1	AN ACT
2	relating to the creation of the Rowlett Pecan Grove Management
3	District; providing authority to impose a tax, levy an assessment,
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 3895 to read as follows:
8	CHAPTER 3895. ROWLETT PECAN GROVE MANAGEMENT DISTRICT
9	SUBCHAPTER A. GENERAL PROVISIONS
10	Sec. 3895.001. 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 Pecan Grove
15	Management District.
16	(5) "Improvement project" means any program or project
17	authorized by Section 3895.102, inside or outside the district.
18	Sec. 3895.002. 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. 3895.003. 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

chapter. By creating the district and in authorizing the city and 1 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, develop, encourage, and maintain employment, commerce, 6 7 transportation, housing, tourism, recreation, the arts, 8 entertainment, economic development, safety, and the public 9 welfare in the district. (c) 10 This chapter and the creation of the district may not be 11 interpreted to relieve the city or Dallas County from providing the level of services provided to the area in the district as of the 12 13 effective date of the Act enacting this chapter. The district is created to supplement and not to supplant the city and county 14 services provided in the district. 15 16 Sec. 3895.004. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. 17 (a) The district is created to serve a public use and benefit. 18 (b) All land and other property included in the district will benefit from the improvements and services to be provided by 19 20 the district under powers conferred by Sections 52 and 52-a, Article III, and Section 59, Article XVI, Texas Constitution, and 21 22 other powers granted under this chapter. 23 (c) The creation of the district is in the public interest and is essential to further the public purposes of: 24 25 (1) developing and diversifying the economy of the 26 state; 27 (2) eliminating unemployment and underemployment; and

	S.B. No. 233
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, 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.
15	(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.
23	Sec. 3895.005. 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 3895.109 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. 3895.006. ELIGIBILITY FOR REINVESTMENT OR ENTERPRISE
13	ZONES. (a) All or any part of the area of the district is
14	eligible, regardless of other statutory criteria, to be included
15	<u>in:</u>
16	(1) a tax increment reinvestment zone created by the
17	city under Chapter 311, Tax Code; or
18	(2) a tax abatement reinvestment zone created by the
19	city under Chapter 312, Tax Code.
20	(b) All or any part of the area of the district is eligible
21	to be nominated for inclusion in an enterprise zone by the city
22	under Chapter 2303, Government Code.
23	Sec. 3895.007. APPLICABILITY OF MUNICIPAL MANAGEMENT
24	DISTRICTS LAW. Except as otherwise provided by this chapter,
25	Chapter 375, Local Government Code, applies to the district.
26	Sec. 3895.008. LIBERAL CONSTRUCTION OF CHAPTER. This
27	chapter shall be liberally construed in conformity with the

1	findings and purposes stated in this chapter.
2	[Sections 3895.009-3895.050 reserved for expansion]
3	SUBCHAPTER B. BOARD OF DIRECTORS
4	Sec. 3895.051. BOARD OF DIRECTORS. The district is
5	governed by a board of five directors appointed under Section
6	3895.052 and three directors serving ex officio under Section
7	3895.053.
8	Sec. 3895.052. APPOINTMENT OF DIRECTORS; TERMS. (a) The
9	mayor and governing body of the city shall appoint voting
10	directors. A person is appointed if a majority of the members of
11	the governing body, including the mayor, vote to appoint that
12	person. A member of the governing body of the city may not be
13	appointed to the board.
14	(b) Section 375.063, Local Government Code, does not apply
15	to the district.
16	(c) The appointed directors serve staggered terms of four
17	years, with two or three directors' terms expiring June 1 of each
18	odd-numbered year.
19	(d) A person may not be appointed to the board if the
20	appointment of that person would result in fewer than three of the
21	directors residing in the city.
22	(e) The governing body of the city shall appoint a director
23	to fill a vacancy that occurs on the board.
24	(f) A director is a public official entitled to governmental
25	immunity for the director's official actions.
26	Sec. 3895.053. NONVOTING DIRECTORS. (a) The following
27	persons serve as nonvoting ex officio directors:

1	(1) the manager of the city;
2	(2) the financial director of the city; and
3	(3) the planning director of the city.
4	(b) If an office described by Subsection (a) is renamed,
5	changed, or abolished, the governing body of the city may appoint
6	another city officer or employee who performs duties comparable to
7	those performed by the officer described by Subsection (a).
8	Sec. 3895.054. CONFLICTS OF INTEREST. (a) Except as
9	provided by Section 3895.053 or this section:
10	(1) a director may participate in all board votes and
11	decisions; and
12	(2) Chapter 171, Local Government Code, governs
13	conflicts of interest of board members.
14	(b) A director who has a beneficial interest in a business
15	entity that will receive a pecuniary benefit from an action of the
16	board may participate in discussion and vote on that action if a
17	majority of the board has a similar interest in the same action or
18	if all other similar business entities in the district will receive
19	a similar pecuniary benefit.
20	(c) A director who is also an officer or employee of a public
21	entity may not participate in a discussion of or vote on a matter
22	regarding a contract with that same public entity.
23	Sec. 3895.055. DIRECTOR'S OATH OR AFFIRMATION. A
24	director's oath or affirmation of office shall be filed with the
25	district and the district shall retain the oath or affirmation in
26	the district records.
27	Sec. 3895.056. OFFICERS. The board shall elect from among

1	the directors a chair, vice chair, and secretary.
2	Sec. 3895.057. COMPENSATION OF DIRECTORS; REIMBURSEMENT OF
3	EXPENSES. A director is not entitled to compensation for service on
4	the board but is entitled to be reimbursed for necessary expenses
5	incurred in carrying out the duties and responsibilities of a
6	director.
7	Sec. 3895.058. INITIAL DIRECTORS. (a) The initial board
8	consists of the following directors:
9	<u>(1)</u> ;
10	<u>(2)</u> ;
11	(3);
12	(4); and
13	(5)
14	(b) Of the initial directors, the terms of directors
15	appointed for positions 1 and 2 expire June 1, 2013, and the terms
16	of directors appointed for positions 3 through 5 expire June 1,
17	2015.
18	(c) This section expires September 1, 2015.
19	Sec. 3895.059. QUORUM. For purposes of determining whether
20	a quorum of the board is present, the following are not counted:
21	(1) a board position vacant for any reason, including
22	death, resignation, or disqualification;
23	(2) a director who is abstaining from participation in
24	a vote because of a conflict of interest; or
25	(3) a nonvoting director.
26	[Sections 3895.060-3895.100 reserved for expansion]

1	SUBCHAPTER C. POWERS AND DUTIES
2	Sec. 3895.101. GENERAL POWERS AND DUTIES. The district has
3	the powers and duties provided by:
4	(1) the general laws relating to conservation and
5	reclamation districts created under Section 59, Article XVI, Texas
6	Constitution, including Chapters 49 and 54, Water Code;
7	(2) the general laws relating to road districts and
8	road utility districts created under Section 52(b), Article III,
9	Texas Constitution, including Chapter 441, Transportation Code;
10	and
11	(3) Chapter 375, Local Government Code.
12	Sec. 3895.102. 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	projects:
17	(1) a supply and distribution facility or system to
18	provide potable and city-approved nonpotable water to the residents
19	and businesses of the district, including a wastewater collection
20	<pre>facility;</pre>
21	(2) a paved road or street, inside and outside the
22	district, to the extent authorized by Section 52, Article III,
23	Texas Constitution;
24	(3) the planning, design, construction, improvement,
25	and maintenance of:
26	(A) landscaping;
27	(B) highway right-of-way or transit corridor

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

	S.B. No. 233
1	(B) a manufacturer, consumer, or trade show;
2	(C) a civic, community, or institutional event;
3	or
4	(D) an exhibit, display, attraction, special
5	event, or seasonal or cultural celebration or holiday;
6	(8) the removal, razing, demolition, or clearing of
7	land or improvements in connection with an improvement project;
8	(9) the acquisition and improvement of land or other
9	property for the mitigation of the environmental effects of an
10	<pre>improvement project;</pre>
11	(10) the acquisition of property or an interest in
12	property in connection with an authorized improvement project;
13	(11) a special or supplemental service for the
14	improvement and promotion of the district or an area adjacent to the
15	district or for the protection of public health and safety in or
16	adjacent to the district, including:
17	(A) advertising;
18	(B) promotion;
19	(C) tourism;
20	(D) health and sanitation;
21	(E) public safety;
22	(F) security;
23	(G) fire protection or emergency medical
24	services;
25	(H) business recruitment;
26	(I) development;
27	(J) elimination of traffic congestion; and

	S.B. No. 233
1	(K) recreational, educational, or cultural
2	improvements, enhancements, and services; or
3	(12) any similar public improvement, facility, or
4	service.
5	(b) The district may not undertake an improvement project
6	under this section unless the board determines the project to be
7	necessary to accomplish a public purpose of the district.
8	(c) An improvement project must comply with any applicable
9	city requirements, including codes and ordinances.
10	(d) The district may not provide, conduct, or authorize any
11	improvement project on the city streets, highways, rights-of-way,
12	or easements without the consent of the governing body of the city.
13	(e) The district shall immediately comply with any city
14	ordinance, order, or resolution that:
15	(1) requires the district to transfer to the city the
16	title to all or any portion of an improvement project; or
17	(2) authorizes the district to own, encumber,
18	maintain, and operate an improvement project, subject to the right
19	of the city to order a conveyance of the project to the city on a
20	date determined by the city.
21	(f) For the purposes of this section, planning, design,
22	construction, improvement, and maintenance of a lake include work
23	done for drainage, reclamation, or recreation.
24	Sec. 3895.103. DEVELOPMENT CORPORATION POWERS. The
25	district, using money available to the district, may exercise the
26	powers given to a development corporation under Chapter 505, Local
27	Government Code, including the power to own, operate, acquire,

construct, lease, improve, or maintain a project under that 1 2 c<u>hapter.</u> Sec. 3895.104. GENERAL POWERS 3 REGARDING CONTRACTS. 4 (a) The district may: 5 (1) contract with any person to accomplish any district purpose, including a contract for: 6 7 (A) the payment, repayment, or reimbursement of costs incurred by that person on behalf of the district, including 8 9 all or part of the costs of an improvement project and interest on the reimbursed cost; or 10 11 (B) the use, occupancy, lease, rental, 12 operation, maintenance, or management of all or part of a proposed 13 or existing improvement project; and (2) apply for and contract with any person to receive, 14 15 administer, and perform a duty or obligation of the district under a 16 federal, state, local, or private gift, grant, loan, conveyance, transfer, bequest, or other financial assistance arrangement 17 relating to the investigation, planning, analysis, study, design, 18 acquisition, construction, improvement, completion, 19 20 implementation, or operation by the district or others of a proposed or existing improvement project. 21 22 (b) A contract the district enters into to carry out a 23 purpose of this chapter may be on any terms and for any period the board determines, including a negotiable or nonnegotiable note or 24 25 warrant payable to the city, Dallas County, and any other person. (c) Any person may contract with the district to carry out 26

27 the purposes of this chapter without further statutory or other

1	authorization.
2	(d) A contract payable from ad valorem taxes for a period
3	longer than one year must be approved by the governing body of the
4	<u>city.</u>
5	Sec. 3895.105. COMPETITIVE BIDDING. Section 375.221, Local
6	Government Code, applies only to a district contract that has a
7	value of more than \$50,000.
8	Sec. 3895.106. ECONOMIC DEVELOPMENT. (a) The district may
9	engage in activities that accomplish the economic development
10	purposes of the district.
11	(b) The district may establish and provide for the
12	administration of one or more programs to promote state or local
13	economic development and to stimulate business and commercial
14	activity in the district, including programs to:
15	(1) make loans and grants of public money; and
16	(2) provide district personnel and services.
17	(c) The district may create economic development programs
18	and exercise the economic development powers that:
19	(1) Chapter 380, Local Government Code, provides to a
20	municipality; and
21	(2) Subchapter A, Chapter 1509, Government Code,
22	provides to a municipality.
23	Sec. 3895.107. RULES; ENFORCEMENT. (a) The district may
24	adopt rules:
25	(1) to administer or operate the district;
26	(2) for the use, enjoyment, availability, protection,
27	security, and maintenance of the district's property and

1 facilities; or (3) to provide for public safety and security in the 2 3 district. 4 (b) The district may enforce its rules by injunctive relief. (c) To the extent a district rule conflicts with a city rule 5 6 or order, the city rule or order controls. 7 Sec. 3895.108. NAME CHANGE. The board by resolution may 8 change the district's name. The board shall give written notice of 9 the change to the city. 10 Sec. 3895.109. ADDING OR REMOVING TERRITORY. The board may 11 add or remove territory under Subchapter J, Chapter 49, and Section 54.016, Water Code, except that: 12 13 (1) the addition or removal of the territory must be 14 approved by: 15 (A) the governing body of the city; and 16 the owners of the territory being added or (B) 17 removed; 18 (2) a reference to a tax in Subchapter J, Chapter 49, or Section 54.016, Water Code, means an ad valorem tax; and 19 20 (3) territory may not be removed from the district if bonds or other obligations of the district payable wholly or partly 21 from ad valorem taxes on the territory are outstanding. 22 23 Sec. 3895.110. NO EMINENT DOMAIN POWER. The district may not exercise the power of eminent domain. 24 25 Sec. 3895.111. NO TOLL ROADS. The district may not 26 construct, acquire, maintain, or operate a toll road. 27 Sec. 3895.112. DISTRICT EMPLOYEES; TERMS OF EMPLOYMENT;

COMPENSATION. The board may employ and establish the terms of 1 2 employment and compensation of: 3 (1) an executive director or general manager; or 4 (2) any other district employee the board considers 5 necessary. [Sections 3895.113-3895.150 reserved for expansion] 6 7 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS Sec. 3895.151. <u>GENERAL POWERS REGARDING FINANCIAL MATTERS.</u> 8 9 Except as provided by Section 3895.161, the district may: 10 (1) impose an ad valorem tax on all taxable property in 11 the district, including industrial, commercial, and residential property, to pay for an improvement project; 12 13 (2) impose an assessment on property in the district 14 in the manner provided for: 15 (A) a district under Subchapter F, Chapter 375, 16 Local Government Code; or 17 (B) a municipality or county under Subchapter A, Chapter 372, Local Government Code; 18 (3) provide or secure the payment or repayment of the 19 20 costs and expenses of the establishment, administration, and operation of the district and the district's costs or share of the 21 costs or revenue of an improvement project or district contractual 22 23 obligation or indebtedness by or through: (A) a lease, installment purchase contract, or 24 25 other agreement with any person; (B) the imposition of a tax, assessment, user 26 27 fee, concession fee, or rental charge; or

S.B. No. 233

S.B. No. 233 1 (C) any other revenue or resource of the 2 district; (4) establish user charges related to the operation of 3 4 storm-water facilities, including the regulation of storm water for the protection of water quality in the district; 5 6 (5) establish user charges for the use of nonpotable 7 water for irrigation purposes, subject to the approval of the 8 governing body of the city; (6) undertake separately or jointly with other 9 persons, including the city or Dallas County, all or part of the 10 11 cost of an improvement project, including an improvement project: (A) for improving, enhancing, and supporting 12 13 public safety and security, fire protection and emergency medical services, and law enforcement in and adjacent to the district; or 14 15 (B) that confers a general benefit on the entire 16 district or a special benefit on a definable part of the district; 17 and 18 (7) enter into a tax abatement agreement in accordance with the general laws of this state authorizing and applicable to 19 20 tax abatement agreements by municipalities. Sec. 3895.152. BORROWING MONEY. The district may borrow 21 money for a district purpose by issuing or executing bonds, notes, 22 23 credit agreements, or other obligations of any kind found by the 24 board to be necessary or appropriate for the district purpose. The 25 bond, note, credit agreement, or other obligation must be secured by and payable from ad valorem taxes, assessments, or other 26 27 district revenue.

S.B. No. 233 Sec. 3895.153. IMPACT FEES AND ASSESSMENTS; EXEMPTION. 1 2 (a) The district may impose an impact fee or assessment on 3 property in the district, including an impact fee or assessment on residential or commercial property, only in the manner provided by 4 Subchapter A, Chapter 372, or Subchapter F, Chapter 375, Local 5 Government Code, for a municipality, county, or public improvement 6 7 district, according to the benefit received by the property. (b) An impact fee for residential property must be for the 8 9 limited purpose of providing capital funding for: (1) public water and wastewater facilities; 10 11 (2) drainage and storm-water facilities; and 12 (3) streets and alleys. 13 (c) An assessment, a reassessment, or an assessment resulting from an addition to or correction of the assessment roll 14 by the district, penalties and interest on an assessment or 15 reassessment, or an expense of collection of an assessment, 16 including reasonable attorney's fees, incurred by the district: 17 18 (1) is a first and prior lien against the property assessed; and 19 20 (2) is superior to any other lien or claim other than a lien or claim for county, school district, or municipal ad valorem 21 22 taxes. (d) The board may make a correction to or deletion from the 23 assessment roll that does not increase the amount of assessment of 24 any parcel of land without providing notice and holding a hearing in 25 the manner required for additional assessments. 26 27 (e) The district may not impose an impact fee on the

1	property, including equipment and facilities, of a public utility
2	provider in the district.
3	Sec. 3895.154. CERTAIN RESIDENTIAL PROPERTY NOT EXEMPT.
4	Section 375.161, Local Government Code, does not apply to the
5	district.
6	Sec. 3895.155. MAINTENANCE AND OPERATION TAX; ELECTION.
7	(a) Except as provided by Section 3895.161, the district may
8	impose a tax for maintenance and operation purposes, including for:
9	(1) planning, constructing, acquiring, maintaining,
10	repairing, and operating all improvement projects, including land,
11	plants, works, facilities, improvements, appliances, and equipment
12	of the district; and
13	(2) paying costs of services, engineering and legal
14	fees, and organization and administrative expenses.
15	(b) The district may not impose a maintenance and operation
16	tax unless the maximum tax rate is approved by the governing body of
17	the city and a majority of the district voters voting at an election
18	held for that purpose. If the maximum tax rate is approved, the
19	board may impose the tax at any rate that does not exceed the
20	approved rate.
21	(c) A maintenance and operation tax election may be held at
22	the same time and in conjunction with any other district election.
23	The election may be called by a separate election order or as part
24	of any other election order.
25	(d) The proposition in a maintenance and operation tax
26	election may be for a specific maximum rate.
27	Sec. 3895.156. USE OF SURPLUS MAINTENANCE AND OPERATION

MONEY. If the district has surplus maintenance and operation tax money that is not needed for the purposes for which it was collected, the money may be used for any authorized purpose.

Sec. 3895.157. BOND ISSUANCE PLAN REQUIRED BEFORE ISSUING
BONDS. The district may not issue bonds until the governing body of
the city approves a bond issuance plan authorizing and setting
forth the limitations on the issuance of the bonds.

8 <u>Sec. 3895.158. BONDS AND OTHER OBLIGATIONS; MUNICIPAL</u> 9 <u>APPROVAL. (a) Except as provided by Sections 3895.157 and</u> 10 <u>3895.161, the district may issue, by competitive bid or negotiated</u> 11 <u>sale, bonds, notes, or other obligations payable wholly or partly</u> 12 <u>from ad valorem taxes or assessments in the manner provided by</u> 13 <u>Subchapter A, Chapter 372, or Subchapter J, Chapter 375, Local</u> 14 <u>Government Code.</u>

15 (b) In exercising the district's borrowing power, the 16 district may issue a bond or other obligation in the form of a bond, 17 note, certificate of participation or other instrument evidencing a 18 proportionate interest in payments to be made by the district, or 19 other type of obligation.

20 (c) In addition to the sources of money described by 21 Subchapter A, Chapter 372, and Subchapter J, Chapter 375, Local 22 Government Code, district bonds may be secured and made payable 23 wholly or partly by a pledge of any part of the net proceeds the 24 district receives from any other district revenue.

25 <u>Sec. 3895.159. BOND MATURITY.</u> Bonds must mature not more 26 <u>than 40 years from their date of issue.</u>

27 Sec. 3895.160. TAXES FOR BONDS AND OTHER OBLIGATIONS.

1	(a) At the time bonds or other obligations payable wholly or
2	partly from ad valorem taxes are issued:
3	(1) the board shall impose a continuing direct annual
4	ad valorem tax, without limit as to rate or amount, for each year
5	that all or part of the bonds are outstanding; and
6	(2) the district annually shall impose an ad valorem
7	tax on all taxable property in the district in an amount sufficient
8	<u>to:</u>
9	(A) pay the interest on the bonds or other
10	obligations as the interest becomes due;
11	(B) create a sinking fund for the payment of the
12	principal of the bonds or other obligations when due or the
13	redemption price at any earlier required redemption date; and
14	(C) pay the expenses of imposing the taxes.
15	(b) Bonds or other obligations that are secured by and
16	payable from ad valorem taxes may not be issued unless the bonds and
17	the imposition of the taxes are approved by:
18	(1) a majority of the district voters voting at an
19	election held for that purpose; and
20	(2) the governing body of the city.
21	(c) The district shall hold an election required by this
22	section in the manner provided by Chapter 54, Water Code.
23	Sec. 3895.161. PROJECT DEVELOPMENT AGREEMENT REQUIRED TO
24	IMPOSE TAXES OR BORROW MONEY, INCLUDING BONDS. Before the district
25	may issue bonds, impose taxes, or borrow money, the district and the
26	city must negotiate and execute a mutually approved and accepted
27	interlocal project development agreement regarding the development

1 plans and rules for: 2 (1) the development and operation of the district; and 3 (2) the financing of improvement projects. Sec. 3895.162. CITY NOT REQUIRED TO PAY DISTRICT 4 OBLIGATIONS. Except as provided by Section 375.263, Local 5 Government Code, the city is not required to pay a bond, note, or 6 7 other obligation of the district. [Sections 3895.163-3895.200 reserved for expansion] 8 9 SUBCHAPTER E. DISSOLUTION Sec. 3895.201. DISSOLUTION BY CITY ORDINANCE. (a) If the 10 11 city adopts by a two-thirds vote of its governing body an ordinance to dissolve the district, the district is dissolved. 12 13 (b) The district may not be dissolved until the district's outstanding indebtedness or contractual obligations payable from 14 ad valorem taxes have been repaid or discharged. 15 16 (c) The district may not be dissolved until any agreement under Section 3895.161 has been executed and the district's 17 performance under the agreement has been fulfilled, including any 18 right or obligation the district has to reimburse a developer or 19 20 owner for the costs of improvement projects. 21 Sec. 3895.202. COLLECTION OF ASSESSMENTS AND OTHER REVENUE. (a) If the dissolved district has bonds or other obligations 22 23 outstanding secured by and payable from assessments or other revenue, other than ad valorem taxes, the city succeeds to the 24 rights and obligations of the district regarding enforcement and 25 collection of the assessments or other revenue. 26 27 (b) If the district is dissolved, the city has and may

exercise all district powers to enforce and collect the assessments 1 2 or other revenue to pay: (1) the bonds or other obligations when due and 3 4 payable according to their terms; or 5 (2) special revenue or assessment bonds or other obligations issued by the city to refund the outstanding bonds or 6 7 obligations. Sec. 3895.203. ASSUMPTION OF ASSETS AND LIABILITIES. 8 9 (a) The district may not be dissolved by the city unless the city assumes the obligations of the district, including any bonds or 10 11 other indebtedness payable from assessments or other district revenue. 12 13 (b) If the city dissolves the district, the board shall transfer ownership of all district property to the city. 14 15 SECTION 2. The Rowlett Pecan Grove Management District 16 initially includes all territory contained in the following area: 17 TRACT 1: BEING Lots 1 and 2, in Block A of Pecan Grove Park Addition, an Addition to the City of Rowlett, Dallas County, Texas, 18 according to the Map thereof recorded under cc#200600238026, Real 19 20 Property Records of Dallas County, Texas; and

TRACT 2: BEING all that certain lot, tract or parcel of land 21 22 situated in the Thomas Lumley Survey, Abstract No. 789, City of Rowlett, Dallas County, Texas, and being a part of a 87.934 acres 23 24 tract of land as described in a Special Warranty deed from Garland 25 Independent School District to City of Rowlett, dated August 27, 1997 and being recorded in Volume 97175, Page 1103 of the Deed 26 27 Records of Dallas County, Texas, and being more particularly

1 described as follows:

BEGINNING at a 3/8" iron rod found for corner in the east right-of-way line of Kirby Road (variable width right-of-way) and in the meanders of a creek, said point being at the west most northwest corner of said 87.934 acres tract and at the southwest corner of Lot 1, Block A, Rowlett High School, an Addition to the City of Rowlett, Texas, according to the Map thereof recorded in Volume 94179, Page 1344 of the Map Records of Dallas County, Texas;

9 THENCE in an easterly direction along the south line of said 10 Addition and generally along the meanders of said creek as follows:

S. 26 deg. 27 min. 49 sec. E. a distance of 111.48 feet; 11 N. 70 deg. 10 min. 55 sec. E. a distance of 260.00 feet; 12 S. 79 deg. 19 min. 59 sec. E. a distance of 195.00 feet; 13 N. 81 deg. 03 min. 35 sec. E. a distance of 110.00 feet; 14 S. 51 deg. 03 min. 57 sec. E. a distance of 60.00 feet; 15 16 N. 79 deg. 18 min. 55 sec. E. a distance of 175.00 feet; S. 38 deg. 56 min. 57 sec. E. a distance of 142.00 feet; 17 N. 57 deg. 52 min. 19 sec. E. a distance of 115.00 feet; 18 S. 15 deg. 11 min. 06 sec. E. a distance of 108.00 feet; 19 S. 19 deg. 47 min. 39 sec. W. a distance of 106.00 feet; 20 S. 78 deg. 40 min. 34 sec. E. a distance of 335.00 feet; 21 S. 13 deg. 24 min. 39 sec. E. a distance of 92.20 feet; 22

THENCE N. 59 deg. 02 min. 24 sec. E. leaving the meanders of said creek and continuing along the south line of said Addition, a distance of 219.48 feet to a 1/2" iron rod found for corner at the southeast corner of said Addition and being in the west line of a 100 foot T.P. & L. Co. easement as recorded in Volume 67115, Page

1 202 of the Deed Records of Dallas County, Texas;

THENCE N. 00 deg. 55 min. 24 sec. W. along the east line of said Addition, a distance of 500.14 feet to a 5/8" iron rod found for corner at the southwest corner of Lot 2, Block A, of Pecan Grove Park Addition, an Addition to the City of Rowlett, Dallas County, Texas, according to the Map thereof recorded under cc#200600238026, Real Property Records of Dallas County, Texas;

8 THENCE N. 89 deg. 04 min. 17 sec. E. along the south line of 9 said Lot 2, a distance of 936.07 feet to a 5/8" iron rod found for 10 corner at the southeast corner of Lot 2 and the south most southwest 11 corner of said Lot 1;

12 THENCE N. 68 deg. 17 min. 12 sec. E. along the southeast line 13 of said Lot 1, a distance of 800.60 feet to a 5/8" iron rod found for 14 corner in the southwest right-of-way line of Dallas Area Rapid 15 Transit (100' R.O.W.)

16 THENCE S. 45 deg. 29 min. 56 sec. E. along said right-of-way 17 line, a distance of 97.69 feet to a 1/2" iron rod found for corner in 18 the west take line of the City of Dallas for Lake Ray Hubbard as 19 recorded in Volume 69061, Page 970 of the Deed Records of Dallas 20 County, Texas;

THENCE S. 18 deg. 04 min. 52 sec. E. along said take line, a distance of 338.92 feet to a concrete monument with brass disk marked "City of Dallas Water Dept. U-10-2" found for corner;

THENCE S. 02 deg. 36 min. 36 sec. E. along said take line, a distance of 502.17 feet to a concrete monument with brass disk marked "City of Dallas Water Dept. U-6-2" found for corner;

27 THENCE S. 19 deg. 09 min. 28 sec. W. along said take line, a

distance of 477.18 feet to a broken concrete monument with brass
 disk marked "City of Dallas Water Dept. U-6-1" found for corner;

THENCE S. 89 deg. 19 min. 30 sec. W. along the north line of a 2.29 acres tract as described in a Deed to Singh Lalsingh Sanker, as recorded in Volume 87085, Page 4639 of the Deed Records of Dallas County, Texas, a distance of 705.12 feet to a 1/2" iron rod found for corner in the east right-of-way line of Miller Heights Drive (60' R.O.W.);

9 THENCE N. 02 deg. 54 min. 52 sec. E., along said right-of-way 10 line, a distance of 10.12 feet to a 1/2" iron rod found for corner;

THENCE S. 89 deg. 18 min. 25 sec. W. along said right-of-way line, a distance of 2546.89 feet to a 1/2" iron rod found for corner in the east right-of-way line of Kirby Road and being at the southwest corner of said 87.934 acres tract;

THENCE N. 00 deg. 54 min. 25 sec. W. along said right-of-way line, a distance of 569.41 feet to a 1/2" iron rod found for corner; THENCE N. 05 deg. 30 min. 22 sec. E. along said right-of-way line, a distance of 200.25 feet to a 1/2" iron rod found for corner; THENCE N. 00 deg. 57 min. 36 sec. W. along said right-of-way line, a distance of 123.69 feet to the POINT OF BEGINNING and containing 3,171.925 square feet or 72.82 acres of land.

SECTION 3. (a) The legal notice of the intention to introduce this Act, setting forth the general substance of this Act, has been published as provided by law, and the notice and a copy of this Act have been furnished to all persons, agencies, officials, or entities to which they are required to be furnished under Section 59, Article XVI, Texas Constitution, and Chapter 313,

1 Government Code.

2 (b) The governor, one of the required recipients, has 3 submitted the notice and Act to the Texas Commission on 4 Environmental Quality.

5 (c) The Texas Commission on Environmental Quality has filed 6 its recommendations relating to this Act with the governor, 7 lieutenant governor, and speaker of the house of representatives 8 within the required time.

9 (d) The general law relating to consent by political 10 subdivisions to the creation of districts with conservation, 11 reclamation, and road powers and the inclusion of land in those 12 districts has been complied with.

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

SECTION 4. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2011.

President of the Senate Speaker of the House I hereby certify that S.B. No. 233 passed the Senate on April 14, 2011, by the following vote: Yeas 31, Nays 0; and that the Senate concurred in House amendment on May 23, 2011, by the following vote: Yeas 31, Nays 0.

Secretary of the Senate

I hereby certify that S.B. No. 233 passed the House, with amendment, on May 19, 2011, by the following vote: Yeas 146, Nays 2, one present not voting.

Chief Clerk of the House

Approved:

Date

Governor