By: Bohac

H.B. No. 2248

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the powers and duties of the Harris County Municipal Utility District No. 171; providing authority to issue bonds; 3 providing authority to impose fees and taxes. 4 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 6 SECTION 1. Subtitle F, Title 6, Special District Local Laws 7 Code, is amended by adding Chapter 8442 to read as follows: CHAPTER 8442. HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 171 8 9 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8442.001. DEFINITION. In this chapter: 10 11 (1) "Board" means the board of directors of the 12 district. 13 (2) "District" means the Harris County Municipal 14 Utility District No. 171. Sec. 8442.002. NATURE AND PURPOSES OF DISTRICT. (a) The 15 16 district is a municipal utility district created under Section 59, Article XVI, Texas Constitution. 17 18 (b) The district is created to accomplish the purposes of: (1) a municipal utility district as provided by 19 general law and Section 59, Article XVI, Texas Constitution; and 20 21 (2) Section 52, Article III, Texas Constitution, that 22 relate to the construction, acquisition, improvement, operation, 23 or maintenance of macadamized, graveled, or paved roads, or improvements, including storm drainage, in aid of those roads. 24

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1	SUBCHAPTER B. POWERS AND DUTIES
2	Sec. 8442.051. GENERAL POWERS AND DUTIES. The district has
3	the powers and duties necessary to accomplish the purposes for
4	which the district is created.
5	Sec. 8442.052. MUNICIPAL UTILITY DISTRICT POWERS AND
6	DUTIES. The district has the powers and duties provided by the
7	general law of this state, including Chapters 49 and 54, Water Code,
8	applicable to municipal utility districts created under Section 59,
9	Article XVI, Texas Constitution.
10	Sec. 8442.053. AUTHORITY FOR ROAD PROJECTS. Under Section
11	52, Article III, Texas Constitution, the district may design,
12	acquire, construct, finance, issue bonds for, improve, operate,
13	maintain, and convey to this state, a county, or a municipality for
14	operation and maintenance macadamized, graveled, or paved roads, or
15	improvements, including storm drainage, in aid of those roads.
16	Sec. 8442.054. ROAD STANDARDS AND REQUIREMENTS. (a) A road
17	project must meet all applicable construction standards, zoning and
18	subdivision requirements, and regulations of each municipality in
19	whose corporate limits or extraterritorial jurisdiction the road
20	project is located.
21	(b) If a road project is not located in the corporate limits
22	or extraterritorial jurisdiction of a municipality, the road
23	project must meet all applicable construction standards,
24	subdivision requirements, and regulations of each county in which
25	the road project is located.
26	(c) If the state will maintain and operate the road, the
27	Texas Transportation Commission must approve the plans and

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l specifications of the road project.

<u>SUBCHAPTER C. BONDS AND OTHER OBLIGATIONS</u>
<u>Sec. 8442.101. AUTHORITY TO ISSUE BONDS AND OTHER</u>
OBLIGATIONS FOR ROAD PROJECTS. (a) The district may issue bonds or
<u>other obligations payable wholly or partly from ad valorem taxes,</u>
<u>impact fees, revenue, contract payments, grants, or other district</u>
<u>money, or any combination of those sources, to pay for a road</u>
<u>project authorized by Section 8442.053.</u>

9 (b) The district may not issue bonds payable from ad valorem 10 taxes to finance a road project unless the issuance is approved by a 11 vote of a two-thirds majority of the district voters voting at an 12 election held for that purpose.

13 (c) At the time of issuance, the total principal amount of 14 bonds or other obligations issued or incurred to finance road 15 projects and payable from ad valorem taxes may not exceed 16 one-fourth of the assessed value of the real property in the 17 district.

18 <u>Sec. 8442.102. TAXES FOR BONDS. At the time the district</u> 19 <u>issues bonds payable wholly or partly from ad valorem taxes, the</u> 20 <u>board shall provide for the annual imposition of a continuing</u> 21 <u>direct ad valorem tax, without limit as to rate or amount, while all</u> 22 <u>or part of the bonds are outstanding as required and in the manner</u> 23 <u>provided by Sections 54.601 and 54.602, Water Code.</u>

24 SECTION 2. The Harris County Municipal Utility District No. 25 171 retains all rights, powers, privileges, authorities, duties, 26 and functions that it had before the effective date of this Act. 27 SECTION 3. (a) The legislature validates and confirms all

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governmental acts and proceedings of the Harris County Municipal
 Utility District No. 171 that were taken before the effective date
 of this Act.

4 (b) This section does not apply to any matter that on the5 effective date of this Act:

6 (1) is involved in litigation if the litigation 7 ultimately results in the matter being held invalid by a final court 8 judgment; or

9 (2) has been held invalid by a final court judgment. SECTION 4. (a) The legal notice of the intention to 10 introduce this Act, setting forth the general substance of this 11 12 Act, has been published as provided by law, and the notice and a copy of this Act have been furnished to all persons, agencies, 13 14 officials, or entities to which they are required to be furnished 15 under Section 59, Article XVI, Texas Constitution, and Chapter 313, Government Code. 16

17 (b) The governor, one of the required recipients, has 18 submitted the notice and Act to the Texas Commission on 19 Environmental Quality.

The Texas Commission on Environmental Quality has filed 20 (c) its recommendations relating to this Act with the governor, the 21 lieutenant 22 governor, and the speaker of the house of 23 representatives within the required time.

(d) 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 are fulfilled
and accomplished.

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1 SECTION 5. This Act takes effect immediately if it receives 2 a vote of two-thirds of all the members elected to each house, as 3 provided by Section 39, Article III, Texas Constitution. If this 4 Act does not receive the vote necessary for immediate effect, this 5 Act takes effect September 1, 2013.