By: Ritter H.B. No. 2296

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the creation of Jefferson County Management District
3	No. 1; providing authority to impose an assessment, impose a tax,
4	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 Laws
7	Code, is amended by adding Chapter 3864 to read as follows:
8	CHAPTER 3864. JEFFERSON COUNTY MANAGEMENT DISTRICT NO. 1
9	SUBCHAPTER A. GENERAL PROVISIONS
10	Sec. 3864.001. DEFINITIONS. In this chapter:
11	(1) "Board" means the district's board of directors.
12	(2) "City" means the City of Port Arthur.
13	(3) "County" means Jefferson County.
14	(4) "Director" means a board member.
15	(5) "District" means the Jefferson County Management
16	District No. 1.
17	Sec. 3864.002. NATURE OF DISTRICT. The Jefferson County
18	Management District No. 1 is a special district created under
19	Section 59, Article XVI, Texas Constitution.
20	Sec. 3864.003. PURPOSE; DECLARATION OF INTENT. (a) The
21	creation of the district is essential to accomplish the purposes of
22	
	Sections 52 and 52-a, Article III, and Section 59, Article XVI,
23	Texas Constitution, and other public purposes stated in this
24	chapter. By creating the district and in authorizing the city, the

- 1 county, and other political subdivisions to contract with the
- 2 district, the legislature has established a program to accomplish
- 3 the public purposes set out in Section 52-a, Article III, Texas
- 4 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 <u>(c) This chapter and the creation of the district may not be</u>
- 11 interpreted to relieve the city or the county from providing the
- 12 level of services provided as of the effective date of the Act
- 13 enacting this chapter to the area in the district. The district is
- 14 created to supplement and not to supplant city or county services
- 15 provided in the district.
- Sec. 3864.004. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
- 17 The district is created to serve a public use and benefit.
- 18 (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:
- 25 (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 commerce. 3 (d) The district will:
- 4 (1) promote the health, safety, and general welfare of
- 5 residents, employers, potential employees, employees, visitors,
- and consumers in the district, and of the public; 6
- 7 (2) provide needed funding for the district to
- 8 preserve, maintain, and enhance the economic health and vitality of
- the district territory as a community and business center; 9
- (3) promote the health, safety, welfare, and enjoyment 10
- of the public by providing pedestrian ways and by landscaping and 11
- 12 developing certain areas in the district, which are necessary for
- the restoration, preservation, and enhancement of scenic beauty; 13
- (4) provide for road, rail, and recreational 14
- 15 facilities for the district; and
- 16 (5) provide for water facilities, wastewater
- facilities, drainage facilities, canals, waterways, bulkheads, 17
- docks, and other similar improvements or facilities for the 18
- 19 district.
- (e) Pedestrian ways along or across a street, whether at 20
- grade or above or below the surface, and street lighting, street 21
- landscaping, parking, and street art objects are parts of and 22
- necessary components of a street and are considered to be a street 23
- 24 or road improvement.
- 25 (f) The district will not act as the agent or
- 26 instrumentality of any private interest even though the district
- 27 will benefit many private interests as well as the public.

Τ	(g) Rail lacilities and improvements are:
2	(1) necessary and convenient for the use and
3	implementation of the district's navigation facilities and
4	<pre>improvements;</pre>
5	(2) necessary components of and are considered to be a
6	navigation facility and improvement; and
7	(3) necessary and convenient for the development and
8	expansion of transportation in this state.
9	Sec. 3864.005. INITIAL DISTRICT TERRITORY. (a) The
10	district is initially composed of the territory described by
11	Section 2 of the Act enacting this chapter.
12	(b) The boundaries and field notes contained in Section 2 of
13	the Act enacting this chapter form a closure. A mistake in the
14	field notes or in copying the field notes in the legislative process
15	does not affect the district's:
16	(1) organization, existence, or validity;
17	(2) right to issue any type of bond for the purposes
18	for which the district is created or to pay the principal of and
19	interest on a bond;
20	(3) right to impose or collect an assessment or tax; or
21	(4) legality or operation.
22	Sec. 3864.006. ELIGIBILITY FOR INCLUSION IN SPECIAL ZONES.
23	All or any part of the area of the district is eligible to be
24	included in:
25	(1) a tax increment reinvestment zone created under
26	Chapter 311, Tax Code;

(2) a tax abatement reinvestment zone created under

27

- 1 Chapter 312, Tax Code;
- 2 (3) an enterprise zone created under Chapter 2303,
- 3 Government Code; or
- 4 (4) an industrial district created under Chapter 42,
- 5 Local Government Code.
- 6 Sec. 3864.007. APPLICABILITY OF MUNICIPAL MANAGEMENT
- 7 DISTRICTS LAW. Except as otherwise provided by this chapter,
- 8 Chapter 375, Local Government Code, applies to the district.
- 9 Sec. 3864.008. CONSTRUCTION OF CHAPTER. This chapter shall
- 10 be liberally construed in conformity with the findings and purposes
- 11 stated in this chapter.
- 12 [Sections 3864.009-3864.050 reserved for expansion]
- SUBCHAPTER B. BOARD OF DIRECTORS
- Sec. 3864.051. GOVERNING BODY; TERMS. (a) The district is
- 15 governed by a board of five voting directors who serve staggered
- 16 terms of four years, with two or three directors' terms expiring
- 17 June 1 of each odd-numbered year.
- 18 (b) The board by resolution may change the number of voting
- 19 directors on the board if the board determines that the change is in
- 20 the best interest of the district. The board may not consist of
- 21 fewer than 5 or more than 15 voting directors.
- 22 <u>Sec. 3864.052. APPOINTMENT OF VOTING DIRECTORS. The Texas</u>
- 23 Commission on Environmental Quality shall appoint voting directors
- 24 from persons recommended by the board.
- Sec. 3864.0525. INITIAL VOTING DIRECTORS. (a) On or after
- 26 the effective date of the Act creating this chapter, the owner or
- 27 owners of a majority of the assessed value of the real property in

- 1 the district according to the most recent certified tax appraisal
- 2 roll for the county may submit a petition to the Texas Commission on
- 3 Environmental Quality requesting that the commission appoint as
- 4 initial voting directors the five persons named in the petition.
- 5 The commission shall appoint the five persons named in the petition
- 6 as initial directors by position.
- 7 (b) Of the initial directors, the terms of directors
- 8 appointed for positions one through three expire June 1, 2013, and
- 9 the terms of directors appointed for positions four and five expire
- 10 June 1, 2015.
- 11 (c) Section 3864.052 does not apply to appointment of
- 12 directors under this section.
- 13 (d) This section expires September 1, 2016.
- 14 Sec. 3864.053. NONVOTING DIRECTORS. The board may appoint
- 15 nonvoting directors to serve at the pleasure of the voting
- 16 <u>directors</u>.
- 17 Sec. 3864.054. QUORUM. For purposes of determining the
- 18 requirements for a quorum of the board, the following are not
- 19 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.
- Sec. 3864.055. COMPENSATION. A director is entitled to
- 26 receive fees of office and reimbursement for actual expenses as
- 27 provided by Section 49.060, Water Code. Sections 375.069 and

- 1 375.070, Local Government Code, do not apply to the board.
- 2 [Sections 3864.056-3864.100 reserved for expansion]
- 3 SUBCHAPTER C. POWERS AND DUTIES
- 4 Sec. 3864.101. GENERAL POWERS AND DUTIES. The district has
- 5 the powers and duties necessary to accomplish the purposes for
- 6 which the district is created.
- 7 Sec. 3864.102. IMPROVEMENT PROJECTS AND SERVICES. The
- 8 district may provide, design, construct, acquire, improve,
- 9 relocate, operate, maintain, or finance an improvement project or
- 10 service using money available to the district, or contract with a
- 11 governmental or private entity to provide, design, construct,
- 12 acquire, improve, relocate, operate, maintain, or finance an
- 13 improvement project or service authorized under this chapter or
- 14 Chapter 375, Local Government Code.
- 15 <u>Sec. 3864.103.</u> <u>DEVELOPMENT CORPORATION POWERS.</u> The
- 16 <u>district</u>, using money available to the district, may exercise the
- 17 powers given to a development corporation under Chapter 505, Local
- 18 Government Code, including the power to own, operate, acquire,
- 19 construct, lease, improve, or maintain a project under that
- 20 chapter.
- Sec. 3864.104. NONPROFIT CORPORATION. (a) The board by
- 22 <u>resolution may authorize the creation of a nonprofit corporation to</u>
- 23 assist and act for the district in implementing a project or
- 24 providing a service authorized by this chapter.
- 25 (b) The nonprofit corporation:
- 26 (1) has each power of and is considered to be a local
- 27 government corporation created under Subchapter D, Chapter 431,

- 1 Transportation Code; and
- 2 (2) may implement any project and provide any service
- 3 authorized by this chapter.
- 4 (c) The board shall appoint the board of directors of the
- 5 nonprofit corporation. The board of directors of the nonprofit
- 6 corporation shall serve in the same manner as the board of directors
- 7 of a local government corporation created under Subchapter D,
- 8 Chapter 431, Transportation Code, except that a board member is not
- 9 required to reside in the district.
- Sec. 3864.105. AGREEMENTS; GRANTS. (a) As provided by
- 11 Chapter 375, Local Government Code, the district may make an
- 12 agreement with or accept a gift, grant, or loan from any person.
- 13 (b) The implementation of a project is a governmental
- 14 function or service for the purposes of Chapter 791, Government
- 15 <u>Code</u>.
- Sec. 3864.106. LAW ENFORCEMENT SERVICES. To protect the
- 17 public interest, the district may contract with a qualified party,
- 18 including the county or the city, to provide law enforcement
- 19 services in the district for a fee.
- Sec. 3864.107. MEMBERSHIP IN CHARITABLE ORGANIZATIONS. The
- 21 district may join and pay dues to a charitable or nonprofit
- 22 organization that performs a service or provides an activity
- 23 consistent with the furtherance of a district purpose.
- Sec. 3864.108. ECONOMIC DEVELOPMENT. (a) The district may
- 25 engage in activities that accomplish the economic development
- 26 purposes of the district.
- 27 (b) The district may establish and provide for the

- 1 administration of one or more programs to promote state or local
- 2 economic development and to stimulate business and commercial
- 3 activity in the district, including programs to:
- 4 (1) make loans and grants of public money; and
- 5 (2) provide district personnel and services.
- 6 (c) The district may create economic development programs
- 7 and exercise the economic development powers provided to
- 8 municipalities by:
- 9 (1) Chapter 380, Local Government Code; and
- 10 (2) Subchapter A, Chapter 1509, Government Code.
- 11 Sec. 3864.109. PARKING FACILITIES. (a) The district may
- 12 acquire, lease as lessor or lessee, construct, develop, own,
- 13 operate, and maintain parking facilities or a system of parking
- 14 facilities, including lots, garages, parking terminals, or other
- 15 structures or accommodations for parking motor vehicles off the
- 16 streets and related appurtenances.
- 17 (b) The district's parking facilities serve the public
- 18 purposes of the district and are owned, used, and held for a public
- 19 purpose even if leased or operated by a private entity for a term of
- 20 years.
- 21 (c) The district's parking facilities are parts of and
- 22 necessary components of a street and are considered to be a street
- 23 or road improvement.
- 24 (d) The development and operation of the district's parking
- 25 facilities may be considered an economic development program.
- Sec. 3864.110. ANNEXATION OR EXCLUSION OF LAND. (a) The
- 27 district may annex land as provided by Subchapter J, Chapter 49,

- 1 <u>Water Code</u>.
- 2 (b) The district may exclude land as provided by Subchapter
- 3 J, Chapter 49, Water Code. Section 375.044(b), Local Government
- 4 Code, does not apply to the district.
- 5 Sec. 3864.111. NAVIGATION DISTRICT POWERS. (a) The
- 6 district has the powers provided by the general law of this state
- 7 applicable to navigation districts created under Section 59,
- 8 Article XVI, Texas Constitution, including Chapters 60 and 62,
- 9 Water Code.
- 10 (b) The district may purchase, construct, acquire, own,
- 11 operate, maintain, improve, or extend, inside and outside the
- 12 district, a canal, waterway, bulkhead, dock, or other improvement
- 13 or facility necessary or convenient to accomplish the navigation
- 14 purposes of the district.
- 15 Sec. 3864.112. STRATEGIC PARTNERSHIP AGREEMENT. The
- 16 district may negotiate and enter into a written strategic
- 17 partnership under Section 43.0751, Local Government Code, with a
- 18 municipality in whose extraterritorial jurisdiction the district
- 19 is located.
- Sec. 3864.113. RAIL FACILITIES. The district may
- 21 construct, acquire, improve, maintain, finance, and operate rail
- 22 facilities and improvements in aid of those facilities.
- Sec. 3864.114. NO EMINENT DOMAIN POWER. The district may
- 24 not exercise the power of eminent domain.
- 25 [Sections 3864.115-3864.150 reserved for expansion]
- SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS; ASSESSMENTS
- Sec. 3864.151. TAX AND ASSESSMENT ABATEMENTS. The district

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- 1 may designate reinvestment zones and may grant abatements of a tax
- 2 or assessment on property in the zones.
- 3 Sec. 3864.152. DISBURSEMENTS AND TRANSFERS OF MONEY. The
- 4 board by resolution shall establish the number of directors'
- 5 signatures and the procedure required for a disbursement or
- 6 transfer of district money.
- 7 Sec. 3864.153. MONEY USED FOR IMPROVEMENTS OR SERVICES.
- 8 The district may acquire, construct, finance, operate, or maintain
- 9 any improvement or service authorized under this chapter or Chapter
- 10 375, Local Government Code, using any money available to the
- 11 district.
- 12 Sec. 3864.154. PETITION REQUIRED FOR FINANCING SERVICES AND
- 13 IMPROVEMENTS WITH ASSESSMENTS. (a) The board may not finance a
- 14 service or improvement project with assessments under this chapter
- 15 unless a written petition requesting that service or improvement
- 16 <u>has been filed with the board.</u>
- 17 (b) A petition filed under Subsection (a) must be signed by
- 18 the owners of a majority of the assessed value of real property in
- 19 the district subject to assessment according to the most recent
- 20 certified tax appraisal roll for the county.
- 21 Sec. 3864.155. METHOD OF NOTICE FOR HEARING. The district
- 22 may mail the notice required by Section 375.115(c), Local
- 23 Government Code, by certified or first class United States mail.
- 24 The board shall determine the method of notice.
- 25 <u>Sec. 3864.156. ASSESSMENTS; LIENS FOR ASSESSMENTS. (a)</u>
- 26 The board by resolution may impose and collect an assessment for any
- 27 purpose authorized by this chapter in all or any part of the

- 1 <u>district.</u>
- 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 <u>a lien or claim for county, school district, or municipal ad valorem</u>
- 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 <u>(c) The lien is effective from the date of the board's</u>
- 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 <u>Sec. 3864.157. RESIDENTIAL PROPERTY NOT EXEMPT. Section</u>
- 24 375.161, Local Government Code, does not apply to a tax approved by
- 25 the voters of the district or a required payment for a service
- 26 provided by the district, including water and sewer services.
- Sec. 3864.158. COMPETITIVE BIDDING. Subchapter I, Chapter

- 1 49, Water Code, applies to the district. Sections 375.221 and
- 2 375.223, Local Government Code, do not apply to the district.
- 3 [Sections 3864.159-3864.200 reserved for expansion]
- 4 SUBCHAPTER E. TAXES AND BONDS
- 5 Sec. 3864.201. ELECTIONS REGARDING TAXES AND BONDS. (a)
- 6 The district may issue, without an election, bonds, notes, and
- 7 other obligations secured by:
- 8 (1) revenue other than ad valorem taxes; or
- 9 (2) contract payments described by Section 3864.203.
- 10 (b) The district must hold an election in the manner
- 11 provided by Subchapter L, Chapter 375, Local Government Code, to
- 12 obtain voter approval before the district may impose an ad valorem
- 13 tax or issue bonds payable from ad valorem taxes.
- 14 (c) Section 375.243, Local Government Code, does not apply
- 15 to the district.
- 16 (d) All or any part of any facilities or improvements that
- 17 may be acquired by a district by the issuance of its bonds may be
- 18 submitted as a single proposition or as several propositions to be
- 19 voted on at the election.
- Sec. 3864.202. OPERATION AND MAINTENANCE TAX. (a) If
- 21 authorized by a majority of the district voters voting at an
- 22 election held in accordance with Section 3864.201, the district may
- 23 impose an operation and maintenance tax on taxable property in the
- 24 district in accordance with Section 49.107, Water Code, for any
- 25 <u>district purpose</u>, including to:
- 26 (1) maintain and operate the district;
- 27 (2) construct or acquire improvements; or

- 1 (3) provide a service.
- 2 (b) The board shall determine the tax rate. The rate may not
- 3 exceed the rate approved at the election.
- 4 Sec. 3864.203. CONTRACT TAXES. (a) In accordance with
- 5 Section 49.108, Water Code, the district may impose a tax other than
- 6 an operation and maintenance tax and use the revenue derived from
- 7 the tax to make payments under a contract after the provisions of
- 8 the contract have been approved by a majority of the district voters
- 9 voting at an election held for that purpose.
- 10 (b) A contract approved by the district voters may contain a
- 11 provision stating that the contract may be modified or amended by
- 12 the board without further voter approval.
- Sec. 3864.204. AUTHORITY TO BORROW MONEY AND TO ISSUE BONDS
- 14 AND OTHER OBLIGATIONS. (a) The district may borrow money on terms
- 15 determined by the board. Section 375.205, Local Government Code,
- 16 does not apply to a loan, line of credit, or other borrowing from a
- 17 bank or financial institution secured by revenue other than ad
- 18 valorem taxes.
- 19 (b) The district may issue bonds, notes, or other
- 20 obligations payable wholly or partly from ad valorem taxes,
- 21 assessments, impact fees, revenue, contract payments, grants, or
- 22 other district money, or any combination of those sources of money,
- 23 to pay for any authorized district purpose.
- Sec. 3864.205. TAXES FOR BONDS. At the time the district
- 25 issues bonds payable wholly or partly from ad valorem taxes, the
- 26 board shall provide for the annual imposition of a continuing
- 27 direct annual ad valorem tax, without limit as to rate or amount,

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- 1 for each year that all or part of the bonds are outstanding as
- 2 required and in the manner provided by Sections 54.601 and 54.602,
- 3 Water Code.
- 4 Sec. 3864.206. TAXES FOR RAIL FACILITIES AND IMPROVEMENTS.
- 5 Under Sections 52 and 52-a, Article III, and Section 59, Article
- 6 XVI, Texas Constitution, the district may impose taxes in
- 7 accordance with this subchapter for the construction and
- 8 maintenance of rail facilities and improvements.
- 9 [Sections 3864.207-3864.250 reserved for expansion]
- 10 <u>SUBCHAPTER F. DEFINED AREAS</u>
- 11 Sec. 3864.251. AUTHORITY TO ESTABLISH DEFINED AREAS OR
- 12 DESIGNATED PROPERTY. The district may define areas or designate
- 13 certain property of the district to pay for improvements,
- 14 facilities, or services that primarily benefit that area or
- 15 property and do not generally and directly benefit the district as a
- 16 whole.
- 17 Sec. 3864.252. PROCEDURE FOR ELECTION. (a) Before the
- 18 district may impose an ad valorem tax or issue bonds payable from ad
- 19 valorem taxes of the area defined or property designated under
- 20 Section 3864.251, the board shall call and hold an election in the
- 21 defined area or within the boundaries of the designated property
- 22 <u>only.</u>
- 23 (b) The board may submit the proposition to the voters on
- 24 the same ballot to be used in another election.
- 25 <u>Sec. 3864.253. DECLARING RESULT AND ISSUING ORDER. (a) If</u>
- 26 <u>a majority of the voters voting at the election approve the</u>
- 27 proposition or propositions, the board shall declare the results

- 1 and, by order, shall establish the defined area and describe it by
- 2 metes and bounds or designate the specific property.
- 3 (b) The board's order is not subject to judicial review
- 4 except on the ground of fraud, palpable error, or arbitrary and
- 5 confiscatory abuse of discretion.
- 6 Sec. 3864.254. TAXES FOR SERVICES, IMPROVEMENTS, AND
- 7 FACILITIES IN DEFINED AREAS OR DESIGNATED PROPERTY. On voter
- 8 approval and adoption of the order described by Section 3864.253,
- 9 the district may apply separately, differently, equitably, and
- 10 specifically its taxing power and lien authority to the defined
- 11 area or designated property to provide money to construct,
- 12 administer, maintain, and operate services, improvements, and
- 13 facilities that primarily benefit the defined area or designated
- 14 property.
- 15 Sec. 3864.255. ISSUANCE OF BONDS FOR DEFINED AREAS OR
- 16 DESIGNATED PROPERTY. After the order under Section 3864.253 is
- 17 adopted, the district may issue bonds to provide for any land,
- 18 improvements, facilities, plants, equipment, and appliances for
- 19 the defined area or designated property.
- 20 [Sections 3864.256-3864.300 reserved for expansion]
- 21 SUBCHAPTER G. MUNICIPAL ANNEXATION AND DISSOLUTION
- Sec. 3864.301. MUNICIPAL ANNEXATION; DISSOLUTION. (a) The
- 23 district is a "water or sewer district" under Section 43.071, Local
- 24 Government Code.
- 25 (b) Section 43.075, Local Government Code, applies to the
- 26 district.
- 27 (c) Section 375.264, Local Government Code, does not apply

## 1 to the dissolution of the district by a municipality.

- SECTION 2. Jefferson County Management District No. 1
  initially includes all territory contained in the following area:

  A 1,116.39 acre (48,630,066 square feet) tract of land In the
  T & NO Railroad Survey, Section 276, Abstract 414, the T & NO
  Railroad Survey, Section 275, Abstract 316, the BBB & C Railroad Co.
- 8 the William H. Voris Survey, Abstract 382, and the R. A. Greer 9 Survey, Abstract 666, Port Arthur, Jefferson County, Texas, and

Survey, Section 390, Abstract 93, the W. Kyle Survey, Abstract 414,

- 10 being comprised of a called 1101.94 acre tract of land (called
- 11 Parcel 1) conveyed to Equistar Chemicals, LP and described in a deed
- 12 to National Distillers and Chemical Corporation, as recorded under
- 13 Jefferson County Clerk's File Number 8403467, a called 2.02 acre
- 14 tract of land (called Parcel N) described in a deed to National
- 15 Distillers and Chemical Corporation, as recorded under Jefferson
- 16 County Clerk's File Number 8403467, and a called 9.49 acre tract of
- 17 land described in a deed to National Distillers and Chemical
- 18 Corporation, as recorded under Jefferson County Clerk's File Number
- 19 8414481, said 1,116.39 acre tract being more particularly described 20 as follows (bearings based on the Texas State Plane Coordinate
- 21 System, South Central Zone, derived by GPS observations from TXBM,
- 22 TXCN, and TXGA (TXDOT COR Stations)):

7

- 23 COMMENCING at a 3/8-inch iron rod found at the northwest
- 24 corner of a called 1.345 acre tract of land described in a deed from
- 25 Equistar Chemicals, LP to Lakeside Palomar Community Development,
- 26 Inc., as recorded under Jefferson County Clerk's File Number
- 27 2001004526, the intersection of the southerly right-of-way line of

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- 1 State Highway 73 (width varies), and the easterly right-of-way line
- 2 of Lakeside Plaza:
- 3 THENCE, South 85 degrees 12 minutes 34 seconds East, along
- 4 the southerly right-of-way line of said State Highway 73, a
- 5 distance of 139.60 feet, to a 3/8-inch iron rod found at the
- 6 northeast corner of said called 1.345 acre tract, the most
- 7 northerly corner of said called 1101.94 acre tract, and the most
- 8 northerly corner and POINT OF BEGINNING of the herein described
- 9 tract of land;
- THENCE, South 75 degrees 27 minutes 26 seconds East, along
- 11 the southerly right-of-way line of said State Highway 73, a
- 12 distance of 636.46 feet, to a 5/8-inch iron rod with "CLR" cap set
- 13 at a northeasterly corner of the herein described tract, the
- 14 intersection of the southerly right-of-way line of said State
- 15 Highway 73 and the westerly right-of-way line of F.M. 823 (100 feet
- 16 wide);
- 17 THENCE, South 34 degrees 49 minutes 10 seconds East, along
- 18 the westerly right-of-way line of said F.M. 823, a distance of
- 19 846.39 feet, to a 5/8-inch iron rod with "CLR" cap set at a point of
- 20 curvature;
- 21 THENCE, Southeasterly, along said curve to the left, through
- 22 a central angle of 10 degrees 25 minutes 43 seconds, to a 5/8-inch
- 23 iron rod with "CLR" cap set at a point of tangency, said curve
- 24 having a radius of 1,687.07 feet, an arc length of 307.07 feet, and
- 25 a chord which bears South 40 degrees 02 minutes 02 seconds East, a
- 26 distance of 306.65 feet;
- 27 THENCE, South 45 degrees 06 minutes 25 seconds East, a

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- 1 distance of 59.59 feet, to a 5/8-inch iron rod with "CLR" cap set at
- 2 an interior corner of the herein described tract;
- 3 THENCE, North 47 degrees 31 minutes 22 seconds East, a
- 4 distance of 100.11 feet, to a 1-inch iron pipe found at an interior
- 5 corner of the herein described tract, and lying in the easterly
- 6 right-of-way line of said F.M. 823;
- 7 THENCE, North 45 degrees 06 minutes 25 seconds West, along
- 8 the easterly right-of-way line of said F.M. 823, a distance of 64.31
- 9 feet, to a 5/8-inch iron rod with "CLR" cap set at a point of
- 10 curvature;
- 11 THENCE, Northwesterly, along a curve to the right, through a
- 12 central angle of 10 degrees 25 minutes 59 seconds, to a 5/8-inch
- 13 iron rod with "CLR" cap set at a point of tangency, said curve
- 14 having a radius of 1,587.07 feet, an arc length of 288.99 feet, and
- 15 a chord which bears North 40 degrees 02 minutes 10 seconds West, a
- 16 distance of 288.59 feet;
- 17 THENCE, North 34 degrees 49 minutes 10 seconds West, a
- 18 distance of 742.18 feet, to a 1-inch iron pipe found at a
- 19 northwesterly corner of the herein described tract;
- THENCE, North 29 degrees 49 minutes 53 seconds East, a
- 21 distance of 61.31 feet, to a 1-inch iron pipe found at a
- 22 northwesterly corner of the herein described tract, and lying in
- 23 the southerly right-of-way line of said State Highway 73;
- THENCE, South 85 degrees 05 minutes 29 seconds East, along
- 25 the southerly right-of-way line of said State Highway 73, a
- 26 distance of 75.01 feet, to a 5/8-inch iron rod with "CLR" cap set at
- 27 a northeasterly corner of the herein described tract;

- 1 THENCE, South 30 degrees 56 minutes 15 seconds East, a
- 2 distance of 1,073.07 feet, to a 1-inch iron pipe found at an
- 3 interior corner of the herein described tract;
- 4 THENCE, North 43 degrees 45 minutes 45 seconds East, a
- 5 distance of 123.97 feet, to a 5/8-inch iron rod with "CLR" cap set
- 6 at a northeasterly corner of the herein described tract;
- 7 THENCE, South 30 degrees 54 minutes 24 seconds East, a
- 8 distance of 4,363.53 feet, to a 5/8-inch iron rod with "CLR" cap set
- 9 at an angle point in the easterly line of the herein described
- 10 tract;
- 11 THENCE, South 32 degrees 16 minutes 49 seconds East, a
- 12 distance of 400.39 feet, to a broken concrete monument found at the
- 13 most northerly corner of the aforementioned called 9.49 acre tract;
- 14 THENCE, Southeasterly along a non-tangent curve to the left
- 15 through a central angle of 01 degrees 34 minutes 14 seconds, to a
- 16 5-inch concrete monument found at the most easterly corner of said
- 17 called 9.49 acre tract, said curve having a radius of 5,779.65 feet,
- 18 an arc length of 158.43 feet, and a chord which bears South 34
- 19 degrees 37 minutes 50 seconds East, a distance of 158.40 feet;
- THENCE, South 36 degrees 37 minutes 44 seconds West, a
- 21 distance of 2,716.64 feet, to a 1-inch iron pipe found at the most
- 22 southerly corner of said called 9.49 acre tract and an interior
- 23 corner of the herein described tract;
- THENCE, South 64 degrees 42 minutes 06 seconds East, a
- 25 distance of 1,434.17 feet, to a 5-inch concrete monument found at an
- 26 easterly corner of the herein described tract, and lying in the in
- 27 an easterly line of the herein described tract;

- H.B. No. 2296
- 1 THENCE, South 14 degrees 26 minutes 02 seconds East, a
- 2 distance of 389.11 feet, to a point in the northerly bank of Taylor
- 3 Bayou, at the southeasterly corner of the herein described tract;
- 4 THENCE, North 89 degrees 54 minutes 00 seconds West, along
- 5 the northerly bank of Taylor Bayou, a distance of 88.44 feet, to a
- 6 point for corner;
- 7 THENCE, North 76 degrees 03 minutes 49 seconds West, along
- 8 the northerly bank of Taylor Bayou, a distance of 88.58 feet, to a
- 9 point for corner;
- THENCE, North 84 degrees 22 minutes 39 seconds West, along
- 11 the northerly bank of Taylor Bayou, a distance of 59.83 feet, to a
- 12 point for corner;
- 13 THENCE, South 88 degrees 58 minutes 36 seconds West, along
- 14 the northerly bank of Taylor Bayou, a distance of 59.73 feet, to a
- 15 point for corner;
- THENCE, South 86 degrees 45 minutes 53 seconds West, along
- 17 the northerly bank of Taylor Bayou, a distance of 38.13 feet, to a
- 18 point for corner;
- 19 THENCE, North 13 degrees 41 minutes 30 seconds East, a
- 20 distance of 11.39 feet, to a point for corner;
- THENCE, North 01 degrees 38 minutes 12 seconds East, a
- 22 distance of 23.09 feet, to a point for corner;
- THENCE, North 07 degrees 36 minutes 37 seconds West, a
- 24 distance of 14.64 feet, to a point for corner;
- THENCE, North 57 degrees 12 minutes 26 seconds West, a
- 26 distance of 30.60 feet, to a point for corner;
- 27 THENCE, South 65 degrees 32 minutes 21 seconds West, a

- 1 distance of 29.18 feet, to a point for corner;
- THENCE, South 22 degrees 23 minutes 51 seconds West, a
- 3 distance of 48.68 feet, to a point for corner;
- 4 THENCE, North 88 degrees 16 minutes 09 seconds West, along
- 5 the northerly bank of Taylor Bayou, a distance of 286.98 feet, to a
- 6 point for corner;
- 7 THENCE, North 89 degrees 45 minutes 37 seconds West, along
- 8 the northerly bank of Taylor Bayou, a distance of 182.99 feet, to a
- 9 point for corner;
- THENCE, South 68 degrees 20 minutes 56 seconds West, along
- 11 the northerly bank of Taylor Bayou, a distance of 223.09 feet, to a
- 12 point for corner;
- THENCE, North 15 degrees 55 minutes 19 seconds West, a
- 14 distance of 32.56 feet, to a point for corner;
- THENCE, South 79 degrees 59 minutes 40 seconds West, a
- 16 distance of 43.90 feet, to a point for corner;
- 17 THENCE, South 19 degrees 20 minutes 41 seconds West, a
- 18 distance of 64.42 feet, to a point for corner;
- 19 THENCE, South 62 degrees 40 minutes 57 seconds West, along
- 20 the northerly bank of Taylor Bayou, a distance of 337.26 feet, to a
- 21 point for corner;
- THENCE, South 85 degrees 56 minutes 10 seconds West, a
- 23 distance of 1,098.26 feet, to a point for corner;
- THENCE, North 36 degrees 37 minutes 44 seconds East, a
- 25 distance of 49.73 feet, to a point for corner;
- THENCE, South 85 degrees 24 minutes 44 seconds West, a
- 27 distance of 545.00 feet, to a point for corner;

- H.B. No. 2296
- 1 THENCE, North 06 degrees 30 minutes 08 seconds West, a
- 2 distance of 53.66 feet, to a point for corner;
- 3 THENCE, North 76 degrees 15 minutes 31 seconds West, a
- 4 distance of 48.62 feet, to a point for corner;
- 5 THENCE, North 22 degrees 38 minutes 15 seconds West, a
- 6 distance of 140.59 feet, along the northeasterly bank of Taylor
- 7 Bayou, to a point for corner;
- 8 THENCE, North 33 degrees 05 minutes 13 seconds West, along
- 9 the northeasterly bank of Taylor Bayou, a distance of 96.41 feet, to
- 10 a point for corner;
- 11 THENCE, North 60 degrees 35 minutes 09 seconds West, along
- 12 the northerly bank of Taylor Bayou, a distance of 281.92 feet, to a
- 13 point for corner;
- 14 THENCE, North 78 degrees 00 minutes 48 seconds West, along
- 15 the northerly bank of Taylor Bayou, a distance of 123.30 feet, to a
- 16 point for corner;
- 17 THENCE, South 82 degrees 22 minutes 05 seconds West, along
- 18 the northerly bank of Taylor Bayou, a distance of 112.91 feet, to a
- 19 point for corner;
- THENCE, South 54 degrees 28 minutes 06 seconds West, along
- 21 the northerly bank of Taylor Bayou, a distance of 157.98 feet, to a
- 22 point for corner;
- THENCE, South 76 degrees 30 minutes 13 seconds West, along
- 24 the northerly bank of Taylor Bayou, a distance of 76.71 feet, to a
- 25 point for corner;
- THENCE, South 46 degrees 35 minutes 51 seconds West, along
- 27 the northerly bank of Taylor Bayou, a distance of 402.96 feet, to a

- 1 point for corner;
- THENCE, South 38 degrees 51 minutes 09 seconds West, along
- 3 the northerly bank of Taylor Bayou, a distance of 65.50 feet, to a
- 4 point for corner;
- 5 THENCE, South 16 degrees 59 minutes 01 seconds West, along
- 6 the northerly bank of Taylor Bayou, a distance of 80.03 feet, to a
- 7 point for corner;
- 8 THENCE, South 16 degrees 35 minutes 00 seconds West, along
- 9 the northerly bank of Taylor Bayou, a distance of 132.26 feet, to a
- 10 point for corner;
- 11 THENCE, South 27 degrees 14 minutes 01 seconds West, along
- 12 the northerly bank of Taylor Bayou, a distance of 468.77 feet, to a
- 13 point for corner;
- 14 THENCE, South 40 degrees 46 minutes 37 seconds West, along
- 15 the northerly bank of Taylor Bayou, a distance of 350.04 feet, to a
- 16 point for corner;
- 17 THENCE, South 46 degrees 28 minutes 54 seconds West, along
- 18 the northerly bank of Taylor Bayou, a distance of 237.05 feet, to a
- 19 point for corner;
- THENCE, South 62 degrees 42 minutes 00 seconds West, along
- 21 the northerly bank of Taylor Bayou, a distance of 196.52 feet, to a
- 22 point for corner;
- THENCE, South 79 degrees 33 minutes 00 seconds West, along
- 24 the northerly bank of Taylor Bayou, a distance of 105.88 feet, to a
- 25 point for corner;
- THENCE, North 08 degrees 41 minutes 43 seconds West, along
- 27 the northerly bank of Taylor Bayou, a distance of 59.02 feet, to a

- 1 point for corner;
- THENCE, North 89 degrees 24 minutes 01 seconds West, along
- 3 the northerly bank of Taylor Bayou, a distance of 123.82 feet, to a
- 4 point for corner;
- 5 THENCE, South 04 degrees 20 minutes 03 seconds East, along
- 6 the northerly bank of Taylor Bayou, a distance of 33.27 feet, to a
- 7 point for corner;
- 8 THENCE, North 87 degrees 33 minutes 19 seconds West, along
- 9 the northerly bank of Taylor Bayou, a distance of 107.49 feet, to a
- 10 point for corner;
- 11 THENCE, North 81 degrees 22 minutes 14 seconds West, along
- 12 the northerly bank of Taylor Bayou, a distance of 167.37 feet, to a
- 13 point for corner;
- 14 THENCE, North 58 degrees 34 minutes 35 seconds West, along
- 15 the northeasterly bank of Taylor Bayou, a distance of 233.42 feet,
- 16 to a point for corner;
- 17 THENCE, North 52 degrees 36 minutes 32 seconds West, along
- 18 the northeasterly bank of Taylor Bayou, a distance of 416.40 feet,
- 19 to a point for corner;
- THENCE, North 45 degrees 04 minutes 29 seconds West, along
- 21 the northeasterly bank of Taylor Bayou, a distance of 334.26 feet,
- 22 to a point for corner;
- THENCE, North 41 degrees 12 minutes 18 seconds West, along
- 24 the northeasterly bank of Taylor Bayou, a distance of 279.62 feet,
- 25 to a point for corner;
- THENCE, North 38 degrees 01 minutes 24 seconds West, along
- 27 the easterly bank of Taylor Bayou, a distance of 338.36 feet, to a

- 1 point for corner;
- THENCE, North 29 degrees 27 minutes 09 seconds West, along
- 3 the easterly bank of Taylor Bayou, a distance of 425.91 feet, to a
- 4 point for corner;
- 5 THENCE, North 15 degrees 26 minutes 41 seconds West, along
- 6 the easterly bank of Taylor Bayou, a distance of 338.77 feet, to a
- 7 point for corner;
- 8 THENCE, North 11 degrees 04 minutes 11 seconds West, along
- 9 the easterly bank of Taylor Bayou, a distance of 341.81 feet, to a
- 10 point for corner;
- 11 THENCE, North 05 degrees 50 minutes 15 seconds West, along
- 12 the easterly bank of Taylor Bayou, a distance of 471.18 feet, to a
- 13 point for corner;
- 14 THENCE, North 12 degrees 00 minutes 33 seconds West, along
- 15 the easterly bank of Taylor Bayou, a distance of 249.38 feet, to a
- 16 point for corner;
- 17 THENCE, North 19 degrees 47 minutes 46 seconds West, along
- 18 the easterly bank of Taylor Bayou, a distance of 118.89 feet, to a
- 19 point for corner;
- THENCE, North 19 degrees 25 minutes 05 seconds West, along
- 21 the easterly bank of Taylor Bayou, a distance of 172.13 feet, to a
- 22 point for corner;
- THENCE, North 35 degrees 29 minutes 15 seconds West, along
- 24 the easterly bank of Taylor Bayou, a distance of 314.01 feet, to a
- 25 point for corner;
- THENCE, North 38 degrees 03 minutes 21 seconds West, along
- 27 the easterly bank of Taylor Bayou, a distance of 348.90 feet, to a

- 1 point for corner;
- THENCE, North 12 degrees 31 minutes 53 seconds West, along
- 3 the easterly bank of Taylor Bayou, a distance of 120.92 feet, to a
- 4 point for corner;
- 5 THENCE, North 00 degrees 45 minutes 58 seconds East, along
- 6 the easterly bank of Taylor Bayou, a distance of 157.80 feet, to a
- 7 point for corner;
- 8 THENCE, North 14 degrees 11 minutes 10 seconds East, along
- 9 the easterly bank of Taylor Bayou, a distance of 281.70 feet, to a
- 10 point for corner;
- 11 THENCE, North 28 degrees 59 minutes 24 seconds East, along
- 12 the easterly bank of Taylor Bayou, a distance of 582.04 feet, to a
- 13 point for corner;
- 14 THENCE, North 43 degrees 40 minutes 13 seconds East, along
- 15 the easterly bank of Taylor Bayou, a distance of 389.34 feet, to a
- 16 point for corner;
- 17 THENCE, North 25 degrees 34 minutes 14 seconds East, along
- 18 the easterly bank of Taylor Bayou, a distance of 336.16 feet, to a
- 19 point for corner;
- THENCE, North 08 degrees 04 minutes 22 seconds East, along
- 21 the easterly bank of Taylor Bayou, a distance of 220.47 feet, to a
- 22 point for corner;
- THENCE, North 14 degrees 38 minutes 23 seconds West, along
- 24 the easterly bank of Taylor Bayou, a distance of 273.06 feet, to a
- 25 point for corner;
- THENCE, North 27 degrees 28 minutes 48 seconds West, along
- 27 the easterly bank of Taylor Bayou, a distance of 465.55 feet, to a

- 1 point for corner;
- THENCE, North 28 degrees 46 minutes 03 seconds West, along
- 3 the easterly bank of Taylor Bayou, a distance of 417.94 feet, to a
- 4 point for corner;
- 5 THENCE, North 04 degrees 24 minutes 55 seconds West, along
- 6 the easterly bank of Taylor Bayou, a distance of 125.95 feet, to a
- 7 point for corner;
- 8 THENCE, North 52 degrees 02 minutes 00 seconds West, along
- 9 the easterly bank of Taylor Bayou, a distance of 67.85 feet, to a
- 10 point at the northwest corner of the herein described tract, and
- 11 lying in the southerly bank of Tiger Bayou;
- 12 THENCE, leaving the easterly bank of Taylor Bayou, and along
- 13 the southerly bank of Tiger Bayou, as follows;
- 14 THENCE, North 54 degrees 32 minutes 23 seconds East, a
- 15 distance of 251.63 feet, to a 5/8-inch iron rod with "CLR" cap set
- 16 at a northerly corner of the herein described tract;
- 17 THENCE, North 51 degrees 22 minutes 50 seconds East, a
- 18 distance of 242.28 feet, to a 5/8-inch iron rod found at a northerly
- 19 corner of the herein described tract;
- THENCE, North 24 degrees 29 minutes 19 seconds East, a
- 21 distance of 395.65 feet, to a 5/8-inch iron rod with "CLR" cap set
- 22 at a northerly corner of the herein described tract;
- THENCE, North 52 degrees 35 minutes 33 seconds East, a
- 24 distance of 603.19 feet, to a 5/8-inch iron rod found at a northerly
- 25 corner of the herein described tract;
- THENCE, North 68 degrees 18 minutes 18 seconds East, a
- 27 distance of 273.23 feet, to a 5/8-inch iron rod with "CLR" cap set

- 1 at a northerly corner of the herein described tract;
- THENCE, North 78 degrees 40 minutes 42 seconds East, a
- 3 distance of 196.73 feet, to a 5/8-inch iron rod found at a northerly
- 4 corner of the herein described tract;
- 5 THENCE, South 80 degrees 02 minutes 00 seconds East, a
- 6 distance of 151.51 feet, to a 5/8-inch iron rod found at a northerly
- 7 corner of the herein described tract;
- 8 THENCE, North 82 degrees 58 minutes 03 seconds East, a
- 9 distance of 584.69 feet, to a 5/8-inch iron rod found at a northerly
- 10 corner of the herein described tract;
- 11 THENCE, North 77 degrees 22 minutes 04 seconds East, a
- 12 distance of 236.38 feet, to a 5/8-inch iron rod with "CLR" cap set
- 13 at a northerly corner of the herein described tract;
- 14 THENCE, North 83 degrees 54 minutes 58 seconds East, a
- 15 distance of 928.06 feet, to a 5/8-inch iron rod with "CLR" cap set
- 16 at a northerly re-entrant corner of the herein described tract;
- 17 THENCE, leaving the southerly bank of Tiger Bayou, North 08
- 18 degrees 36 minutes 40 seconds West, a distance of 933.50 feet, to a
- 19 3/8-inch iron rod in concrete found at a northwesterly corner of the
- 20 herein described tract;
- THENCE, North 87 degrees 08 minutes 10 seconds East, a
- 22 distance of 114.31 feet, to a 1/2-inch iron rod found at a northerly
- 23 re-entrant corner of the herein described tract;
- THENCE, North 09 degrees 21 minutes 06 seconds West, a
- 25 distance of 227.73 feet, to a 1/2-inch iron rod found at a
- 26 northwesterly corner of the herein described tract;
- 27 THENCE, South 85 degrees 30 minutes 28 seconds East, a

- H.B. No. 2296
- 1 distance of 124.46 feet, to a 1/2-inch iron rod found at a northerly
- 2 re-entrant corner of the herein described tract;
- 3 THENCE, along a non-tangent curve to the left, through a
- 4 central angle of 12 degrees 16 minutes 36 seconds, to a 1/2-inch
- 5 iron rod found at a northwesterly corner of the herein described
- 6 tract, lying in the westerly right-of-way line of Lakeside Plaza
- 7 Drive, said curve having a radius of 258.42 feet, an arc length of
- 8 55.37 feet, and a chord which bears North 01 degrees 06 minutes 08
- 9 seconds West, a distance of 55.27 feet,;
- 10 THENCE, South 85 degrees 09 minutes 10 seconds East, a
- 11 distance of 59.76 feet, to a 5/8-inch iron rod with "CLR" cap set at
- 12 a northerly re-entrant corner of the herein described tract, and
- 13 lying the easterly right-of-way line of said Lakeside Plaza Drive;
- 14 THENCE, with the easterly right-of-way line of said Lakeside
- 15 Plaza Drive, North 04 degrees 48 minutes 08 seconds East, a
- 16 distance of 114.86 feet, to a 1/2-inch iron rod found at the
- 17 southwest corner of the aforementioned called 1.345 acre tract, and
- 18 a northwesterly corner of the herein described tract;
- 19 THENCE, South 85 degrees 13 minutes 23 seconds East, a
- 20 distance of 139.54 feet, to a 1/2-inch iron rod found at the
- 21 southeast corner of said called 1.345 acre tract, and a northerly
- 22 re-entrant corner of the herein described tract;
- THENCE, North 04 degrees 48 minutes 39 seconds East, a
- 24 distance of 420.04 feet, to the POINT OF BEGINNING and containing a
- 25 computed area of 1,116.39 acres (48,630,066 square feet) of land.
- 26 SECTION 3. (a) The legal notice of the intention to
- 27 introduce this Act, setting forth the general substance of this

- 1 Act, has been published as provided by law, and the notice and a
- 2 copy of this Act have been furnished to all persons, agencies,
- 3 officials, or entities to which they are required to be furnished
- 4 under Section 59, Article XVI, Texas Constitution, and Chapter 313,
- 5 Government Code.
- 6 (b) The governor, one of the required recipients, has
- 7 submitted the notice and Act to the Texas Commission on
- 8 Environmental Quality.
- 9 (c) The Texas Commission on Environmental Quality has filed
- 10 its recommendations relating to this Act with the governor,
- 11 lieutenant governor, and speaker of the house of representatives
- 12 within the required time.
- 13 (d) The general law relating to consent by political
- 14 subdivisions to the creation of districts with conservation,
- 15 reclamation, and road powers and the inclusion of land in those
- 16 districts has been complied with.
- 17 (e) All requirements of the constitution and laws of this
- 18 state and the rules and procedures of the legislature with respect
- 19 to the notice, introduction, and passage of this Act have been
- 20 fulfilled and accomplished.
- 21 SECTION 4. This Act takes effect immediately if it receives
- 22 a vote of two-thirds of all the members elected to each house, as
- 23 provided by Section 39, Article III, Texas Constitution. If this
- 24 Act does not receive the vote necessary for immediate effect, this
- 25 Act takes effect September 1, 2011.