tax Code.
- 19 (b) All or any part of the area of the district is eligible
- 20 to be nominated for inclusion in an enterprise zone by the city
- 21 under Chapter 2303, Government Code.
- Sec. 3896.007. APPLICABILITY OF MUNICIPAL MANAGEMENT
- 23 DISTRICTS LAW. Except as otherwise provided by this chapter,
- 24 Chapter 375, Local Government Code, applies to the district.
- 25 Sec. 3896.008. LIBERAL CONSTRUCTION OF CHAPTER. This
- 26 chapter shall be liberally construed in conformity with the
- 27 <u>findings and purposes stated in this chapter.</u>

[Sections 3896.009-3896.050 reserved for expansion] 1 2 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 3896.051. BOARD OF DIRECTORS. The district is 3 governed by a board of five directors appointed under Section 4 5 3896.052 and three directors serving ex officio under Section 3896.053. 6 Sec. 3896.052. APPOINTMENT OF DIRECTORS; TERMS. (a) The 7 mayor and governing body of the city shall appoint voting 8 directors. A person is appointed if a majority of the members of 9 the governing body, including the mayor, vote to appoint that 10 person. A member of the governing body of the city may not be 11 12 appointed to the board. (b) Section 375.063, Local Government Code, does not apply 13 14 to the district. 15 (c) The appointed directors serve staggered terms of four years, with two or three directors' terms expiring June 1 of each 16 17 odd-numbered year. (d) A person may not be appointed to the board if the 18 19 appointment of that person would result in fewer than three of the directors residing in the city. 20 21 (e) The governing body of the city shall appoint a director 22 to fill a vacancy that occurs on the board. (f) A director is a public official entitled to governmental 23 24 immunity for the director's official actions.

persons serve as nonvoting ex officio directors:

(1) the manager of the city;

25

26

27

Sec. 3896.053. NONVOTING DIRECTORS. (a) The following

- 1 (2) the financial director of the city; and
- 2 (3) the planning director of the city.
- 3 (b) If an office described by Subsection (a) is renamed,
- 4 changed, or abolished, the governing body of the city may appoint
- 5 another city officer or employee who performs duties comparable to
- 6 those performed by the officer described by Subsection (a).
- 7 Sec. 3896.054. CONFLICTS OF INTEREST. (a) Except as
- 8 provided by Section 3896.053 or this section:
- 9 (1) a director may participate in all board votes and
- 10 decisions; and
- 11 (2) Chapter 171, Local Government Code, governs
- 12 conflicts of interest of board members.
- 13 (b) A director who has a beneficial interest in a business
- 14 entity that will receive a pecuniary benefit from an action of the
- 15 board may participate in discussion and vote on that action if a
- 16 majority of the board has a similar interest in the same action or
- 17 if all other similar business entities in the district will receive
- 18 a similar pecuniary benefit.
- 19 (c) A director who is also an officer or employee of a public
- 20 entity may not participate in a discussion of or vote on a matter
- 21 regarding a contract with that same public entity.
- Sec. 3896.055. DIRECTOR'S OATH OR AFFIRMATION. A
- 23 director's oath or affirmation of office shall be filed with the
- 24 district and the district shall retain the oath or affirmation in
- 25 the district records.
- Sec. 3896.056. OFFICERS. The board shall elect from among
- 27 the directors a chair, vice chair, and secretary.

1	Sec. 3896.057. COMPENSATION OF DIRECTORS; REIMBURSEMENT OF		
2	EXPENSES. A director is not entitled to compensation for service on		
3	the board but is entitled to be reimbursed for necessary expenses		
4	incurred in carrying out the duties and responsibilities of a		
5	director.		
6	Sec. 3896.058. INITIAL DIRECTORS. (a) The initial board		
7	consists of the following directors:		
8	(1);		
9	(2);		
10	(3);		
11	(4); and		
12	(5)		
13	(b) Of the initial directors, the terms of directors		
14	appointed for positions 1 and 2 expire June 1, 2013, and the terms		
15	of directors appointed for positions 3 through 5 expire June 1,		
16	<u>2015.</u>		
17	(c) This section expires September 1, 2015.		
18	Sec. 3896.059. QUORUM. For purposes of determining whether		
19	a quorum of the board is present, the following are not counted:		
20	(1) a board position vacant for any reason, including		
21	death, resignation, or disqualification;		
22	(2) a director who is abstaining from participation in		
23	a vote because of a conflict of interest; or		
24	(3) a nonvoting director.		
25	[Sections 3896.060-3896.100 reserved for expansion]		
26	SUBCHAPTER C. POWERS AND DUTIES		
27	Sec. 3896.101. GENERAL POWERS AND DUTIES. The district has		

1 the powers and duties provided by: 2 (1) the general laws relating to conservation and 3 reclamation districts created under Section 59, Article XVI, Texas Constitution, including Chapters 49 and 54, Water Code; 4 5 (2) the general laws relating to road districts and road utility districts created under Section 52(b), Article III, 6 7 Texas Constitution, including Chapter 441, Transportation Code; 8 (3) Subchapter A, Chapter 372, Local Government Code, in the same manner as a municipality or a county; 9 10 (4) Chapter 375, Local Government Code; and (5) Chapter 505, Local Government Code, as if the 11 12 district were a municipality to which that chapter applies. Sec. 3896.102. IMPROVEMENT PROJECTS. (a) The district may 13 provide, or it may enter into contracts with a governmental or 14 private entity to provide, the following types of improvement 15 projects or activities in support of or incidental to those 16 17 projects: (1) a supply and distribution facility or system to 18 19 provide potable and city-approved nonpotable water to the residents and businesses of the district, including a wastewater collection 20 facility; 21 22 (2) a paved road or street, inside and outside the district, to the extent authorized by Section 52, Article III, 23 24 Texas Constitution; (3) the planning, design, construction, improvement, 25 and maintenance of: 26

(A) landscaping;

27

1	(B) highway right-of-way or transit corridor		
2	beautification and improvement;		
3	(C) lighting, banners, and signs;		
4	(D) a street or sidewalk;		
5	(E) a hiking and cycling path or trail;		
6	(F) a pedestrian walkway, skywalk, crosswalk, or		
7	tunnel;		
8	(G) a park, lake, garden, recreational facility,		
9	sports facility, open space, scenic area, or related exhibit or		
10	preserve;		
11	(H) a fountain, plaza, or pedestrian mall; or		
12	(I) a drainage or storm-water detention		
13	<pre>improvement;</pre>		
14	(4) protection and improvement of the quality of storm		
15	water that flows through the district;		
16	(5) the planning, design, construction, improvement,		
17	<pre>maintenance, and operation of:</pre>		
18	(A) a water or sewer facility; or		
19	(B) an off-street parking facility or heliport;		
20	(6) the planning and acquisition of:		
21	(A) public art and sculpture and related exhibits		
22	and facilities; or		
23	(B) an educational and cultural exhibit or		
24	<pre>facility;</pre>		
25	(7) the planning, design, construction, acquisition,		
26	lease, rental, improvement, maintenance, installation, and		
27	management of and provision of furnishings for a facility for:		

1	(A) a conference, convention, or exhibition;			
2	(B) a manufacturer, consumer, or trade show;			
3	(C) a civic, community, or institutional event;			
4	<u>or</u>			
5	(D) an exhibit, display, attraction, special			
6	event, or seasonal or cultural celebration or holiday;			
7	(8) the removal, razing, demolition, or clearing of			
8	land or improvements in connection with an improvement project;			
9	(9) the acquisition and improvement of land or other			
10	property for the mitigation of the environmental effects of an			
11	<pre>improvement project;</pre>			
12	(10) the acquisition of property or an interest in			
13	property in connection with an authorized improvement project;			
14	(11) a special or supplemental service for the			
15	improvement and promotion of the district or an area adjacent to the			
16	district or for the protection of public health and safety in or			
17	adjacent to the district, including:			
18	(A) advertising;			
19	(B) promotion;			
20	(C) tourism;			
21	(D) health and sanitation;			
22	(E) public safety;			
23	(F) security;			
24	(G) fire protection or emergency medical			
25	services;			
26	(H) business recruitment;			
27	(I) development;			

1	(J) elimination of traffic congestion; and
2	(K) recreational, educational, or cultural
3	improvements, enhancements, and services; or
4	(12) any similar public improvement, facility, or
5	service.
6	(b) The district may not undertake an improvement project
7	under this section unless the board determines the project to be
8	necessary to accomplish a public purpose of the district.
9	(c) An improvement project must comply with any applicable
10	city requirements, including codes and ordinances.
11	(d) The district may not provide, conduct, or authorize any
12	improvement project on the city streets, highways, rights-of-way,
13	or easements without the consent of the governing body of the city.
14	(e) The district shall immediately comply with any city
15	ordinance, order, or resolution that:
16	(1) requires the district to transfer to the city the
17	title to all or any portion of an improvement project; or
18	(2) authorizes the district to own, encumber,
19	maintain, and operate an improvement project, subject to the right
20	of the city to order a conveyance of the project to the city on a
21	date determined by the city.
22	(f) For the purposes of this section, planning, design,
23	construction, improvement, and maintenance of a lake include work
24	done for drainage, reclamation, or recreation.
25	Sec. 3896.103. GENERAL POWERS REGARDING CONTRACTS. (a)
26	The district may:

(1) contract with any person to accomplish any

27

- 1 <u>district purpose</u>, including a contract for:
- 2 (A) the payment, repayment, or reimbursement of
- 3 costs incurred by that person on behalf of the district, including
- 4 all or part of the costs of an improvement project and interest on
- 5 the reimbursed cost; or
- 6 (B) the use, occupancy, lease, rental,
- 7 operation, maintenance, or management of all or part of a proposed
- 8 or existing improvement project; and
- 9 (2) apply for and contract with any person to receive,
- 10 administer, and perform a duty or obligation of the district under a
- 11 federal, state, local, or private gift, grant, loan, conveyance,
- 12 transfer, bequest, or other financial assistance arrangement
- 13 relating to the investigation, planning, analysis, study, design,
- 14 acquisition, construction, improvement, completion,
- 15 implementation, or operation by the district or others of a
- 16 proposed or existing improvement project.
- 17 (b) A contract the district enters into to carry out a
- 18 purpose of this chapter may be on any terms and for any period the
- 19 board determines, including a negotiable or nonnegotiable note or
- 20 warrant payable to the city, Dallas County, and any other person.
- 21 (c) Any person may contract with the district to carry out
- 22 the purposes of this chapter without further statutory or other
- 23 authorization.
- 24 (d) A contract payable from ad valorem taxes for a period
- 25 longer than one year must be approved by the governing body of the
- 26 city.
- Sec. 3896.104. COMPETITIVE BIDDING. Section 375.221, Local

- 1 Government Code, applies only to a district contract that has a
- 2 value of more than \$50,000.
- 3 Sec. 3896.105. ECONOMIC DEVELOPMENT. The district may
- 4 create economic development programs and exercise the economic
- 5 development powers that:
- 6 (1) Chapter 380, Local Government Code, provides to a
- 7 municipality with a population of more than 100,000; and
- 8 (2) Chapter 1509, Government Code, provides to a
- 9 municipality.
- Sec. 3896.106. RULES; ENFORCEMENT. (a) The district may
- 11 adopt rules:
- 12 (1) to administer or operate the district;
- 13 (2) for the use, enjoyment, availability, protection,
- 14 security, and maintenance of the district's property and
- 15 <u>facilities; or</u>
- 16 (3) to provide for public safety and security in the
- 17 district.
- 18 (b) The district may enforce its rules by injunctive relief.
- 19 (c) To the extent a district rule conflicts with a city rule
- 20 or order, the city rule or order controls.
- Sec. 3896.107. NAME CHANGE. The board by resolution may
- 22 change the district's name. The board shall give written notice of
- 23 the change to the city.
- Sec. 3896.108. ADDING OR REMOVING TERRITORY. The board may
- 25 add or remove territory under Subchapter J, Chapter 49, and Section
- 26 <u>54.016</u>, Water Code, except that:
- 27 (1) the addition or removal of the territory must be

1	approved by:		
2	(A) the governing body of the city; and		
3	(B) the owners of the territory being added or		
4	removed;		
5	(2) a reference to a tax in Subchapter J, Chapter 49,		
6	or Section 54.016, Water Code, means an ad valorem tax; and		
7	(3) territory may not be removed from the district if		
8	bonds or other obligations of the district payable wholly or partly		
9	from ad valorem taxes on the territory are outstanding.		
10	Sec. 3896.109. NO EMINENT DOMAIN POWER. The district may		
11	not exercise the power of eminent domain.		
12	Sec. 3896.110. DISTRICT EMPLOYEES; TERMS OF EMPLOYMENT;		
13	COMPENSATION. The board may employ and establish the terms of		
14	employment and compensation of:		
15	(1) an executive director or general manager; or		
16	(2) any other district employee the board considers		
17	necessary.		
18	[Sections 3896.111-3896.150 reserved for expansion]		
19	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS		
20	Sec. 3896.151. GENERAL POWERS REGARDING FINANCIAL MATTERS.		
21	Except as provided by Section 3896.161, the district may:		
22	(1) impose an ad valorem tax on all taxable property in		
23	the district, including industrial, commercial, and residential		
24	property, to pay for an improvement project;		
25	(2) impose an assessment on property in the district		
26	in the manner provided for:		
27	(A) a district under Subchapter F, Chapter 375,		

1	Local Government Code; or		
2	(B) a municipality or county under Subchapter A,		
3	Chapter 372, Local Government Code;		
4	(3) provide or secure the payment or repayment of the		
5	costs and expenses of the establishment, administration, and		
6	operation of the district and the district's costs or share of the		
7	costs or revenue of an improvement project or district contractual		
8	obligation or indebtedness by or through:		
9	(A) a lease, installment purchase contract, or		
10	other agreement with any person;		
11	(B) the imposition of a tax, assessment, user		
12	fee, concession fee, or rental charge; or		
13	(C) any other revenue or resource of the		
14	district;		
15	(4) establish user charges related to the operation of		
16	storm-water facilities, including the regulation of storm water for		
17	the protection of water quality in the district;		
18	(5) establish user charges for the use of nonpotable		
19	water for irrigation purposes, subject to the approval of the		
20	governing body of the city;		
21	(6) undertake separately or jointly with other		
22	persons, including the city or Dallas County, all or part of the		
23	cost of an improvement project, including an improvement project:		
24	(A) for improving, enhancing, and supporting		
25	public safety and security, fire protection and emergency medical		
26	services, and law enforcement in and adjacent to the district; or		
27	(B) that confers a general benefit on the entire		

- 1 district or a special benefit on a definable part of the district;
- 2 and
- 3 (7) enter into a tax abatement agreement in accordance
- 4 with the general laws of this state authorizing and applicable to
- 5 tax abatement agreements by municipalities.
- 6 Sec. 3896.152. BORROWING MONEY. The district may borrow
- 7 money for a district purpose by issuing or executing bonds, notes,
- 8 credit agreements, or other obligations of any kind found by the
- 9 board to be necessary or appropriate for the district purpose. The
- 10 bond, note, credit agreement, or other obligation must be secured
- 11 by and payable from ad valorem taxes, assessments, or other
- 12 district revenue.
- 13 Sec. 3896.153. IMPACT FEES AND ASSESSMENTS; EXEMPTION. (a)
- 14 The district may impose an impact fee or assessment on property in
- 15 the district, including an impact fee or assessment on residential
- 16 or commercial property, only in the manner provided by Subchapter
- 17 A, Chapter 372, or Subchapter F, Chapter 375, Local Government
- 18 Code, for a municipality, county, or public improvement district,
- 19 according to the benefit received by the property.
- 20 (b) An impact fee for residential property must be for the
- 21 limited purpose of providing capital funding for:
- 22 (1) public water and wastewater facilities;
- 23 (2) drainage and storm-water facilities; and
- 24 (3) streets and alleys.
- (c) An assessment, a reassessment, or an assessment
- 26 resulting from an addition to or correction of the assessment roll
- 27 by the district, penalties and interest on an assessment or

- 1 reassessment, or an expense of collection of an assessment,
- 2 including reasonable attorney's fees, incurred by the district:
- 3 (1) is a first and prior lien against the property
- 4 assessed; and
- 5 (2) is superior to any other lien or claim other than a
- 6 lien or claim for county, school district, or municipal ad valorem
- 7 taxes.
- 8 (d) The board may make a correction to or deletion from the
- 9 assessment roll that does not increase the amount of assessment of
- 10 any parcel of land without providing notice and holding a hearing in
- 11 the manner required for additional assessments.
- 12 (e) The district may not impose an impact fee on the
- 13 property, including equipment and facilities, of a public utility
- 14 provider in the district.
- 15 Sec. 3896.154. CERTAIN RESIDENTIAL PROPERTY NOT EXEMPT.
- 16 <u>Section 375.161</u>, <u>Local Government Code</u>, <u>does not apply to the</u>
- 17 district.
- 18 Sec. 3896.155. MAINTENANCE AND OPERATION TAX; ELECTION.
- 19 (a) Except as provided by Section 3896.161, the district may impose
- 20 <u>a tax for maintenance and operation purposes, including for:</u>
- 21 (1) planning, constructing, acquiring, maintaining,
- 22 repairing, and operating all improvement projects, including land,
- 23 plants, works, facilities, improvements, appliances, and equipment
- 24 of the district; and
- 25 (2) paying costs of services, engineering and legal
- 26 fees, and organization and administrative expenses.
- 27 (b) The district may not impose a maintenance and operation

- 1 tax unless the maximum tax rate is approved by the governing body of
- 2 the city and a majority of the district voters voting at an election
- 3 held for that purpose. If the maximum tax rate is approved, the
- 4 board may impose the tax at any rate that does not exceed the
- 5 approved rate.
- 6 (c) A maintenance and operation tax election may be held at
- 7 the same time and in conjunction with any other district election.
- 8 The election may be called by a separate election order or as part
- 9 of any other election order.
- 10 (d) The proposition in a maintenance and operation tax
- 11 election may be for a specific maximum rate.
- 12 Sec. 3896.156. USE OF SURPLUS MAINTENANCE AND OPERATION
- 13 MONEY. If the district has surplus maintenance and operation tax
- 14 money that is not needed for the purposes for which it was
- 15 collected, the money may be used for any authorized purpose.
- 16 Sec. 3896.157. BOND ISSUANCE PLAN REQUIRED BEFORE ISSUING
- 17 BONDS. The district may not issue bonds until the governing body of
- 18 the city approves a bond issuance plan authorizing and setting
- 19 forth the limitations on the issuance of the bonds.
- Sec. 3896.158. BONDS AND OTHER OBLIGATIONS; MUNICIPAL
- 21 APPROVAL. (a) Except as provided by Sections 3896.157 and
- 22 <u>3896.161, the district may issue, by competitive bid or negotiated</u>
- 23 sale, bonds, notes, or other obligations payable wholly or partly
- 24 from ad valorem taxes or assessments in the manner provided by
- 25 Subchapter A, Chapter 372, or Subchapter J, Chapter 375, Local
- 26 Government Code.
- 27 (b) In exercising the district's borrowing power, the

- 1 district may issue a bond or other obligation in the form of a bond,
- 2 note, certificate of participation or other instrument evidencing a
- 3 proportionate interest in payments to be made by the district, or
- 4 other type of obligation.
- 5 (c) In addition to the sources of money described by
- 6 Subchapter A, Chapter 372, and Subchapter J, Chapter 375, Local
- 7 Government Code, district bonds may be secured and made payable
- 8 wholly or partly by a pledge of any part of the net proceeds the
- 9 district receives from any other district revenue.
- Sec. 3896.159. BOND MATURITY. Bonds must mature not more
- 11 than 40 years from their date of issue.
- 12 Sec. 3896.160. TAXES FOR BONDS AND OTHER OBLIGATIONS. (a)
- 13 At the time bonds or other obligations payable wholly or partly from
- 14 ad valorem taxes are issued:
- 15 (1) the board shall impose a continuing direct annual
- 16 ad valorem tax, without limit as to rate or amount, for each year
- 17 that all or part of the bonds are outstanding; and
- 18 (2) the district annually shall impose an ad valorem
- 19 tax on all taxable property in the district in an amount sufficient
- 20 to:
- 21 (A) pay the interest on the bonds or other
- 22 obligations as the interest becomes due;
- 23 (B) create a sinking fund for the payment of the
- 24 principal of the bonds or other obligations when due or the
- 25 redemption price at any earlier required redemption date; and
- 26 (C) pay the expenses of imposing the taxes.
- 27 (b) Bonds or other obligations that are secured by and

- 1 payable from ad valorem taxes may not be issued unless the bonds and
- 2 the imposition of the taxes are approved by:
- 3 (1) a majority of the district voters voting at an
- 4 election held for that purpose; and
- 5 (2) the governing body of the city.
- 6 (c) The district shall hold an election required by this
- 7 section in the manner provided by Chapter 54, Water Code.
- 8 Sec. 3896.161. PROJECT DEVELOPMENT AGREEMENT REQUIRED TO
- 9 IMPOSE TAXES OR BORROW MONEY, INCLUDING BONDS. Before the district
- 10 may issue bonds, impose taxes, or borrow money, the district and the
- 11 city must negotiate and execute a mutually approved and accepted
- 12 interlocal project development agreement regarding the development
- 13 plans and rules for:
- 14 (1) the development and operation of the district; and
- 15 (2) the financing of improvement projects.
- 16 Sec. 3896.162. CITY NOT REQUIRED TO PAY DISTRICT
- 17 OBLIGATIONS. Except as provided by Section 375.263, Local
- 18 Government Code, the city is not required to pay a bond, note, or
- 19 other obligation of the district.
- 20 [Sections 3896.163-3896.200 reserved for expansion]
- 21 <u>SUBCHAPTER E. DISSOLUTION</u>
- Sec. 3896.201. DISSOLUTION BY CITY ORDINANCE. (a) If the
- 23 city adopts by a two-thirds vote of its governing body an ordinance
- 24 to dissolve the district, the district is dissolved.
- 25 (b) The district may not be dissolved until the district's
- 26 outstanding indebtedness or contractual obligations payable from
- 27 ad valorem taxes have been repaid or discharged.

- 1 (c) The district may not be dissolved until any agreement
- 2 under Section 3896.161 has been executed and the district's
- 3 performance under the agreement has been fulfilled, including any
- 4 right or obligation the district has to reimburse a developer or
- 5 owner for the costs of improvement projects.
- 6 Sec. 3896.202. COLLECTION OF ASSESSMENTS AND OTHER REVENUE.
- 7 (a) If the dissolved district has bonds or other obligations
- 8 outstanding secured by and payable from assessments or other
- 9 revenue, other than ad valorem taxes, the city succeeds to the
- 10 rights and obligations of the district regarding enforcement and
- 11 <u>collection of the assessments or other revenue.</u>
- 12 (b) If the district is dissolved, the city has and may
- 13 exercise all district powers to enforce and collect the assessments
- 14 or other revenue to pay:
- 15 (1) the bonds or other obligations when due and
- 16 payable according to their terms; or
- 17 (2) special revenue or assessment bonds or other
- 18 obligations issued by the city to refund the outstanding bonds or
- 19 obligations.
- Sec. 3896.203. ASSUMPTION OF ASSETS AND LIABILITIES. (a)
- 21 The district may not be dissolved by the city unless the city
- 22 <u>assumes the obligations of the district, including any bonds or</u>
- 23 other indebtedness payable from assessments or other district
- 24 <u>revenue.</u>
- 25 (b) If the city dissolves the district, the board shall
- 26 transfer ownership of all district property to the city.
- 27 SECTION 2. The Rowlett Waterfront Entertainment Management

- 1 District initially includes all territory contained in the
- 2 following area:
- 3 BEING approximately 97.6 acres of land located in the J. D.
- 4 ALSTON SURVEY, Abstract No. 7, and the O. V. LEDBETTER SURVEY,
- 5 Abstract No. 790, City of Rowlett, Dallas County, Texas. Said 97.6
- 6 acres of land being more particularly described by metes and bounds
- 7 as follows:
- 8 BEGINNING at a point at the Southeast corner of Harborview
- 9 Addition No. 3, an addition to the City of Rowlett, Dallas County,
- 10 Texas, according to the plat recorded in Volume 97214, page 2715 of
- 11 the Deed Records of Dallas County, Texas, and said point of
- 12 beginning also being the Southwest corner of the tract of land
- 13 conveyed to RP ASSOCIATES, LLP by the deed recorded in Volume
- 14 2002018, page 01522 of the Deed Records of Dallas County, Texas;
- THENCE Northeasterly, approximately 651 feet, along the East
- 16 boundary line of said Harborview Addition No. 3, and the West
- 17 boundary line of said RP Associates, LLP tract to a point at the
- 18 Northeast corner of said HARBORVIEW ADDITION NO. 3, and the
- 19 Southeast corner of Harborview Addition No. 2, an addition to the
- 20 City of Rowlett, Dallas County, Texas, according to the plat
- 21 recorded in Volume 96058, page 3079 of the Deed Records of Dallas
- 22 County, Texas;
- THENCE Northeasterly, approximately 890 feet, along the East
- 24 boundary line of said Harborview Addition No. 2, and the West
- 25 boundary line of said RP Associates, LLP tract, to a point at the
- 26 Northeast corner of said Harborview Addition No. 2, and the
- 27 Southeast corner of Harborview Addition No. 1, an addition to the

- 1 City of Rowlett, Dallas County, Texas, according to the plat
- 2 recorded in Volume 94032, page 5571 of the Deed Records of Dallas
- 3 County, Texas;
- 4 THENCE Northerly, approximately 170 feet, along the East
- 5 boundary line of said Harborview Addition No. 1, and the West
- 6 boundary line of said RP Associates, LLP tract, to a point at the
- 7 Northwest corner of said RP Associates, LLP tract;
- 8 THENCE Northeasterly, approximately 683.31 feet, along the
- 9 North boundary line of said RP Associates, LLP tract to a point at
- 10 the Northeast corner of said RP Associates, LLP tract, and the West
- 11 boundary line of the City Of Dallas, Lake Ray Hubbard take line;
- 12 THENCE Southerly, approximately 2279 feet, along the East
- 13 boundary line of said RP Associates, LLP tract, and the West
- 14 boundary line of said City Of Dallas, Lake Ray Hubbard take line, to
- 15 a point at the Southeast corner of said RP Associates, LLP tract,
- 16 and the Northeast corner of the tract of land conveyed to Lake
- 17 Horizons, L.L.C. by the deed recorded in Volume 99106, page 04449 of
- 18 the Deed Records of Dallas County, Texas;
- 19 THENCE Southerly, approximately 2026 feet, along the East
- 20 boundary line of said Lake Horizons, L.L.C. tract, and the West
- 21 boundary line of said City Of Dallas, Lake Ray Hubbard take line, to
- 22 a concrete monument marked K24-8, at the Southeast corner of said
- 23 Lake Horizons, L.L.C. tract;
- 24 THENCE Westerly, approximately 1700 feet, along the South
- 25 boundary line of said Lake Horizons, L.L.C. tract, and the North
- 26 boundary line of said City Of Dallas, Lake Ray Hubbard take line, to
- 27 a monument marked K24-3 at the Southwest corner of said Lake

- 1 Horizons, L.L.C. tract;
- 2 THENCE Northerly, approximately 956 feet along the West
- 3 boundary line of said Lake Horizons, L.L.C. tract, and the East
- 4 boundary line of said City Of Dallas, Lake Ray Hubbard take line, to
- 5 a monument marked K26-8, at the Northwest corner of said Lake
- 6 Horizons, L.L.C. tract, being the Southwest corner of the tract of
- 7 land designated as TRACT II in the Deed to MBI Commercial Realty,
- 8 recorded in Volume 98185, page 00072 of the Deed Records of Dallas
- 9 County, Texas;
- 10 THENCE Northwesterly, approximately 1186 feet, along the
- 11 Southwest boundary line of said TRACT II, to MBI Commercial Realty,
- 12 a point at the Northwest corner of said TRACT II to MBI Commercial
- 13 Realty;
- 14 THENCE EASTERLY, approximately 829.6 feet along the North
- 15 boundary line of said TRACT II to MBI Commercial Realty, and the
- 16 South boundary line of aforesaid Harborview Addition No. 3, to the
- 17 Point Of Beginning, containing approximately 97.6 acres of land.
- 18 SECTION 3. (a) The legal notice of the intention to
- 19 introduce this Act, setting forth the general substance of this
- 20 Act, has been published as provided by law, and the notice and a
- 21 copy of this Act have been furnished to all persons, agencies,
- 22 officials, or entities to which they are required to be furnished
- 23 under Section 59, Article XVI, Texas Constitution, and Chapter 313,
- 24 Government Code.
- 25 (b) The governor, one of the required recipients, has
- 26 submitted the notice and Act to the Texas Commission on
- 27 Environmental Quality.

- 1 (c) The Texas Commission on Environmental Quality has filed
- 2 its recommendations relating to this Act with the governor,
- 3 lieutenant governor, and speaker of the house of representatives
- 4 within the required time.
- 5 (d) The general law relating to consent by political
- 6 subdivisions to the creation of districts with conservation,
- 7 reclamation, and road powers and the inclusion of land in those
- 8 districts has been complied with.
- 9 (e) All requirements of the constitution and laws of this
- 10 state and the rules and procedures of the legislature with respect
- 11 to the notice, introduction, and passage of this Act have been
- 12 fulfilled and accomplished.
- 13 SECTION 4. 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, 2011.

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Presid	ent of the Senate	Speaker of the House
	_	was passed by the House on May 13, eas 130, Nays 14, 1 present, not
voting.	the following vote. It	eas 130, Nays 14, 1 present, not
		Chief Clerk of the House
I ce	ertify that H.B. No. 42	7 was passed by the Senate on May
25, 2011, k	by the following vote:	Yeas 31, Nays 0.
		Secretary of the Senate
APPROVED:		
	Date	
	Governor	