By: Ritter

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A BILL TO BE ENTITLED 1 AN ACT relating to the nonsubstantive revision of certain local laws 2 3 concerning special districts, including conforming amendments. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 ARTICLE 1. NONSUBSTANTIVE REVISION OF LOCAL LAWS 5 6 SECTION 1.01. Subtitle A, Title 3, Special District Local 7 Laws Code, is amended by adding Chapters 1075, 1076, 1087, 1096, 1107, 1109, 1110, 1112, 1113, 1114, 1115, 1116, and 1117 to read as 8 follows: 9 CHAPTER 1075. STAMFORD HOSPITAL DISTRICT 10 SUBCHAPTER A. GENERAL PROVISIONS 11 12 Sec. 1075.001. DEFINITIONS 13 Sec. 1075.002. AUTHORITY FOR CREATION 14 Sec. 1075.003. ESSENTIAL PUBLIC FUNCTION 15 Sec. 1075.004. DISTRICT TERRITORY Sec. 1075.005. DISTRICT SUPPORT AND MAINTENANCE NOT 16 17 STATE OBLIGATION Sec. 1075.006. RESTRICTION ON STATE FINANCIAL 18 ASSISTANCE 19 [Sections 1075.007-1075.050 reserved for expansion] 20 21 SUBCHAPTER B. DISTRICT ADMINISTRATION 22 Sec. 1075.051. BOARD ELECTION; TERM 23 Sec. 1075.052. NOTICE OF ELECTION 24 Sec. 1075.053. BALLOT PETITION

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         Sec. 1075.001. DEFINITIONS. In this chapter:
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              (1) "Board" means the board of directors of the
25 district.
               (2) "Director" means a member of the board.
26
               (3) "District" means the Stamford Hospital District.
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1 (New.)

2 Sec. 1075.002. AUTHORITY FOR CREATION. The Stamford 3 Hospital District is created under the authority of Section 9, 4 Article IX, Texas Constitution, and has the rights, powers, and 5 duties prescribed by this chapter. (Acts 59th Leg., R.S., Ch. 108, 6 Sec. 1 (part).)

Sec. 1075.003. ESSENTIAL PUBLIC FUNCTION. The district
performs an essential public function in carrying out the purposes
of this chapter. (Acts 59th Leg., R.S., Ch. 108, Sec. 8 (part).)

10 Sec. 1075.004. DISTRICT TERRITORY. The district is 11 composed of the territory described by Section 1a, Chapter 108, 12 Acts of the 59th Legislature, Regular Session, 1965, as amended by 13 Section 1, Chapter 563, Acts of the 63rd Legislature, Regular 14 Session, 1973. (New.)

15 Sec. 1075.005. DISTRICT SUPPORT AND MAINTENANCE NOT STATE 16 OBLIGATION. The support and maintenance of the district may not 17 become a charge against or obligation of this state. (Acts 59th 18 Leg., R.S., Ch. 108, Sec. 18 (part).)

Sec. 1075.006. RESTRICTION ON STATE FINANCIAL ASSISTANCE.
The legislature may not make a direct appropriation for the construction, maintenance, or improvement of a district facility.
(Acts 59th Leg., R.S., Ch. 108, Sec. 18 (part).)

[Sections 1075.007-1075.050 reserved for expansion]
 SUBCHAPTER B. DISTRICT ADMINISTRATION
 Sec. 1075.051. BOARD ELECTION; TERM. (a) The board
 consists of seven elected directors.

27 (b) Directors serve staggered two-year terms unless

four-year terms are established under Section 285.081, Health and
 Safety Code.

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3 (c) The election order must state the time, place, and 4 purpose of the election. (Acts 59th Leg., R.S., Ch. 108, Sec. 4 5 (part).)

6 Sec. 1075.052. NOTICE OF ELECTION. At least five days 7 before the date of a directors' election, notice of the election 8 must be published one time in a newspaper of general circulation in 9 the district. (Acts 59th Leg., R.S., Ch. 108, Sec. 4 (part).)

10 Sec. 1075.053. BALLOT PETITION. A person who wants to have 11 the person's name printed on the ballot as a candidate for director 12 must file with the board secretary a petition requesting that 13 action. The petition must be:

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(1) signed by at least 10 registered voters; and

15 (2) filed by the deadline imposed by Section 144.005,
16 Election Code. (Acts 59th Leg., R.S., Ch. 108, Sec. 4 (part).)

Sec. 1075.054. QUALIFICATIONS FOR OFFICE. To be eligible to hold office as a director, a person must be a resident property-owning taxpaying voter of the district. (Acts 59th Leg., R.S., Ch. 108, Sec. 4 (part).)

21 Sec. 1075.055. BOND; RECORD OF BOND AND OATH. (a) Each 22 director shall execute a good and sufficient bond for \$1,000 that 23 is:

24 (1) payable to the district; and

(2) conditioned on the faithful performance of the26 director's duties.

27 (b) Each director's bond and constitutional oath of office

1 shall be deposited with the district's depository bank for 2 safekeeping. (Acts 59th Leg., R.S., Ch. 108, Sec. 4 (part).)

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3 Sec. 1075.056. BOARD VACANCY. If a vacancy occurs in the 4 office of director, the remaining directors by majority vote shall 5 appoint a director for the unexpired term. (Acts 59th Leg., R.S., 6 Ch. 108, Sec. 4 (part).)

Sec. 1075.057. OFFICERS. (a) The board shall elect from among its members a president, vice president, secretary, and other officers as in the judgment of the board are necessary.

10 (b) The president is the chief executive officer of the 11 district and has the same right to vote as any other director.

(c) If the president is absent or fails and declines to act, the vice president shall perform the president's duties and exercise the president's powers under this chapter. (Acts 59th Leg., R.S., Ch. 108, Sec. 4 (part).)

16 Sec. 1075.058. COMPENSATION; EXPENSES. A director is not 17 entitled to compensation but is entitled to receive actual expenses 18 incurred in attending to district business on approval of the 19 expenses by the remainder of the board. (Acts 59th Leg., R.S., Ch. 20 108, Sec. 4 (part).)

21 Sec. 1075.059. DISTRICT ADMINISTRATOR; ASSISTANT 22 ADMINISTRATOR. (a) The board shall appoint a qualified person as 23 district administrator.

(b) The board may appoint an assistant administrator.
(c) The district administrator and assistant administrator
serve at the will of the board and shall receive the compensation
determined by the board.

H.B. No. 3281 (d) On assuming the duties of district administrator, the 1 administrator shall execute a bond payable to the district in an 2 3 amount set by the board of not less than \$10,000 that: 4 (1)is conditioned on the administrator performing the 5 administrator's duties; and 6 (2) contains any other condition the board requires. 7 (Acts 59th Leg., R.S., Ch. 108, Sec. 5 (part).) Sec. 1075.060. GENERAL DUTIES OF DISTRICT ADMINISTRATOR. 8 Subject to any limitations prescribed by the board, the district 9 administrator shall: 10 supervise the work and activities of the district; 11 (1)12 and (2) direct the affairs of the district. (Acts 59th 13 14 Leg., R.S., Ch. 108, Sec. 5 (part).) Sec. 1075.061. EMPLOYEES. 15 The board may employ any doctors, technicians, nurses, and other employees as considered 16 17 necessary for the efficient operation of the district or may provide that the district administrator has the authority to employ 18 those persons. (Acts 59th Leg., R.S., Ch. 108, Sec. 5 (part).) 19 20 Sec. 1075.062. RETIREMENT PROGRAM. The board may enter 21 into any contract or agreement with this state or the federal government as required to establish or continue a retirement 22 program for the benefit of the district's employees. (Acts 59th 23 24 Leg., R.S., Ch. 108, Sec. 5 (part).) 25 [Sections 1075.063-1075.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 26

27 Sec. 1075.101. DISTRICT RESPONSIBILITY. The district has

1 full responsibility for:

(1) operating all hospital facilities for providing
medical and hospital care of indigent persons in the district; and
(2) providing medical and hospital care for the
district's needy inhabitants. (Acts 59th Leg., R.S., Ch. 108,
Secs. 2 (part), 17 (part).)

7 Sec. 1075.102. RESTRICTION ON POLITICAL SUBDIVISION 8 TAXATION AND DEBT. A political subdivision located within the 9 district may not impose a tax or issue bonds or other obligations 10 for hospital purposes or for medical treatment of indigent persons 11 in the district. (Acts 59th Leg., R.S., Ch. 108, Sec. 17 (part).)

Sec. 1075.103. MANAGEMENT, CONTROL, AND ADMINISTRATION.
The board shall manage, control, and administer the district's
hospitals and hospital system. (Acts 59th Leg., R.S., Ch. 108, Sec.
5 (part).)

16 Sec. 1075.104. HOSPITAL SYSTEM. The district shall provide 17 for:

18 (1) the establishment of a hospital or hospital system19 by:

(A) purchasing, constructing, acquiring,
 repairing, or renovating buildings and improvements; and

(B) equipping the buildings and improvements;and

(2) the administration of the hospital or hospital
system for hospital purposes. (Acts 59th Leg., R.S., Ch. 108, Sec. 2
(part).)

27 Sec. 1075.105. RULES. The board may adopt rules for the

H.B. No. 3281 operation of the district and as required to administer this 1 chapter. (Acts 59th Leg., R.S., Ch. 108, Secs. 5 (part), 9 (part).) 2 Sec. 1075.106. PURCHASING AND ACCOUNTING. 3 The board may prescribe: 4 5 (1) the method and manner of making purchases and 6 expenditures by and for the district; and 7 (2) all accounting and control procedures. (Acts 59th Leq., R.S., Ch. 108, Sec. 9 (part).) 8 9 Sec. 1075.107. RATES AND CHARGES. The board shall 10 prescribe the rates and charges for: (1) services; 11 12 (2) supplies; and the use of hospital facilities. (Acts 59th Leg., 13 (3) 14 R.S., Ch. 108, Sec. 14 (part).) 15 Sec. 1075.108. EMINENT DOMAIN. (a) The district may 16 exercise the power of eminent domain to acquire a fee simple or 17 other interest in any type of property located in district territory if the interest is necessary or convenient to a power, 18 19 right, or privilege conferred by this chapter. (b) The district must exercise the power of eminent domain 20 in the manner provided by Chapter 21, Property Code. (Acts 59th 21 Leg., R.S., Ch. 108, Sec. 12.) 22 Sec. 1075.109. GIFTS AND ENDOWMENTS. The board may accept 23 24 for the district a gift or endowment to be held in trust and administered by the board for the purposes and under 25 the 26 directions, limitations, or other provisions prescribed in writing by the donor that are not inconsistent with the proper management 27

1 and objectives of the district. (Acts 59th Leg., R.S., Ch. 108, 2 Sec. 15.)

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3 Sec. 1075.110. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR
4 CARE AND TREATMENT. The board may contract with:

5 (1) any county or municipality located outside the 6 district for the care and treatment of a sick or injured person of 7 that county or municipality; and

8 (2) this state or a federal agency for the treatment of 9 a sick or injured person for whom this state or the federal 10 government is responsible. (Acts 59th Leg., R.S., Ch. 108, Sec. 5 11 (part).)

12 Sec. 1075.111. PAYMENT FOR TREATMENT; PROCEDURES. (a) 13 When a patient who resides in the district is admitted to a district 14 facility, the district administrator shall have an inquiry made 15 into the circumstances of:

16

(1) the patient; and

17 (2) the patient's relatives legally liable for the18 patient's support.

(b) If the district administrator determines that the 20 patient or those relatives cannot pay for all or part of the 21 patient's care and treatment in the hospital, the amount that 22 cannot be paid becomes a charge against the district.

(c) If the district administrator determines that the patient or those relatives can pay for all or part of the patient's care and treatment, the patient or those relatives shall be ordered to pay the district a specified amount each week for the patient's support. The amount ordered must be proportionate to their

1 financial ability and may not exceed the actual per capita cost of 2 maintenance.

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3 (d) The district administrator may collect the amount from 4 the patient's estate, or from those relatives legally liable for 5 the patient's support, in the manner provided by law for the 6 collection of expenses of the last illness of a deceased person.

7 (e) If there is a dispute as to the ability to pay, or doubt 8 in the mind of the district administrator, the board shall hold a 9 hearing and, after calling witnesses, shall:

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(1) resolve the dispute or doubt; and

11 (2) issue any appropriate orders. (Acts 59th Leg.,
12 R.S., Ch. 108, Sec. 14 (part).)

Sec. 1075.112. AUTHORITY TO SUE AND BE SUED. The district, through the board, may sue and be sued. (Acts 59th Leg., R.S., Ch. 15 108, Sec. 5 (part).)

16 [Sections 1075.113-1075.150 reserved for expansion]
 17 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
 18 Sec. 1075.151. BUDGET. (a) The district administrator

19 shall prepare for approval by the board an annual budget that 20 corresponds to the district's fiscal year.

(b) Not later than August 31 of each year, the board shall publish notice of a public hearing on the proposed budget. The notice must be published in a newspaper of general circulation in the district one time at least 10 days before the date of the hearing. (Acts 59th Leg., R.S., Ch. 108, Secs. 6 (part), 16.)

26 Sec. 1075.152. FISCAL YEAR. The district shall operate on a 27 fiscal year that begins on October 1 and ends on September 30.

1 (Acts 59th Leg., R.S., Ch. 108, Sec. 6 (part).)

Sec. 1075.153. AUDIT. (a) The district shall have an audit
made of the district's financial condition.

4 (b) The audit shall be open to inspection at all times at the
5 district's principal office. (Acts 59th Leg., R.S., Ch. 108, Sec. 6
6 (part).)

Sec. 1075.154. FINANCIAL REPORT. As soon as practicable after the close of each fiscal year, the district administrator shall prepare for the board:

10 (1) a complete sworn statement of all district money; 11 and

12 (2) a complete account of the disbursements of that
13 money. (Acts 59th Leg., R.S., Ch. 108, Sec. 6 (part).)

14 Sec. 1075.155. DEPOSITORY. (a) The board shall select one 15 or more banks in the district to serve as a depository for district 16 money.

(b) All district money shall be immediately deposited on receipt with a depository bank, except that sufficient money must be remitted to an appropriate bank to pay the principal of and interest on the district's outstanding bonds on or before the maturity date of the principal and interest.

(c) To the extent that money in a depository bank is not insured by the Federal Deposit Insurance Corporation, the money must be secured in the manner provided by law for the security of county funds.

26 (d) Membership on the district's board of an officer or27 director of a bank does not disqualify the bank from being

H.B. No. 3281 1 designated as depository. (Acts 59th Leg., R.S., Ch. 108, Sec. 10.) Sec. 1075.156. AUTHORITY TO BORROW MONEY; SECURITY. 2 (a) The board may borrow money from a federally insured lending 3 institution or make other financial arrangements for district 4 5 operating expenses or other authorized obligations. The board may borrow money in an amount and subject to a 6 (b) 7 rate of interest and other terms the board finds appropriate. To secure a loan, the board may pledge: 8 (c) 9 (1)district revenue that is not pledged to pay the 10 district's bonded indebtedness; or property acquired with borrowed money that is not 11 (2) pledged to pay the district's bonded indebtedness. 12 A loan for which district revenue is pledged must mature 13 (d) 14 not later than the fifth anniversary of the date the loan is made. 15 (e) The district must provide for the payment of all district debts and obligations before dissolution. 16 (Acts 59th Leg., R.S., Ch. 108, Sec. 17a, as added Acts 74th Leg., R.S., Ch. 17 52, Sec. 1, and amended Acts 76th Leg., R.S., Ch. 1566, Sec. 1.) 18 [Sections 1075.157-1075.200 reserved for expansion] 19 SUBCHAPTER E. BONDS 20 GENERAL OBLIGATION BONDS. (a) The board may Sec. 1075.201. 21 issue and sell general obligation bonds in the name and on the faith 22 23 and credit of the district for any purpose related to the purchase, 24 construction, acquisition, repair, or renovation of buildings and improvements, and equipping buildings and improvements for a 25 26 hospital and the hospital system, as determined by the board. 27 (b) The board shall issue the bonds in compliance with the

1 applicable provisions of Subtitles A and C, Title 9, Government 2 Code. (Acts 59th Leg., R.S., Ch. 108, Sec. 7 (part).)

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3 Sec. 1075.202. TAX TO PAY GENERAL OBLIGATION BONDS. (a) At 4 the time general obligation bonds are issued by the district, the 5 board shall impose an ad valorem tax at a rate sufficient to create 6 an interest and sinking fund and to pay the principal of and 7 interest on the bonds as the bonds mature.

8 (b) The tax required by this section together with any other 9 ad valorem tax the district imposes may not in any year exceed 75 10 cents on each \$100 valuation of taxable property in the district. 11 (Acts 59th Leg., R.S., Ch. 108, Sec. 7 (part).)

Sec. 1075.203. GENERAL OBLIGATION BOND ELECTION. (a) The district may issue general obligation bonds only if the bonds are authorized by a majority of the district voters voting at an election held for that purpose.

(b) The board shall call the election. The election must beheld in accordance with Chapter 1251, Government Code.

18 (c) The bond election order must specify:

19 (1) the date of the election;

20 (2) the location of the polling places;

21 (3) the presiding election officers;

22 (4) the amount of the bonds to be authorized;

23 (5) the maximum maturity of the bonds; and

24 (6) the maximum interest rate of the bonds. (Acts 59th
25 Leg., R.S., Ch. 108, Sec. 7 (part).)

26 Sec. 1075.204. EXECUTION OF GENERAL OBLIGATION BONDS. The 27 board president shall execute the general obligation bonds in the

1 district's name, and the board secretary shall attest the bonds as 2 provided by Chapter 618, Government Code. (Acts 59th Leg., R.S., 3 Ch. 108, Sec. 7 (part).)

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Sec. 1075.205. REFUNDING BONDS. (a) District refunding
bonds may, without an election, be issued to refund any bonds or
other refundable indebtedness issued by the district.

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(b) A refunding bond may be:

8 (1) sold, with the proceeds of the refunding bond 9 applied to the payment of the outstanding bonds or other refundable 10 indebtedness; or

(2) exchanged wholly or partly for not less than a similar principal amount of the outstanding bonds or other refundable indebtedness. (Acts 59th Leg., R.S., Ch. 108, Sec. 7 (part).)

Sec. 1075.206. BONDS EXEMPT FROM TAXATION. The following are exempt from taxation by this state or a political subdivision of this state:

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bonds issued by the district;

(2) the transfer and issuance of the bonds; and

(3) any profits made in the sale of the bonds. (Acts
59th Leg., R.S., Ch. 108, Sec. 8 (part).)

[Sections 1075.207-1075.250 reserved for expansion]
 SUBCHAPTER F. TAXES
 Sec. 1075.251. IMPOSITION OF AD VALOREM TAX. (a) The board

25 may impose a tax on all taxable property in the district subject to 26 district taxation.

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(b) The tax may be used to meet the requirements of district

H.B. No. 3281 1 bonds and for the district's maintenance and operating expenses. (Acts 59th Leg., R.S., Ch. 108, Sec. 3a (part).) 2 Sec. 1075.252. TAX RATE. The district may impose the tax at 3 a rate not to exceed 75 cents on each \$100 valuation of taxable 4 5 property in the district. (Acts 59th Leg., R.S., Ch. 108, Sec. 3a (part).) 6 CHAPTER 1076. STARR COUNTY HOSPITAL DISTRICT 7 8 OF STARR COUNTY, TEXAS 9 SUBCHAPTER A. GENERAL PROVISIONS Sec. 1076.001. DEFINITIONS 10 11 Sec. 1076.002. AUTHORITY FOR CREATION 12 Sec. 1076.003. POLITICAL SUBDIVISION Sec. 1076.004. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 13 Sec. 1076.005. DISTRICT TERRITORY 14 15 [Sections 1076.006-1076.050 reserved for expansion] 16 SUBCHAPTER B. DISTRICT ADMINISTRATION 17 Sec. 1076.051. BOARD ELECTION; TERM Sec. 1076.052. NOTICE OF ELECTION 18 Sec. 1076.053. QUALIFICATIONS FOR OFFICE 19 20 Sec. 1076.054. BOND 21 Sec. 1076.055. BOARD VACANCY 22 Sec. 1076.056. OFFICERS; DUTIES; ABSENCE OF PRESIDENT 23 OR SECRETARY 24 Sec. 1076.057. COMPENSATION; EXPENSES 25 Sec. 1076.058. DISTRICT ADMINISTRATOR; ASSISTANT 26 ADMINISTRATOR

1 Sec. 1076.059. GENERAL DUTIES OF DISTRICT 2 ADMINISTRATOR Sec. 1076.060. APPOINTMENT AND REMOVAL OF MEDICAL 3 4 STAFF AND EMPLOYEES 5 Sec. 1076.061. RECRUITMENT OF MEDICAL STAFF AND 6 EMPLOYEES Sec. 1076.062. HEALTH CARE EDUCATIONAL PROGRAMS 7 Sec. 1076.063. RETIREMENT BENEFITS 8 [Sections 1076.064-1076.100 reserved for expansion] 9 SUBCHAPTER C. POWERS AND DUTIES 10 11 Sec. 1076.101. DISTRICT RESPONSIBILITY 12 Sec. 1076.102. MANAGEMENT, CONTROL, AND ADMINISTRATION 13 Sec. 1076.103. HOSPITAL SYSTEM 14 Sec. 1076.104. RULES 15 Sec. 1076.105. PURCHASING AND ACCOUNTING 16 Sec. 1076.106. DISTRICT PROPERTY, FACILITIES, AND 17 EQUIPMENT 18 Sec. 1076.107. EMINENT DOMAIN 19 Sec. 1076.108. GIFTS, GRANTS, AND ENDOWMENTS 20 Sec. 1076.109. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR CARE AND TREATMENT 21 22 Sec. 1076.110. CONTRACTS FOR SERVICES 23 Sec. 1076.111. PROVISION OF CERTAIN HEALTH SERVICES 24 Sec. 1076.112. PAYMENT FOR TREATMENT; PROCEDURES 25 Sec. 1076.113. NONPROFIT CORPORATION 26 [Sections 1076.114-1076.150 reserved for expansion]

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4	Sec.	1076.153.	FISCAL YEAR	
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1 Sec. 1076.252. TAX RATE 2 Sec. 1076.253. TAX ASSESSOR-COLLECTOR [Sections 1076.254-1076.300 reserved for expansion] 3 4 SUBCHAPTER G. DISSOLUTION 5 Sec. 1076.301. DISSOLUTION; ELECTION 6 Sec. 1076.302. NOTICE OF ELECTION 7 Sec. 1076.303. BALLOT 8 Sec. 1076.304. ELECTION RESULTS Sec. 1076.305. TRANSFER OR ADMINISTRATION OF ASSETS 9 Sec. 1076.306. IMPOSITION OF TAX AND RETURN OF SURPLUS 10 TAXES 11 Sec. 1076.307. REPORT; DISSOLUTION ORDER 12 CHAPTER 1076. STARR COUNTY HOSPITAL DISTRICT 13 14 OF STARR COUNTY, TEXAS 15 SUBCHAPTER A. GENERAL PROVISIONS Sec. 1076.001. DEFINITIONS. In this chapter: 16 17 (1) "Board" means the board of trustees of the district. 18 (2) "District" means the Starr County Hospital 19 20 District of Starr County, Texas. (3) "Trustee" means a member of the board. (Acts 63rd 21 Leg., R.S., Ch. 118, Sec. 1 (part); New.) 22 Sec. 1076.002. AUTHORITY FOR CREATION. The Starr County 23 24 Hospital District of Starr County, Texas, is created under the authority of Section 9, Article IX, Texas Constitution. (Acts 63rd 25 26 Leg., R.S., Ch. 118, Sec. 1 (part).) Sec. 1076.003. POLITICAL SUBDIVISION. The district is a 27

1 political subdivision of this state. (Acts 63rd Leg., R.S., Ch. 2 118, Sec. 12 (part).)

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3 Sec. 1076.004. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 4 The accomplishment of the purposes stated in this chapter is for the 5 benefit of the people of this state and for the improvement of their 6 property and industries.

7 (b) The district is a governmental agency performing an 8 essential public function under the constitution in carrying out 9 the purposes of this chapter. (Acts 63rd Leg., R.S., Ch. 118, Secs. 10 12 (part), 13 (part).)

Sec. 1076.005. DISTRICT TERRITORY. The boundaries of the district are coextensive with the boundaries of Starr County, Texas, including all "cut over" or "banco" land on the north side of the Rio Grande River. (Acts 63rd Leg., R.S., Ch. 118, Sec. 1 (part).)

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[Sections 1076.006-1076.050 reserved for expansion]

SUBCHAPTER B. DISTRICT ADMINISTRATION

Sec. 1076.051. BOARD ELECTION; TERM. (a) A board of five trustees shall exercise the powers of the district.

20 (b) One trustee is elected from each commissioners precinct 21 and one trustee is elected from the district at large by a majority 22 of district voters.

(c) Unless four-year terms are established under Section
24 285.081, Health and Safety Code:

25 (1) trustees serve two-year terms;

(2) trustees who represent odd-numbered precincts and
the trustee elected at large are elected in odd-numbered years;

H.B. No. 3281 1 (3) trustees who represent even-numbered precincts are elected in even-numbered years; and 2 3 (4) a trustee's election shall be held each year on the May uniform election date prescribed by Section 41.001, Election 4 5 Code, or another date authorized by law. (Acts 63rd Leg., R.S., Ch. 118, Secs. 4(a) (part), (c) (part).) 6 Sec. 1076.052. NOTICE OF ELECTION. 7 Notice of a trustees' 8 election shall be published in a newspaper of general circulation in the district in accordance with Section 4.003, Election Code. 9 10 (Acts 63rd Leg., R.S., Ch. 118, Sec. 4(c) (part).) Sec. 1076.053. QUALIFICATIONS FOR OFFICE. To qualify for 11 12 election as a trustee, a person must: 13 (1) be at least 18 years of age; 14 (2) have been a resident of the district for at least 15 two years; (3) have been a resident of the commissioners precinct 16 17 from which the person is to be elected for at least two years, unless the person is running at large; and 18 19 (4) be a qualified voter. (Acts 63rd Leg., R.S., Ch. 118, Sec. 4(a) (part).) 20 Sec. 1076.054. BOND. (a) Each trustee shall execute a good 21 and sufficient commercial bond for \$1,000 that is: 22 23 (1) payable to the district; and 24 (2) conditioned on the faithful performance of the trustee's duties. 25 26 (b) The district may pay for a trustee's bond with district money. (Acts 63rd Leg., R.S., Ch. 118, Sec. 4(a) (part).) 27

Sec. 1076.055. BOARD VACANCY. If a vacancy occurs on the board, the majority of remaining trustees shall appoint a trustee for the unexpired term. (Acts 63rd Leg., R.S., Ch. 118, Sec. 4(c) (part).)

5 Sec. 1076.056. OFFICERS; DUTIES; ABSENCE OF PRESIDENT OR 6 SECRETARY. (a) The board shall elect from among its members a 7 president, vice president, and secretary, and other officers as in 8 the judgment of the board are necessary.

9 (b) The president shall preside over district meetings and 10 has the same right to vote as any other trustee.

11 (c) If the president is absent or fails or declines to act, 12 the vice president shall perform the president's duties and 13 exercise the president's powers under this chapter.

14 (d) The secretary:

(1) shall keep and sign the minutes of the boardmeetings; and

17 (2) is the custodian of the district's minutes and18 records.

(e) If the secretary is absent from a board meeting, theboard shall name a secretary pro tem for the meeting who may:

(1) exercise all the duties and powers of thesecretary for the meeting; and

23 (2) sign the minutes of the meeting. (Acts 63rd Leg.,
24 R.S., Ch. 118, Sec. 4(d).)

25 Sec. 1076.057. COMPENSATION; EXPENSES. A trustee serves 26 without compensation but may be reimbursed for actual expenses 27 incurred in the performance of official duties on approval of the

1 expenses by the board. (Acts 63rd Leg., R.S., Ch. 118, Sec. 4(a)
2 (part).)

3 Sec. 1076.058. DISTRICT ADMINISTRATOR; ASSISTANT
4 ADMINISTRATOR. (a) The board may appoint a qualified person as
5 district administrator.

6

(b) The board may appoint an assistant administrator.

7 (c) The district administrator and any assistant 8 administrator serve at the will of the board and shall receive the 9 compensation determined by the board.

10 (d) On assuming the duties of district administrator, the 11 administrator shall execute a bond payable to the district in an 12 amount set by the board that:

13 (1) is conditioned on the administrator performing the14 administrator's duties; and

15

(2) contains other conditions the board may require.

16 (e) On assuming the duties of assistant administrator, the 17 assistant administrator shall execute a bond payable to the 18 district in an amount set by the board that:

19 (1) is conditioned on the assistant administrator20 performing the assistant administrator's duties; and

(2) contains other conditions the board may require.
(Acts 63rd Leg., R.S., Ch. 118, Sec. 5(b) (part).)

23 Sec. 1076.059. GENERAL DUTIES OF DISTRICT ADMINISTRATOR. 24 Subject to the limitations prescribed by the board, the district 25 administrator shall:

26 (1) supervise the work and activities of the district;27 and

H.B. No. 3281 direct the affairs of the district. (Acts 63rd 1 (2) Leg., R.S., Ch. 118, Sec. 5(b) (part).) 2

Sec. 1076.060. APPOINTMENT AND REMOVAL OF MEDICAL STAFF AND 3 EMPLOYEES. (a) The board may appoint any doctors to its medical 4 5 staff and employ any technicians, nurses, and other employees as considered necessary for the efficient operation of the district or 6 may provide that the district administrator has the authority to 7 8 employ those persons.

9 The board may make temporary appointments the board (b) 10 considers necessary.

(c) The board may, after due process, remove from the 11 medical staff any doctor whose removal the board considers 12 necessary for the efficient operation of the district. (Acts 63rd 13 14 Leg., R.S., Ch. 118, Sec. 5(c).)

15 Sec. 1076.061. RECRUITMENT OF MEDICAL STAFF AND EMPLOYEES. The board may use district money, enter into agreements, and take 16 17 other necessary action to recruit or otherwise obtain physicians and other personnel for the district's medical staff or for 18 employment with the district, including: 19

advertising and marketing; 20 (1)

(2)

21

2.2

paying travel and relocation expenses; (3)

23 (4) providing a guarantee, subsidy, loan, or 24 scholarship;

paying recruitment expenses;

25 (5) sharing personnel; and

26 (6) authorizing a physician to use space in a district 27 facility or providing a rent subsidy to a physician. (Acts 63rd

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1 Leg., R.S., Ch. 118, Sec. 4(e).)
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Sec. 1076.062. HEALTH CARE EDUCATIONAL PROGRAMS. The board may use district money, enter into agreements, and take other necessary action to conduct, participate in, or assist health care educational programs for the public and for current or potential medical staff members or employees. (Acts 63rd Leg., R.S., Ch. 118, Sec. 4(f).)

8 Sec. 1076.063. RETIREMENT BENEFITS. The board may provide 9 retirement benefits for district employees by:

10 (1) establishing or administering a retirement 11 program; or

12 (2) participating in:

13 (A) the Texas County and District Retirement14 System; or

(B) another statewide retirement system in which
the district is eligible to participate. (Acts 63rd Leg., R.S., Ch.
118, Sec. 5(e).)

18 [Sections 1076.064-1076.100 reserved for expansion]
19 SUBCHAPTER C. POWERS AND DUTIES

20 Sec. 1076.101. DISTRICT RESPONSIBILITY. The district shall 21 provide medical and hospital care for the district's needy 22 inhabitants. (Acts 63rd Leg., R.S., Ch. 118, Sec. 2 (part).)

Sec. 1076.102. MANAGEMENT, CONTROL, AND ADMINISTRATION.
(a) The district has authority to operate hospital facilities.

(b) The board shall manage, control, and administer the district's hospital and hospital system and carry out the functions of the district. (Acts 63rd Leg., R.S., Ch. 118, Secs. 2 (part),

H.B. No. 3281 1 5(a) (part).) Sec. 1076.103. HOSPITAL SYSTEM. The district shall provide 2 3 for: 4 (1) the establishment of a hospital or hospital system 5 in the district to provide medical and hospital care and treatment and related services to district residents by: 6 7 constructing, (A) purchasing, acquiring, 8 repairing, or renovating buildings, facilities, and improvements; and 9 10 (B) equipping the buildings, facilities, and 11 improvements for hospital purposes; and the operation, maintenance, and administration of 12 (2) the hospital or hospital system for hospital purposes. (Acts 63rd 13 14 Leg., R.S., Ch. 118, Sec. 2 (part).) Sec. 1076.104. RULES. The board may adopt rules for the 15 operation of the district. (Acts 63rd Leg., R.S., Ch. 118, Sec. 5(a) 16 17 (part).) Sec. 1076.105. PURCHASING AND ACCOUNTING. The board may 18 19 prescribe: 20 (1) the method and manner of making purchases and expenditures by and for the district; and 21 all accounting and control procedures. (Acts 63rd 22 (2) Leg., R.S., Ch. 118, Sec. 5(f).) 23 24 Sec. 1076.106. DISTRICT PROPERTY, FACILITIES, AND 25 EQUIPMENT. (a) The board shall determine: 26 (1) the type, number, and location of buildings 27 required to maintain an adequate hospital system; and

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2

(2) the type of equipment necessary for hospital care.(b) The board may:

3 (1) acquire property, including facilities and4 equipment, for the district for use in the hospital system;

5 (2) mortgage or pledge the property as security for
6 the payment of the purchase price;

7

(3) lease hospital facilities for the district; and

8 (4) sell or otherwise dispose of property, including 9 facilities or equipment, for the district. (Acts 63rd Leg., R.S., 10 Ch. 118, Sec. 5(j).)

11 Sec. 1076.107. EMINENT DOMAIN. (a) The district may 12 exercise the power of eminent domain to acquire a fee simple or 13 other interest in any type of property, real, personal, or mixed, 14 located in district territory, if the interest is necessary or 15 convenient for the district to exercise a right, power, privilege, 16 or function conferred on the district by this chapter.

(b) The district must exercise the power of eminent domain in the manner provided by Chapter 21, Property Code, except the district is not required to deposit in the trial court money or a bond as provided by Section 21.021(a), Property Code.

(c) In a condemnation proceeding brought by the district,the district is not required to:

(1) pay in advance or provide a bond for the issuanceof a temporary restraining order or a temporary injunction; or

(2) provide a bond for costs or a supersedeas bond on
an appeal or petition for review. (Acts 63rd Leg., R.S., Ch. 118,
Sec. 6.)

Sec. 1076.108. GIFTS, GRANTS, AND ENDOWMENTS. The board may accept for the district a gift, grant, or endowment to be held in trust and administered by the board for the purposes and under the directions, limitations, or other provisions prescribed in writing by the donor that are not inconsistent with the proper management and objectives of the district. (Acts 63rd Leg., R.S., Ch. 118, Sec. 11.)

8 Sec. 1076.109. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR 9 CARE AND TREATMENT. The board may contract with this state or a 10 federal agency for the treatment of a sick or injured person for 11 whom this state or the federal government is responsible. (Acts 12 63rd Leg., R.S., Ch. 118, Sec. 5(d).)

13 Sec. 1076.110. CONTRACTS FOR SERVICES. (a) The board may 14 contract with any person to obtain or supply the facilities and 15 services the board considers necessary for the efficient operation 16 of the district.

(b) The board may contract with a public or private hospital, a political subdivision of this state, or a state or federal agency for the district to provide a mobile emergency medical service or to provide for the investigatory or welfare needs of district inhabitants. (Acts 63rd Leg., R.S., Ch. 118, Secs. 5(h), (i).)

23 Sec. 1076.111. PROVISION OF CERTAIN HEALTH SERVICES. The 24 district may operate or provide for:

(1) the operation of a mobile emergency medical or airambulance service;

27

(2) home health services, long-term care, skilled

nursing care, intermediate nursing care, or hospice care; and
 (3) any other reasonable or appropriate medical care
 or medical service. (Acts 63rd Leg., R.S., Ch. 118, Sec. 2 (part).)

Sec. 1076.112. PAYMENT FOR TREATMENT; PROCEDURES. (a) When a patient who resides in the district is admitted to a district facility, the board or district administrator shall have an inquiry made into the circumstances of:

8

(1) the patient; and

9 (2) the patient's relatives legally liable for the 10 patient's support.

(b) If the board or district administrator determines that the patient or those relatives cannot pay for all or part of the patient's care and treatment in the hospital, the amount that cannot be paid becomes a charge against the district.

(c) If the board or district administrator determines that the patient or those relatives are liable to pay for all or part of the patient's care and treatment, the patient or those relatives shall be ordered to pay the district a specified amount each week for the patient's care. The amount ordered must be proportionate to their financial ability and may not exceed the usual and customary charges for services.

(d) The board or district administrator may collect the
amount from the patient's estate, or from any relative legally
liable for the patient's support, in the manner provided by law for
the collection of expenses of the last illness of a deceased person.
(e) If there is a dispute as to the ability to pay between
any party and the board or district administrator, the county court

1 shall hold a hearing and, after calling witnesses, shall:

2

(1) resolve the dispute; and

3

(2) issue any appropriate orders.

4 (f) Either party to the dispute may appeal the order to the 5 district court. (Acts 63rd Leg., R.S., Ch. 118, Sec. 9.)

6 Sec. 1076.113. NONPROFIT CORPORATION. (a) The district 7 may create and sponsor a nonprofit corporation under the Business 8 Organizations Code and may contribute money to or solicit money for 9 the corporation.

10 (b) The corporation may use money contributed by the 11 district only to provide health care or other services the district 12 is authorized to provide under this chapter.

13 (c) The corporation may enter into a joint venture with any 14 public or private entity or individual to provide health care or 15 other services the district is authorized to provide under this 16 chapter.

17 (d) The corporation may invest the corporation's money in 18 any manner in which the district may invest the district's money, 19 including investing money as authorized by Chapter 2256, Government 20 Code.

(e) The board shall establish controls to ensure that the
corporation uses its money as required by this section. (Acts 63rd
Leg., R.S., Ch. 118, Sec. 5A.)

24 [Sections 1076.114-1076.150 reserved for expansion] 25 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 26 Sec. 1076.151. BUDGET. The board shall prepare a budget 27 that includes:

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proposed expenditures and disbursements;

2 (2) estimated receipts and collections for the next3 fiscal year; and

4 (3) the amount of taxes required to be imposed to meet
5 the proposed budget. (Acts 63rd Leg., R.S., Ch. 118, Sec. 5(g)
6 (part).)

Sec. 1076.152. PROPOSED BUDGET: NOTICE AND HEARING. (a) The8 board shall hold a public hearing on the proposed budget.

9 (b) Notice of the hearing must be published at least once in 10 a newspaper of general circulation in the district not later than 11 the 10th day before the date of the hearing.

12 (c) Any district resident is entitled to:

13

(1) appear at the hearing; and

14 (2) be heard regarding any item in the proposed
15 budget. (Acts 63rd Leg., R.S., Ch. 118, Sec. 5(g) (part).)

16 Sec. 1076.153. FISCAL YEAR. (a) The board shall establish 17 the district fiscal year.

18 (b) The fiscal year may not be changed:

19 (1) during a period that revenue bonds of the district20 are outstanding; or

(2) more than once in a 24-month period. (Acts 63rd
 Leg., R.S., Ch. 118, Sec. 5(g) (part).)

Sec. 1076.154. ANNUAL AUDIT. As soon as practicable after the close of each fiscal year, the board shall have an annual audit made of the district's books and records by an independent public accountant. (Acts 63rd Leg., R.S., Ch. 118, Sec. 5(g) (part).) Sec. 1076.155. FINANCIAL REPORT. (a) As soon as

H.B. No. 3281 practicable after the close of each fiscal year, the district 1 administrator shall prepare a report that includes: 2 3 (1) a complete sworn statement of all district money; 4 (2) a complete account of the disbursements of that 5 money during the previous fiscal year; and 6 (3) the details of district operation during the 7 previous fiscal year. 8 (b) The district administrator shall make the report to the board. (Acts 63rd Leg., R.S., Ch. 118, Sec. 5(g) (part).) 9 Sec. 1076.156. PROJECTS 10 AND PURCHASES EXEMPT FROM ASSESSMENT OR TAXATION. The district is not required to pay a tax 11 12 or assessment on: (1) a district project or any part of the project; or 13 14 (2) a district purchase. (Acts 63rd Leg., R.S., Ch. 15 118, Sec. 13 (part).) Sec. 1076.157. DEPOSITORY. (a) The board shall select one 16 17 or more banks in this state to act as a depository of bond proceeds or of revenue derived from the operation of district facilities. 18 19 (b) The depository shall, as determined by the board: furnish indemnity bonds; 20 (1)21 (2) pledge securities; or meet any other requirement. 22 (3) 23 Membership on the district's board of an officer or (c) 24 director of a bank does not disqualify the bank from being selected as depository. (Acts 63rd Leg., R.S., Ch. 118, Sec. 8.) 25 Sec. 1076.158. AUTHORITY TO BORROW MONEY; SECURITY. 26 (a) 27 The board may borrow money at a rate not to exceed the maximum

1 annual percentage rate allowed by law for district obligations at the time the loan is made. 2

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To secure a loan, the board may pledge: (1) district revenue that is not pledged to pay the 4 5 district's bonded indebtedness;

(2) a district tax to be imposed by the district during 6 7 the 12-month period following the date of the pledge that is not 8 pledged to pay the principal of or interest on district bonds; or

9 (3) a district bond that has been authorized but not sold. 10

A loan for which taxes or bonds are pledged must mature 11 (c) 12 not later than the first anniversary of the date the loan is made. A 13 loan for which district revenue is pledged must mature not later than the fifth anniversary of the date the loan is made. (Acts 63rd 14 Leg., R.S., Ch. 118, Sec. 5B.) 15

Sec. 1076.159. INVESTMENT OF DISTRICT MONEY. (a) 16 The law 17 applicable to municipalities with respect to security for and investment of money governs, as applicable, the investment of 18 19 district money. The bond order, resolution, or trust indenture may further restrict the investment. 20

21 (b) To the extent authorized in the bond order, resolution, or trust indenture and until the money is needed, the district may 22 invest the proceeds of district bonds in direct obligations of or 23 obligations unconditionally guaranteed by the United States. (Acts 24 63rd Leg., R.S., Ch. 118, Sec. 15.) 25

26

3

(b)

[Sections 1076.160-1076.200 reserved for expansion]

1

SUBCHAPTER E. BONDS

2 Sec. 1076.201. GENERAL OBLIGATION BONDS. The board may 3 issue and sell general obligation bonds in the name and on the faith and credit of the district for the purchase, construction, 4 5 acquisition, repair, or renovation of buildings and improvements and equipping the buildings and improvements for district purposes 6 or any combination of those purposes. (Acts 63rd Leg., R.S., Ch. 7 8 118, Sec. 7(a) (part).)

9 Sec. 1076.202. TAX TO PAY GENERAL OBLIGATION BONDS. (a) At 10 the time general obligation bonds are issued by the district, the 11 board shall impose an ad valorem tax at a rate sufficient to create 12 an interest and sinking fund to pay the principal of and interest on 13 the bonds as the bonds mature.

(b) The tax required by this section together with any other ad valorem tax the district imposes may not in any year exceed 75 cents on each \$100 valuation of all taxable property in the district. (Acts 63rd Leg., R.S., Ch. 118, Secs. 7(a) (part), 12 (part).)

19 Sec. 1076.203. GENERAL OBLIGATION BOND ELECTION. (a) The 20 district may issue general obligation bonds or other bonds secured 21 wholly or partly by an ad valorem tax, other than refunding bonds, 22 only if the bonds are authorized by a majority of the voters voting 23 at an election held for that purpose.

(b) The order and publication of notice for the bond
25 election must be provided in accordance with Chapter 1251,
26 Government Code. (Acts 63rd Leg., R.S., Ch. 118, Secs. 7(a) (part),
27 7B(b).)

1 Sec. 1076.204. EXECUTION OF GENERAL OBLIGATION BONDS. The 2 board president shall execute district general obligation bonds in 3 the district's name, and the board secretary shall countersign the 4 bonds in the manner provided by Chapter 618, Government Code. (Acts 5 63rd Leg., R.S., Ch. 118, Sec. 7(c) (part).)

6 Sec. 1076.205. REVENUE BONDS. (a) The board may issue 7 revenue bonds to:

8 (1) purchase, construct, acquire, repair, equip, or 9 renovate buildings and improvements for district purposes; or

10

(2) acquire sites for district purposes.

(b) The bonds must be payable from and secured by a pledge of all or part of district revenue derived from the operation of the district's hospital or health care facilities.

14 (c) The bonds may be additionally secured by a mortgage or15 deed of trust lien on all or part of district property.

(d) The bonds must be issued in the manner and in accordance with the procedures and requirements prescribed by Sections 264.042, 264.043, 264.046, 264.047, 264.048, and 264.049, Health and Safety Code, for issuance of revenue bonds by a county hospital authority. (Acts 63rd Leg., R.S., Ch. 118, Secs. 7A(a) (part), (b), (c), (d).)

22 Sec. 1076.206. REFUNDING BONDS. (a) The board may issue 23 refunding bonds to refund any outstanding indebtedness issued or 24 assumed by the district.

(b) A refunding bond may be sold, with the proceeds of the
refunding bond applied to the payment of outstanding indebtedness.
(Acts 63rd Leg., R.S., Ch. 118, Secs. 7(b) (part), 7A(a) (part).)

Sec. 1076.207. MATURITY OF BONDS. District bonds must mature not later than 40 years after the date of issuance. (Acts 63rd Leg., R.S., Ch. 118, Sec. 7(c) (part).)

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Sec. 1076.208. ADDITIONAL MEANS OF SECURING REPAYMENT OF BONDS. In addition to the authority to issue general obligation bonds and revenue bonds under this subchapter, the board may provide for the security and payment of district bonds from a pledge of a combination of ad valorem taxes as authorized by Section 1076.202 and revenue and other sources as authorized by Section 1076.205. (Acts 63rd Leg., R.S., Ch. 118, Sec. 7B(a).)

Sec. 1076.209. USE OF BOND PROCEEDS. The district may use the proceeds of bonds issued under this subchapter to pay:

13 (1) any expense the board determines is reasonable and14 necessary to issue, sell, and deliver the bonds;

15 (2) interest payments on the bonds during a period of 16 acquisition or construction of a project or facility to be provided 17 through the bonds, not to exceed five years;

18 (3) costs related to the operation and maintenance of19 a project or facility to be provided through the bonds:

(A) during an estimated period of acquisition or
 construction, not to exceed five years; and

(B) for one year after the project or facility is
 acquired or constructed;

24 (4) costs related to the financing of the bond funds,
25 including debt service reserve and contingency funds;

26 (5) costs related to the bond issuance;

27 (6) costs related to the acquisition of land or

H.B. No. 3281 1 interests in land for a project or facility to be provided through the bonds; and 2 3 (7) construction costs of a project or facility to be provided through the bonds, including the payment of related 4 professional services and expenses. (Acts 63rd Leg., R.S., Ch. 5 118, Sec. 7C.) 6 Sec. 1076.210. BONDS EXEMPT FROM TAXATION. 7 The following are exempt from taxation by this state: 8 9 (1) bonds issued by the district; 10 (2) the transfer of the bonds; and the income from the bonds, including profits made 11 (3) 12 on the sale of the bonds. (Acts 63rd Leg., R.S., Ch. 118, Sec. 13 13 (part).) 14 [Sections 1076.211-1076.250 reserved for expansion] 15 SUBCHAPTER F. TAXES Sec. 1076.251. IMPOSITION OF AD VALOREM TAX. The board may 16 impose a tax on all property in the district subject to district 17 taxation. (Acts 63rd Leg., R.S., Ch. 118, Secs. 3(a) (part), 10(a) 18 19 (part).) Sec. 1076.252. 20 TAX RATE. The board may impose the tax at a rate not to exceed the limit approved by the voters at the election 21 authorizing the imposition of taxes, which may not exceed 75 cents 22 23 on each \$100 valuation of all taxable property in the district. 24 (Acts 63rd Leg., R.S., Ch. 118, Secs. 3(a) (part), 10(a) (part).) Sec. 1076.253. TAX ASSESSOR-COLLECTOR. The board may 25 26 provide for the appointment of a tax assessor-collector for the district or may contract for the assessment and collection of taxes 27

1 as provided by the Tax Code. (Acts 63rd Leg., R.S., Ch. 118, Sec. 10(b).) 2 [Sections 1076.254-1076.300 reserved for expansion] 3 SUBCHAPTER G. DISSOLUTION 4 5 Sec. 1076.301. DISSOLUTION; ELECTION. (a) The district may be dissolved only on approval of a majority of the district 6 7 voters voting in an election held for that purpose. 8 (b) The board may order an election on the question of dissolving the district and disposing of the district's assets. 9 The board shall order an election if the board receives 10 (c) a petition requesting an election that is signed by at least 15 11 percent of the registered district voters. 12 The order calling the election must state: 13 (d) 14 (1) the nature of the election, including the 15 proposition to appear on the ballot; 16 (2) the date of the election; 17 (3) the hours during which the polls will be open; and the location of the polling places. 18 (4)Section 41.001, Election Code, does not apply to an 19 (e) election ordered under this section. (Acts 63rd Leg., R.S., Ch. 20 118, Secs. 11A(a), (b), (c), (d).) 21 Sec. 1076.302. NOTICE OF ELECTION. (a) The board shall 22 23 give notice of an election under this subchapter by publishing once 24 a week for two consecutive weeks a substantial copy of the election order in a newspaper with general circulation in the district. 25 26 (b) The first publication of notice must appear not later than the 35th day before the date set for the election. (Acts 63rd

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1 Leg., R.S., Ch. 118, Sec. 11A(e).)

2 Sec. 1076.303. BALLOT. The ballot for an election under 3 this subchapter must be printed to permit voting for or against the 4 proposition: "The dissolution of the Starr County Hospital 5 District." (Acts 63rd Leg., R.S., Ch. 118, Sec. 11A(f).)

6 Sec. 1076.304. ELECTION RESULTS. (a) If a majority of the 7 votes in an election under this subchapter favor dissolution, the 8 board shall order that the district be dissolved.

9 (b) If a majority of the votes in the election do not favor 10 dissolution, the board shall continue to administer the district 11 and another election on the question of dissolution may not be held 12 before the first anniversary of the date of the most recent election 13 to dissolve the district. (Acts 63rd Leg., R.S., Ch. 118, Sec. 14 11A(g).)

Sec. 1076.305. TRANSFER OR ADMINISTRATION OF ASSETS. (a) If a majority of the votes in an election under this subchapter favor dissolution, the board shall:

(1) transfer the land, buildings, improvements,
equipment, and other assets that belong to the district to Starr
County or another governmental entity in Starr County; or

(2) administer the property, assets, and debts until
all money has been disposed of and all district debts have been paid
or settled.

(b) If the district makes the transfer under Subsection (a)(1), the county or entity assumes all debts and obligations of the district at the time of the transfer, and the district is dissolved.

(c) If the district does not make the transfer under
 Subsection (a)(1) and the board administers the property, assets,
 and debts of the district under Subsection (a)(2), the district is
 dissolved when all the money has been disposed of and all district
 debts have been paid or settled. (Acts 63rd Leg., R.S., Ch. 118,
 Secs. 11A(h), (i), (j).)

Sec. 1076.306. IMPOSITION OF TAX AND RETURN OF SURPLUS
TAXES. (a) After the board finds that the district is dissolved,
the board shall:

10 (1) determine any debt owed by the district; and 11 (2) impose on the property included on the district's 12 tax roll a tax that is in proportion of any debt to the property 13 value.

(b) On the payment of all outstanding debts and obligations of the district, the board shall order the board secretary to return to each district taxpayer the taxpayer's pro rata share of all unused tax money.

A taxpayer may request that the taxpayer's share of 18 (c) 19 surplus tax money be credited to the taxpayer's county taxes. If a taxpayer requests the credit, the board shall direct the board 20 transmit the the 21 secretary to money to county tax assessor-collector. (Acts 63rd Leg., R.S., Ch. 118, Secs. 11A(k), 22 (1).)23

Sec. 1076.307. REPORT; DISSOLUTION ORDER. (a) After the district has paid all district debts and has disposed of all district money and other assets as prescribed by this subchapter, the board shall file a written report with the Commissioners Court

H.B. No. 3281 1 of Starr County summarizing the board's actions in dissolving the 2 district. (b) Not later than the 10th day after the date 3 the commissioners court receives the report and determines that the 4 5 requirements of this subchapter have been fulfilled, the commissioners court shall enter an order: 6 (1) dissolving the district; and 7 8 (2) releasing the board from any further duty or obligation. (Acts 63rd Leg., R.S., Ch. 118, Sec. 11A(m).) 9 CHAPTER 1087. RANKIN COUNTY HOSPITAL DISTRICT 10 SUBCHAPTER A. GENERAL PROVISIONS 11 Sec. 1087.001. DEFINITIONS 12 Sec. 1087.002. AUTHORITY FOR CREATION 13 Sec. 1087.003. POLITICAL SUBDIVISION 14 Sec. 1087.004. DISTRICT TERRITORY 15 16 Sec. 1087.005. CONSOLIDATION OF DISTRICT AND MCCAMEY 17 COUNTY HOSPITAL DISTRICT [Sections 1087.006-1087.050 reserved for expansion] 18 SUBCHAPTER B. DISTRICT ADMINISTRATION 19 20 Sec. 1087.051. BOARD ELECTION; TERM 21 Sec. 1087.052. NOTICE OF ELECTION 22 Sec. 1087.053. QUALIFICATIONS FOR OFFICE 23 Sec. 1087.054. BOND; RECORD OF BOND 24 Sec. 1087.055. BOARD VACANCY 25 Sec. 1087.056. OFFICERS 26 Sec. 1087.057. VOTING REQUIREMENT 27 Sec. 1087.058. DISTRICT ADMINISTRATOR

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1CHAPTER 1087. RANKIN COUNTY HOSPITAL DISTRICT2SUBCHAPTER A. GENERAL PROVISIONS3Sec. 1087.001. DEFINITIONS. In this chapter:

4 (1) "Board" means the board of directors of the 5 district.

(2) "Director" means a member of the board.

6

7 (3) "District" means the Rankin County Hospital8 District. (New.)

9 Sec. 1087.002. AUTHORITY FOR CREATION. The Rankin County 10 Hospital District is created under the authority of Section 9, 11 Article IX, Texas Constitution, and has the rights, powers, and 12 duties prescribed by this chapter. (Acts 60th Leg., R.S., Ch. 182, 13 Sec. 1 (part).)

Sec. 1087.003. POLITICAL SUBDIVISION. The district is a political subdivision of this state. (Acts 60th Leg., R.S., Ch. 182, Sec. 21 (part).)

Sec. 1087.004. DISTRICT TERRITORY. The boundaries of the district are coextensive with the boundaries of the Rankin Independent School District, as those boundaries existed on January 1, 1967. (Acts 60th Leg., R.S., Ch. 182, Sec. 1 (part).)

Sec. 1087.005. CONSOLIDATION OF DISTRICT AND MCCAMEY COUNTY HOSPITAL DISTRICT. (a) The McCamey County Hospital District may be consolidated into the Rankin County Hospital District as provided by this section.

(b) On the request of 25 percent or more of the taxpaying
voters of each hospital district, the Upton County Commissioners
Court shall submit the consolidation proposal for vote.

1 (c) Consolidation of the district and the McCamey County 2 Hospital District must be separately approved by a two-thirds 3 majority of the voters voting in each hospital district at an 4 election ordered and held for that purpose.

5 (d) At the consolidation election, five directors shall be6 elected to serve the consolidated district.

7 (e) Not more than one consolidation election may be held8 after each general election.

9 (f) Refunding bonds may be issued by the consolidated 10 district to refund any outstanding bonds, including bonds issued by 11 the district on consolidation, original bonds, and refunding bonds. 12 Additional funding may be provided as authorized by this chapter. 13 (Acts 60th Leg., R.S., Ch. 182, Sec. 18.)

14[Sections 1087.006-1087.050 reserved for expansion]15SUBCHAPTER B. DISTRICT ADMINISTRATION

Sec. 1087.051. BOARD ELECTION; TERM. (a) The board consists of five directors elected from the district at large.

(b) Directors serve staggered two-year terms unless
four-year terms are established under Section 285.081, Health and
Safety Code.

(c) An election shall be held annually on the May uniform
election date or another date authorized by law. (Acts 60th Leg.,
R.S., Ch. 182, Secs. 3(a), (i) (part).)

Sec. 1087.052. NOTICE OF ELECTION. Notice of a directors' election shall be published in a newspaper of general circulation in Upton County in accordance with Section 4.003, Election Code. (Acts 60th Leg., R.S., Ch. 182, Sec. 3(i) (part).)

H.B. No. 3281 1 Sec. 1087.053. QUALIFICATIONS FOR OFFICE. (a) A person may not be elected or appointed a director unless the person is: 2 3 (1) a resident of the district; and 4 (2) at least 18 years of age. 5 A district employee may not serve as director. (Acts (b) 60th Leg., R.S., Ch. 182, Secs. 3(b), (c).) 6 7 Sec. 1087.054. BOND; RECORD OF BOND. (a) Before assuming 8 the duties of office, each director must execute a bond for \$1,000 9 that is: 10 (1)payable to the district; and (2) conditioned on the faithful performance of the 11 12 director's duties. The district shall pay for a director's bond. 13 (b) 14 (c) Each director's bond shall be deposited with a 15 depository bank of the district for safekeeping. (Acts 60th Leg., R.S., Ch. 182, Sec. 3(d).) 16 17 Sec. 1087.055. BOARD VACANCY. (a) If a vacancy occurs in the office of director, the remaining directors shall appoint a 18 19 director. A director appointed under this section serves until the 20 (b) A director elected under this 21 next election for directors. subsection serves only for the remainder of the unexpired term. 22 23 (Acts 60th Leg., R.S., Ch. 182, Sec. 3(h).) 24 Sec. 1087.056. OFFICERS. (a) The board shall elect from 25 among its members a president and a vice president. 26 (b) The board shall appoint a secretary, who need not be a 27 director. (Acts 60th Leg., R.S., Ch. 182, Sec. 3(e).)

Sec. 1087.057. VOTING REQUIREMENT. A concurrence of three
 directors is sufficient in any matter relating to district
 business. (Acts 60th Leg., R.S., Ch. 182, Sec. 3(f).)

Sec. 1087.058. DISTRICT ADMINISTRATOR. (a) The board may
appoint a qualified person as district administrator.

6 (b) The district administrator serves at the will of the 7 board and receives the compensation determined by the board.

8 (c) The board may remove the district administrator at any 9 time.

10 (d) Before assuming the duties of district administrator, 11 the administrator must execute a bond payable to the district in an 12 amount of not less than \$10,000 that:

(1) is conditioned on the administrator performingwell and faithfully the administrator's required duties; and

15 (2) contains any other condition the board may 16 require.

(e) The board may pay for the bond with district money.
(Acts 60th Leg., R.S., Ch. 182, Secs. 4(a), (b), (c).)

Sec. 1087.059. GENERAL DUTIES OF DISTRICT ADMINISTRATOR.
Subject to any limitation prescribed by the board, the district administrator shall:

22

(1) perform the duties required by the board;

23 (2) supervise the work and activities of the district;24 and

(3) direct the affairs of the district. (Acts 60thLeg., R.S., Ch. 182, Sec. 4(d).)

27 Sec. 1087.060. ASSISTANT TO DISTRICT ADMINISTRATOR. (a)

1 The board may designate an assistant to the district administrator 2 to discharge a duty or function of the administrator in the event of 3 the administrator's incapacity, absence, or inability to discharge 4 the duty or function.

5 (b) The assistant shall post the bond required by board 6 order.

7 (c) The assistant is subject to any limitation prescribed by
8 board order. (Acts 60th Leg., R.S., Ch. 182, Sec. 5.)

9 Sec. 1087.061. LEGAL COUNSEL. The board may employ legal 10 counsel to represent the district in all legal matters. (Acts 60th 11 Leg., R.S., Ch. 182, Sec. 20.)

Sec. 1087.062. RETIREMENT PROGRAM. (a) With the approval of the Upton County Commissioners Court, the board may contract with this state and the federal government as necessary to establish or continue a retirement program for the benefit of district employees.

(b) The board may establish other retirement programs for the benefit of district employees as the board considers necessary and advisable. (Acts 60th Leg., R.S., Ch. 182, Secs. 4(e) (part), (f).)

Sec. 1087.063. MAINTENANCE OF RECORDS; PUBLIC INSPECTION. Except as provided by Section 1087.054, all district records, including books, accounts, notices, minutes, and all other matters of the district and the operation of its facilities, shall be:

25 (1) maintained at the district office; and

(2) open to public inspection at the district office
at all reasonable hours. (Acts 60th Leg., R.S., Ch. 182, Secs.

1 3(g), 9 (part).)

2 [Sections 1087.064-1087.100 reserved for expansion] 3 SUBCHAPTER C. POWERS AND DUTIES

Sec. 1087.101. DISTRICT RESPONSIBILITY. The district has
full responsibility for providing medical and hospital care for the
district's needy and indigent residents. (Acts 60th Leg., R.S.,
Ch. 182, Sec. 11 (part).)

8 Sec. 1087.102. RESTRICTION ON COUNTY OR MUNICIPALITY 9 TAXATION. A county or a municipality in the district may not impose 10 any tax for hospital purposes. (Acts 60th Leg., R.S., Ch. 182, Sec. 11 11 (part).)

Sec. 1087.103. PURCHASING AND ACCOUNTING. The board may prescribe:

14 (1) the method of making purchases and expenditures by15 and for the district; and

16 (2) accounting and control procedures for the 17 district. (Acts 60th Leg., R.S., Ch. 182, Secs. 13(a), (b).)

18 Sec. 1087.104. EMINENT DOMAIN. (a) The district may 19 exercise the power of eminent domain to acquire a fee simple or 20 other interest in any type of property, real, personal, or mixed, 21 located in district territory if the interest is necessary or 22 convenient for the district to exercise a right, power, privilege, 23 or function conferred on the district by this chapter.

(b) The district must exercise the power of eminent domain in the manner provided by Chapter 21, Property Code, except the district is not required to deposit in the trial court money or a bond as provided by Section 21.021(a), Property Code.

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1 (c) In a condemnation proceeding brought by the district,
2 the district is not required to:

3 (1) pay in advance or provide a bond for the issuance4 of a temporary restraining order or a temporary injunction; or

5 (2) provide a bond for costs or a supersedeas bond on 6 an appeal or petition for review. (Acts 60th Leg., R.S., Ch. 182, 7 Sec. 17.)

8 Sec. 1087.105. GIFTS AND ENDOWMENTS. The board may accept 9 for the district a gift or endowment to be held in trust and 10 administered by the board for the purposes and under the 11 directions, limitations, and provisions prescribed in writing by 12 the donor that are not inconsistent with the proper management and 13 objectives of the district. (Acts 60th Leg., R.S., Ch. 182, Sec. 14 16.)

Sec. 1087.106. CONSTRUCTION CONTRACTS. (a) The board may
 enter into purchase or construction contracts for the district.

(b) The board may enter into a construction contract that involves the expenditure of more than the amount provided by Section 271.024, Local Government Code, only after advertising as provided by Subchapter B, Chapter 271, Local Government Code. (Acts 60th Leg., R.S., Ch. 182, Sec. 13(c).)

22 Sec. 1087.107. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR 23 CARE AND TREATMENT. The board, with the approval of the Upton 24 County Commissioners Court, may contract with:

(1) a county, other than Upton County, for the care andtreatment of a person of that county; and

27

(2) this state or a federal agency for the care and

1 treatment of a sick or injured person for whom the state or agency 2 is responsible. (Acts 60th Leg., R.S., Ch. 182, Sec. 4(e) (part).) 3 Sec. 1087.108. PAYMENT FOR TREATMENT; PROCEDURES. (a) 4 When a patient from the district is admitted to a district facility, 5 the district administrator shall have an inquiry made into the 6 circumstances of:

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7

(1) the patient; and

8 (2) the patient's relatives legally liable for the 9 patient's support.

10 (b) If the district administrator determines that the 11 patient or those relatives cannot pay all or part of the patient's 12 care and treatment in the hospital, the amount that cannot be paid 13 becomes a charge against the district.

(c) If the district administrator determines that the patient or those relatives are liable to pay for all or part of the patient's care and treatment, the patient or those relatives shall be ordered to pay to the district's treasurer a specified amount each week for the patient's support. The amount ordered must be proportionate to the financial ability and may not exceed the actual per capita cost of maintenance.

(d) The district administrator may collect the amount from the patient's estate, or from those relatives legally liable for the patient's support, in the manner provided by law for the collection of expenses of the last illness of a deceased person.

(e) If there is a dispute, or doubt in the district administrator's mind, as to the ability to pay, the board shall hold a hearing and, after calling witnesses, shall:

1 2 (1) resolve the dispute or doubt; and

issue any appropriate order.

3 (f) Either party to the dispute may appeal the order to the 4 district court. The appeal is de novo as that term is used in an 5 appeal from a justice court to a county court. (Acts 60th Leg., 6 R.S., Ch. 182, Sec. 15.)

7 Sec. 1087.109. AUTHORITY TO SUE AND BE SUED. As a 8 governmental agency, the district may sue and be sued in its own 9 name in any court of this state. (Acts 60th Leg., R.S., Ch. 182, 10 Sec. 21 (part).)

11[Sections 1087.110-1087.150 reserved for expansion]12SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

Sec. 1087.151. BUDGET. The board annually shall have a budget prepared for the next fiscal year that includes:

15 (1) proposed expenditures and disbursements;

16

(2) estimated receipts and collections; and

17 (3) the amount of taxes required to be imposed for the18 year. (Acts 60th Leg., R.S., Ch. 182, Sec. 9 (part).)

Sec. 1087.152. PROPOSED BUDGET: NOTICE AND HEARING. (a)
 The board shall hold a public hearing on the proposed budget.

(b) Notice of the hearing must be published at least once in a newspaper of general circulation in Upton County not later than the 10th day before the date of the hearing.

24 (c) Any district taxpayer is entitled to:

25 (1) appear at the time and place designated in the 26 notice; and

27 (2) be heard regarding any item included in the

proposed budget. (Acts 60th Leg., R.S., Ch. 182, Sec. 9 (part).) 1 Sec. 1087.153. FISCAL YEAR. The district's fiscal year 2 begins on October 1 and ends on September 30. (Acts 60th Leg., 3 R.S., Ch. 182, Sec. 9 (part).) 4 5 Sec. 1087.154. ANNUAL AUDIT. (a) The board annually shall have an independent audit made of the district's books and records 6 for the preceding fiscal year. 7 8 (b) Not later than December 31 of each year, the audit shall be filed: 9 10 (1) with the county clerk of Upton County; and (2) at the district's office. (Acts 60th Leg., R.S., 11 Ch. 182, Sec. 9 (part).) 12 Sec. 1087.155. FINANCIAL REPORT. (a) The board and the 13 14 district administrator shall annually prepare a report under oath 15 that includes: 16 (1)a complete statement of: 17 (A) all money and choses in action; and how the money and choses in action were 18 (B) disbursed or otherwise disposed; 19 20 (2) the details of district operation during the preceding fiscal year; and 21 (3) a full and complete list of all delinquent 22 accounts owing and due the district, including names and addresses 23 24 of delinquent debtors. 25 (b) The report shall be filed in: 26 (1) the district office; and 27 (2) the office of the county clerk of Upton County.

1 (Acts 60th Leg., R.S., Ch. 182, Sec. 9 (part).)

2 Sec. 1087.156. DEPOSITORY. (a) The board shall select one 3 or more banks to serve as a depository for district money.

(b) To the extent that money in a depository bank is not
insured by the Federal Deposit Insurance Corporation, the money
must be secured in the manner provided by law for the security of
county funds.

8 (c) Membership on the district's board of an officer or 9 director of a bank does not disqualify the bank from being 10 designated as depository. (Acts 60th Leg., R.S., Ch. 182, Sec. 11 10(a).)

Sec. 1087.157. INVESTMENT RESTRICTIONS. The board may invest operating, depreciation, or building reserves only in funds or securities specified by Chapter 2256, Government Code. (Acts 60th Leg., R.S., Ch. 182, Sec. 10(b).)

Sec. 1087.158. AUTHORITY TO BORROW MONEY; SECURITY. (a) The board may borrow money at a rate not to exceed the maximum annual percentage rate allowed by law for district obligations at the time the loan is made.

20

(b) To secure a loan, the board may pledge:

21 (1) district revenue that is not pledged to pay the 22 district's bonded indebtedness;

(2) tax revenue to be collected by the district during
the 12-month period following the date of the pledge that is not
pledged to pay the principal of or interest on district bonds; or

26 (3) district bonds that have been authorized but not27 sold.

(c) A loan for which taxes or bonds are pledged must mature not later than the first anniversary of the date the loan is made. A loan for which district revenue is pledged must mature not later than the fifth anniversary of the date the loan is made. (Acts 60th Leg., R.S., Ch. 182, Sec. 7A.) [Sections 1087.159-1087.200 reserved for expansion]

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8 Sec. 1087.201. GENERAL OBLIGATION BONDS. The board may 9 issue and sell general obligation bonds in the name and on the faith 10 and credit of the district for any purpose relating to:

SUBCHAPTER E. BONDS

7

(1) the purchase, construction, acquisition, repair,
 or renovation of buildings and improvements; and

13 (2) equipping buildings and improvements for hospital
14 purposes. (Acts 60th Leg., R.S., Ch. 182, Sec. 7(a).)

Sec. 1087.202. TAX TO PAY GENERAL OBLIGATION BONDS. (a) At the time general obligation bonds are issued by the district, the board shall impose an ad valorem tax at a rate sufficient to create an interest and sinking fund to pay the principal of and interest on the bonds as the bonds mature.

(b) The tax required by this section together with any other ad valorem tax imposed for the district may not in any year exceed for the district may not in any year exceed content of all taxable property in the district. (Acts 60th Leg., R.S., Ch. 182, Sec. 7(b).)

Sec. 1087.203. GENERAL OBLIGATION BOND ELECTION. (a) The district may issue general obligation bonds only if the bonds are authorized by a majority of the district voters voting at an election held for that purpose.

(b) The board may call the election on the board's own
 motion.

3	(c)	The order calling the election must specify:
4		(1) the location of the polling places;
5		(2) the presiding election officers;
6		(3) the purpose of the bond issuance;
7		(4) the amount of the bonds to be authorized;
8		(5) the maximum interest rate of the bonds; and
9		(6) the maximum maturity of the bonds.

10 (d) Notice of a bond election shall be given by publishing a 11 substantial copy of the order calling the election in a newspaper of 12 general circulation in the district once each week for two 13 consecutive weeks before the date of the election. The first 14 publication must occur at least 20 days before the date of the 15 election. (Acts 60th Leg., R.S., Ch. 182, Sec. 7(d) (part).)

Sec. 1087.204. MATURITY OF GENERAL OBLIGATION BONDS.
District general obligation bonds must mature not later than 40
years after the date of issuance. (Acts 60th Leg., R.S., Ch. 182,
Sec. 7(d) (part).)

Sec. 1087.205. EXECUTION OF GENERAL OBLIGATION BONDS. The board's presiding officer shall execute the general obligation bonds in the district's name, and the board secretary shall countersign the bonds. (Acts 60th Leg., R.S., Ch. 182, Sec. 7(c).)

24 Sec. 1087.206. REVENUE BONDS. (a) The board may issue 25 revenue bonds to:

26 (1) purchase, construct, acquire, repair, or renovate27 buildings or improvements;

H.B. No. 3281 1 (2) equip buildings or improvements for hospital 2 purposes; or

3 (3) acquire real property for hospital purposes.
4 (b) The bonds must be payable from and secured by a pledge of
5 all or part of the revenue derived from the operation of the
6 district's hospital system.

7 (c) The bonds may be additionally secured by a mortgage or8 deed of trust lien on all or part of district property.

9 (d) The bonds must be issued in the manner provided by 10 Sections 264.042, 264.043, 264.046, 264.047, 264.048, and 264.049, 11 Health and Safety Code, for issuance of revenue bonds by a county 12 hospital authority. (Acts 60th Leg., R.S., Ch. 182, Secs. 7(f), 13 (g).)

14 Sec. 1087.207. REFUNDING BONDS. (a) The board may, without 15 an election, issue refunding bonds to refund outstanding bonds 16 issued or assumed by the district.

17

(b) A refunding bond may be:

18 (1) sold, with the proceeds of the refunding bond19 applied to the payment of the bonds to be refunded; or

(2) exchanged wholly or partly for not less than a
similar amount of outstanding bonds and the unpaid matured interest
on the bonds. (Acts 60th Leg., R.S., Ch. 182, Sec. 7(e).)

Sec. 1087.208. ADDITIONAL MEANS OF SECURING REPAYMENT OF BONDS. In addition to the authority to issue general obligation and revenue bonds under this subchapter, the board may provide for the security and payment of district bonds from a pledge of a combination of ad valorem taxes as authorized by Section 1087.202

H.B. No. 3281 1 and revenue and other sources as authorized by Section 1087.206. (Acts 60th Leg., R.S., Ch. 182, Sec. 7(h).) 2 Sec. 1087.209. USE OF BOND PROCEEDS. 3 The district may use the proceeds of bonds issued under this subchapter to pay: 4 5 any expense the board determines is reasonable and (1)necessary to issue, sell, and deliver the bonds; 6 7 interest payments on the bonds during a period of (2) 8 acquisition or construction of a project or facility to be provided through the bonds, not to exceed five years; 9 10 (3) costs related to the operation and maintenance of a project or facility to be provided through the bonds: 11 12 (A) during an estimated period of acquisition or construction, not to exceed five years; and 13 14 (B) for one year after the project or facility is 15 acquired or constructed; 16 (4) costs related to the financing of the bond funds, 17 including debt service reserve and contingency funds; (5) costs related to the bond issuance; 18 costs related to the acquisition of land or 19 (6) interests in land for a project or facility to be provided through 20 21 the bonds; and construction costs of a project or facility to be 22 (7) provided through the bonds, including the payment of related 23 24 professional services and expenses. (Acts 60th Leg., R.S., Ch. 182, Sec. 7(i).) 25 [Sections 1087.210-1087.250 reserved for expansion] 26

1 SUBCHAPTER F. TAXES 2 Sec. 1087.251. IMPOSITION OF AD VALOREM TAX. (a) On final 3 approval of the annual budget, the board shall impose a tax on all property in the district subject to district taxation. 4 5 The board shall impose the tax to: (b) 6 (1) pay the interest on and create a sinking fund for 7 bonds issued or assumed by the district for hospital purposes as 8 provided by this chapter; 9 provide for the operation and maintenance of the (2) 10 hospital or hospital system; (3) make improvements and additions to the district's 11 12 hospital system; and acquire necessary sites for 13 (4) improvements or 14 additions by purchase, lease, or condemnation. (Acts 60th Leg., 15 R.S., Ch. 182, Secs. 6 (part), 9 (part).) Sec. 1087.252. TAX RATE. The board may impose the tax at a 16 17 rate not to exceed 75 cents on each \$100 valuation of all taxable property in the district. (Acts 60th Leg., R.S., Ch. 182, Sec. 6 18 (part).) 19 Sec. 1087.253. ASSESSMENT AND COLLECTION BY COUNTY TAX 20 21 ASSESSOR-COLLECTOR. (a) This section applies unless an election is held under Section 1087.254. 22 The tax assessor-collector of 23 (b) Upton County shall 24 collect the taxes imposed on all property subject to district (Acts 60th Leg., R.S., Ch. 182, Secs. 6 (part), 9 25 taxation. 26 (part).) Sec. 1087.254. ELECTION FOR SEPARATE TAX 27 ASSESSOR AND

SEPARATE TAX COLLECTOR. (a) On receipt of a petition signed by at least five percent of the taxpaying voters in the district, the court may order an election to determine whether the district shall have a separate tax assessor and separate tax collector for the assessment and collection of district taxes.

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6 (b) Notice of the election shall be given as required by
7 Section 1087.052. (Acts 60th Leg., R.S., Ch. 182, Sec. 19 (part).)

8 Sec. 1087.255. APPOINTMENT OF SEPARATE TAX ASSESSOR AND 9 SEPARATE TAX COLLECTOR. If the appointment of a separate tax 10 assessor and separate tax collector is approved by a two-thirds 11 majority vote of the district voters voting at an election held 12 under Section 1087.254, the board shall appoint:

13

(1) a suitable person as tax assessor; and

14 (2) a suitable person as tax collector. (Acts 60th15 Leg., R.S., Ch. 182, Sec. 19 (part).)

16 CHAPTER 1096. SOUTH LIMESTONE HOSPITAL DISTRICT SUBCHAPTER A. GENERAL PROVISIONS 17 Sec. 1096.001. DEFINITIONS 18 Sec. 1096.002. AUTHORITY FOR CREATION 19 Sec. 1096.003. DISTRICT TERRITORY 20 Sec. 1096.004. CORRECTION OF INVALID PROCEDURES 21 22 Sec. 1096.005. DISTRICT SUPPORT AND MAINTENANCE NOT STATE OBLIGATION 23 24 Sec. 1096.006. RESTRICTION ON STATE FINANCIAL 25 ASSISTANCE 26 [Sections 1096.007-1096.050 reserved for expansion]

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3	Sec.	1096.052.	QUALIFICATIONS FOR OFFICE
4	Sec.	1096.053.	BOND; RECORD OF BOND AND OATH
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6	Sec.	1096.055.	OFFICERS
7	Sec.	1096.056.	COMPENSATION; EXPENSES
8	Sec.	1096.057.	DISTRICT ADMINISTRATOR
9	Sec.	1096.058.	EMPLOYEES
10	Sec.	1096.059.	MAINTENANCE OF RECORDS; PUBLIC
11			INSPECTION
12	Sec.	1096.060.	RECRUITMENT OF MEDICAL STAFF
13	Sec.	1096.061.	CONTINUING EDUCATION; RETRAINING
14		[Sectior	ns 1096.062-1096.100 reserved for expansion]
15			SUBCHAPTER C. POWERS AND DUTIES
16	Sec.	1096.101.	DISTRICT RESPONSIBILITY
17	Sec.	1096.102.	RESTRICTION ON POLITICAL SUBDIVISION
18			TAXATION AND DEBT
19	Sec.	1096.103.	MANAGEMENT AND CONTROL OF DISTRICT
20	Sec.	1096.104.	HOSPITAL SYSTEM
21	Sec.	1096.105.	RULES
22	Sec.	1096.106.	PURCHASING AND ACCOUNTING PROCEDURES
23	Sec.	1096.107.	EMINENT DOMAIN
24	Sec.	1096.108.	GIFTS AND ENDOWMENTS
25	Sec.	1096.109.	CONTRACTS WITH POLITICAL SUBDIVISION
26			FOR HOSPITAL CARE
27	Sec.	1096.110.	PROVISION OF CERTAIN HEALTH SERVICES

1 Sec. 1096.111. OPERATION OF HOSPITAL; RATES CHARGED; 2 RESERVE FUNDS 3 Sec. 1096.112. PAYMENT FOR TREATMENT; PROCEDURES 4 [Sections 1096.113-1096.150 reserved for expansion] 5 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 6 Sec. 1096.151. BUDGET 7 Sec. 1096.152. PROPOSED BUDGET: NOTICE AND HEARING 8 Sec. 1096.153. FISCAL YEAR 9 Sec. 1096.154. ANNUAL AUDIT 10 Sec. 1096.155. DEPOSITORY 11 Sec. 1096.156. AUTHORITY TO BORROW MONEY; SECURITY 12 Sec. 1096.157. INVESTMENT OF DISTRICT MONEY 13 Sec. 1096.158. TAX EXEMPTION 14 [Sections 1096.159-1096.200 reserved for expansion] 15 SUBCHAPTER E. BONDS 16 Sec. 1096.201. REVENUE BONDS 17 Sec. 1096.202. EXECUTION OF BONDS 18 Sec. 1096.203. MATURITY OF BONDS 19 Sec. 1096.204. REFUNDING BONDS 20 [Sections 1096.205-1096.250 reserved for expansion] 21 SUBCHAPTER F. TAXES 22 Sec. 1096.251. IMPOSITION OF AD VALOREM TAX Sec. 1096.252. TAX RATE 23 24 Sec. 1096.253. TAX ASSESSOR-COLLECTOR 25 CHAPTER 1096. SOUTH LIMESTONE HOSPITAL DISTRICT 26 SUBCHAPTER A. GENERAL PROVISIONS 27 Sec. 1096.001. DEFINITIONS. In this chapter:

H.B. No. 3281 1 (1) "Board" means the board of directors of the 2 district.

3 (2) "Director" means a member of the board.

4 (3) "District" means the South Limestone Hospital 5 District. (New.)

6 Sec. 1096.002. AUTHORITY FOR CREATION. The South Limestone 7 Hospital District is created under the authority of Section 9, 8 Article IX, Texas Constitution, and has the rights, powers, and 9 duties provided by this chapter. (Acts 61st Leg., R.S., Ch. 638, 10 Secs. 1, 2 (part).)

Sec. 1096.003. DISTRICT TERRITORY. The boundaries of the district are coextensive with the boundaries of the Groesbeck Independent School District as those boundaries existed on January 14 1, 1969. (Acts 61st Leg., R.S., Ch. 638, Sec. 2 (part).)

Sec. 1096.004. CORRECTION OF INVALID PROCEDURES. If a court holds that any procedure under this chapter violates the constitution of this state or of the United States, the district by resolution may provide an alternative procedure that conforms with the constitution. (Acts 61st Leg., R.S., Ch. 638, Sec. 28 (part).)

Sec. 1096.005. DISTRICT SUPPORT AND MAINTENANCE NOT STATE OBLIGATION. The support and maintenance of the district's hospital system and any indebtedness incurred by the district under this chapter may not become a charge against or obligation of this state. (Acts 61st Leg., R.S., Ch. 638, Sec. 26 (part).)

25 Sec. 1096.006. RESTRICTION ON STATE FINANCIAL ASSISTANCE. 26 The legislature may not make a direct appropriation for the 27 construction, maintenance, or improvement of a district facility.

1 (Acts 61st Leg., R.S., Ch. 638, Sec. 26 (part).) [Sections 1096.007-1096.050 reserved for expansion] 2 SUBCHAPTER B. DISTRICT ADMINISTRATION 3 4 Sec. 1096.051. BOARD ELECTION; TERM. (a) The district is 5 governed by a board of seven directors elected from the district at 6 large. Each even-numbered year, on the May uniform election 7 (b) 8 date or another date authorized by law, the appropriate number of directors shall be elected. 9 10 (c) Directors serve staggered four-year terms. (Acts 61st Leg., R.S., Ch. 638, Secs. 5(a), (e).) 11 Sec. 1096.052. QUALIFICATIONS FOR OFFICE. (a) To qualify 12 for election to the board, a person must: 13 14 (1)be at least 18 years of age; 15 (2) have been a resident of the district for at least 16 two years; and 17 (3) be a qualified property tax paying voter of the district. 18 A person may not serve as a director if the person: 19 (b) 20 is a district employee; (1)21 was a district employee at any time during the two (2) years preceding the date of the election; or 22 23 (3) receives compensation under a contract with the 24 district. (Acts 61st Leg., R.S., Ch. 638, Secs. 5(f), (j).) 25 Sec. 1096.053. BOND; RECORD OF BOND AND OATH. (a) Each 26 director shall qualify by executing a good and sufficient bond for \$1,000 that is: 27

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(1) payable to the district; and

2 (2) conditioned on the faithful performance of the3 director's duties.

4 (b) The district shall pay for the directors' bonds.

5 (c) Each director's bond and constitutional oath of office 6 shall be deposited with the district's depository bank for 7 safekeeping. (Acts 61st Leg., R.S., Ch. 638, Sec. 5(b).)

8 Sec. 1096.054. BOARD VACANCY. If a vacancy occurs in the 9 office of director, the remaining directors shall appoint a 10 director for the unexpired term. (Acts 61st Leg., R.S., Ch. 638, 11 Sec. 5(d).)

12 Sec. 1096.055. OFFICERS. (a) The board shall elect from 13 among its members a president, vice president, secretary, and 14 treasurer.

(b) The board may combine the offices of secretary and treasurer at the board's discretion. (Acts 61st Leg., R.S., Ch. 38, Sec. 5(c).)

18 Sec. 1096.056. COMPENSATION; EXPENSES. A director is not 19 entitled to compensation but is entitled to reimbursement for any 20 necessary expense incurred in the performance of official duties. 21 (Acts 61st Leg., R.S., Ch. 638, Sec. 5(i).)

22 Sec. 1096.057. DISTRICT ADMINISTRATOR. (a) The board may 23 employ a district administrator to manage the operations of the 24 hospital system.

(b) The district administrator may hire necessary personnel
to perform the services provided by the hospital system. (Acts 61st
Leg., R.S., Ch. 638, Sec. 20(e) (part).)

1 Sec. 1096.058. EMPLOYEES. The board may employ an 2 attorney, a general manager, a bookkeeper, an architect, nurses, 3 and other employees necessary for the efficient operation of the 4 district. (Acts 61st Leg., R.S., Ch. 638, Sec. 20(e) (part).)

5 Sec. 1096.059. MAINTENANCE OF RECORDS; PUBLIC INSPECTION.
6 Except as provided by Section 1096.053, the board shall:

7 (1) maintain all district records, including books,
8 accounts, notices, minutes, and other matters of the district and
9 its operation, at the district office; and

10 (2) make those records available for public inspection
11 at reasonable times. (Acts 61st Leg., R.S., Ch. 638, Sec. 20(b).)

Sec. 1096.060. RECRUITMENT OF MEDICAL STAFF. The board may spend district money to recruit physicians, nurses, and other trained medical personnel. The board may pay the tuition or other education-related costs or expenses of a person who:

16 (1) graduates from a medical school, a nursing school,17 or an institution of higher education; and

18 (2) contractually agrees to become a district
19 employee. (Acts 61st Leg., R.S., Ch. 638, Sec. 20(h) (part).)

20 Sec. 1096.061. CONTINUING EDUCATION; RETRAINING. The board 21 may spend district money for the continuing education and 22 retraining of district employees. (Acts 61st Leg., R.S., Ch. 638, 23 Sec. 20(h) (part).)

[Sections 1096.062-1096.100 reserved for expansion]
 SUBCHAPTER C. POWERS AND DUTIES
 Sec. 1096.101. DISTRICT RESPONSIBILITY. The district shall
 provide all necessary hospital and medical care for the district's

needy inhabitants. (Acts 61st Leg., R.S., Ch. 638, Sec. 3 (part).)
 Sec. 1096.102. RESTRICTION ON POLITICAL SUBDIVISION
 TAXATION AND DEBT. A political subdivision of this state, other
 than the district, may not impose a tax or issue bonds or other
 obligations to provide hospital service or medical care in the
 district. (Acts 61st Leg., R.S., Ch. 638, Sec. 3 (part).)

Sec. 1096.103. MANAGEMENT AND CONTROL OF DISTRICT. The
board has full power to manage and control the district. (Acts 61st
Leg., R.S., Ch. 638, Sec. 20(a) (part).)

Sec. 1096.104. HOSPITAL SYSTEM. The district has the responsibility to establish a hospital or hospital system within its boundaries to provide hospital and medical care to the district's residents. (Acts 61st Leg., R.S., Ch. 638, Sec. 3 (part).)

Sec. 1096.105. RULES. (a) The board shall adopt rules for the efficient operation of the district, including district facilities.

18 (b) The board shall:

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(1) publish the rules in book form; and

(2) provide copies to interested persons on request at
district expense. (Acts 61st Leg., R.S., Ch. 638, Sec. 20(c).)

Sec. 1096.106. PURCHASING AND ACCOUNTING PROCEDURES. The board may prescribe the method of making purchases and expenditures and the manner of accounting and control used by the district. (Acts 61st Leg., R.S., Ch. 638, Sec. 20(e) (part).)

26 Sec. 1096.107. EMINENT DOMAIN. (a) To carry out a power 27 provided by this chapter, the district may exercise the power of

eminent domain to acquire the fee simple title to land and other
 property and easements.

3 (b) The district must exercise the power of eminent domain4 in the manner provided by Chapter 21, Property Code.

5 (c) In a condemnation proceeding, the district is not 6 required to:

7 (1) pay in advance or provide a bond or other security8 for costs in the trial court;

9 (2) provide a bond for costs or a supersedeas bond on 10 an appeal or petition for review; or

11 (3) deposit in the trial court money or a bond as 12 provided by Section 21.021(a), Property Code.

13 (d) The district is a municipal corporation for the purposes14 of Chapter 21, Property Code.

(e) The board shall determine the amount and the type of
interest in land, other property, or easements to be acquired.
(Acts 61st Leg., R.S., Ch. 638, Secs. 17, 23.)

Sec. 1096.108. GIFTS AND ENDOWMENTS. The board may accept a gift or endowment to be held and administered as required by the respective donor, to the extent that those requirements do not contravene law. (Acts 61st Leg., R.S., Ch. 638, Sec. 19.)

Sec. 1096.109. CONTRACTS WITH POLITICAL SUBDIVISION FOR HOSPITAL CARE. The board may contract with a political subdivision to provide hospital and medical care for needy persons who reside outside the district. (Acts 61st Leg., R.S., Ch. 638, Sec. 20(f).)

26 Sec. 1096.110. PROVISION OF CERTAIN HEALTH SERVICES. The 27 board may provide emergency services, home health care services,

1 long-term health care services, or any other health care services 2 the board determines are necessary to meet the needs of the 3 district. (Acts 61st Leg., R.S., Ch. 638, Sec. 20(g).)

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Sec. 1096.111. OPERATION OF HOSPITAL; RATES CHARGED;
RESERVE FUNDS. (a) The district shall operate a hospital without
the intervention of private profit for the use and benefit of the
public.

8 (b) The board shall charge sufficient rates for services 9 provided by the hospital and use other sources of district revenue 10 that will produce an amount sufficient to:

(1) pay all expenses in connection with the ownership,
 operation, and upkeep of the hospital;

13 (2) pay the interest on the bonds as it becomes due;

14 (3) create a sinking fund to pay the bonds as they 15 become due; and

16 (4) create and maintain a bond reserve fund and other17 funds as provided in the bond resolution or trust indenture.

(c) The bond resolution or trust indenture may prescribe
systems, methods, routines, and procedures needed for the operation
of the hospital. (Acts 61st Leg., R.S., Ch. 638, Sec. 15.)

Sec. 1096.112. PAYMENT FOR TREATMENT; PROCEDURES. (a) A person who resides in the district is entitled to receive necessary medical and hospital care regardless of whether the person has the ability to pay for the care and may apply to receive this care without cost.

(b) The board or the district administrator shall employ aperson to investigate the ability of the patient and any relative

1 liable for the patient's support to pay for the medical and hospital 2 care received by the patient.

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3 (c) If the investigator finds that neither the patient nor 4 those relatives can pay for all or part of the patient's care, the 5 expense of that care becomes a charge against the district.

6 (d) If the patient or those relatives can pay for all or part 7 of the costs of the patient's care, the board shall order the 8 patient or those relatives to pay to the district treasurer each 9 week an amount specified in the order. The amount must be 10 proportionate to the person's ability to pay.

(e) The district may collect the amount from the patient's estate, or from any relative liable for the patient's support, in the manner provided by law for the collection of expenses of the last illness of a deceased person.

(f) If there is a dispute as to the ability to pay, or doubt in the mind of the investigator, the board shall hold a hearing and, after calling witnesses, shall:

18

(1) determine the question; and

19 (2) make the proper order based on the board's20 findings.

(g) A party to the hearing who is not satisfied with the result of the order may appeal to the district court. The appeal is de novo. (Acts 61st Leg., R.S., Ch. 638, Sec. 22.)

24[Sections 1096.113-1096.150 reserved for expansion]25SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

26 Sec. 1096.151. BUDGET. The board shall prepare a budget 27 that includes:

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proposed expenditures and disbursements;

2 (2) estimated receipts and collections for the next3 fiscal year; and

4 (3) the amount of taxes required to be imposed during
5 the next fiscal year to meet the proposed budget. (Acts 61st Leg.,
6 R.S., Ch. 638, Sec. 21(b).)

Sec. 1096.152. PROPOSED BUDGET: NOTICE AND HEARING. (a)
8 The board shall hold a public hearing on the proposed budget.

9 (b) Notice of the hearing must be published in a newspaper 10 of general circulation in the district at least once before the 10th 11 day before the date of the hearing.

12 (c) Any person who owns taxable property in the district and13 has duly rendered that property for taxation is entitled to:

14

(1) appear at the hearing; and

15 (2) be heard regarding any item in the proposed
16 budget. (Acts 61st Leg., R.S., Ch. 638, Secs. 21(c), (d).)

Sec. 1096.153. FISCAL YEAR. The district's fiscal year is from October 1 to September 30. (Acts 61st Leg., R.S., Ch. 638, Sec. 21(a).)

20 Sec. 1096.154. ANNUAL AUDIT. (a) The board annually shall 21 require an independent audit of the district's books and records.

(b) Not later than December 1 of each year, the board shallfile a copy of the audit with:

24 (1) the comptroller; and

25 (2) the district. (Acts 61st Leg., R.S., Ch. 638, Sec.
26 20(d).)

27 Sec. 1096.155. DEPOSITORY. (a) The board by resolution

shall designate a bank in the county in which the district is
 located as the district's depository. A designated bank serves for
 two years and until a successor is designated.

4 (b) All district money shall be deposited in the depository
5 and secured in the manner provided for securing county funds. (Acts
6 61st Leg., R.S., Ch. 638, Sec. 24.)

Sec. 1096.156. AUTHORITY TO BORROW MONEY; SECURITY. (a) The board may borrow money at a rate not to exceed the maximum annual percentage rate allowed by law for district obligations at the time the loan is made if the board declares that:

11 (1) money is not available to meet authorized 12 obligations of the district; and

13 (2) an emergency exists.

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(b) To secure a loan, the board may pledge:

15 (1) district revenue that is not pledged to pay the 16 district's bonded indebtedness;

17 (2) a district tax to be imposed by the district in the 18 next 12-month period that is not pledged to pay the principal of or 19 interest on district bonds; or

20 (3) district bonds that have been authorized but not21 sold.

(c) A loan for which taxes or bonds are pledged must mature not later than the first anniversary of the date the loan is made. A loan for which district revenue is pledged must mature not later than the fifth anniversary of the date the loan is made.

26 (d) The board may not spend money obtained from a loan under27 this section for any purpose other than:

(1) the purpose for which the board declared an
 emergency; and

3 (2) if district taxes or bonds are pledged to pay the
4 loan, the purpose for which the pledged taxes were imposed or the
5 pledged bonds were authorized. (Acts 61st Leg., R.S., Ch. 638, Sec.
6 20A.)

7 Sec. 1096.157. INVESTMENT OF DISTRICT MONEY. (a) The law 8 applicable to municipalities with respect to security for and 9 investment of money governs, as applicable, the investment of 10 district money. The bond resolution or indenture may further 11 restrict the investment.

(b) To the extent authorized in the bond resolution or indenture and until the money is needed, the district may invest the proceeds of district bonds in direct obligations of or obligations unconditionally guaranteed by the United States. (Acts 61st Leg., R.S., Ch. 638, Sec. 18.)

Sec. 1096.158. TAX EXEMPTION. Because property owned by the district is held for public purposes only and is devoted exclusively to the use and benefit of the public, the property is exempt from taxation of every character. (Acts 61st Leg., R.S., Ch. 638, Sec. 16.)

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[Sections 1096.159-1096.200 reserved for expansion] SUBCHAPTER E. BONDS

Sec. 1096.201. REVENUE BONDS. (a) The district may issue revenue bonds to provide for any district purposes. The bonds must be authorized by a board resolution adopted by a majority vote of a quorum of the board.

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(b) Revenue bonds must be payable from and secured by a pledge of all or part of the revenue derived from:

3 (1) the operation of the district's hospitals; and
4 (2) any other revenue resulting from the ownership of
5 the hospital properties.

6 (c) Revenue bonds may be additionally secured by a mortgage 7 or deed of trust lien on real property of the district or by a 8 chattel mortgage on the district's personal property, or by both.

9

(d) The board may issue:

10 (1) bonds that are a junior lien on the district's net 11 revenue or property, unless prohibited by the bond resolution or 12 trust indenture; and

13 (2) parity bonds under conditions specified in the14 bond resolution or trust indenture.

(e) A bond issued under this subchapter must contain the provision: "The holder hereof shall never have the right to demand payment thereof out of money raised or to be raised by taxation." (Acts 61st Leg., R.S., Ch. 638, Secs. 8, 9 (part), 11, 14 (part).)

19 Sec. 1096.202. EXECUTION OF BONDS. District bonds must be 20 signed by the president or vice president and countersigned by the 21 secretary. (Acts 61st Leg., R.S., Ch. 638, Sec. 9 (part).)

Sec. 1096.203. MATURITY OF BONDS. District bonds must mature not later than 40 years after their date of issuance. (Acts 61st Leg., R.S., Ch. 638, Sec. 9 (part).)

25 Sec. 1096.204. REFUNDING BONDS. The board may issue bonds 26 for the purpose of refunding outstanding bonds in the manner 27 provided by this subchapter for other bonds. (Acts 61st Leg., R.S.,

H.B. No. 3281 Ch. 638, Sec. 13 (part).) 1 2 [Sections 1096.205-1096.250 reserved for expansion] SUBCHAPTER F. TAXES 3 4 Sec. 1096.251. IMPOSITION OF AD VALOREM TAX. (a) The board 5 shall impose a tax on all property in the district subject to 6 district taxation. 7 (b) The tax proceeds may be used only to: 8 (1) provide for the operation and maintenance of the district and hospital system; 9 (2) make improvements and additions to the hospital 10 system; or 11 acquire sites for additions to the hospital 12 (3) system. (Acts 61st Leg., R.S., Ch. 638, Secs. 7(a) (part), (b).) 13 Sec. 1096.252. TAX RATE. The board shall impose the tax at 14 a rate not to exceed 38 cents on each \$100 valuation. (Acts 61st 15 Leg., R.S., Ch. 638, Sec. 7(a) (part).) 16 17 Sec. 1096.253. TAX ASSESSOR-COLLECTOR. The board may use any of the following to assess and collect district taxes: 18 19 (1)the tax assessor-collector for Limestone County; 20 (2) the tax assessor-collector for the Groesbeck Independent School District; or 21 any tax assessor-collector established by the 22 (3) board for the district. (Acts 61st Leg., R.S., Ch. 638, Sec. 7(d).) 23 24 CHAPTER 1107. TITUS COUNTY HOSPITAL DISTRICT SUBCHAPTER A. GENERAL PROVISIONS 25 Sec. 1107.001. DEFINITIONS 26 Sec. 1107.002. AUTHORITY FOR OPERATION 27

1	Sec.	1107.003.	DISTRICT TERRITORY
2		[Section	s 1107.004-1107.050 reserved for expansion]
3		SI	UBCHAPTER B. DISTRICT ADMINISTRATION
4	Sec.	1107.051.	BOARD ELECTION; TERM
5	Sec.	1107.052.	NOTICE OF ELECTION
6	Sec.	1107.053.	BALLOT PETITION
7	Sec.	1107.054.	QUALIFICATIONS FOR CANDIDACY
8	Sec.	1107.055.	BOARD VACANCY
9	Sec.	1107.056.	NONATTENDANCE
10	Sec.	1107.057.	OFFICERS
11	Sec.	1107.058.	COMPENSATION
12	Sec.	1107.059.	LIABILITY INSURANCE
13	Sec.	1107.060.	QUORUM; VOTING REQUIREMENT
14	Sec.	1107.061.	RECORDS OF PROCEEDINGS
15	Sec.	1107.062.	PERSONNEL MATTERS; CLOSED MEETING
16	Sec.	1107.063.	DISTRICT ADMINISTRATOR
17	Sec.	1107.064.	GENERAL DUTIES OF DISTRICT
18			ADMINISTRATOR
19	Sec.	1107.065.	ASSISTANT TO DISTRICT ADMINISTRATOR
20	Sec.	1107.066.	APPOINTMENT AND RECRUITMENT OF STAFF
21			AND EMPLOYEES
22	Sec.	1107.067.	HEALTH CARE EDUCATIONAL PROGRAMS
23	Sec.	1107.068.	LEGAL COUNSEL
24	Sec.	1107.069.	RETIREMENT PROGRAM
25	Sec.	1107.070.	SEAL
26		[Section	s 1107.071-1107.100 reserved for expansion]

1			SUBCHAPTER C. POWERS AND DUTIES
2	Sec.	1107.101.	DISTRICT RESPONSIBILITY
3	Sec.	1107.102.	RESTRICTION ON COUNTY OR MUNICIPALITY
4			TAXATION
5	Sec.	1107.103.	MANAGEMENT, CONTROL, AND ADMINISTRATION
6	Sec.	1107.104.	RULES
7	Sec.	1107.105.	PURCHASING AND ACCOUNTING
8	Sec.	1107.106.	DISTRICT FACILITIES
9	Sec.	1107.107.	PROMOTION OF DISTRICT SERVICES
10	Sec.	1107.108.	EMINENT DOMAIN
11	Sec.	1107.109.	GIFTS AND ENDOWMENTS
12	Sec.	1107.110.	CONTRACTS WITH GOVERNMENTAL ENTITIES
13			FOR CARE AND TREATMENT
14	Sec.	1107.111.	PAYMENT FOR TREATMENT; PROCEDURES
15	Sec.	1107.112.	AUTHORITY TO SUE AND BE SUED
16		[Sectior	ns 1107.113-1107.150 reserved for expansion]
17		SUBC	CHAPTER D. GENERAL FINANCIAL PROVISIONS
18	Sec.	1107.151.	BUDGET
19	Sec.	1107.152.	ANNUAL AUDIT
20	Sec.	1107.153.	FINANCIAL REPORT
21	Sec.	1107.154.	DEPOSITORY
22	Sec.	1107.155.	WARRANTS
23		[Sectior	ns 1107.156-1107.200 reserved for expansion]
24			SUBCHAPTER E. BONDS
25	Sec.	1107.201.	BONDS
26	Sec.	1107.202.	TAX TO PAY BONDS
27	Sec.	1107.203.	BOND ELECTION

Sec. 1107.204. REFUNDING BONDS 1 Sec. 1107.205. EXECUTION OF BONDS 2 [Sections 1107.206-1107.250 reserved for expansion] 3 4 SUBCHAPTER F. TAXES 5 Sec. 1107.251. IMPOSITION OF AD VALOREM TAX Sec. 1107.252. TAX RATE 6 Sec. 1107.253. COLLECTION BY COUNTY TAX 7 8 ASSESSOR-COLLECTOR Sec. 1107.254. ASSESSMENT AND COLLECTION BY DISTRICT 9 TAX ASSESSOR-COLLECTOR 10 CHAPTER 1107. TITUS COUNTY HOSPITAL DISTRICT 11 SUBCHAPTER A. GENERAL PROVISIONS 12 Sec. 1107.001. DEFINITIONS. In this chapter: 13 14 (1)"Board" means the board of hospital managers of 15 the district. Titus County Hospital 16 (2) "District" means the 17 District. "Manager" means a member of the board. (New.) (3) 18 Sec. 1107.002. AUTHORITY FOR OPERATION. The Titus County 19 Hospital District operates in accordance with Section 9, Article 20 IX, Texas Constitution, and has the powers and responsibilities 21 provided by that section. (Acts 58th Leg., R.S., Ch. 298, Sec. 1 22 23 (part).) 24 Sec. 1107.003. DISTRICT TERRITORY. The boundaries of the district are coextensive with the boundaries of Titus County. 25 26 (Acts 58th Leg., R.S., Ch. 298, Sec. 1 (part).) 27 [Sections 1107.004-1107.050 reserved for expansion]

H.B. No. 3281 SUBCHAPTER B. DISTRICT ADMINISTRATION 1 2 Sec. 1107.051. BOARD ELECTION; TERM. (a) The board 3 consists of seven voting managers and one nonvoting manager as follows: 4 (1) one 5 voting manager elected from each commissioners precinct of Titus County; 6 7 (2) three voting managers elected from the district at 8 large; and the chief of the medical staff of the district's 9 (3) 10 principal hospital serving as a nonvoting ex officio manager. 11 (b) The election order must provide for clerks as in county 12 elections and must specify: (1) the date of the election; 13 14 (2) the location of the polling places; 15 (3) the presiding and alternate election judges for each polling place; and 16 the form of the ballot. 17 (4) The board shall declare the results of the election. (c) 18 19 (d) Voting managers serve staggered four-year terms. An election shall be held on the uniform election date 20 (e) in May, or another date authorized by law, of each even-numbered 21 year to elect the appropriate number of voting managers. (Acts 58th 22 Leg., R.S., Ch. 298, Secs. 6b(a) (part), (b), (c) (part), 6c(b); 23 24 Acts 71st Leg., R.S., Ch. 1116, Sec. 2.) Sec. 1107.052. NOTICE OF ELECTION. (a) The board shall 25 26 give notice of an election of managers by publishing once a week for

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two consecutive weeks a substantial copy of the election order in a

1 newspaper with general circulation in the district.

(b) The first publication of the notice must appear at least
3 30 days before the date set for the election. (Acts 58th Leg.,
4 R.S., Ch. 298, Secs. 6b(a) (part), (c) (part).)

5 Sec. 1107.053. BALLOT PETITION. A person seeking to have 6 the person's name printed on the ballot as a candidate for manager 7 must file with the board secretary a petition requesting that 8 action. The petition must:

9 (1) be signed by at least 10 registered voters who 10 reside in the district;

11 (2) be filed by the deadline imposed by Section 12 144.005, Election Code; and

(3) specify the commissioners precinct the candidate seeks to represent or specify that the candidate seeks to represent the district at large. (Acts 58th Leg., R.S., Ch. 298, Sec. 6b(c) (part).)

Sec. 1107.054. QUALIFICATIONS FOR CANDIDACY. (a) Acandidate for manager must be a resident of the district.

(b) A candidate for a commissioners precinct must be a
resident of that commissioners precinct. (Acts 58th Leg., R.S.,
Ch. 298, Sec. 6b(c) (part).)

Sec. 1107.055. BOARD VACANCY. If a vacancy occurs in the office of manager, other than the ex officio manager, the remaining managers shall appoint a manager for the unexpired term. (Acts 58th Leg., R.S., Ch. 298, Sec. 6c(f).)

26 Sec. 1107.056. NONATTENDANCE. The failure of a manager to 27 attend three consecutive regular board meetings causes a vacancy in

1 the manager's office unless the absence is excused by formal action 2 of the board. (Acts 58th Leg., R.S., Ch. 298, Sec. 6 (part).)

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3 Sec. 1107.057. OFFICERS. (a) The board shall select from 4 among the managers a presiding officer, who shall preside over the 5 board.

6 (b) A presiding officer pro tem shall preside in the absence7 of the presiding officer.

8 (c) The district administrator or any manager may be 9 appointed secretary. (Acts 58th Leg., R.S., Ch. 298, Sec. 6 10 (part).)

11 Sec. 1107.058. COMPENSATION. A manager serves without 12 compensation, but the board may establish a system and set the 13 amount of meeting fees for attending board or committee meetings. 14 (Acts 58th Leg., R.S., Ch. 298, Sec. 6 (part).)

15 Sec. 1107.059. LIABILITY INSURANCE. The board may purchase 16 and provide the managers with liability insurance the board 17 considers necessary or advisable to protect the managers from risks 18 that might result from serving on the board. (Acts 58th Leg., R.S., 19 Ch. 298, Sec. 6 (part).)

20 Sec. 1107.060. QUORUM; VOTING REQUIREMENT. (a) Four 21 managers, not including the ex officio manager, constitute a 22 quorum.

(b) A concurrence of a majority of the voting managers
present is required in any matter relating to district business.
(Acts 58th Leg., R.S., Ch. 298, Sec. 6c(g).)

26 Sec. 1107.061. RECORDS OF PROCEEDINGS. (a) The board shall 27 require the secretary to keep suitable records of all proceedings

1 of each board meeting.

2

(b) After each meeting:

3 (1) the manager presiding at the meeting shall read4 and sign the record; and

5 (2) the secretary shall attest the record. (Acts 58th
6 Leg., R.S., Ch. 298, Sec. 6 (part).)

Sec. 1107.062. PERSONNEL MATTERS; CLOSED MEETING. A member or prospective member of the medical staff or a person who serves or is being considered for a position as a medical director of services or departments in the district is a public officer or employee for purposes of Section 551.074, Government Code. (Acts 58th Leg., R.S., Ch. 298, Sec. 6f.)

Sec. 1107.063. DISTRICT ADMINISTRATOR. (a) The board shall appoint under terms prescribed by the board a general manager qualified by training and experience as the district administrator.

16 (b) The district administrator shall receive the 17 compensation determined by the board.

18 (c) The board may remove the district administrator at any19 time.

20 (d) Before assuming the duties of district administrator, 21 the administrator must execute a bond payable to the district in an 22 amount of not less than \$10,000 that:

(1) is conditioned on the administrator performing
well and faithfully the administrator's required duties; and

(2) contains any other condition the board requires.
(Acts 58th Leg., R.S., Ch. 298, Sec. 6 (part).)

27 Sec. 1107.064. GENERAL DUTIES OF DISTRICT ADMINISTRATOR.

Subject to any limitations prescribed by the board, the district
 administrator shall:

3 (1) perform the duties required by the board;
4 (2) supervise the work and activities of the district;
5 and

6 (3) direct the affairs of the district. (Acts 58th 7 Leg., R.S., Ch. 298, Sec. 6 (part).)

8 Sec. 1107.065. ASSISTANT TO DISTRICT ADMINISTRATOR. (a) 9 The board may designate an assistant to the district administrator 10 to discharge a duty or function of the administrator in the event of 11 the administrator's incapacity, absence, or inability to discharge 12 the duty or function.

(b) The assistant shall post bond and is subject to the limitations prescribed by board order. (Acts 58th Leg., R.S., Ch. 298, Sec. 8.)

16 Sec. 1107.066. APPOINTMENT AND RECRUITMENT OF STAFF AND 17 EMPLOYEES. (a) The board may employ under terms prescribed by the 18 board any employees as considered advisable for the efficient 19 operation of the hospital or hospital system.

(b) The board may spend district money, enter into agreements, and take other necessary action to recruit physicians and other persons to serve as the district's medical staff or employees, including:

- 24
- advertising and marketing;

(2) paying travel, recruitment, and relocation26 expenses; and

27 (3) allowing a physician to use space in a district

1 facility or paying the physician a rent subsidy until not later than
2 the first anniversary of the date the physician is first admitted to
3 the district's medical staff.

4 (c) The district may provide a loan or scholarship to a 5 person who:

6

(1) is enrolled in health care education courses; and

7 (2) contractually agrees to practice in or become
8 employed by the district. (Acts 58th Leg., R.S., Ch. 298, Secs. 6
9 (part), 6d(a), (c).)

Sec. 1107.067. HEALTH CARE EDUCATIONAL PROGRAMS. The board may spend district money, enter into agreements, and take other necessary action to conduct, participate in, or assist health care educational programs for staff members or employees or potential staff members or employees. (Acts 58th Leg., R.S., Ch. 298, Sec. 6d(b).)

16 Sec. 1107.068. LEGAL COUNSEL. (a) The appropriate county, 17 district, or criminal district attorney charged with representing 18 Titus County in civil matters shall represent the district in all 19 legal matters.

(b) The district shall contribute sufficient money to the Titus County general fund for the account designated for the appropriate attorney described in Subsection (a) to pay all additional salaries and expenses incurred by the attorney in performing the duties required by the district.

(c) The board may employ additional legal counsel the board considers advisable. (Acts 58th Leg., R.S., Ch. 298, Secs. 1 (part), 13.)

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Sec. 1107.069. RETIREMENT PROGRAM. The board may:

2 (1) contract with this state or the federal government
3 as necessary to establish or continue a retirement program for the
4 benefit of district employees; or

5 (2) establish other retirement programs for the 6 benefit of district employees as the board considers necessary and 7 advisable. (Acts 58th Leg., R.S., Ch. 298, Secs. 6 (part), 6c(c).)

8 Sec. 1107.070. SEAL. The board shall have a seal engraved 9 with the district's name to authenticate the acts of the board. The 10 board secretary shall keep the seal. (Acts 58th Leg., R.S., Ch. 11 298, Sec. 6 (part).)

Sections 1107.071-1107.100 reserved for expansion]
 SUBCHAPTER C. POWERS AND DUTIES

Sec. 1107.101. DISTRICT RESPONSIBILITY. The district has full responsibility for providing medical and hospital care for the district's needy and indigent residents. (Acts 58th Leg., R.S., Ch. 298, Secs. 2 (part), 14 (part).)

Sec. 1107.102. RESTRICTION ON COUNTY OR MUNICIPALITY TAXATION. Titus County or a municipality in the county may not impose a tax for hospital purposes. (Acts 58th Leg., R.S., Ch. 298, Sec. 14 (part).)

Sec. 1107.103. MANAGEMENT, CONTROL, AND ADMINISTRATION. The board shall manage, control, and administer the district's hospital or hospital system. (Acts 58th Leg., R.S., Ch. 298, Sec. 6 (part).)

26 Sec. 1107.104. RULES. The board may adopt rules for the 27 operation of the hospital or hospital system. (Acts 58th Leg.,

1 R.S., Ch. 298, Sec. 6 (part).)

Sec. 1107.105. PURCHASING AND ACCOUNTING. (a) The board may prescribe:

4 (1) the method and manner of making purchases and 5 expenditures by and for the district; and

6

(2) all accounting and control procedures.

7 (b) The district shall pay the salaries and expenses 8 necessarily incurred by the board or by an officer or agent of the 9 board in performing a duty prescribed or required by this chapter.

10 (c) An officer, employee, or agent of the board shall 11 perform any function or service prescribed by the board under this 12 section or Section 1107.152. (Acts 58th Leg., R.S., Ch. 298, Sec. 7 13 (part).)

14 Sec. 1107.106. DISTRICT FACILITIES. The board may:

15 (1) purchase or build facilities for medical purposes;16 and

17 (2) rent the facilities or space in the facilities at a
18 rate sufficient to cover the district's cost. (Acts 58th Leg.,
19 R.S., Ch. 298, Sec. 6e(a).)

20 Sec. 1107.107. PROMOTION OF DISTRICT SERVICES. The board 21 may market or advertise to promote district services, the orderly 22 operation of the district, and the appropriate delivery of health 23 care in the district. (Acts 58th Leg., R.S., Ch. 298, Sec. 6e(b).)

Sec. 1107.108. EMINENT DOMAIN. (a) The district may exercise the power of eminent domain to acquire a fee simple or other interest in any type of property, real, personal, or mixed, located in district territory, if the interest is necessary or

1 convenient to exercise a right, power, privilege, or function
2 conferred on the district by this chapter.

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3 (b) The district must exercise the power of eminent domain 4 in the manner provided by Chapter 21, Property Code, except the 5 district is not required to deposit in the trial court money or a 6 bond as provided by Section 21.021(a), Property Code.

7 (c) In a condemnation proceeding brought by the district,8 the district is not required to:

9 (1) pay in advance or provide a bond for the issuance 10 of a temporary restraining order or a temporary injunction; or

(2) provide a bond for costs or a supersedeas bond on an appeal or petition for review. (Acts 58th Leg., R.S., Ch. 298, Sec. 10.)

Sec. 1107.109. GIFTS AND ENDOWMENTS. The board may accept for the district a gift or endowment to be held in trust and administered by the board for the purposes and under the directions, limitations, or provisions prescribed in writing by the donor that are not inconsistent with the proper management and objectives of the district. (Acts 58th Leg., R.S., Ch. 298, Sec. 16.)

Sec. 1107.110. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR
 CARE AND TREATMENT. The board may contract with:

(1) any county for the care and treatment of a sick orinjured person of that county; and

(2) this state or a federal agency for the care and
treatment of a sick or injured person for whom the state or agency
is responsible. (Acts 58th Leg., R.S., Ch. 298, Secs. 6 (part),

1 6c(c).)

2 Sec. 1107.111. PAYMENT FOR TREATMENT; PROCEDURES. (a) 3 When a patient from Titus County is admitted to a district facility, 4 the district administrator shall have an inquiry made into the 5 circumstances of:

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(1) the patient; and

7 (2) the patient's relatives legally liable for the8 patient's support.

9 (b) If the district administrator determines that the 10 patient or those relatives cannot pay for all or part of the 11 patient's care and treatment in the hospital, the amount that 12 cannot be paid becomes a charge against the district.

If the district administrator determines that the 13 (C) 14 patient or those relatives can pay for all or part of the patient's 15 care and treatment, the patient or those relatives shall be ordered to pay the district a specified amount each week for the patient's 16 17 support. The amount ordered must be proportionate to their financial ability and may not exceed the actual per capita cost of 18 19 maintenance.

(d) The district administrator may collect the amount from the patient's estate, or from those relatives legally liable for the patient's support, in the manner provided by law for the collection of expenses of the last illness of a deceased person.

(e) If there is a dispute as to the ability to pay, or doubt
in the mind of the district administrator, the county court shall
hold a hearing and, after calling witnesses, shall:

27 (1) resolve the dispute or doubt; and

1 (2) issue any appropriate orders. 2 Either party to the dispute may appeal the order to the (f) district court. (Acts 58th Leg., R.S., Ch. 298, Sec. 15.) 3 4 Sec. 1107.112. AUTHORITY TO SUE AND BE SUED. The board may 5 sue and be sued. (Acts 58th Leg., R.S., Ch. 298, Sec. 6 (part).) [Sections 1107.113-1107.150 reserved for expansion] 6 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 7 Sec. 1107.151. BUDGET. (a) The district administrator, 8 under the direction of the board, shall prepare an annual budget. 9 10 (b) The budget must be approved by the board. (Acts 58th Leg., R.S., Ch. 298, Sec. 9 (part).) 11 Sec. 1107.152. ANNUAL AUDIT. As soon as practicable after 12 the close of each fiscal year, the board shall have an audit made of 13 14 the district's books and records for the fiscal year by an 15 independent public accountant. (Acts 58th Leg., R.S., Ch. 298, Sec. 7 (part).) 16 Sec. 1107.153. FINANCIAL 17 REPORT. (a) As soon as practicable after the close of each fiscal year, the district 18 19 administrator shall prepare a report that includes: (1) a complete sworn statement of: 20 21 (A) all money and choses in action received by the administrator; and 22 how the money and choses in action were 23 (B) 24 disbursed or otherwise disposed; and 25 (2) the details of district operation during the 26 preceding fiscal year. 27 (b) The district administrator shall make the report to:

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(1) the board; and

2 (2) the Titus County Commissioners Court. (Acts 58th
3 Leg., R.S., Ch. 298, Sec. 9 (part).)

Sec. 1107.154. DEPOSITORY. (a) After advertising in the
manner provided by Chapter 252 and Subchapter C, Chapter 262, Local
Government Code, the board shall choose by competitive bidding at
least one bank to serve as depository for district money.

8 (b) All income received by the district shall be deposited 9 in the district depository. (Acts 58th Leg., R.S., Ch. 298, Secs. 10 3(b) (part), 11 (part).)

Sec. 1107.155. WARRANTS. A warrant against district money does not require the signature of the county clerk of Titus County. (Acts 58th Leg., R.S., Ch. 298, Sec. 3(b) (part).)

[Sections 1107.156-1107.200 reserved for expansion]

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SUBCHAPTER E. BONDS

Sec. 1107.201. BONDS. The board may issue and sell bonds as district obligations for any purpose relating to:

18 (1) the purchase, construction, acquisition, repair,19 or renovation of buildings and improvements; and

20 (2) equipping buildings and improvements for hospital
21 purposes. (Acts 58th Leg., R.S., Ch. 298, Secs. 4 (part), 6c(e)
22 (part).)

23 Sec. 1107.202. TAX TO PAY BONDS. (a) An ad valorem tax 24 shall be imposed at a rate sufficient to create an interest and 25 sinking fund to pay the principal of and interest on bonds issued 26 under Section 1107.201 as the bonds mature.

27

(b) The tax required by this section together with any other

1 ad valorem tax imposed for the district may not in any year exceed 2 75 cents on each \$100 valuation of taxable property in the district. 3 (Acts 58th Leg., R.S., Ch. 298, Sec. 4 (part).)

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Sec. 1107.203. BOND ELECTION. The district may issue bonds only if the bonds are authorized by a majority of the district voters voting at an election called by the board and held in accordance with the provisions of Chapter 1251, Government Code, relating to county bonds. (Acts 58th Leg., R.S., Ch. 298, Secs. 4 (part), 6c(e) (part).)

10 Sec. 1107.204. REFUNDING BONDS. (a) District refunding 11 bonds may be issued without an election and in the manner provided 12 by this subchapter to refund outstanding indebtedness issued or 13 assumed by the district.

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(b) A refunding bond may be:

15 (1) sold, with the proceeds of the refunding bond16 applied to the payment of outstanding bonds; or

17 (2) exchanged wholly or partly for not less than a
18 similar amount of outstanding bonds and the unpaid matured interest
19 on the bonds. (Acts 58th Leg., R.S., Ch. 298, Sec. 4 (part).)

Sec. 1107.205. EXECUTION OF BONDS. The board's presiding officer shall execute the district's bonds in the district's name and the board secretary shall countersign the bonds in the manner provided by Chapter 618, Government Code. (Acts 58th Leg., R.S., Ch. 298, Secs. 4 (part), 6c(e) (part).)

25 [Sections 1107.206-1107.250 reserved for expansion]
 26 SUBCHAPTER F. TAXES
 27 Sec. 1107.251. IMPOSITION OF AD VALOREM TAX. (a) The board

shall impose a tax on all property in the district subject to
 district taxation.

3 (b) The board shall impose the tax to:

4 (1) pay the interest on and create a sinking fund for
5 bonds assumed or issued by the district for hospital purposes as
6 provided by this chapter;

7 (2) provide for the operation and maintenance of the8 hospital or hospital system; and

9 (3) make improvements and additions to the hospital 10 system and acquire necessary sites for improvements and additions 11 by purchase, lease, or condemnation. (Acts 58th Leg., R.S., Ch. 12 298, Secs. 3(a) (part), 6c(d).)

Sec. 1107.252. TAX RATE. The board shall impose the tax at a rate not to exceed 75 cents on each \$100 valuation of all property in the district subject to district taxation. (Acts 58th Leg., R.S., Ch. 298, Sec. 3(a) (part).)

17 Sec. 1107.253. COLLECTION BY COUNTY TAX 18 ASSESSOR-COLLECTOR. Unless the board elects to have district taxes 19 assessed and collected by its own tax assessor-collector under 20 Section 1107.254, the tax assessor-collector of Titus County shall 21 assess and collect taxes imposed by the district. (Acts 58th Leg., 22 R.S., Ch. 298, Sec. 3(b) (part).)

Sec. 1107.254. ASSESSMENT AND COLLECTION BY DISTRICT TAX ASSESSOR-COLLECTOR. (a) The board may elect to employ a tax assessor-collector to assess and collect district taxes by adopting an appropriate resolution before December 1 of any year. The election remains in effect until revoked by a resolution adopted by

H.B. No. 3281 1 the board. 2 (b) The district tax assessor-collector must reside in the 3 district. 4 (c) The board shall set the term of employment and 5 compensation for the district tax assessor-collector. (Acts 58th 6 Leg., R.S., Ch. 298, Sec. 3(c) (part).) CHAPTER 1109. TYLER COUNTY HOSPITAL DISTRICT 7 SUBCHAPTER A. GENERAL PROVISIONS 8 9 Sec. 1109.001. DEFINITIONS 10 Sec. 1109.002. AUTHORITY FOR OPERATION 11 Sec. 1109.003. ESSENTIAL PUBLIC FUNCTION 12 Sec. 1109.004. DISTRICT TERRITORY [Sections 1109.005-1109.050 reserved for expansion] 13 14 SUBCHAPTER B. DISTRICT ADMINISTRATION 15 Sec. 1109.051. BOARD APPOINTMENT; TERM 16 Sec. 1109.052. QUALIFICATIONS FOR OFFICE 17 Sec. 1109.053. BOARD VACANCY 18 Sec. 1109.054. NONATTENDANCE 19 Sec. 1109.055. OFFICERS 20 Sec. 1109.056. COMPENSATION; EXPENSES 21 Sec. 1109.057. DISTRICT ADMINISTRATOR 22 Sec. 1109.058. GENERAL DUTIES OF DISTRICT 23 ADMINISTRATOR 24 Sec. 1109.059. ASSISTANT DISTRICT ADMINISTRATOR; 25 ATTORNEY 26 Sec. 1109.060. APPOINTMENT AND REMOVAL OF STAFF AND 27 EMPLOYEES

1	Sec.	1109.061.	RETIREMENT BENEFITS
2	Sec.	1109.062.	SEAL
3		[Sectior	ns 1109.063-1109.100 reserved for expansion]
4			SUBCHAPTER C. POWERS AND DUTIES
5	Sec.	1109.101.	DISTRICT RESPONSIBILITY
6	Sec.	1109.102.	RESTRICTION ON COUNTY OR MUNICIPALITY
7			TAXATION
8	Sec.	1109.103.	MANAGEMENT, CONTROL, AND ADMINISTRATION
9	Sec.	1109.104.	HOSPITAL OR HOSPITAL SYSTEM
10	Sec.	1109.105.	RULES
11	Sec.	1109.106.	PURCHASING AND ACCOUNTING
12	Sec.	1109.107.	DISTRICT PROPERTY, FACILITIES, AND
13			EQUIPMENT
14	Sec.	1109.108.	EMINENT DOMAIN
15	Sec.	1109.109.	GIFTS AND ENDOWMENTS
16	Sec.	1109.110.	CONSTRUCTION CONTRACTS
17	Sec.	1109.111.	OPERATING AND MANAGEMENT CONTRACTS
18	Sec.	1109.112.	CONTRACTS WITH GOVERNMENTAL ENTITIES
19			FOR CARE AND TREATMENT
20	Sec.	1109.113.	PAYMENT FOR TREATMENT; PROCEDURES
21	Sec.	1109.114.	REIMBURSEMENT FOR SERVICES
22	Sec.	1109.115.	AUTHORITY TO SUE AND BE SUED
23		[Sectior	ns 1109.116-1109.150 reserved for expansion]
24		SUBC	CHAPTER D. GENERAL FINANCIAL PROVISIONS
25	Sec.	1109.151.	BUDGET
26	Sec.	1109.152.	NOTICE; HEARING; ADOPTION OF BUDGET
27	Sec.	1109.153.	AMENDMENTS TO BUDGET

1	Sec.	1109.154.	FISCAL YEAR
2	Sec.	1109.155.	ANNUAL AUDIT
3	Sec.	1109.156.	FINANCIAL REPORT
4	Sec.	1109.157.	DEPOSITORY
5	Sec.	1109.158.	INVESTMENTS
6	Sec.	1109.159.	AUTHORITY TO BORROW MONEY; SECURITY
7		[Section	ns 1109.160-1109.200 reserved for expansion]
8			SUBCHAPTER E. BONDS
9	Sec.	1109.201.	GENERAL OBLIGATION BONDS
10	Sec.	1109.202.	TAX TO PAY GENERAL OBLIGATION BONDS
11	Sec.	1109.203.	GENERAL OBLIGATION BOND ELECTION
12	Sec.	1109.204.	EXECUTION OF GENERAL OBLIGATION BONDS
13	Sec.	1109.205.	REVENUE BONDS
14	Sec.	1109.206.	REFUNDING BONDS
15	Sec.	1109.207.	MATURITY OF BONDS
16	Sec.	1109.208.	EXECUTION OF BONDS
17	Sec.	1109.209.	BONDS EXEMPT FROM TAXATION
18		[Section	ns 1109.210-1109.250 reserved for expansion]
19			SUBCHAPTER F. TAXES
20	Sec.	1109.251.	IMPOSITION OF AD VALOREM TAX
21	Sec.	1109.252.	TAX RATE
22	Sec.	1109.253.	TAX ASSESSOR-COLLECTOR
23		[Section	ns 1109.254-1109.300 reserved for expansion]
24			SUBCHAPTER G. DISSOLUTION
25	Sec.	1109.301.	DISSOLUTION; ELECTION
26	Sec.	1109.302.	NOTICE OF ELECTION
27	Sec.	1109.303.	BALLOT

1 Sec. 1109.304. ELECTION RESULTS Sec. 1109.305. TRANSFER OR ADMINISTRATION OF ASSETS 2 Sec. 1109.306. SALE OR TRANSFER OF ASSETS AND 3 4 LIABILITIES 5 Sec. 1109.307. IMPOSITION OF TAX AND RETURN OF SURPLUS 6 TAXES Sec. 1109.308. REPORT; DISSOLUTION ORDER 7 CHAPTER 1109. TYLER COUNTY HOSPITAL DISTRICT 8 SUBCHAPTER A. GENERAL PROVISIONS 9 Sec. 1109.001. DEFINITIONS. In this chapter: 10 "Board" means the board of hospital managers of 11 (1) the district. 12 (2) "Commissioners court" means the Commissioners 13 14 Court of Tyler County. 15 (3) "District" means the Tyler County Hospital 16 District. 17 (4) "Manager" means a member of the board. (New.) Sec. 1109.002. AUTHORITY FOR OPERATION. The Tyler County 18 Hospital District operates in accordance with Section 9, Article 19 IX, Texas Constitution, and has the powers and responsibilities 20 provided by that section. (Acts 58th Leg., R.S., Ch. 110, Sec. 1 21 (part).) 22 23 Sec. 1109.003. ESSENTIAL PUBLIC FUNCTION. The district is 24 a public entity performing an essential public function. (Acts 58th Leg., R.S., Ch. 110, Sec. 4(e) (part).) 25 Sec. 1109.004. DISTRICT TERRITORY. The boundaries of the 26 district are coextensive with the boundaries of Tyler County. 27

1 (Acts 58th Leg., R.S., Ch. 110, Sec. 1 (part).) [Sections 1109.005-1109.050 reserved for expansion] 2 SUBCHAPTER B. DISTRICT ADMINISTRATION 3 4 Sec. 1109.051. BOARD APPOINTMENT; TERM. (a) The board 5 consists of: 6 (1)six managers appointed by the commissioners court; 7 and 8 (2) the county judge of Tyler County as an ex officio manager. 9 10 (b) Appointed managers serve two-year terms. The terms may overlap. (Acts 58th Leg., R.S., Ch. 110, Sec. 6(a) (part).) 11 Sec. 1109.052. QUALIFICATIONS FOR OFFICE. (a) To serve as 12 a manager, a person must be a resident and qualified voter of the 13 14 district. 15 (b) A district employee may not serve as a manager. (Acts 58th Leg., R.S., Ch. 110, Sec. 6(a) (part).) 16 17 Sec. 1109.053. BOARD VACANCY. The commissioners court shall fill a vacancy on the board by appointment. (Acts 58th Leg., 18 R.S., Ch. 110, Sec. 6(a) (part).) 19 20 Sec. 1109.054. NONATTENDANCE. The failure of a manager to 21 attend three consecutive regular board meetings causes a vacancy in the manager's office unless the absence is excused by formal action 22 of the board. (Acts 58th Leg., R.S., Ch. 110, Sec. 6(a) (part).) 23 Sec. 1109.055. OFFICERS. (a) 24 The board shall elect from among its members a president, who shall preside, and a vice 25 26 president, who shall preside in the president's absence. 27 The board shall appoint a secretary, who need not be a (b)

1 manager.

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(c) Each officer serves a one-year term.

3 (d) The board shall fill a vacancy in a board office for the
4 unexpired term. (Acts 58th Leg., R.S., Ch. 110, Sec. 6(h) (part).)

5 Sec. 1109.056. COMPENSATION; EXPENSES. A manager serves 6 without compensation but may be reimbursed for actual and necessary 7 travel and other expenses incurred in the performance of the 8 manager's duties as determined by the board. The reimbursed 9 expenses must be reported in the district's records. (Acts 58th 10 Leg., R.S., Ch. 110, Sec. 6(a) (part).)

Sec. 1109.057. DISTRICT ADMINISTRATOR. (a) The board may appoint a person qualified by training and experience as district administrator.

14 (b) The district administrator serves at the will of the15 board and receives compensation as may be determined by the board.

16 (c) The board may require the district administrator, 17 before assuming the administrator's duties, to execute a bond 18 payable to the district in an amount set by the board of not less 19 than \$5,000 that:

(1) is conditioned on the faithful performance of theadministrator's duties; and

(2) contains other conditions the board may require.
(Acts 58th Leg., R.S., Ch. 110, Sec. 6(b) (part).)

24 Sec. 1109.058. GENERAL DUTIES OF DISTRICT ADMINISTRATOR. 25 Subject to any limitations prescribed by the board, the district 26 administrator shall:

27

perform the duties required by the board;

H.B. No. 3281 1 (2) supervise the work and activities of the district; 2 and

3 (3) direct the affairs of the district. (Acts 58th
4 Leg., R.S., Ch. 110, Sec. 6(b) (part).)

Sec. 1109.059. ASSISTANT DISTRICT ADMINISTRATOR; ATTORNEY.
(a) The board may appoint an assistant district administrator and
7 an attorney.

8 (b) The assistant district administrator and the attorney 9 serve at the will of the board and receive compensation as may be 10 determined by the board. (Acts 58th Leg., R.S., Ch. 110, Sec. 6(b) 11 (part).)

Sec. 1109.060. APPOINTMENT AND REMOVAL OF STAFF AND EMPLOYEES. (a) The board may appoint to and remove from the staff any doctors and employ any other employees considered advisable for the efficient operation of the district's hospital or hospital system.

17 (b) The board may delegate to the district administrator the18 authority to hire employees.

19 (c) The board may spend district money to recruit 20 physicians, nurses, and other trained medical personnel. The board 21 may pay the tuition or other expenses of a full-time medical student 22 or other student in a health occupation who:

(1) is enrolled in and is in good standing at anaccredited medical school, college, or university; and

(2) contractually agrees to become a district employee
or independent contractor in return for that assistance. (Acts
58th Leg., R.S., Ch. 110, Secs. 6(c), (d) (part).)

H.B. No. 3281 Sec. 1109.061. RETIREMENT BENEFITS. The board may provide 1 retirement benefits for district employees by: 2 3 (1)establishing or administering а retirement 4 program; or (2) 5 participating in: 6 the Texas County and District Retirement (A) 7 System; or 8 (B) another statewide retirement system in which the district is eligible to participate. (Acts 58th Leg., R.S., Ch. 9 10 110, Sec. 6(d) (part).) Sec. 1109.062. SEAL. The board shall have a seal engraved 11 with the district's name to authenticate the acts of the board. The 12 board secretary shall keep the seal. (Acts 58th Leg., R.S., Ch. 13 14 110, Sec. 6(h) (part).) [Sections 1109.063-1109.100 reserved for expansion] 15 16 SUBCHAPTER C. POWERS AND DUTIES Sec. 1109.101. DISTRICT RESPONSIBILITY. The district has 17 full responsibility for providing medical and hospital care for the 18 district's needy and indigent residents. (Acts 58th Leg., R.S., 19 Ch. 110, Secs. 2 (part), 14 (part).) 20 Sec. 1109.102. RESTRICTION ON COUNTY 21 OR MUNICIPALITY TAXATION. Tyler County or a municipality in the county may not 22 impose a tax for hospital purposes. (Acts 58th Leg., R.S., Ch. 110, 23 24 Secs. 1 (part), 14 (part).) Sec. 1109.103. MANAGEMENT, CONTROL, AND ADMINISTRATION. 25 26 The board shall manage, control, and administer: 27 (1) the district's hospital or hospital system; and

H.B. No. 3281 1 (2) the district's business, funds, and resources. 2 (Acts 58th Leg., R.S., Ch. 110, Sec. 6(a) (part).) Sec. 1109.104. HOSPITAL OR HOSPITAL SYSTEM. 3 (a) The district shall provide for the establishment, administration, 4 5 maintenance, operation, and financing of a hospital or hospital system in the district. 6 7 The district may provide any services or facilities (b) 8 necessary for hospital or medical care, including: 9 (1) rural health clinics; 10 (2) outpatient clinics; 11 (3) nursing homes; 12 (4) home health care agencies; extended care facilities; 13 (5) 14 (6) assisted living or personal care facilities; and 15 (7) retirement, housing, and medical office buildings. (Acts 58th Leg., R.S., Ch. 110, Sec. 2 (part).) 16 17 Sec. 1109.105. RULES. The board may adopt rules for the operation of the hospital or hospital system. (Acts 58th Leg., 18 R.S., Ch. 110, Sec. 6(a) (part).) 19 Sec. 1109.106. PURCHASING AND ACCOUNTING. (a) The board 20 may prescribe: 21 the method and manner of making purchases and 22 (1)23 expenditures by and for the district; and 24 (2) all accounting and control procedures. 25 (b) The district shall pay the salaries and expenses necessarily incurred by the board or by an officer or agent of the 26 board in performing a duty prescribed or required by this section or 27

1 Section 1109.155.

(c) An officer, employee, or agent of the board shall
perform any function or service prescribed by the board under this
section or Section 1109.155. (Acts 58th Leg., R.S., Ch. 110, Sec. 7
(part).)

6 Sec. 1109.107. DISTRICT PROPERTY, FACILITIES, AND 7 EQUIPMENT. (a) The board shall determine:

8 (1) the type, number, and location of buildings 9 required to maintain an adequate hospital system; and

10 (2) the type of equipment necessary for hospital care.11 (b) The board may:

(1) acquire by purchase or lease property, including facilities and equipment, for the district to use in the hospital system; and

15 (2) mortgage or pledge the property as security for16 the payment of the purchase price.

17 (c) The board may lease district hospital facilities to or 18 from individuals, companies, corporations, or other legal 19 entities.

20 (d) The board may sell or otherwise dispose of property, 21 including facilities and equipment. (Acts 58th Leg., R.S., Ch. 22 110, Sec. 6(e) (part).)

Sec. 1109.108. EMINENT DOMAIN. (a) The district may exercise the power of eminent domain to acquire a fee simple or other interest in any type of property, real, personal, or mixed, located in district territory, if the interest is necessary or convenient to exercise a right, power, privilege, or function

1 conferred on the district by this chapter.

2 (b) The district must exercise the power of eminent domain 3 in the manner provided by Chapter 21, Property Code, except the 4 district is not required to deposit in the trial court money or a 5 bond as required by Section 21.021(a), Property Code.

6 (c) In a condemnation proceeding brought by the district,7 the district is not required to:

8 (1) pay in advance or provide a bond for the issuance 9 of a temporary restraining order or a temporary injunction; or

10 (2) provide a bond for costs or a supersedeas bond on 11 an appeal or petition for review. (Acts 58th Leg., R.S., Ch. 110, 12 Sec. 10.)

Sec. 1109.109. GIFTS AND ENDOWMENTS. The board may accept for the district a gift or endowment to be held in trust and administered by the board for the purposes and under the directions, limitations, or provisions prescribed in writing by the donor that are not inconsistent with the proper management and objectives of the district. (Acts 58th Leg., R.S., Ch. 110, Sec. 19 16.)

20 Sec. 1109.110. CONSTRUCTION CONTRACTS. The board may enter 21 into construction contracts for the district. (Acts 58th Leg., 22 R.S., Ch. 110, Sec. 6(e) (part).)

Sec. 1109.111. OPERATING AND MANAGEMENT CONTRACTS. The board may enter into an operating or management contract relating to a hospital facility. (Acts 58th Leg., R.S., Ch. 110, Sec. 6(e) (part).)

27 Sec. 1109.112. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR

1 CARE AND TREATMENT. The board, with the approval of the 2 commissioners court, may contract with:

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3 (1) any county for the care and treatment of a sick or4 injured person of that county; and

5 (2) this state or a federal agency for the care and 6 treatment of a sick or injured person for whom the state or agency 7 is responsible. (Acts 58th Leg., R.S., Ch. 110, Sec. 6(g) (part).)

8 Sec. 1109.113. PAYMENT FOR TREATMENT; PROCEDURES. (a) 9 When a patient who resides in the district is admitted to a district 10 facility, the district administrator shall have an inquiry made 11 into the financial circumstances of:

12

(1) the patient; and

13 (2) the patient's relatives legally responsible for14 the patient's support.

(b) The district without charge shall provide to a patient who resides in the district the care and treatment for which the patient or those relatives cannot pay.

(c) If the district administrator determines that the patient or those relatives cannot pay for all or part of the patient's care and treatment in the hospital, the amount of the costs that cannot be paid becomes a charge against the district.

(d) If the district administrator determines that the patient or those relatives can pay for all or part of the care and treatment provided by the district, the district administrator shall report that determination to the board, and the board shall issue an order directing the patient or those relatives to pay the district a specified amount each week for the patient's support.

1 The amount ordered must be proportionate to the person's financial 2 ability and may not exceed the actual per capita cost of 3 maintenance.

4 (e) The district administrator may collect the amount from
5 the patient's estate, or from any relative legally responsible for
6 the patient's support, in the manner provided by law for the
7 collection of expenses of the last illness of a deceased person.

8 (f) If there is a dispute as to the ability to pay, or doubt 9 in the mind of the district administrator concerning the ability to 10 pay, the county court shall hold a hearing and, after calling 11 witnesses, shall:

- 12
- 13

(1) resolve the dispute or doubt; and

(2) issue any appropriate order.

14 (g) Either party to the dispute may appeal the order to the 15 district court. (Acts 58th Leg., R.S., Ch. 110, Secs. 15(a) (part), 16 (b).)

Sec. 1109.114. REIMBURSEMENT FOR SERVICES. (a) The board shall require a county, municipality, or public hospital located outside the district to reimburse the district for the district's care or treatment of a sick or injured person for whom that county, municipality, or public hospital has an obligation to provide care, as provided by Chapter 61, Health and Safety Code.

(b) The board shall seek reimbursement under Article 104.002, Code of Criminal Procedure, for the district's care or treatment of a person who is confined in a Tyler County jail facility and is not a district resident. (Acts 58th Leg., R.S., Ch. 110, Sec. 6(g) (part).)

H.B. No. 3281 Sec. 1109.115. AUTHORITY TO SUE AND BE SUED. The board may 1 sue and be sued. (Acts 58th Leg., R.S., Ch. 110, Sec. 6(a) (part).) 2 [Sections 1109.116-1109.150 reserved for expansion] 3 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 4 5 Sec. 1109.151. BUDGET. (a) The district administrator, under the direction of the board, shall prepare a proposed annual 6 7 budget. 8 (b) The budget must be approved by the board. (Acts 58th Leg., R.S., Ch. 110, Sec. 9(b) (part).) 9 Sec. 1109.152. NOTICE; HEARING; ADOPTION OF BUDGET. 10 (a) The board shall publish notice of a public hearing on the proposed 11 12 annual budget. The notice must be published in a newspaper of general circulation in the district one time before the 10th day 13 14 before the date of the hearing. (b) The board shall adopt a budget by acting on the budget 15 proposed by the district administrator. 16 17 (c) The budget is effective only after adoption by the board. (Acts 58th Leg., R.S., Ch. 110, Sec. 9(b) (part).) 18 Sec. 1109.153. AMENDMENTS TO BUDGET. 19 The budget may be amended on the board's approval. (Acts 58th Leg., R.S., Ch. 110, 20 Sec. 9(b) (part).) 21 Sec. 1109.154. FISCAL YEAR. (a) The district operates 22 according to a fiscal year established by the board. 23 24 (b) The fiscal year may not be changed: 25 (1) when revenue bonds are outstanding; or 26 (2) more than once in a 24-month period. (Acts 58th Leg., R.S., Ch. 110, Sec. 8.) 27

Sec. 1109.155. ANNUAL AUDIT. As soon as practicable after 1 the close of each fiscal year, the board shall have an audit made of 2 the district's financial condition for the fiscal year by an 3 independent public accountant. (Acts 58th Leg., R.S., Ch. 110, 4 5 Sec. 7 (part).) 6 Sec. 1109.156. FINANCIAL REPORT. (a) As soon as practicable after the close of each fiscal year, the district 7 8 administrator shall prepare a report that includes: a complete sworn statement of: 9 (1)10 (A) all money and choses in action received by the administrator; and 11 how the money and choses in action were 12 (B) disbursed or otherwise disposed; and 13 14 (2) the details of district operation during the 15 preceding fiscal year. (b) The district administrator shall make the report to: 16 17 (1) the board; and (2) the commissioners court. (Acts 58th Leg., R.S., 18 19 Ch. 110, Sec. 9(a).) Sec. 1109.157. DEPOSITORY. Every two years, the board 20 shall select a depository for the district to secure all district 21 money in the manner provided for securing county funds. (Acts 58th 22 23 Leg., R.S., Ch. 110, Sec. 11 (part).) 24 Sec. 1109.158. INVESTMENTS. The board may purchase, sell, 25 and invest district funds in investments authorized by Chapter 26 2256, Government Code. (Acts 58th Leg., R.S., Ch. 110, Sec. 11 (part).)27

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1 Sec. 1109.159. AUTHORITY TO BORROW MONEY; SECURITY. (a) 2 The board may borrow money at a rate not to exceed the maximum 3 annual percentage rate allowed by law for district obligations at 4 the time the loan is made if the board declares that:

5 (1) money is not available to meet authorized 6 obligations of the district; and

7

(2) an emergency exists.

8 (b) To secure a loan, the board may pledge:

9 (1) district revenue that is not pledged to pay the 10 district's bonded indebtedness;

11 (2) a district tax to be imposed by the district in the 12 next 12-month period that is not pledged to pay the principal of or 13 interest on district bonds; or

14 (3) a district bond that has been authorized but not15 sold.

16 (c) A loan for which taxes or bonds are pledged must mature 17 not later than the first anniversary of the date the loan is made. A 18 loan for which district revenue is pledged must mature not later 19 than the fifth anniversary of the date the loan is made.

(d) The board may not spend money obtained from a loan underthis section for any purpose other than:

(1) the purpose for which the board declared anemergency; and

(2) if district taxes or bonds are pledged to pay the
loan, the purposes for which the taxes were imposed or the bonds
were authorized. (Acts 58th Leg., R.S., Ch. 110, Sec. 21.)

27 [Sections 1109.160-1109.200 reserved for expansion]

1 SUBCHAPTER E. BONDS 2 Sec. 1109.201. GENERAL OBLIGATION BONDS. The commissioners 3 court may issue and sell general obligation bonds of the district for any purpose relating to: 4 5 purchasing, constructing, acquiring, repairing, (1)or renovating buildings and improvements; 6 7 equipping buildings and improvements; (2) 8 (3) acquiring or operating a mobile emergency medical service; and 9 10 (4) hospital purposes. (Acts 58th Leg., R.S., Ch. 110, Sec. 4(a) (part).) 11 Sec. 1109.202. TAX TO PAY GENERAL OBLIGATION BONDS. (a) 12 An ad valorem tax shall be imposed at a rate sufficient to create an 13 14 interest and sinking fund to pay the principal of and interest on 15 bonds issued under Section 1109.201 as the bonds mature. 16 (b) The tax required by this section together with any other 17 ad valorem tax imposed for the district may not in any year exceed 75 cents on each \$100 valuation of all taxable property in the 18 district. (Acts 58th Leg., R.S., Ch. 110, Sec. 4(a) (part).) 19 Sec. 1109.203. GENERAL OBLIGATION BOND ELECTION. (a) 20 The district may issue general obligation bonds only if the bonds are 21 authorized by a majority of the district voters voting at an 22 election held in accordance with the provisions of Chapter 1251, 23 24 Government Code, relating to county bonds. The commissioners court: 25 (b)

26 (1)may call the election on its own motion; or 27 shall call the election at the request of the (2)

1 board.

19

2 (c) The cost of the bond election is a charge on the 3 district, and the district must provide for the payment of the bond 4 election costs before the commissioners court is required to order 5 an election. (Acts 58th Leg., R.S., Ch. 110, Sec. 4(a) (part).)

6 Sec. 1109.204. EXECUTION OF GENERAL OBLIGATION BONDS. (a) 7 The county judge of Tyler County shall execute the general 8 obligation bonds in the district's name.

9 (b) The county clerk of Tyler County shall countersign the 10 bonds. (Acts 58th Leg., R.S., Ch. 110, Sec. 4(a) (part).)

Sec. 1109.205. REVENUE BONDS. (a) The district may issue revenue bonds to:

13 (1) purchase, construct, acquire, repair, or renovate14 buildings and improvements;

15 (2) equip buildings and improvements for the hospital16 or hospital system;

17 (3) acquire sites to be used for hospital purposes; or
18 (4) acquire and operate a mobile emergency medical

service to assist the district in carrying out its purposes.

(b) The bonds must be payable from and secured by a pledge of all or part of the revenue derived from the operation of the district's hospital system.

(c) The bonds may be additionally secured by a mortgage or
deed of trust lien on all or part of the district property.

(d) The district shall issue revenue bonds in the manner
provided by Sections 264.042, 264.043, 264.046, 264.047, 264.048,
and 264.049, Health and Safety Code. (Acts 58th Leg., R.S., Ch.

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1 110, Sec. 4(c).)
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2 Sec. 1109.206. REFUNDING BONDS. (a) The district may, 3 without an election, issue refunding bonds to refund any bonds 4 issued or assumed by the district.

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(b) A refunding bond may be:

6 (1) sold, with the proceeds of the refunding bond 7 applied to the payment of the outstanding bonds; or

8 (2) exchanged wholly or partly for not less than a 9 similar principal amount of the outstanding bonds. (Acts 58th 10 Leg., R.S., Ch. 110, Secs. 4(a) (part), (b) (part).)

Sec. 1109.207. MATURITY OF BONDS. District bonds must mature not later than 40 years after the date of issuance. (Acts S8th Leg., R.S., Ch. 110, Sec. 4(g) (part).)

Sec. 1109.208. EXECUTION OF BONDS. The board president shall execute district bonds in the district's name, and the board secretary shall countersign the bonds in the manner provided by Chapter 618, Government Code. (Acts 58th Leg., R.S., Ch. 110, Sec. 4(d).)

Sec. 1109.209. BONDS EXEMPT FROM TAXATION. The following are exempt from taxation by this state or a political subdivision of this state:

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(1) bonds issued by the district;
(2) any transaction relating to the bonds; and
(3) profits made in the sale of the bonds. (Acts 58th
Leg., R.S., Ch. 110, Sec. 4(e) (part).)
[Sections 1109.210-1109.250 reserved for expansion]
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H.B. No. 3281 1 SUBCHAPTER F. TAXES 2 Sec. 1109.251. IMPOSITION OF AD VALOREM TAX. (a) The 3 commissioners court shall impose a tax for the benefit of the district on all property in the district subject to district 4 5 taxation. 6 (b) The commissioners court shall impose the tax to: 7 pay the interest on and create a sinking fund for (1)8 general obligation bonds assumed or issued by the district for hospital purposes as provided by this chapter; 9 10 (2) provide for the operation and maintenance of the 11 hospital or hospital system; and 12 (3) when requested by the board and approved by the commissioners court, make improvements and additions to 13 the 14 hospital system, and acquire necessary sites for the hospital 15 system by purchase, lease, or condemnation. 16 (c) The district may not impose a tax to pay the principal of 17 or interest on revenue bonds. (Acts 58th Leg., R.S., Ch. 110, Secs. 3 (part), 4(f) (part).) 18 Sec. 1109.252. TAX RATE. The commissioners court shall 19 impose the tax at a rate not to exceed 75 cents on each \$100 20 valuation of all taxable property in the district. (Acts 58th Leg., 21 R.S., Ch. 110, Sec. 3 (part).) 22 Sec. 1109.253. TAX ASSESSOR-COLLECTOR. 23 The board may 24 provide for the appointment of a tax assessor-collector for the district or may contract for the assessment and collection of taxes 25 26 as provided by the Tax Code. (Acts 58th Leg., R.S., Ch. 110, Sec. 27 4(f) (part).)

H.B. No. 3281 [Sections 1109.254-1109.300 reserved for expansion] 1 SUBCHAPTER G. DISSOLUTION 2 Sec. 1109.301. DISSOLUTION; ELECTION. 3 (a) The district may be dissolved only on approval of a majority of the district 4 5 voters voting in an election held for that purpose. 6 (b) The board may order an election on the question of 7 dissolving the district and disposing of the district's assets and 8 obligations. The board shall order an election if the board receives 9 (c) 10 a petition requesting an election that is signed by at least 15 percent of the registered district voters. 11 The order calling the election must state: 12 (d) (1) the nature of the election, including 13 the 14 proposition to appear on the ballot; 15 (2) the date of the election; 16 the hours during which the polls will be open; and (3) 17 (4) the location of the polling places. Section 41.001(a), Election Code, does not apply to an 18 (e) election ordered under this section. (Acts 58th Leg., R.S., Ch. 19 110, Secs. 22(a), (b) (part).) 20 Sec. 1109.302. NOTICE OF ELECTION. (a) 21 The board shall give notice of an election under this subchapter by publishing once 22 23 a week for two consecutive weeks a copy of the election order in a 24 newspaper with general circulation in the district. 25 The first publication of notice must appear before the (b) 35th day before the date set for the election. (Acts 58th Leg., 26 R.S., Ch. 110, Sec. 22(c) (part).) 27

1 Sec. 1109.303. BALLOT. The ballot for an election under 2 this subchapter must be printed to permit voting for or against the 3 proposition: "The dissolution of the Tyler County Hospital 4 District." (Acts 58th Leg., R.S., Ch. 110, Sec. 22(c) (part).)

5 Sec. 1109.304. ELECTION RESULTS. (a) If a majority of the 6 district voters favor dissolution, the board shall find that the 7 district is dissolved.

8 (b) If the board finds that the election results do not 9 favor the proposition to dissolve the district, another dissolution 10 election may not be held before the first anniversary of the date of 11 the most recent election to dissolve the district. (Acts 58th Leg., 12 R.S., Ch. 110, Secs. 22(d) (part), (g).)

Sec. 1109.305. TRANSFER OR ADMINISTRATION OF ASSETS. (a) If a majority of the district voters favor dissolution, the board shall:

(1) transfer the land, buildings, improvements,
equipment, and other assets that belong to the district to Tyler
County or another governmental entity in Tyler County; or

19 (2) administer the property, assets, and debts until
20 all money has been disposed of and all district debts have been paid
21 or settled.

(b) If the board makes the transfer under Subsection (a)(1), the county or entity assumes all debts and obligations of the district at the time of the transfer, and the district is dissolved. (Acts 58th Leg., R.S., Ch. 110, Secs. 22(d) (part), (f).)

26 Sec. 1109.306. SALE OR TRANSFER OF ASSETS AND LIABILITIES. 27 (a) Notwithstanding any other provision of this subchapter, the

1 district may not be dissolved unless the board provides for the sale 2 or transfer of the district's assets and liabilities to another 3 person.

4 (b) The dissolution of the district and the sale or transfer5 of the district's assets or liabilities may not:

6 (1) contravene a trust indenture or bond resolution 7 relating to the district's outstanding bonds; or

8 (2) diminish or impair the rights of a holder of an 9 outstanding bond, warrant, or other obligation of the district.

10 (c) The sale or transfer of the district's assets and 11 liabilities must satisfy the debt and bond obligations of the 12 district in a manner that protects the interests of district 13 residents, including the residents' collective property rights in 14 the district's assets.

(d) The district may transfer or dispose of the district's assets only for due compensation, unless the transfer is made to another governmental agency embracing the district and using the transferred assets for the benefit of residents formerly in the district.

(e) A grant from federal funds is an obligation to be repaid
in satisfaction. (Acts 58th Leg., R.S., Ch. 110, Secs. 22(k), (1).)

22 Sec. 1109.307. IMPOSITION OF TAX AND RETURN OF SURPLUS 23 TAXES. (a) After the board finds that the district is dissolved, 24 the board shall:

(1) determine the debt owed by the district; and
(2) impose on the property included in the district's
27 tax roll a tax that is in proportion of the debt to the property

1 value.

2 (b) On the payment of all outstanding debts and obligations 3 of the district, the board shall order the board secretary to return 4 to each district taxpayer the taxpayer's pro rata share of all 5 unused tax money.

6 (c) A taxpayer may request that the taxpayer's share of 7 surplus tax money be credited to the taxpayer's county taxes. If a 8 taxpayer requests the credit, the board shall direct the board 9 secretary to transmit the money to the Tyler County tax 10 assessor-collector. (Acts 58th Leg., R.S., Ch. 110, Secs. 22(e), 11 (h).)

Sec. 1109.308. REPORT; DISSOLUTION ORDER. (a) After the district has paid all district debts and has disposed of all district money and other assets as prescribed by this subchapter, the board shall file a written report with the commissioners court summarizing the board's actions in dissolving the district.

17 (b) Not later than the 10th day after the date the 18 commissioners court receives the report and determines that the 19 requirements of this subchapter have been fulfilled, the 20 commissioners court shall enter an order:

21

(1) dissolving the district; and

(2) disbanding and releasing the board from any
further duty or obligation. (Acts 58th Leg., R.S., Ch. 110, Secs.
22(i), (j).)

CHAPTER 1110. VAL VERDE COUNTY HOSPITAL DISTRICT
 SUBCHAPTER A. GENERAL PROVISIONS
 Sec. 1110.001. DEFINITIONS

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1 Sec. 1110.152. PROPOSED BUDGET: NOTICE AND HEARING; APPROVAL OF BUDGET 2 3 Sec. 1110.153. AMENDMENTS TO BUDGET 4 Sec. 1110.154. RESTRICTION ON EXPENDITURES 5 Sec. 1110.155. FISCAL YEAR 6 Sec. 1110.156. ANNUAL AUDIT 7 Sec. 1110.157. INSPECTION OF AUDIT AND DISTRICT 8 RECORDS 9 Sec. 1110.158. FINANCIAL REPORT 10 Sec. 1110.159. DEPOSITORY 11 Sec. 1110.160. SPENDING AND INVESTMENT RESTRICTIONS [Sections 1110.161-1110.200 reserved for expansion] 12 SUBCHAPTER E. BONDS 13 14 Sec. 1110.201. GENERAL OBLIGATION BONDS 15 Sec. 1110.202. TAX TO PAY GENERAL OBLIGATION BONDS 16 Sec. 1110.203. GENERAL OBLIGATION BOND ELECTION 17 Sec. 1110.204. REVENUE BONDS 18 Sec. 1110.205. REFUNDING BONDS 19 Sec. 1110.206. MATURITY OF BONDS 20 Sec. 1110.207. EXECUTION OF BONDS 21 Sec. 1110.208. BONDS EXEMPT FROM TAXATION 22 [Sections 1110.209-1110.250 reserved for expansion] SUBCHAPTER F. TAXES 23 24 Sec. 1110.251. IMPOSITION OF AD VALOREM TAX 25 Sec. 1110.252. TAX RATE

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CHAPTER 1110. VAL VERDE COUNTY HOSPITAL DISTRICT SUBCHAPTER A. GENERAL PROVISIONS Sec. 1110.001. DEFINITIONS. In this chapter: (1) "Board" means the board of directors of

5 district.

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(2) "Director" means a member of the board.

7 (3) "District" means the Val Verde County Hospital8 District. (New.)

9 Sec. 1110.002. AUTHORITY FOR OPERATION. The Val Verde 10 County Hospital District operates in accordance with Section 9, 11 Article IX, Texas Constitution, and has the rights, powers, and 12 duties provided by that section and this chapter. (Acts 64th Leg., 13 R.S., Ch. 658, Sec. 1 (part).)

Sec. 1110.003. ESSENTIAL PUBLIC FUNCTION. The district performs an essential public function in carrying out the purposes of this chapter. (Acts 64th Leg., R.S., Ch. 658, Sec. 21 (part).)

Sec. 1110.004. DISTRICT TERRITORY. The boundaries of the district are coextensive with the boundaries of Val Verde County, Texas. (Acts 64th Leg., R.S., Ch. 658, Sec. 1 (part).)

Sec. 1110.005. CORRECTION OF INVALID PROCEDURES. If a court holds that any procedure under this chapter violates the constitution of this state or of the United States, the district by resolution may provide an alternative procedure that conforms with the constitution. (Acts 64th Leg., R.S., Ch. 658, Sec. 23 (part).)

25 Sec. 1110.006. DISTRICT SUPPORT AND MAINTENANCE NOT STATE 26 OBLIGATION. The support and maintenance of the district may not 27 become a charge against or obligation of this state. (Acts 64th

1 Leg., R.S., Ch. 658, Sec. 20 (part).)

2 Sec. 1110.007. RESTRICTION ON STATE FINANCIAL ASSISTANCE. 3 The legislature may not make a direct appropriation for the 4 construction, maintenance, or improvement of a district facility. 5 (Acts 64th Leg., R.S., Ch. 658, Sec. 20 (part).)

6 [Sections 1110.008-1110.050 reserved for expansion]
7 SUBCHAPTER B. DISTRICT ADMINISTRATION

8 Sec. 1110.051. BOARD ELECTION; TERM. (a) The board 9 consists of seven directors elected as follows:

10 (1) one director elected from each county 11 commissioners precinct; and

12 (2) three directors elected from the district at13 large.

14 (b) A district voter may vote on the directors to be elected 15 at large and on the director to be elected from the precinct in 16 which the voter resides.

17 (c) On the May uniform election date of each even-numbered 18 year or another date authorized by law, the appropriate number of 19 directors shall be elected.

20 (d) Directors serve staggered four-year terms. (Acts 64th
21 Leg., R.S., Ch. 658, Secs. 4(a) (part), (c) (part).)

22 Sec. 1110.052. QUALIFICATIONS FOR OFFICE. (a) A person may 23 not be elected or appointed as a director unless the person is:

24 (1) at least 18 years of age at the time of the25 appointment or election;

26 (2) a resident of the district; and

27 (3) a qualified voter.

(b) A director who represents a county commissioners
 precinct must be a resident of that precinct. (Acts 64th Leg.,
 R.S., Ch. 658, Sec. 4(a) (part).)

4 Sec. 1110.053. EX OFFICIO DIRECTOR. The chief of staff may 5 serve as an ex officio director without the right to vote as a 6 director. (Acts 64th Leg., R.S., Ch. 658, Sec. 4(a) (part).)

Sec. 1110.054. BALLOT PETITION. A person who wants to have the person's name printed on the ballot as a candidate for director must file with the board secretary a petition requesting that action. The petition must be:

11

signed by at least 10 registered voters; and

12 (2) filed by the deadline imposed by Section 144.005,
13 Election Code. (Acts 64th Leg., R.S., Ch. 658, Sec. 4(c) (part).)

Sec. 1110.055. NOTICE OF ELECTION. At least 10 days before the date of a directors' election, notice of the election shall be published one time in a newspaper of general circulation in Val Verde County. (Acts 64th Leg., R.S., Ch. 658, Sec. 4(c) (part).)

Sec. 1110.056. BOARD VACANCY. (a) If a vacancy occurs in the office of director, the remaining directors shall appoint a director for the unexpired term.

(b) If the number of directors is reduced to fewer than four for any reason, the remaining directors shall immediately call a special election to fill the vacancies. If the remaining directors do not call the election, a district court, on application of a district voter or taxpayer, may order the directors to hold the election. (Acts 64th Leg., R.S., Ch. 658, Sec. 4(b) (part).)

27 Sec. 1110.057. OFFICERS. The board shall elect from among

1 its members a president and secretary. (Acts 64th Leg., R.S., Ch. 2 658, Sec. 4(b) (part).)

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3 Sec. 1110.058. COMPENSATION. A director serves without
4 compensation. (Acts 64th Leg., R.S., Ch. 658, Sec. 4(a) (part).)

5 Sec. 1110.059. BOND; RECORD OF BOND AND OATH. (a) Each 6 director shall execute a good and sufficient bond for \$1,000 that 7 is:

8

(1) payable to the district; and

9 (2) conditioned on the faithful performance of the 10 director's duties.

(b) Each director's bond and constitutional oath of office must be deposited with the district's depository bank for safekeeping. (Acts 64th Leg., R.S., Ch. 658, Sec. 4(a) (part).)

Sec. 1110.060. VOTING REQUIREMENT. A concurrence of four directors is sufficient in any matter relating to district business. (Acts 64th Leg., R.S., Ch. 658, Sec. 4(b) (part).)

Sec. 1110.061. BOARD MEETINGS. (a) A board meeting may becalled by the president or any four directors.

(b) Notice of the time and place of a board meeting must be given to each director at least 72 hours before the time of the meeting. (Acts 64th Leg., R.S., Ch. 658, Sec. 4(b) (part).)

22 Sec. 1110.062. DISTRICT ADMINISTRATOR; ASSISTANT 23 ADMINISTRATOR. (a) The board may appoint a qualified person as 24 district administrator.

(b) The board may appoint an assistant administrator.
(c) The administrator and assistant administrator, if any,

27 serve at the will of the board and shall receive the compensation

1 determined by the board.

2 (d) On assuming the duties of district administrator, the 3 administrator shall execute a bond payable to the district in an 4 amount set by the board of not less than \$5,000 that:

5 (1) is conditioned on the administrator performing the 6 administrator's duties; and

7 (2) contains any other condition the board requires.
8 (Acts 64th Leg., R.S., Ch. 658, Sec. 6 (part).)

9 Sec. 1110.063. GENERAL DUTIES OF DISTRICT ADMINISTRATOR. 10 Subject to any limitations prescribed by the board, the district 11 administrator shall:

12 (1) supervise the work and activities of the district;13 and

14 (2) direct the affairs of the district. (Acts 64th
15 Leg., R.S., Ch. 658, Sec. 6 (part).)

16 Sec. 1110.064. APPOINTMENT OF STAFF AND EMPLOYEES. (a) The 17 board may appoint to the staff any doctors the board considers 18 necessary for the efficient operation of the district and may make 19 temporary appointments as warranted.

(b) The district may employ fiscal agents, accountants,architects, and attorneys as the board considers proper.

(c) The board may delegate to the district administrator the
authority to employ technicians, nurses, and district employees.
(Acts 64th Leg., R.S., Ch. 658, Secs. 6 (part), 15.)

25 Sec. 1110.065. SENIORITY; RETIREMENT BENEFITS. The board 26 may:

27

(1) adopt rules relating to the seniority of district

1 employees, including rules for a retirement plan based on seniority; and 2 3 (2) give effect to previous years of service for those employees continuously employed in the operation or management of 4 5 hospital facilities: 6 (A) constructed by the district; or 7 (B) acquired the district, by including facilities acquired when the district was created because of former 8 Section 2, Chapter 658, Acts of the 64th Legislature, Regular 9 10 Session, 1975. (Acts 64th Leg., R.S., Ch. 658, Sec. 6 (part).) [Sections 1110.066-1110.100 reserved for expansion] 11 SUBCHAPTER C. POWERS AND DUTIES 12 Sec. 1110.101. DISTRICT RESPONSIBILITY. The district has 13 full responsibility for providing hospital care for the district's 14 15 indigent residents. (Acts 64th Leg., R.S., Ch. 658, Sec. 19 (part).)16 Sec. 1110.102. RESTRICTION POLITICAL 17 ON SUBDIVISION TAXATION AND DEBT. A political subdivision located within the 18 19 district may not impose a tax or issue bonds or other obligations for hospital purposes or to provide medical care. (Acts 64th Leg., 20 R.S., Ch. 658, Sec. 19 (part).) 21 Sec. 1110.103. MANAGEMENT, CONTROL, AND ADMINISTRATION. 22 The board shall manage, control, and administer the hospital system 23 24 and all the district's money and resources. (Acts 64th Leg., R.S., Ch. 658, Sec. 6 (part).) 25 26 Sec. 1110.104. HOSPITAL SYSTEM. The district shall provide for: 27

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H.B. No. 3281 1 (1)the establishment of a hospital system by: 2 (A) purchasing, constructing, acquiring, 3 repairing, or renovating buildings and equipment; and 4 (B) equipping the buildings; and 5 (2) the administration of the hospital system for hospital purposes. (Acts 64th Leg., R.S., Ch. 658, Sec. 2 (part).) 6 7 Sec. 1110.105. RULES. The board may adopt rules governing the operation of the hospital, the hospital system, and the 8 district's staff and employees. (Acts 64th Leg., R.S., Ch. 658, 9 Sec. 6 (part).) 10 Sec. 1110.106. PURCHASING AND ACCOUNTING. 11 The board may 12 prescribe: (1)the method and manner of making purchases and 13 14 expenditures by and for the district; and 15 (2) all accounting and control procedures. (Acts 64th Leg., R.S., Ch. 658, Sec. 11(a).) 16 17 Sec. 1110.107. OPERATING, MANAGEMENT, OR CONSULTING CONTRACTS. (a) The board may enter into an operating, management, 18 19 or consulting contract with respect to all or part of the district's facilities. The contract must provide that the board retains 20 responsibility for and control of the district's operation. 21 A company providing services to the district under the 22 (b) and the officers, directors, and employees of 23 contract, the 24 company, while performing services under the contract for benefit 25 of the district: (1) are employees of the district solely for purposes 26 27 of the immunity or liability of the company and the company's

1 officers, directors, and employees; and

(2) have immunity or limited liability under laws
applicable to district employees, whether statutory or common law,
to the extent a district employee would be entitled to immunity or
limited liability under the same circumstances. (Acts 64th Leg.,
R.S., Ch. 658, Sec. 10(a).)

7 Sec. 1110.108. DISTRICT PROPERTY, FACILITIES, AND 8 EQUIPMENT. (a) The board may lease all or part of the district's 9 property, including facilities or equipment, on terms the board 10 considers to be in the best interest of the district's residents. 11 The term of the lease may not exceed 25 years from the date entered.

12 (b) The board may:

(1) lease or acquire property, including facilities orequipment, for the use of the district; and

15 (2) mortgage or pledge the property as security for16 the payment of the purchase price.

17 (c) The board may sell or otherwise dispose of property, 18 including facilities or equipment, for the district. Sale or other 19 disposal under this subsection must be at a public sale and at a 20 price and on terms the board determines are most advantageous to the 21 district.

(d) The board may donate to another governmental entity or to a charitable organization any surplus personal property or equipment if the donation serves a public purpose and is accompanied by adequate consideration. (Acts 64th Leg., R.S., Ch. 658, Secs. 10(b), (c), (d), 11(c) (part).)

27

Sec. 1110.109. GIFTS AND ENDOWMENTS. The board may accept

1 for the district a gift or endowment to be held in trust and 2 administered by the board for the purposes and under the 3 directions, limitations, and other provisions prescribed in 4 writing by the donor that are not inconsistent with the proper 5 management and objectives of the district. (Acts 64th Leg., R.S., 6 Ch. 658, Sec. 18 (part).)

Sec. 1110.110. CONSTRUCTION AND PURCHASE CONTRACTS. (a) A
construction contract that involves the expenditure of more than
\$50,000 shall be procured in the manner provided by Subchapter B,
Chapter 271, Local Government Code.

(b) A contract for a purchase that involves the expenditure of more than \$50,000, other than a contract subject to Subchapter B, Chapter 271, Local Government Code, or Chapter 2253, Government Code, shall be procured in the manner provided by Subchapter C, Chapter 262, Local Government Code.

16 (c) The provisions of Chapter 2253, Government Code, 17 relating to performance and payment bonds, apply to construction 18 contracts let by the district. (Acts 64th Leg., R.S., Ch. 658, Sec. 19 11(b).)

20 Sec. 1110.111. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR 21 CARE AND TREATMENT. The board may contract with:

(1) any county or municipality located outside the
district's boundaries for the care and treatment of a sick or
injured person of that county or municipality; and

(2) this state or a federal agency for the treatment of
a sick or injured person. (Acts 64th Leg., R.S., Ch. 658, Sec. 6
(part).)

Sec. 1110.112. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR INVESTIGATORY OR OTHER SERVICES. The board may contract with a political subdivision or governmental agency for the district to provide investigatory or other services as to the hospital or welfare needs of district inhabitants. (Acts 64th Leg., R.S., Ch. 658, Sec. 6 (part).)

Sec. 1110.113. PAYMENT FOR TREATMENT; PROCEDURES. (a)
8 When a patient who resides in the district is admitted to a district
9 facility, the district administrator may have an inquiry made into
10 the circumstances of:

11

(1) the patient; and

12 (2) the patient's relatives legally liable for the13 patient's support.

(b) If the district administrator determines that the patient or those relatives cannot pay for all or part of the patient's care and treatment in the hospital, the amount that cannot be paid becomes a charge against the district.

(c) If the district administrator determines that the patient or those relatives can pay for all or part of the patient's care and treatment, the patient or those relatives shall be ordered to pay the district a specified amount each week for the patient's care and support. The amount ordered must be proportionate to their financial ability.

(d) The district administrator may collect the amount from the patient's estate, or from those relatives legally liable for the patient's support, in the manner provided by law for the collection of expenses of the last illness of a deceased person.

(e) If there is a dispute as to the ability to pay, or doubt
 in the mind of the district administrator, the board shall hold a
 hearing and, after calling witnesses, shall:

4

5

(1) resolve the dispute or doubt; and

(2) issue any appropriate orders.

6 (f) A final order of the board may be appealed to the 7 district court. The substantial evidence rule applies to the 8 appeal. (Acts 64th Leg., R.S., Ch. 658, Sec. 16.)

9 Sec. 1110.114. FEE SCHEDULE FOR OUT-OF-DISTRICT RESIDENTS. 10 The board may adopt a fee schedule for services rendered to 11 out-of-district residents which may be different from the fee 12 schedule for services rendered to district residents. (Acts 64th 13 Leg., R.S., Ch. 658, Sec. 17.)

14 Sec. 1110.115. AUTHORITY TO SUE AND BE SUED. (a) The 15 district, through the board, may sue and be sued.

16 (b) The district is entitled to all causes of action and 17 defenses to which similar authorities performing only governmental 18 functions are entitled. (Acts 64th Leg., R.S., Ch. 658, Sec. 6 19 (part).)

20

[Sections 1110.116-1110.150 reserved for expansion]

21

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

22 Sec. 1110.151. BUDGET. (a) The district administrator 23 shall prepare an annual budget for approval by the board.

(b) The proposed budget must contain a complete financialstatement of:

(1) the outstanding obligations of the district;
(2) the cash on hand to the credit of each district

1 fund;

2 (3) the money received by the district from all3 sources during the previous year;

4 (4) the money available to the district from all 5 sources during the ensuing year;

6 (5) the balances expected at the end of the year in 7 which the budget is being prepared;

8 (6) the estimated revenue and balances available to9 cover the proposed budget;

10

(7) the estimated tax rate required; and

(8) the proposed expenditures and disbursements and the estimated receipts and collections for the following fiscal year. (Acts 64th Leg., R.S., Ch. 658, Sec. 7 (part).)

Sec. 1110.152. PROPOSED BUDGET: NOTICE AND HEARING;
APPROVAL OF BUDGET. (a) The board shall hold a public hearing on
the proposed annual budget.

(b) At least 10 days before the date of the hearing, notice of the hearing shall be published one time in a newspaper or newspapers that individually or collectively provide general circulation in the district.

(c) Any property tax payer of the district is entitled to be present and participate at the hearing in accordance with the rules of decorum and procedures prescribed by the board.

(d) At the conclusion of the hearing, the board shall act on the budget proposed by the district administrator. The board may make any changes in the proposed budget that the board judges the law warrants and the interests of the taxpayers demand. The board

1 must approve the annual budget. (Acts 64th Leg., R.S., Ch. 658, Sec. 2 7 (part).)

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3 Sec. 1110.153. AMENDMENTS TO BUDGET. The annual budget may 4 be amended as required by circumstances. The board must approve all 5 amendments. (Acts 64th Leg., R.S., Ch. 658, Sec. 7 (part).)

6 Sec. 1110.154. RESTRICTION ON EXPENDITURES. Money may be 7 spent only for an expense included in the budget or an amendment to 8 the budget. (Acts 64th Leg., R.S., Ch. 658, Sec. 7 (part).)

9 Sec. 1110.155. FISCAL YEAR. (a) The district operates 10 according to a fiscal year established by the board.

(b) The fiscal year may not be changed more than once in any
24-month period. (Acts 64th Leg., R.S., Ch. 658, Sec. 7 (part).)

Sec. 1110.156. ANNUAL AUDIT. (a) The board annually shall have an independent audit made of the district's financial condition for the fiscal year.

(b) As soon as the audit is completed, the audit shall be filed at the district's office. (Acts 64th Leg., R.S., Ch. 658, Sec. 7 (part).)

Sec. 1110.157. INSPECTION OF AUDIT AND DISTRICT RECORDS.
The audit and other district records shall be open to inspection at
the district's principal office. (Acts 64th Leg., R.S., Ch. 658,
Sec. 7 (part).)

23 Sec. 1110.158. FINANCIAL REPORT. As soon as practicable 24 after the close of each fiscal year, the district administrator 25 shall prepare for the board:

26 (1) a complete sworn statement of all district money;27 and

(2) a complete account of the disbursement of that
2 money. (Acts 64th Leg., R.S., Ch. 658, Sec. 7 (part).)

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3 Sec. 1110.159. DEPOSITORY. (a) The board shall select one 4 or more banks inside or outside the district to serve as a 5 depository for district money.

6 (b) District money, other than money invested as provided by 7 Section 1110.160(b) and money transmitted to a bank for payment of 8 bonds or obligations issued or assumed by the district, shall be 9 deposited as received with the depository bank and shall remain on 10 deposit.

11 (c) This chapter, including Subsection (b), does not limit 12 the power of the board to:

13

(1) place a part of district money on time deposit; or

14 (2) purchase certificates of deposit. (Acts 64th
15 Leg., R.S., Ch. 658, Sec. 12.)

Sec. 1110.160. SPENDING AND INVESTMENT RESTRICTIONS. (a) Except as otherwise provided by Section 1110.108(b) and Sections 18 1110.201-1110.207, the district may not incur an obligation payable from district revenue other than the revenue on hand or to be on hand in the current and following district fiscal years.

(b) The board may invest operating, depreciation, or building fund reserves only in funds or securities specified by Chapter 2256, Government Code. (Acts 64th Leg., R.S., Ch. 658, Secs. 6 (part), 11(c) (part).)

25 [Sections 1110.161-1110.200 reserved for expansion]
 26 SUBCHAPTER E. BONDS
 27 Sec. 1110.201. GENERAL OBLIGATION BONDS. The board may

1 issue and sell general obligation bonds in the name and on the faith 2 and credit of the district for any purpose relating to:

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3 (1) constructing, acquiring, repairing, or renovating4 buildings and improvements; and

5 (2) equipping buildings and improvements for hospital 6 purposes. (Acts 64th Leg., R.S., Ch. 658, Sec. 8 (part).)

7 Sec. 1110.202. TAX TO PAY GENERAL OBLIGATION BONDS. (a) At 8 the time general obligation bonds are issued by the district under 9 Section 1110.201, the board shall impose an ad valorem tax at a rate 10 sufficient to create an interest and sinking fund to pay the 11 principal of and interest on the bonds as the bonds mature.

(b) The tax required by this section together with any other ad valorem tax the district imposes may not in any year exceed the tax rate approved by the voters at the election authorizing the imposition of the tax. (Acts 64th Leg., R.S., Ch. 658, Sec. 8 (part).)

Sec. 1110.203. GENERAL OBLIGATION BOND ELECTION. (a) The district may issue general obligation bonds only if the bonds are authorized by a majority of the district voters voting at an election held for that purpose.

(b) The order calling the bond election must provide for clerks as in county elections and must specify:

23

the date of the election;

(2) the location of the polling places;
(3) the presiding and alternate election judges for

26 each polling place;

27

(4) the amount of the bonds to be authorized;

1

2

(5) the maximum interest rate of the bonds; and

(6) the maximum maturity of the bonds.

3 (c) Notice of a bond election shall be given as provided by
4 Section 1251.003, Government Code. (Acts 64th Leg., R.S., Ch. 658,
5 Sec. 8 (part).)

6 Sec. 1110.204. REVENUE BONDS. (a) The board may issue 7 revenue bonds to purchase, construct, acquire, repair, renovate, 8 or equip buildings and improvements for hospital purposes.

9 (b) The bonds must be payable from and secured by a pledge of 10 all or part of the district revenue derived from the operation of 11 the district's hospitals.

12 (c) The bonds may be additionally secured by a mortgage or13 deed of trust lien on all or part of district property.

(d) The bonds must be issued in the manner and in accordance with the procedures and requirements prescribed by Sections 264.042, 264.043, 264.046, 264.047, 264.048, and 264.049, Health and Safety Code, for issuance of revenue bonds by a county hospital authority. (Acts 64th Leg., R.S., Ch. 658, Sec. 9(b) (part).)

Sec. 1110.205. REFUNDING BONDS. (a) The board may issue refunding bonds to refund outstanding indebtedness issued or assumed by the district.

22

(b) A refunding bond may be:

(1) sold, with the proceeds of the refunding bondapplied to the payment of outstanding indebtedness; or

(2) exchanged wholly or partly for not less than a
similar principal amount of outstanding indebtedness. (Acts 64th
Leg., R.S., Ch. 658, Secs. 9(a) (part), (b) (part).)

H.B. No. 3281 Sec. 1110.206. MATURITY OF BONDS. 1 District bonds must mature not later than 40 years after their date of issuance. (Acts 2 3 64th Leg., R.S., Ch. 658, Sec. 9(c) (part).) 4 Sec. 1110.207. EXECUTION OF BONDS. The board president 5 shall execute the district's bonds in the district's name and the board secretary shall countersign the bonds in the manner provided 6 by Chapter 618, Government Code. (Acts 64th Leg., R.S., Ch. 658, 7 8 Sec. 9(c) (part).) Sec. 1110.208. BONDS EXEMPT FROM TAXATION. The following 9 10 are exempt from taxation by this state or a political subdivision of this state: 11 12 (1)any bonds issued by the district; the transfer and issuance of the bonds; and 13 (2) 14 (3) any profits made in the sale of the bonds. (Acts 15 64th Leg., R.S., Ch. 658, Sec. 21 (part).) [Sections 1110.209-1110.250 reserved for expansion] 16 17 SUBCHAPTER F. TAXES Sec. 1110.251. IMPOSITION OF AD VALOREM TAX. (a) The board 18 19 shall impose a tax on all property in the district subject to district taxation. 20 21 (b) The board shall impose the tax for the benefit of the district to: 2.2 23 pay the interest on and create a sinking fund for (1)24 bonds and other obligations issued or assumed by the district for hospital purposes as provided by this chapter; 25 26 (2) pay indebtedness incurred or assumed by the 27 district;

H.B. No. 3281 1 (3) provide for the operation and maintenance of the 2 district and hospital system; and (4) make improvements and additions to the hospital 3 system. (Acts 64th Leg., R.S., Ch. 658, Secs. 5 (part), 13 (part).) 4 5 Sec. 1110.252. TAX RATE. (a) The board may impose the tax at a rate not to exceed 30 cents on each \$100 valuation of all 6 taxable property in the district. 7 In setting the tax rate, the board shall consider the 8 (b) income of the district from sources other than taxation. (Acts 64th 9 10 Leg., R.S., Ch. 658, Secs. 5 (part), 13 (part).) CHAPTER 1112. WEST COKE COUNTY HOSPITAL DISTRICT 11 SUBCHAPTER A. GENERAL PROVISIONS 12 Sec. 1112.001. DEFINITIONS 13 Sec. 1112.002. AUTHORITY FOR CREATION 14 15 Sec. 1112.003. ESSENTIAL PUBLIC FUNCTION Sec. 1112.004. DISTRICT TERRITORY 16 Sec. 1112.005. DISTRICT SUPPORT AND MAINTENANCE NOT 17 STATE OBLIGATION 18 Sec. 1112.006. RESTRICTION ON STATE FINANCIAL 19 20 ASSISTANCE [Sections 1112.007-1112.050 reserved for expansion] 21 SUBCHAPTER B. DISTRICT ADMINISTRATION 22 Sec. 1112.051. BOARD ELECTION; TERM 23 24 Sec. 1112.052. NOTICE OF ELECTION 25 Sec. 1112.053. BALLOT PETITION 26 Sec. 1112.054. QUALIFICATIONS FOR OFFICE 27 Sec. 1112.055. FILING OF OATH

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2	Sec.	1112.057.	OFFICERS
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9	Sec.	1112.062.	EMPLOYEES
10	Sec.	1112.063.	RETIREMENT PROGRAM
11	Sec.	1112.064.	MAINTENANCE OF RECORDS; PUBLIC
12			INSPECTION
13		[Section	s 1112.065-1112.100 reserved for expansion]
14			SUBCHAPTER C. POWERS AND DUTIES
15	Sec.	1112.101.	DISTRICT RESPONSIBILITY
16	Sec.	1112.102.	RESTRICTION ON POLITICAL SUBDIVISION
17			TAXATION AND DEBT
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19	Sec.	1112.104.	HOSPITAL SYSTEM
20	Sec.	1112.105.	RULES
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22	Sec.	1112.107.	EMINENT DOMAIN
23	Sec.	1112.108.	GIFTS AND ENDOWMENTS
24	Sec.	1112.109.	CONTRACTS WITH GOVERNMENTAL ENTITIES
25			FOR CARE AND TREATMENT
26	Sec.	1112.110.	PAYMENT FOR TREATMENT; PROCEDURES
27	Sec.	1112.111.	AUTHORITY TO SUE AND BE SUED

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[Sections 1112.112-1112.150 reserved for expansion]
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2
               SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
3 Sec. 1112.151. BUDGET
  Sec. 1112.152. FISCAL YEAR
4
5 Sec. 1112.153. AUDIT
6 Sec. 1112.154. FINANCIAL REPORT
7 Sec. 1112.155. DEPOSITORY
8
          [Sections 1112.156-1112.200 reserved for expansion]
9
                          SUBCHAPTER E. BONDS
10 Sec. 1112.201. GENERAL OBLIGATION BONDS
11 Sec. 1112.202. TAX TO PAY GENERAL OBLIGATION BONDS
12 Sec. 1112.203. GENERAL OBLIGATION BOND ELECTION
13 Sec. 1112.204. EXECUTION OF GENERAL OBLIGATION BONDS
14 Sec. 1112.205. REFUNDING BONDS
15 Sec. 1112.206. BONDS EXEMPT FROM TAXATION
16
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17
                          SUBCHAPTER F. TAXES
18 Sec. 1112.251. IMPOSITION OF AD VALOREM TAX
19 Sec. 1112.252. TAX RATE
20 Sec. 1112.253. ELECTION TO INCREASE MAXIMUM TAX RATE
21 Sec. 1112.254. TAX ASSESSOR-COLLECTOR
22
            CHAPTER 1112. WEST COKE COUNTY HOSPITAL DISTRICT
                    SUBCHAPTER A. GENERAL PROVISIONS
23
24
         Sec. 1112.001. DEFINITIONS. In this chapter:
25
              (1) "Board" means the board of directors of the
26 district.
               (2) "Director" means a member of the board.
27
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H.B. No. 3281(3) "District" means the West Coke County Hospital

(3) "District" means the West Coke County Hospita
 District. (New.)

3 Sec. 1112.002. AUTHORITY FOR CREATION. The West Coke 4 County Hospital District is created under the authority of Section 5 9, Article IX, Texas Constitution, and has the rights, powers, and 6 duties prescribed by this chapter. (Acts 58th Leg., R.S., Ch. 315, 7 Sec. 1 (part).)

8 Sec. 1112.003. ESSENTIAL PUBLIC FUNCTION. The district 9 performs an essential public function in carrying out the purposes 10 of this chapter. (Acts 58th Leg., R.S., Ch. 315, Sec. 10 (part).)

Sec. 1112.004. DISTRICT TERRITORY. The boundaries of the district are coextensive with the boundaries of County Commissioners Precincts 1 and 3 of Coke County, Texas, as those boundaries existed on January 1, 1963. (Acts 58th Leg., R.S., Ch. 315, Sec. 1 (part).)

16 Sec. 1112.005. DISTRICT SUPPORT AND MAINTENANCE NOT STATE 17 OBLIGATION. The support and maintenance of the district may not 18 become a charge against or obligation of this state. (Acts 58th 19 Leg., R.S., Ch. 315, Sec. 20 (part).)

20 Sec. 1112.006. RESTRICTION ON STATE FINANCIAL ASSISTANCE. 21 The legislature may not make a direct appropriation for the 22 construction, maintenance, or improvement of a district facility. 23 (Acts 58th Leg., R.S., Ch. 315, Sec. 20 (part).)

[Sections 1112.007-1112.050 reserved for expansion]
 SUBCHAPTER B. DISTRICT ADMINISTRATION
 Sec. 1112.051. BOARD ELECTION; TERM. (a) The district is
 governed by a board of five directors elected from the district at

1 large.

(b) Unless four-year terms are established under Section
285.081, Health and Safety Code, directors serve staggered two-year
terms, with the terms of two or three directors expiring each year,
as appropriate. (Acts 58th Leg., R.S., Ch. 315, Sec. 4 (part).)

6 Sec. 1112.052. NOTICE OF ELECTION. At least 10 days before 7 the date of a directors' election, notice of the election must be 8 published one time in a newspaper of general circulation in Coke 9 County. (Acts 58th Leg., R.S., Ch. 315, Sec. 4 (part).)

Sec. 1112.053. BALLOT PETITION. A person who wants to have the person's name printed on the ballot as a candidate for director must file a petition requesting that action. The petition must be:

13 (1) signed by at least 25 registered voters; and
14 (2) filed by the deadline imposed by Section 144.005,

15 Election Code. (Acts 58th Leg., R.S., Ch. 315, Sec. 4 (part).)
16 Sec. 1112.054. QUALIFICATIONS FOR OFFICE. A person must at

17 the time of election or appointment as director:

18 (1) be a resident of the district;

19 (2) own land subject to taxation in the district; and

20 (3) be at least 18 years of age. (Acts 58th Leg.,
21 R.S., Ch. 315, Sec. 4 (part).)

Sec. 1112.055. FILING OF OATH. The constitutional oath of office executed by a director must be filed in the district's office. (Acts 58th Leg., R.S., Ch. 315, Sec. 4 (part).)

25 Sec. 1112.056. BOARD VACANCY. (a) If a vacancy occurs in 26 the office of director, the remaining directors shall appoint a 27 director for the unexpired term.

1 (b) If the number of directors is reduced to fewer than 2 three for any reason, the remaining directors shall immediately 3 call a special election to fill the vacancies. If the remaining 4 directors do not call the election, the county judge of Coke County 5 may fill the vacancies by appointment. (Acts 58th Leg., R.S., Ch. 6 315, Sec. 4 (part).)

Sec. 1112.057. OFFICERS. The board shall elect from among
its members a president, a vice president, and a secretary. (Acts
58th Leg., R.S., Ch. 315, Sec. 4 (part).)

10 Sec. 1112.058. COMPENSATION. A director serves without 11 compensation. (Acts 58th Leg., R.S., Ch. 315, Sec. 4 (part).)

Sec. 1112.059. VOTING REQUIREMENT. A concurrence of three directors is sufficient in any matter relating to district business. (Acts 58th Leg., R.S., Ch. 315, Sec. 4 (part).)

15 Sec. 1112.060. DISTRICT ADMINISTRATOR; ASSISTANT 16 ADMINISTRATOR. (a) The board shall appoint a qualified person as 17 district administrator.

18 (b) The board may appoint an assistant administrator.

19 (c) The district administrator and any assistant 20 administrator serve at the will of the board and shall receive the 21 compensation determined by the board.

(d) On assuming the duties of district administrator, the administrator shall execute a bond payable to the district in an amount set by the board of not less than \$10,000 that:

(1) is conditioned on the administrator performing the
administrator's duties; and

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(2) contains other conditions the board may require.

1 (Acts 58th Leg., R.S., Ch. 315, Sec. 5 (part).)

Sec. 1112.061. GENERAL DUTIES OF DISTRICT ADMINISTRATOR.
Subject to any limitations prescribed by the board, the district
administrator shall:

5 (1) supervise the work and activities of the district;6 and

7 (2) direct the affairs of the district. (Acts 58th
8 Leg., R.S., Ch. 315, Sec. 5 (part).)

9 Sec. 1112.062. EMPLOYEES. The board may employ any 10 doctors, technicians, nurses, and other employees as considered 11 necessary for the efficient operation of the district or may 12 provide that the district administrator has the authority to employ 13 those persons. (Acts 58th Leg., R.S., Ch. 315, Sec. 5 (part).)

14 Sec. 1112.063. RETIREMENT PROGRAM. The board may enter 15 into any contract or agreement with this state or the federal 16 government as required to establish or continue a retirement 17 program for the benefit of the district's employees. (Acts 58th 18 Leg., R.S., Ch. 315, Sec. 5 (part).)

19 Sec. 1112.064. MAINTENANCE OF RECORDS; PUBLIC INSPECTION.20 (a) The board shall:

(1) keep an accurate account of board meetings andproceedings; and

(2) maintain at the district's principal office all
district records and accounts, including contracts, notices,
duplicate vouchers, and duplicate receipts.

(b) The information described by Subsection (a) shall beopen to public inspection at the district's principal office at all

H.B. No. 3281 1 reasonable times. (Acts 58th Leg., R.S., Ch. 315, Sec. 4 (part).) [Sections 1112.065-1112.100 reserved for expansion] 2 SUBCHAPTER C. POWERS AND DUTIES 3 4 Sec. 1112.101. DISTRICT RESPONSIBILITY. The district has 5 full responsibility for: 6 (1) operating all hospital facilities for providing 7 medical and hospital care of indigent persons; and 8 (2) providing medical and hospital care for the district's needy inhabitants. (Acts 58th Leg., R.S., Ch. 315, 9 10 Secs. 2 (part), 19 (part).) Sec. 1112.102. RESTRICTION ON POLITICAL 11 SUBDIVISION 12 TAXATION AND DEBT. Coke County or another political subdivision, other than the district, may not impose a tax or issue bonds or 13 other obligations for hospital purposes for medical treatment of 14 15 indigent persons in the district. (Acts 58th Leg., R.S., Ch. 315, Sec. 19 (part).) 16 17 Sec. 1112.103. MANAGEMENT, CONTROL, AND ADMINISTRATION. The board shall manage, control, and administer the district's 18 19 hospitals and hospital system. (Acts 58th Leg., R.S., Ch. 315, Sec. 5 (part).) 20 21 Sec. 1112.104. HOSPITAL SYSTEM. (a) The district shall provide for: 22 23 the establishment of a hospital system by: (1)24 (A) purchasing, constructing, acquiring, repairing, or renovating buildings and equipment; and 25 26 (B) equipping the buildings; and 27 (2) the administration of the hospital system for

1 hospital purposes.

(c)

2 (b) The board shall determine the type, number, and location3 of buildings required to maintain an adequate hospital system.

4 5

(1) outpatient clinics; and

The hospital system may include:

6 (2) any other facilities the board considers necessary
7 for hospital care. (Acts 58th Leg., R.S., Ch. 315, Secs. 2 (part),
8 7A.)

9 Sec. 1112.105. RULES. The board may adopt rules for the 10 operation of the district and as required to administer this 11 chapter. (Acts 58th Leg., R.S., Ch. 315, Secs. 5 (part), 11 12 (part).)

13 Sec. 1112.106. PURCHASING AND ACCOUNTING. The board may 14 prescribe:

(1) the method and manner of making purchases andexpenditures by and for the district; and

17 (2) all accounting and control procedures. (Acts 58th
18 Leg., R.S., Ch. 315, Sec. 11 (part).)

19 Sec. 1112.107. EMINENT DOMAIN. (a) The district may 20 exercise the power of eminent domain to acquire a fee simple or 21 other interest in any type of property located in district 22 territory if the interest is necessary or convenient to a power, 23 right, or privilege conferred by this chapter.

(b) The district must exercise the power of eminent domain
in the manner provided by Chapter 21, Property Code. (Acts 58th
Leg., R.S., Ch. 315, Sec. 14.)

27 Sec. 1112.108. GIFTS AND ENDOWMENTS. The board may accept

1 for the district a gift or endowment to be held in trust and 2 administered by the board for the purposes and under the 3 directions, limitations, or other provisions prescribed in writing 4 by the donor that are not inconsistent with the proper management 5 and objectives of the district. (Acts 58th Leg., R.S., Ch. 315, 6 Sec. 17.)

Sec. 1112.109. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR
8 CARE AND TREATMENT. The board may contract with:

9 (1) any county or municipality located outside the 10 district for the care and treatment of a sick or injured person of 11 that county or municipality; and

12 (2) this state or a federal agency for the treatment of 13 a sick or injured person for whom this state or the federal 14 government is responsible. (Acts 58th Leg., R.S., Ch. 315, Sec. 5 15 (part).)

16 Sec. 1112.110. PAYMENT FOR TREATMENT; PROCEDURES. (a) 17 When a patient who resides in the district is admitted to a district 18 facility, the district administrator shall have an inquiry made 19 into the circumstances of:

20

(1) the patient; and

21 (2) the patient's relatives legally liable for the 22 patient's support.

(b) If the district administrator determines that the patient or those relatives cannot pay all or part of the patient's care and treatment in the hospital, the amount that cannot be paid becomes a charge against the district.

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(c) If the district administrator determines that the

patient or those relatives can pay for all or part of the patient's care and treatment, the patient or those relatives shall be ordered to pay the district a specified amount each week for the patient's support. The amount ordered must be proportionate to the person's financial ability and may not exceed the actual per capita cost of maintenance.

7 (d) The district administrator may collect the amount from 8 the patient's estate, or from those relatives legally liable for 9 the patient's support, in the manner provided by law for the 10 collection of expenses of the last illness of a deceased person.

(e) If there is a dispute as to the ability to pay, or doubt in the mind of the district administrator, the board shall hold a hearing and, after calling witnesses, shall:

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(1) resolve the dispute or doubt; and

15 (2) issue any appropriate orders. (Acts 58th Leg.,
16 R.S., Ch. 315, Sec. 16.)

Sec. 1112.111. AUTHORITY TO SUE AND BE SUED. The district, through the board, may sue and be sued. (Acts 58th Leg., R.S., Ch. 315, Sec. 5 (part).)

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[Sections 1112.112-1112.150 reserved for expansion]

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SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

22 Sec. 1112.151. BUDGET. (a) The district administrator 23 shall prepare for approval by the board an annual budget that 24 corresponds to the district's fiscal year.

(b) Not later than August 31 of each year, the board shall publish notice of a public hearing on the proposed budget. The notice must be published in a newspaper of general circulation in

H.B. No. 3281 1 Coke County at least 10 days before the date of the hearing. (Acts 58th Leg., R.S., Ch. 315, Secs. 6 (part), 18.) 2 Sec. 1112.152. FISCAL YEAR. The district operates on a 3 fiscal year that begins on October 1 and ends on September 30. 4 5 (Acts 58th Leg., R.S., Ch. 315, Sec. 6 (part).) 6 Sec. 1112.153. AUDIT. (a) The district shall have an audit made of the district's financial condition. 7 8 (b) The audit shall be open to inspection at all times at the district's principal office. (Acts 58th Leg., R.S., Ch. 315, Sec. 6 9 10 (part).) Sec. 1112.154. FINANCIAL REPORT. As soon as practicable 11 12 after the close of each fiscal year, the district administrator 13 shall prepare for the board: 14 (1) a complete sworn statement of all district money; 15 and 16 (2) a complete account of the disbursements of that 17 money. (Acts 58th Leg., R.S., Ch. 315, Sec. 6 (part).) Sec. 1112.155. DEPOSITORY. (a) The board shall select one 18 19 or more banks in the district to serve as a depository for district 20 money. 21 (b) All district money shall be immediately deposited on receipt with a depository bank, except that sufficient money must 22 23 be remitted to an appropriate bank to pay the principal of and 24 interest on the district's outstanding bonds or other obligations assumed by the district on or before the maturity date of the 25 26 principal and interest. 27 (C) To the extent that money in a depository bank is not

1 insured by the Federal Deposit Insurance Corporation, the money 2 must be secured in the manner provided by law for the security of 3 county funds.

4 (d) Membership on the district's board of an officer or
5 director of a bank does not disqualify the bank from being selected
6 as a depository. (Acts 58th Leg., R.S., Ch. 315, Sec. 12.)

[Sections 1112.156-1112.200 reserved for expansion] SUBCHAPTER E. BONDS

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9 Sec. 1112.201. GENERAL OBLIGATION BONDS. (a) The board may 10 issue and sell general obligation bonds in the name and on the faith 11 and credit of the district for any purpose related to the purchase, 12 construction, acquisition, repair, or renovation of buildings and 13 improvements, and equipping buildings and improvements for a 14 hospital and the hospital system, as determined by the board.

(b) The board shall issue the bonds in compliance with the applicable provisions of Subtitles A and C, Title 9, Government Code. (Acts 58th Leg., R.S., Ch. 315, Sec. 9 (part).)

Sec. 1112.202. TAX TO PAY GENERAL OBLIGATION BONDS. (a) At the time general obligation bonds are issued by the district, the board shall impose an ad valorem tax at a rate sufficient to create an interest and sinking fund and to pay the principal of and interest on the bonds as the bonds mature.

(b) The tax required by this section, together with any other ad valorem tax the district imposes, may not in any year exceed 25 cents on each \$100 valuation of taxable property in the district. (Acts 58th Leg., R.S., Ch. 315, Sec. 9 (part).)

27 Sec. 1112.203. GENERAL OBLIGATION BOND ELECTION. (a) The

1 district may issue general obligation bonds only if the bonds are 2 authorized by a majority of the district voters voting at an 3 election held for that purpose.

4 (b) The board shall call the election. The election must be5 held in accordance with Chapter 1251, Government Code.

6 (c) The bond election order must specify:

the date of the election;

8 (2) the location of the polling places;

9 (3) the presiding election officers;

10 (4) the amount of the bonds to be authorized;

11 (5) the maximum maturity of the bonds; and

12 (6) the maximum interest rate of the bonds. (Acts 58th
13 Leg., R.S., Ch. 315, Sec. 9 (part).)

Sec. 1112.204. EXECUTION OF GENERAL OBLIGATION BONDS. The board president shall execute the general obligation bonds in the district's name and the board secretary shall attest the bonds. (Acts 58th Leg., R.S., Ch. 315, Sec. 9 (part).)

Sec. 1112.205. REFUNDING BONDS. (a) District refunding bonds may, without an election, be issued to refund any bonds or other refundable indebtedness issued or assumed by the district.

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(b) A refunding bond may be:

(1) sold, with the proceeds of the refunding bond
applied to the payment of the outstanding bonds or other refundable
indebtedness; or

(2) exchanged wholly or partly for not less than a
similar principal amount of the outstanding bonds or other
refundable indebtedness. (Acts 58th Leg., R.S., Ch. 315, Sec. 9

1 (part).) Sec. 1112.206. BONDS EXEMPT FROM TAXATION. 2 The following 3 are exempt from taxation by this state or a political subdivision of this state: 4 5 (1) bonds issued by the district; 6 (2) the transfer and issuance of the bonds; and 7 (3) any profits made in the sale of the bonds. (Acts 8 58th Leg., R.S., Ch. 315, Sec. 10 (part).) [Sections 1112.207-1112.250 reserved for expansion] 9 SUBCHAPTER F. TAXES 10 Sec. 1112.251. IMPOSITION OF AD VALOREM TAX. (a) 11 The 12 district may impose a tax on all property in the district subject to district taxation. 13 14 (b) The tax may be used to meet the requirements of: 15 (1)district bonds; 16 (2) indebtedness assumed by the district; and district maintenance and operating expenses. 17 (3) (Acts 58th Leg., R.S., Ch. 315, Sec. 3 (part).) 18 Sec. 1112.252. TAX RATE. Unless the rate is increased as 19 provided by Section 1112.253, the district may impose the tax at a 20 rate not to exceed 25 cents on each \$100 valuation of all taxable 21 property in the district. (Acts 58th Leg., R.S., Ch. 315, Secs. 3 22 23 (part), 9A (part).) 24 Sec. 1112.253. ELECTION TO INCREASE MAXIMUM TAX RATE. (a) 25 The board may order an election to increase the district's maximum tax rate to a rate not to exceed 75 cents on each \$100 valuation of 26

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all taxable property in the district.

1 (b) Notice of election shall be given by publishing a 2 substantial copy of the election order in a newspaper of general 3 circulation in the district once a week for two consecutive weeks 4 before the date of the election. The first notice must be published 5 at least 14 days before the date of the election.

6 (c) The ballot for the election shall be printed to permit 7 voting for or against the proposition: "The imposition of annual 8 taxes by the district for hospital purposes at a rate not to exceed 9 75 cents on the \$100 valuation of all taxable property in the 10 district."

11 (d) If a majority of district voters approve the 12 proposition, the board may impose taxes as authorized by the 13 proposition.

14 (e) A copy of the election results are a public record.
15 (Acts 58th Leg., R.S., Ch. 315, Secs. 3 (part), 9A (part).)

16 Sec. 1112.254. TAX ASSESSOR-COLLECTOR. The tax 17 assessor-collector of Coke County shall assess and collect taxes 18 imposed by the district. (Acts 58th Leg., R.S., Ch. 315, Sec. 15 19 (part).)

20

CHAPTER 1113. WILBARGER COUNTY HOSPITAL DISTRICT

SUBCHAPTER A. GENERAL PROVISIONS

21

22

Sec. 1113.001. DEFINITIONS

23 Sec. 1113.002. AUTHORITY FOR OPERATION

24 Sec. 1113.003. POLITICAL SUBDIVISION

25 Sec. 1113.004. DISTRICT TERRITORY

26 Sec. 1113.005. CORRECTION OF INVALID PROCEDURES

27 [Sections 1113.006-1113.050 reserved for expansion]

1		SI	UBCHAPTER B. DISTRICT ADMINISTRATION
2	Sec.	1113.051.	BOARD ELECTION; TERM
3	Sec.	1113.052.	NOTICE OF ELECTION AND RUNOFF ELECTION
4	Sec.	1113.053.	BALLOT PETITION
5	Sec.	1113.054.	QUALIFICATIONS FOR OFFICE
6	Sec.	1113.055.	BOND; RECORD OF BOND AND OATH
7	Sec.	1113.056.	BOARD VACANCY
8	Sec.	1113.057.	OFFICERS
9	Sec.	1113.058.	COMPENSATION; EXPENSES
10	Sec.	1113.059.	VOTING REQUIREMENT
11	Sec.	1113.060.	MEETINGS
12	Sec.	1113.061.	EMPLOYEES
13	Sec.	1113.062.	MAINTENANCE OF RECORDS; PUBLIC
14			INSPECTION
15	Sec.	1113.063.	SEAL
16		[Section	s 1113.064-1113.100 reserved for expansion]
17			SUBCHAPTER C. POWERS AND DUTIES
18	Sec.	1113.101.	DISTRICT RESPONSIBILITY
19	Sec.	1113.102.	RESTRICTION ON COUNTY OR MUNICIPAL
20			TAXATION
21	Sec.	1113.103.	MANAGEMENT AND CONTROL OF DISTRICT
22	Sec.	1113.104.	RULES
23	Sec.	1113.105.	PURCHASING AND ACCOUNTING
24	Sec.	1113.106.	DISTRICT PROPERTY
25	Sec.	1113.107.	EMINENT DOMAIN
26	Sec.	1113.108.	GIFTS AND ENDOWMENTS
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1 Sec. 1113.110. AUTHORITY TO SUE AND BE SUED
2
           [Sections 1113.111-1113.150 reserved for expansion]
               SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
3
4 Sec. 1113.151. BUDGET
5 Sec. 1113.152. PROPOSED BUDGET: NOTICE AND HEARING
6 Sec. 1113.153. FISCAL YEAR
7 Sec. 1113.154. ANNUAL AUDIT
8 Sec. 1113.155. DEPOSITORY OR TREASURER
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                          SUBCHAPTER E. BONDS
10
11 Sec. 1113.201. GENERAL OBLIGATION BONDS
12 Sec. 1113.202. TAX TO PAY GENERAL OBLIGATION BONDS
13 Sec. 1113.203. GENERAL OBLIGATION BOND ELECTION
14 Sec. 1113.204. MATURITY OF GENERAL OBLIGATION BONDS
15 Sec. 1113.205. EXECUTION OF GENERAL OBLIGATION BONDS
16 Sec. 1113.206. REFUNDING BONDS
17
          [Sections 1113.207-1113.250 reserved for expansion]
                          SUBCHAPTER F. TAXES
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19 Sec. 1113.251. IMPOSITION OF AD VALOREM TAX
20 Sec. 1113.252. TAX RATE
21 Sec. 1113.253. ELECTION TO INCREASE MAXIMUM TAX RATE
22 Sec. 1113.254. TAX ASSESSOR-COLLECTOR
23
            CHAPTER 1113. WILBARGER COUNTY HOSPITAL DISTRICT
24
                    SUBCHAPTER A. GENERAL PROVISIONS
25
         Sec. 1113.001. DEFINITIONS. In this chapter:
              (1) "Board" means the board of directors of the
26
27 district.
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(2) "Director" means a member of the board.

2 (3) "District" means the Wilbarger County Hospital3 District. (New.)

4 Sec. 1113.002. AUTHORITY FOR OPERATION. The Wilbarger 5 County Hospital District operates in accordance with Section 9, 6 Article IX, Texas Constitution, and has the powers and 7 responsibilities provided by that section. (Acts 59th Leg., R.S., 8 Ch. 6, Sec. 1 (part).)

9 Sec. 1113.003. POLITICAL SUBDIVISION. The district is a 10 political subdivision of this state. (Acts 59th Leg., R.S., Ch. 6, 11 Sec. 17 (part).)

Sec. 1113.004. DISTRICT TERRITORY. The boundaries of the district are coextensive with the boundaries of Wilbarger County. (Acts 59th Leg., R.S., Ch. 6, Sec. 1 (part).)

15 Sec. 1113.005. CORRECTION OF INVALID PROCEDURES. If a 16 court holds that any procedure under this chapter violates the 17 constitution of this state or of the United States, the district by 18 resolution may provide an alternative procedure that conforms with 19 the constitution. (Acts 59th Leg., R.S., Ch. 6, Sec. 18 (part).)

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[Sections 1113.006-1113.050 reserved for expansion]

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SUBCHAPTER B. DISTRICT ADMINISTRATION

Sec. 1113.051. BOARD ELECTION; TERM. (a) The board consists of seven directors elected from the district at large by position. To be elected, a candidate must receive a majority of the votes cast in the election for that position.

(b) Directors serve staggered three-year terms. (Acts 59th
27 Leg., R.S., Ch. 6, Sec. 3 (part).)

1 Sec. 1113.052. NOTICE OF ELECTION AND RUNOFF ELECTION. (a) 2 At least 10 days before the date of a directors' election, notice of 3 the election must be published one time in a newspaper of general 4 circulation in Wilbarger County.

5 (b) At least seven days before the date of a runoff election 6 of directors, notice of the runoff election must be published one 7 time in a newspaper of general circulation in Wilbarger County. 8 (Acts 59th Leg., R.S., Ch. 6, Sec. 3 (part).)

9 Sec. 1113.053. BALLOT PETITION. A person who wants to have 10 the person's name printed on the ballot as a candidate for director 11 must file with the board secretary a petition requesting that 12 action. The petition must be:

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signed by at least 100 registered voters; and

14 (2) filed by the deadline imposed by Section 144.005,
15 Election Code. (Acts 59th Leg., R.S., Ch. 6, Sec. 3 (part).)

Sec. 1113.054. QUALIFICATIONS FOR OFFICE. A person may not be appointed or elected as a director unless the person is:

18 (1) a resident of the district; and

19 (2) at least 18 years of age at the time of the 20 appointment or election. (Acts 59th Leg., R.S., Ch. 6, Sec. 3 21 (part).)

22 Sec. 1113.055. BOND; RECORD OF BOND AND OATH. (a) Each 23 director shall execute a good and sufficient bond for \$1,000 that 24 is:

25 (1) payable to the district; and

26 (2) conditioned on the faithful performance of the27 director's duties.

1

(b) Each director's bond and constitutional oath of office shall be deposited with the district's depository bank for 2 3 safekeeping. (Acts 59th Leg., R.S., Ch. 6, Sec. 3 (part).)

4 Sec. 1113.056. BOARD VACANCY. (a) If a vacancy occurs in 5 the office of director, the remaining directors shall appoint a director for the unexpired term. 6

If the number of directors is reduced to fewer than four 7 (b) 8 for any reason, the remaining directors shall immediately call a special election to fill the vacancies. If the remaining directors 9 do not call the election, a district court, on application of a 10 district voter or taxpayer, may order the directors to hold the 11 election. (Acts 59th Leg., R.S., Ch. 6, Sec. 3 (part).) 12

Sec. 1113.057. OFFICERS. The board shall elect from among 13 14 its members a presiding officer, assistant presiding officer, and a 15 secretary. (Acts 59th Leg., R.S., Ch. 6, Sec. 3 (part).)

16 Sec. 1113.058. COMPENSATION; EXPENSES. A director serves 17 without compensation but may be reimbursed for actual expenses incurred in the performance of official duties on approval of the 18 (Acts 59th Leg., R.S., Ch. 6, Sec. 4 19 expenses by the board. (part).) 20

21 Sec. 1113.059. VOTING REQUIREMENT. A concurrence of four directors is sufficient in any matter relating to district 22 business. (Acts 59th Leg., R.S., Ch. 6, Sec. 3 (part).) 23

24 Sec. 1113.060. MEETINGS. (a) A board meeting may be called by the presiding officer or any four directors. 25

26 (b) Notice of the time and place of a board meeting must be 27 given to each director not later than the seventh day before the

1 time of the meeting.

2 (c) This section does not prevent the board from 3 establishing by resolution a regular time and place for meetings 4 for which special notice is not required. (Acts 59th Leg., R.S., 5 Ch. 6, Sec. 3 (part).)

6 Sec. 1113.061. EMPLOYEES. (a) The board may employ a 7 general manager and other necessary professional and clerical 8 personnel.

9 (b) The title of the general manager hired by the board may 10 be president. (Acts 59th Leg., R.S., Ch. 6, Secs. 3 (part), 8 11 (part).)

Sec. 1113.062. MAINTENANCE OF RECORDS; PUBLIC INSPECTION. Except as provided by Section 1113.055, all district records, including books, accounts, notices, and minutes, and all other matters of the district and the operation of its facilities, shall be:

(1) maintained at the district office; and (2) open to public inspection at the district office at all reasonable hours. (Acts 59th Leg., R.S., Ch. 6, Sec. 8 (part).)

21 Sec. 1113.063. SEAL. The board may adopt a seal for the 22 district. (Acts 59th Leg., R.S., Ch. 6, Sec. 8 (part).)

[Sections 1113.064-1113.100 reserved for expansion]
 SUBCHAPTER C. POWERS AND DUTIES
 Sec. 1113.101. DISTRICT RESPONSIBILITY. The district has
 full responsibility for providing medical and hospital care for the
 district's needy and indigent residents. (Acts 59th Leg., R.S.,

1 Ch. 6, Secs. 2 (part), 13 (part).)

Sec. 1113.102. RESTRICTION ON COUNTY OR MUNICIPAL TAXATION.
Wilbarger County or a municipality in Wilbarger County may not
impose a tax for hospital purposes. (Acts 59th Leg., R.S., Ch. 6,
Sec. 13 (part).)

6 Sec. 1113.103. MANAGEMENT AND CONTROL OF DISTRICT. The 7 management and control of the district is vested in the board. (Acts 8 59th Leg., R.S., Ch. 6, Sec. 4 (part).)

9 Sec. 1113.104. RULES. (a) The board may adopt rules 10 governing the operation of the district and district facilities.

(b) The rules, on approval by the board, may be published in booklet form at district expense and may be made available to any taxpayer on request. (Acts 59th Leg., R.S., Ch. 6, Sec. 8 (part).)

14 Sec. 1113.105. PURCHASING AND ACCOUNTING. (a) The board 15 may prescribe the method and manner of making purchases and 16 expenditures by and for the district.

17

(b) The board shall prescribe:

18

(1) all accounting and control procedures; and

19 (2) the method of purchasing necessary supplies,
20 materials, and equipment. (Acts 59th Leg., R.S., Ch. 6, Sec. 8
21 (part).)

22 Sec. 1113.106. DISTRICT PROPERTY. (a) The board may sell or 23 lease property owned by the district at public auction or at private 24 sale, on terms the board may determine.

(b) The sale or lease of property and the terms of the sale or lease must be approved by a vote of at least three-fourths of the total number of directors. The vote must be recorded by resolution

1 in the district's minutes.

(c) After the adoption of a resolution authorizing a sale or lease, the board shall hold a public hearing on the proposed sale or lease. Notice of the public hearing and the subject of the hearing must be published in the English language in a newspaper of general circulation in the district once a week for three consecutive weeks preceding the hearing. The last of the notices must be published not less than five days before the date set for the hearing.

9 (d) Not more than 10 days after the date of the public 10 hearing, the board shall again vote on the proposed sale or lease as 11 stated in the initial resolution. The sale or lease must be 12 approved by a vote of at least three-fourths of the total number of 13 directors. The vote must be recorded in the district's minutes.

(e) Any transfer, lease, or sale of district property must
be by an instrument signed by the board presiding officer and
attested by the board secretary. (Acts 59th Leg., R.S., Ch. 6, Sec.
4a.)

18 Sec. 1113.107. EMINENT DOMAIN. (a) The district may 19 exercise the power of eminent domain to acquire a fee simple or 20 other interest in any type of property located in district 21 territory, if the interest is necessary or convenient to exercise a 22 right, power, privilege, or function conferred on the district by 23 this chapter.

(b) The district must exercise the power of eminent domain in the manner provided by Chapter 21, Property Code, except the district is not required to deposit in the trial court money or a bond as otherwise required by Section 21.021(a), Property Code.

(c) In a condemnation proceeding brought by the district,
 the district is not required to:

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3 (1) pay in advance or provide a bond or other security4 for costs in the trial court;

5 (2) provide a bond for the issuance of a temporary 6 restraining order or a temporary injunction; or

7 (3) provide a bond for costs or a supersedeas bond on
8 an appeal or petition for review. (Acts 59th Leg., R.S., Ch. 6,
9 Sec. 10.)

Sec. 1113.108. GIFTS AND ENDOWMENTS. The board may accept for the district a gift or endowment to be held in trust and administered by the board for the purposes and under the directions, limitations, or other provisions prescribed in writing by the donor that are not inconsistent with the proper management and objectives of the district. (Acts 59th Leg., R.S., Ch. 6, Sec. 16 15.)

Sec. 1113.109. PAYMENT FOR TREATMENT; PROCEDURES. (a) When a patient who claims to be indigent is admitted to a district facility, the board shall have an inquiry made into the circumstances of:

21

(1) the patient; and

(2) the patient's relatives legally liable for thepatient's support.

(b) If an agent designated by the district to handle the inquiry determines that the patient or those relatives cannot pay for all or part of the patient's care and treatment in the hospital, the amount that cannot be paid becomes a charge against the

1 district.

2 (c) If it is determined that the patient or those relatives 3 are liable to pay for all or part of the patient's care and 4 treatment, the patient or those relatives shall be ordered to pay to 5 the district's treasurer a specified amount each week for the 6 patient's support. The amount ordered must be proportionate to 7 their financial ability and may not exceed the actual per capita 8 cost of maintenance.

9 (d) The district may collect the amount from the patient's 10 estate, or from those relatives legally liable for the patient's 11 support, in the manner provided by law for the collection of 12 expenses of the last illness of a deceased person.

(e) If there is a dispute as to the ability to pay or doubt in the mind of the district's designated agent, the board shall hold a hearing and, after calling witnesses, shall:

16

(1) resolve the dispute or doubt; and

17 (2) issue any appropriate order.

18 (f) The order may be appealed to the district court. (Acts19 59th Leg., R.S., Ch. 6, Sec. 14.)

Sec. 1113.110. AUTHORITY TO SUE AND BE SUED. As a governmental agency, the district may sue and be sued in its own name in any court in this state. (Acts 59th Leg., R.S., Ch. 6, Sec. 17 (part).)

[Sections 1113.111-1113.150 reserved for expansion]
 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
 Sec. 1113.151. BUDGET. The board annually shall have a
 budget prepared for the next fiscal year that includes:

H.B. No. 3281 1 (1) proposed expenditures and disbursements; 2 estimated receipts and collections; and (2) 3 (3) the amount of taxes required to be imposed for the year. (Acts 59th Leg., R.S., Ch. 6, Sec. 9 (part).) 4 Sec. 1113.152. PROPOSED BUDGET: NOTICE AND HEARING. 5 (a) The board shall hold a public hearing on the proposed budget. 6 7 Notice of the hearing must be published at least once in (b) 8 a newspaper of general circulation in Wilbarger County not later than the 10th day before the date of the hearing. 9 10 (c) Any district taxpayer is entitled to: appear at the time and place designated in the 11 (1) 12 notice; and be heard regarding any item included in the 13 (2) 14 proposed budget. (Acts 59th Leg., R.S., Ch. 6, Sec. 9 (part).) Sec. 1113.153. FISCAL YEAR. The district's fiscal year 15 begins on October 1 and ends on September 30. (Acts 59th Leg., 16 17 R.S., Ch. 6, Sec. 9 (part).) Sec. 1113.154. ANNUAL AUDIT. (a) The board annually shall 18 have an independent audit made of the district's books and records 19 for the preceding fiscal year. 20 21 (b) Not later than December 31 each year, the audit shall be filed: 2.2 23 (1) with the comptroller; and 24 (2) at the district's office. (Acts 59th Leg., R.S., Ch. 6, Sec. 9 (part).) 25 Sec. 1113.155. DEPOSITORY OR TREASURER. (a) The board by 26 27 resolution shall designate a bank or banks in Wilbarger County as

H.B. No. 3281 1 the district's depository or treasurer. A designated bank serves 2 for two years and until a successor is designated.

3 (b) All income received by the district shall be deposited4 with the district depository.

5 (c) All district money shall be secured in the manner 6 provided for securing county funds. (Acts 59th Leg., R.S., Ch. 6, 7 Secs. 5 (part), 11.)

8

9

[Sections 1113.156-1113.200 reserved for expansion] SUBCHAPTER E. BONDS

Sec. 1113.201. GENERAL OBLIGATION BONDS. The board may issue and sell general obligation bonds in the name and on the faith and credit of the district for any purpose relating to the purchase, construction, acquisition, repair, or renovation of buildings and improvements and equipping buildings and improvements for hospital purposes. (Acts 59th Leg., R.S., Ch. 6, Sec. 6 (part).)

16 Sec. 1113.202. TAX TO PAY GENERAL OBLIGATION BONDS. (a) 17 The board shall impose an ad valorem tax at a rate sufficient to 18 create an interest and sinking fund to pay the principal of and 19 interest on general obligation bonds issued by the district under 20 Section 1113.201 as the bonds mature.

(b) The tax required by this section together with any maintenance and operation tax the district imposes may not in any year exceed:

24 (1) 50 cents on each \$100 valuation of all taxable25 property in the district; or

(2) the maximum amount approved by the voters under
Section 1113.253. (Acts 59th Leg., R.S., Ch. 6, Sec. 6 (part).)

1 Sec. 1113.203. GENERAL OBLIGATION BOND ELECTION. (a) The 2 district may issue general obligation bonds only if the bonds are 3 authorized by a majority of the district voters voting at an 4 election held for that purpose.

5 (b) The board may order a bond election on its own motion.

6 (c) The order must specify:

7 (1) the location of the polling places;
8 (2) the presiding election officers;
9 (3) the purpose for which the bonds are to be issued;
10 (4) the amount of the bonds to be authorized;

11 (5) the maximum interest rate of the bonds; and

12

(6) the maximum maturity date of the bonds.

(d) Notice of a bond election shall be given by publishing a substantial copy of the order in a newspaper of general circulation in Wilbarger County once each week for two consecutive weeks before the date of the election. The first publication must occur at least 14 days before the date of the election. (Acts 59th Leg., R.S., Ch. 6, Sec. 6 (part).)

Sec. 1113.204. MATURITY OF GENERAL OBLIGATION BONDS.
District general obligation bonds must mature not later than 40
years after the date of issuance. (Acts 59th Leg., R.S., Ch. 6,
Sec. 6 (part).)

23 Sec. 1113.205. EXECUTION OF GENERAL OBLIGATION BONDS. The 24 board presiding officer shall execute the general obligation bonds 25 in the district's name, and the board secretary shall countersign 26 the bonds. (Acts 59th Leg., R.S., Ch. 6, Sec. 6 (part).)

27 Sec. 1113.206. REFUNDING BONDS. (a) District refunding

H.B. No. 3281 bonds may be issued without an election and in the manner provided 1 by this subchapter to refund outstanding bonds issued by the 2 3 district. 4 (b) A refunding bond may be: sold, with the proceeds of the refunding bond 5 (1) applied to the payment of the outstanding bonds; or 6 exchanged wholly or partly for not less than a 7 (2) similar amount of the outstanding bonds and the unpaid matured 8 interest on those bonds. (Acts 59th Leg., R.S., Ch. 6, Sec. 6 9 (part).) 10 [Sections 1113.207-1113.250 reserved for expansion] 11 SUBCHAPTER F. TAXES 12 Sec. 1113.251. IMPOSITION OF AD VALOREM TAX. (a) On final 13 14 approval of the budget, the board shall impose a tax on all taxable 15 property in the district subject to district taxation. 16 The board shall impose the tax to: (b) 17 (1) pay the interest on and create a sinking fund for bonds issued by the district for hospital purposes as provided by 18 19 this chapter; 20 provide for the maintenance and operations of the (2) hospital or hospital system; 21 make improvements and additions to the hospital 22 (3) 23 system; and 24 (4) acquire necessary sites for the hospital system by purchase, lease, or condemnation. (Acts 59th Leg., R.S., Ch. 6, 25 26 Secs. 5 (part), 9 (part).) Sec. 1113.252. TAX RATE. Unless the rate is increased as 27

1 provided by Section 1113.253, the board may impose the tax at a rate 2 not to exceed 50 cents on each \$100 valuation of all taxable 3 property in the district. (Acts 59th Leg., R.S., Ch. 6, Sec. 5 4 (part).)

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5 Sec. 1113.253. ELECTION TO INCREASE MAXIMUM TAX RATE. The 6 board may call an election to increase the district's maximum tax 7 rate to a rate not to exceed 75 cents on each \$100 valuation of all 8 taxable property in the district if the board determines that an 9 increase is necessary to carry out the purposes for which the 10 initial tax rate was authorized. (Acts 59th Leg., R.S., Ch. 6, Sec. 11 7 (part).)

Sec. 1113.254. TAX ASSESSOR-COLLECTOR. The tax assessor-collector of Wilbarger County shall assess and collect taxes imposed by the district. (Acts 59th Leg., R.S., Ch. 6, Secs. 5 (part), 9 (part).)

CHAPTER 1114. WILLACY COUNTY HOSPITAL DISTRICT 16 17 SUBCHAPTER A. GENERAL PROVISIONS Sec. 1114.001. DEFINITIONS 18 Sec. 1114.002. AUTHORITY FOR OPERATION 19 Sec. 1114.003. ESSENTIAL PUBLIC FUNCTION 20 21 Sec. 1114.004. DISTRICT TERRITORY 22 Sec. 1114.005. LOCATION OF HOSPITAL FACILITIES Sec. 1114.006. DISTRICT SUPPORT AND MAINTENANCE NOT 23 24 STATE OBLIGATION Sec. 1114.007. RESTRICTION ON STATE FINANCIAL 25 26 ASSISTANCE [Sections 1114.008-1114.050 reserved for expansion] 27

1	SUBCHAPTER B. DISTRICT ADMINISTRATION			
2	Sec.	1114.051.	BOARD ELECTION; TERM	
3	Sec.	1114.052.	NOTICE OF ELECTION	
4	Sec.	1114.053.	BALLOT PETITION	
5	Sec.	1114.054.	QUALIFICATIONS FOR OFFICE	
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15	Sec.	1114.118.	AUTHORITY TO SUE AND BE SUED		
16	16 [Sections 1114.119-1114.150 reserved for expansion]				
17	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS				
18	Sec.	1114.151.	BUDGET		
19	Sec.	1114.152.	NOTICE; HEARING; ACTION ON BUDGET		
20	Sec.	1114.153.	FISCAL YEAR		
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23			RECORDS		
24	Sec.	1114.156.	DEPOSITORY		
25	Sec.	1114.157.	SPENDING AND INVESTMENT RESTRICTIONS		
26		[Sectior	ns 1114.158-1114.200 reserved for expansion]		

1		SUBCHAPTER E. BONDS
2	Sec. 1114.201.	GENERAL OBLIGATION BONDS
3	Sec. 1114.202.	TAX TO PAY GENERAL OBLIGATION BONDS
4	Sec. 1114.203.	GENERAL OBLIGATION BOND ELECTION
5	Sec. 1114.204.	REVENUE BONDS
6	Sec. 1114.205.	PROMISSORY NOTES
7	Sec. 1114.206.	REFUNDING BONDS
8	Sec. 1114.207.	MATURITY OF BONDS
9	Sec. 1114.208.	EXECUTION OF BONDS
10	Sec. 1114.209.	BONDS EXEMPT FROM TAXATION
11	[Section	ns 1114.210-1114.250 reserved for expansion]
12		SUBCHAPTER F. TAXES
13	Sec. 1114.251.	IMPOSITION OF AD VALOREM TAX
14	Sec. 1114.252.	TAX RATE
15	Sec. 1114.253.	TAX ASSESSOR-COLLECTOR
16	[Section	ns 1114.254-1114.300 reserved for expansion]
17		SUBCHAPTER G. DISSOLUTION
18	Sec. 1114.301.	DISSOLUTION; ELECTION
19	Sec. 1114.302.	NOTICE OF ELECTION
20	Sec. 1114.303.	BALLOT
21	Sec. 1114.304.	ELECTION RESULTS
22	Sec. 1114.305.	DETERMINATION OF DEBT
23	CHAPT	ER 1114. WILLACY COUNTY HOSPITAL DISTRICT
24		SUBCHAPTER A. GENERAL PROVISIONS
25	Sec. 1114	.001. DEFINITIONS. In this chapter:
26	(1)	"Board" means the board of directors of the
27	district.	

H.B. No. 3281 1 (2) "Commissioners court" means the Commissioners 2 Court of Willacy County.

3 (3) "Director" means a member of the board.
4 (4) "District" means the Willacy County Hospital
5 District. (Acts 62nd Leg., R.S., Ch. 323, Sec. 1 (part); New.)

6 Sec. 1114.002. AUTHORITY FOR OPERATION. The Willacy County 7 Hospital District operates in accordance with Section 9, Article 8 IX, Texas Constitution, and has the rights, powers, and duties 9 provided by this chapter. (Acts 62nd Leg., R.S., Ch. 323, Sec. 1 10 (part).)

Sec. 1114.003. ESSENTIAL PUBLIC FUNCTION. The district performs an essential public function in carrying out the purposes of this chapter. (Acts 62nd Leg., R.S., Ch. 323, Sec. 20 (part).)

Sec. 1114.004. DISTRICT TERRITORY. The boundaries of the district are coextensive with the boundaries of Willacy County, Texas. (Acts 62nd Leg., R.S., Ch. 323, Sec. 1 (part).)

Sec. 1114.005. LOCATION OF HOSPITAL FACILITIES. The district hospital facilities shall be constructed and located on the property described by Section 10(a), Chapter 323, Acts of the 62nd Legislature, Regular Session, 1971. (Acts 62nd Leg., R.S., Ch. 323, Sec. 10(a) (part); New.)

Sec. 1114.006. DISTRICT SUPPORT AND MAINTENANCE NOT STATE OBLIGATION. The support and maintenance of the district and any indebtedness incurred by the district under this chapter may not become a charge against or obligation of this state. (Acts 62nd Leg., R.S., Ch. 323, Sec. 19 (part).)

27

Sec. 1114.007. RESTRICTION ON STATE FINANCIAL ASSISTANCE.

1 The legislature may not make a direct appropriation for the construction, maintenance, or improvement of a district facility. 2 3 (Acts 62nd Leg., R.S., Ch. 323, Sec. 19 (part).) [Sections 1114.008-1114.050 reserved for expansion] 4 SUBCHAPTER B. DISTRICT ADMINISTRATION 5 6 Sec. 1114.051. BOARD ELECTION; TERM. (a) The district is governed by a board of nine directors elected as follows: 7 8 (1)two directors elected from each commissioners 9 precinct; and one director elected from the district at large. 10 (2) The two candidates receiving the most votes from a 11 (b) 12 commissioners precinct are the directors for that precinct. The candidate receiving the most votes from the district at large is the 13 14 director for the district at large. 15 (c) Unless four-year terms are established under Section 285.081, Health and Safety Code: 16 17 (1)directors serve staggered two-year terms with: the terms of the directors elected from 18 (A) odd-numbered precincts and the term of the director from the 19 district at large expiring each even-numbered year; and 20 (B) the terms of the directors elected from 21 even-numbered precincts expiring each odd-numbered year; and 22 (2) an election shall be held on an authorized uniform 23 24 election date each year to elect the appropriate number of directors. (Acts 62nd Leg., R.S., Ch. 323, Secs. 4(a), (c).) 25 Sec. 1114.052. NOTICE OF ELECTION. At least 90 days before 26 the date of a directors' election, notice of the election must be 27

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1 published one time in a newspaper or newspapers that individually or collectively provide general circulation in the district. (Acts 2 3 62nd Leg., R.S., Ch. 323, Sec. 4(e) (part).) Sec. 1114.053. BALLOT PETITION. A person who wants to have 4 5 the person's name printed on the ballot as a candidate for director must file with the board secretary a petition requesting that 6 action. The petition must: 7 8 (1)be signed by at least 10 registered voters; 9 (2) be filed by the deadline imposed by Section 144.005, Election Code; and 10 specify the commissioner precinct the person seeks 11 (3) 12 to represent or specify that the person seeks to represent the district at large. (Acts 62nd Leg., R.S., Ch. 323, Sec. 4(e) 13 14 (part).) 15 Sec. 1114.054. QUALIFICATIONS FOR OFFICE. (a) To qualify for election to the board, a person must be: 16 17 (1) a resident of the district; and (2) a qualified voter. 18 19 (b) In addition to the qualifications required by Subsection (a), a person who is elected from a commissioners 20 precinct or who is appointed to fill a vacancy for a commissioners 21 precinct must be a resident of that commissioners precinct. 22 23 (c) A person is not eligible to serve as a director if the 24 person is: (1)the district administrator; 25 26 (2) a district employee; 27 a member of the hospital staff; or (3)

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H.B. No. 3281 (4) an employee of a member of the hospital staff. 1 2 (Acts 62nd Leg., R.S., Ch. 323, Secs. 4(b), (f).) Sec. 1114.055. OATH; BOND; RECORD OF BOND. 3 (a) A person elected to the board shall qualify for office by executing: 4 5 (1)a written oath; and 6 (2) a good and sufficient surety bond for \$5,000 that 7 is: in the form prescribed by the board; 8 (A) payable to the district; and 9 (B) 10 (C) conditioned on the faithful performance of the director's duties. 11 Each director's bond shall be kept in the district's 12 (b) 13 permanent records. The board may pay for directors' bonds with district 14 (C) 15 funds. (Acts 62nd Leg., R.S., Ch. 323, Sec. 5(a) (part).) 16 Sec. 1114.056. BOARD VACANCY. If a vacancy occurs in the 17 office of director, the remaining directors by a majority vote shall appoint a director for the unexpired term. (Acts 62nd Leg., 18 R.S., Ch. 323, Sec. 4(d).) 19 Sec. 1114.057. OFFICERS. (a) The board shall elect from 20 among its members a president, a vice president, a secretary, and a 21 treasurer. 2.2 23 (b) The offices of secretary and treasurer may be held by 24 one person. 25 (C) Each officer of the board serves a one-year term. 26 (d) The board shall fill a vacancy in a board office for the 27 unexpired term. (Acts 62nd Leg., R.S., Ch. 323, Secs. 5(b), (c).)

1 Sec. 1114.058. COMPENSATION; EXPENSES. A director serves 2 without compensation but may be reimbursed for actual expenses 3 incurred in the performance of official duties. The expenses must 4 be:

5 (1) reported in the district's records; and
6 (2) approved by the board. (Acts 62nd Leg., R.S., Ch.

7 323, Sec. 5(e).)

8 Sec. 1114.059. MEETINGS. The board shall meet at least 9 once a month on a regular meeting date prescribed by the board. 10 (Acts 62nd Leg., R.S., Ch. 323, Sec. 5(f).)

Sec. 1114.060. VOTING REQUIREMENT. A concurrence of five directors is required in any matter relating to district business. (Acts 62nd Leg., R.S., Ch. 323, Sec. 5(d) (part).)

Sec. 1114.061. ADMINISTRATOR; ASSISTANT ADMINISTRATOR.
(a) The board shall appoint a qualified person as district
administrator.

17 (b) The board may appoint an assistant administrator.

18 (c) The administrator and any assistant administrator serve 19 at the will of the board and shall receive the compensation 20 determined by the board.

(d) On assuming the duties of district administrator, the administrator shall execute a surety bond payable to the district in an amount and form set by the board of not less than \$5,000 that:

(1) is conditioned on the administrator faithfullyperforming the administrator's duties; and

26 (2) contains any other conditions the board requires.
27 (Acts 62nd Leg., R.S., Ch. 323, Sec. 6(a) (part).)

Sec. 1114.062. GENERAL DUTIES OF DISTRICT ADMINISTRATOR.
 Subject to any limitations prescribed by the board, the district
 administrator shall:

4 (1) supervise the work and activities of the district;5 and

6 (2) direct the affairs of the district. (Acts 62nd 7 Leg., R.S., Ch. 323, Sec. 6(a) (part).)

8 Sec. 1114.063. APPOINTMENT OF STAFF; EMPLOYEES. (a) The 9 board may appoint to or dismiss from the staff any doctor the board 10 considers necessary for the efficient operation of the district and 11 may make temporary appointments to the staff if warranted.

12 (b) The district may employ fiscal agents, accountants,13 architects, and attorneys as the board considers proper.

14 (c) The board may delegate to the district administrator the
15 authority to employ district employees, including technicians and
16 nurses. (Acts 62nd Leg., R.S., Ch. 323, Secs. 6(a) (part), 15.)

Sec. 1114.064. RETIREMENT BENEFITS. The board may provideretirement benefits for district employees by:

19 (1) establishing or administering a retirement20 program; or

21

(2) participating in:

(A) the Texas County and District Retirement23 System; or

(B) another statewide retirement system in which
the district is eligible to participate. (Acts 62nd Leg., R.S., Ch.
323, Sec. 6(a) (part).)

27 [Sections 1114.065-1114.100 reserved for expansion]

SUBCHAPTER C. POWERS AND DUTIES

1

2 Sec. 1114.101. DISTRICT RESPONSIBILITY. (a) The district 3 shall provide for the medical and hospital care of the district's 4 needy inhabitants, as required by Section 9, Article IX, Texas 5 Constitution, and this chapter.

6 (b) The district has full responsibility for providing 7 health care services for the district's indigent residents, subject 8 to the provisions of this chapter. (Acts 62nd Leg., R.S., Ch. 323, 9 Secs. 2, 18 (part).)

10 Sec. 1114.102. RESTRICTION ON POLITICAL SUBDIVISION 11 TAXATION AND DEBT. A political subdivision located within the 12 district may not impose a tax or issue bonds or other obligations 13 for hospital purposes or to provide medical care. (Acts 62nd Leg., 14 R.S., Ch. 323, Sec. 18 (part).)

15 Sec. 1114.103. MANAGEMENT, CONTROL, AND ADMINISTRATION. 16 The board shall manage, control, and administer the district's 17 services, money, and resources. (Acts 62nd Leg., R.S., Ch. 323, 18 Sec. 6(a) (part).)

19 Sec. 1114.104. RULES. The board may adopt rules governing 20 the operation of the hospital, the hospital system, and the 21 district's staff and employees. (Acts 62nd Leg., R.S., Ch. 323, 22 Sec. 6(a) (part).)

23 Sec. 1114.105. PURCHASING AND ACCOUNTING. The board may 24 prescribe:

(1) the method and manner of making purchases and
expenditures by and for the district; and

27 (2) all accounting and control procedures. (Acts 62nd

1 Leg., R.S., Ch. 323, Sec. 11 (part).)

2 Sec. 1114.106. DISTRICT PROPERTY, FACILITIES, AND 3 EQUIPMENT. (a) The board may lease all or part of the district's 4 buildings and facilities on terms considered to be in the best 5 interest of the district's inhabitants. The term of the lease may 6 not exceed 25 years.

7 (b) The district may acquire equipment for use in the 8 district's hospital system and mortgage or pledge the property as 9 security for the payment of the purchase price, subject to the 10 provisions of this chapter. A contract entered into under this 11 subsection must provide that the entire obligation be retired not 12 later than the fifth anniversary of the date of the contract. (Acts 13 62nd Leg., R.S., Ch. 323, Secs. 10(c) (part), 11 (part).)

Sec. 1114.107. GIFTS AND ENDOWMENTS. The board may accept for the district a gift or endowment to be held in trust and administered by the board for the purposes and under the directions, limitations, or provisions prescribed in writing by the donor that are not inconsistent with the proper management and object of the district. (Acts 62nd Leg., R.S., Ch. 323, Sec. 17 (part).)

Sec. 1114.108. CONSTRUCTION CONTRACTS. A construction contract that involves the expenditure of more than the amount provided by Section 271.024, Local Government Code, may be made only after competitive bidding as provided by Subchapter B, Chapter 271, Local Government Code. (Acts 62nd Leg., R.S., Ch. 323, Sec. 11 (part).)

27 Sec. 1114.109. OPERATING AND MANAGEMENT CONTRACTS. The

1 board may enter into an operating or management contract relating 2 to a district facility. (Acts 62nd Leg., R.S., Ch. 323, Sec. 10(c) 3 (part).)

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Sec. 1114.110. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR
CARE AND TREATMENT. The board may contract with:

6 (1) any county or municipality located outside the 7 district for the care and treatment of a sick or injured person of 8 that county or municipality; and

9 (2) this state or a federal agency for the treatment of 10 a sick or injured person. (Acts 62nd Leg., R.S., Ch. 323, Sec. 6(a) 11 (part).)

Sec. 1114.111. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR INVESTIGATORY OR OTHER SERVICES. The board may contract with another political subdivision or a governmental agency for the district to provide investigatory or other services for the medical, hospital, or welfare needs of district inhabitants. (Acts 62nd Leg., R.S., Ch. 323, Sec. 6(a) (part).)

Sec. 1114.112. HEALTH CARE SERVICES. (a) The district shall provide the inpatient and outpatient hospital services and physician services a county is required to provide under Section 61.028(a), Health and Safety Code.

(b) The district shall provide maternal labor and delivery
services in the district. (Acts 62nd Leg., R.S., Ch. 323, Sec.
16A(a).)

25 Sec. 1114.113. HEALTH CARE SERVICES ELIGIBILITY. (a) The 26 district shall provide health care assistance as required by this 27 chapter to each eligible resident of the district.

(b) A person is eligible for health care assistance from the
 district if the person:

3

(1) resides within the district; and

4 (2) meets the basic income and resources eligibility
5 requirements established by the district. (Acts 62nd Leg., R.S.,
6 Ch. 323, Secs. 16(a), (b).)

Sec. 1114.114. MANDATED PROVIDER. The district may select one or more providers of health care services and may require an eligible resident to obtain care from a provider except:

when medically inappropriate; or

10

(1) in an emergency;

11

12 (3) when care is not available. (Acts 62nd Leg., R.S.,

13 Ch. 323, Sec. 16A(b) (part).)

(2)

14 Sec. 1114.115. NOTIFICATION OF PROVISION OF NONEMERGENCY 15 SERVICES. (a) The district may require a mandated provider 16 selected by the district under Section 1114.114 to obtain approval 17 from the district before providing nonemergency health care 18 services to an eligible resident of the district.

(b) If the district has not selected a mandated provider, a provider of nonemergency health care assistance must inform the district of any nonemergency health care services provided to a patient as required by this section.

(c) A provider that delivers or will deliver nonemergency health care services to a patient who the provider suspects might be eligible for assistance under this chapter shall notify the district that nonemergency health care services have been or will be provided to the patient. The provider must notify the district:

1 (1) by telephone, as soon as possible after the 2 provider determines that the patient resides in the district; and

3 (2) by mail postmarked not later than the third 4 working day after the date on which the provider determines that the 5 patient resides in the district.

6 (d) If the provider knows that the district has selected a 7 mandated provider or if, after contacting the district, the 8 district requests that the patient be transferred to a mandated 9 provider, the provider shall transfer the patient to the mandated 10 provider unless it is medically inappropriate to transfer the 11 patient.

(e) The provider, the patient, and the patient's family shall cooperate with the district in determining if the patient is an eligible resident of the district.

(f) Not later than the 14th day after the date on which the district receives sufficient information to determine eligibility, the district shall determine if the patient is eligible for assistance. If the district does not determine the patient's eligibility within that period, the patient is considered to be eligible. The district shall notify the provider of the district's decision.

(g) A provider that delivers nonemergency services to a patient who is eligible for assistance under this chapter and fails to comply with this section is not eligible for payment for the services from the district. (Acts 62nd Leg., R.S., Ch. 323, Secs. 16A(c), (e), (f), (g) (part).)

27

Sec. 1114.116. NOTIFICATION OF PROVISION OF EMERGENCY

SERVICES. (a) If a patient who is eligible for assistance under
 this chapter requires emergency services from a nonmandated
 provider, the provider must notify the district as provided by this
 section.

5 (b) A provider delivering emergency services to a patient 6 who the provider suspects might be eligible for assistance under 7 this chapter shall notify the district that emergency services have 8 been or will be provided to the patient. The provider must notify 9 the district:

10 (1) by telephone, as soon as possible after the 11 provider determines that the patient resides in the district; and

12 (2) by mail postmarked not later than the third
13 working day after the date on which the provider determines that the
14 patient resides in the district.

15 (c) A provider shall attempt to determine if a patient 16 resides in the district at the time the patient first receives 17 services.

(d) The provider, the patient, and the patient's family shall cooperate with the district in determining if the patient is an eligible resident of the district.

(e) Not later than the 14th day after the date on which the district receives sufficient information to determine eligibility, the district shall determine if the patient is eligible for assistance. If the district does not determine the patient's eligibility within that period, the patient is considered to be eligible. The district shall notify the provider of the district's decision.

(f) A provider that delivers emergency services to a patient who is eligible for assistance under this chapter and fails to comply with this section is not eligible for payment for the services from the district. (Acts 62nd Leg., R.S., Ch. 323, Secs. 16A(d), (e), (f), (g) (part).)

6 Sec. 1114.117. PAYMENT FOR SERVICES. (a) To the extent 7 prescribed by this chapter, the district is liable for health care 8 services provided under this chapter by any provider, including 9 another hospital district or public hospital, to an eligible 10 resident of the district.

(b) The payment rates and limits prescribed by Sections 61.034 and 61.035, Health and Safety Code, that relate to county services apply to inpatient and outpatient hospital services and physician services that the district is required to provide if:

15 (1) the district is not able to provide the required16 services or emergency services; and

17 (2) the services are provided elsewhere. (Acts 62nd
18 Leg., R.S., Ch. 323, Sec. 16B.)

Sec. 1114.118. AUTHORITY TO SUE AND BE SUED. (a) The district, through the board, may sue and be sued.

(b) The district is entitled to all causes of action and defenses to which similar authorities are entitled. (Acts 62nd Leg., R.S., Ch. 323, Sec. 6 (part).)

[Sections 1114.119-1114.150 reserved for expansion]
 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
 Sec. 1114.151. BUDGET. (a) The district administrator
 shall prepare an annual budget for approval by the board.

H.B. No. 3281 1 (b) The proposed budget must contain a complete financial 2 statement of: 3 (1)the outstanding obligations of the district; (2) the money received by the district from all 4 5 sources during the previous year; 6 (3) the money available to the district from all 7 sources during the ensuing year; 8 (4) the balances expected at the end of the year in which the budget is being prepared; 9 10 (5) the estimated revenue and balances available to cover the proposed budget; 11 (6) the estimated tax rate required; and 12 the proposed expenditures and disbursements and 13 (7) the estimated receipts and collections for the following fiscal 14 year. (Acts 62nd Leg., R.S., Ch. 323, Sec. 7(a) (part).) 15 Sec. 1114.152. NOTICE; HEARING; ACTION ON BUDGET. (a) The 16 17 board shall hold a public hearing each year on the proposed annual 18 budget. At least 10 days before the date of the hearing, notice 19 (b) of the hearing shall be published one time in a newspaper or 20 newspapers that individually or collectively provide general 21 circulation in the district. 22 23 (C) Any district resident is entitled to be present and 24 participate at the hearing. 25 At the conclusion of the hearing, the board shall act on (d) 26 the budget proposed by the district administrator. The board may

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make any changes in the proposed budget that the board judges to be

1 in the interests of the district's residents and that the law 2 warrants. (Acts 62nd Leg., R.S., Ch. 323, Sec. 7(a) (part).)

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3 Sec. 1114.153. FISCAL YEAR. The district operates
4 according to a fiscal year that begins on July 1 and ends on June 30.
5 (Acts 62nd Leg., R.S., Ch. 323, Sec. 7(a) (part).)

6 Sec. 1114.154. ANNUAL AUDIT. (a) The district shall have 7 an independent annual audit made of the district's financial 8 condition for each fiscal year.

9 (b) After approval by the board, the audit shall be filed at 10 the district's office. (Acts 62nd Leg., R.S., Ch. 323, Sec. 7(a) 11 (part).)

Sec. 1114.155. INSPECTION OF ANNUAL AUDIT AND DISTRICT RECORDS. The annual audit and other district records shall be open to inspection at the district's principal office. (Acts 62nd Leg., R.S., Ch. 323, Sec. 7(a) (part).)

16 Sec. 1114.156. DEPOSITORY. (a) Every two years, the board 17 shall select one or more banks in the district to serve as a 18 depository for district money.

(b) All district money, other than money invested as provided by Section 1114.157(b), and money transmitted to a bank for payment of bonds or obligations issued or assumed by the district, shall be deposited as received with the depository and shall remain on deposit.

(c) This chapter, including Subsection (b), does not limitthe power of the board to:

(1) place a part of district money on time deposit; or
(2) purchase certificates of deposit, obligations of

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1 the United States, or obligations guaranteed by the United States.
2 (Acts 62nd Leg., R.S., Ch. 323, Sec. 12(a).)

3 Sec. 1114.157. SPENDING AND INVESTMENT RESTRICTIONS. (a) 4 Except as otherwise provided by Section 1114.106(b) and by 5 Subchapter E, the district may not incur an obligation payable from 6 district revenue other than the revenue on hand or to be on hand in 7 the current and following district fiscal years.

8 (b) The board may invest operating, depreciation, or 9 building reserves only in funds or securities specified by Chapter 10 2256, Government Code. (Acts 62nd Leg., R.S., Ch. 323, Secs. 6(a) 11 (part), 11 (part).)

12 [Sections 1114.158-1114.200 reserved for expansion] 13 SUBCHAPTER E. BONDS

14 Sec. 1114.201. GENERAL OBLIGATION BONDS. The board may 15 issue and sell general obligation bonds in the name and on the faith 16 and credit of the district for:

17 (1) purchasing, constructing, acquiring, repairing,18 or renovating buildings and improvements;

19 (2) equipping buildings and improvements for hospital20 purposes;

(3) acquiring and operating a mobile emergency medicalservice; and

23 (4) providing medical services. (Acts 62nd Leg.,
24 R.S., Ch. 323, Sec. 8 (part).)

25 Sec. 1114.202. TAX TO PAY GENERAL OBLIGATION BONDS. (a) At 26 the time general obligation bonds are issued by the district, the 27 board shall impose an ad valorem tax at a rate sufficient to create

an interest and sinking fund to pay the principal of and interest on
 the bonds as the bonds mature.

3 (b) The tax required by this section, together with any 4 other ad valorem tax the district imposes, may not in any year 5 exceed the tax rate approved by the voters. (Acts 62nd Leg., R.S., 6 Ch. 323, Sec. 8 (part).)

7 Sec. 1114.203. GENERAL OBLIGATION BOND ELECTION. (a) The 8 district may issue general obligation bonds only if the bonds are 9 authorized by a majority of the district voters voting at an 10 election held for that purpose.

11 (b) The order calling the election must specify: (1) the date of the election; 12 the location of the polling places; 13 (2) 14 (3) the amount of the bonds to be authorized; 15 (4) the maximum interest rate of the bonds; and the maximum maturity of the bonds. 16 (5) 17 (c) Notice of a bond election shall be given as provided by Section 1251.003, Government Code. (Acts 62nd Leg., R.S., Ch. 323, 18 Sec. 8 (part).) 19 Sec. 1114.204. REVENUE BONDS. 20 (a) The board may issue revenue bonds to: 21 purchase, construct, acquire, repair, equip, or 22 (1)renovate buildings or improvements for hospital purposes; 23 24 (2) acquire sites to be used for hospital purposes; or acquire and operate a mobile emergency medical 25 (3) 26 service. The bonds must be payable from and secured by a pledge of 27 (b)

1 all or part of the revenue derived from the operation of the 2 district's hospital system.

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3 (c) The bonds may be additionally secured by a mortgage or4 deed of trust lien on all or part of district property.

(d) The bonds must be issued in the manner prescribed by
Sections 264.042, 264.043, 264.046, 264.047, 264.048, and 264.049,
Health and Safety Code, for issuance of revenue bonds by a county
hospital authority. (Acts 62nd Leg., R.S., Ch. 323, Sec. 8A.)

9 Sec. 1114.205. PROMISSORY NOTES. (a) The board may execute 10 and deliver promissory notes to purchase, construct, acquire, 11 repair, equip, or renovate buildings and improvements for hospital 12 purposes.

13

(b) The notes may be secured by:

14 (1) a mortgage or deed of trust lien on all or part of 15 the district property; or

16 (2) a pledge of revenues derived from the operation of 17 the district's hospital.

18 (c) The notes may be paid from:

19 (1) taxes imposed by the district, not to exceed the20 tax rate approved by the voters; and

21 (2) the revenues derived from the operation of the 22 district's hospital.

(d) The total amount of revenues pledged under Subsection (b)(2) may not exceed 50 percent of the estimated revenues for the period the pledge is effective. (Acts 62nd Leg., R.S., Ch. 323, Sec. 9.)

27 Sec. 1114.206. REFUNDING BONDS. (a) District refunding

bonds may be issued to refund outstanding bonded indebtedness of
 the district.

3

(b) A refunding bond may be:

4 (1) sold, with the proceeds of the refunding bond 5 applied to the payment of outstanding bonded indebtedness; or

6 (2) exchanged wholly or partly for not less than a 7 similar principal amount of outstanding indebtedness. (Acts 62nd 8 Leg., R.S., Ch. 323, Sec. 8B (part).)

9 Sec. 1114.207. MATURITY OF BONDS. District bonds must 10 mature not later than 50 years after the date of issuance. (Acts 11 62nd Leg., R.S., Ch. 323, Sec. 8C (part).)

Sec. 1114.208. EXECUTION OF BONDS. The board president shall execute the district's bonds in the district's name, and the board secretary shall countersign the bonds in the manner provided by Chapter 618, Government Code. (Acts 62nd Leg., R.S., Ch. 323, Sec. 8C (part).)

Sec. 1114.209. BONDS EXEMPT FROM TAXATION. The following are exempt from taxation by this state or a political subdivision of this state:

(1) bonds issued or assumed by the district; 20 21 (2) the transfer and issuance of the bonds; and profits made in the sale of the bonds. (Acts 62nd 2.2 (3) Leg., R.S., Ch. 323, Sec. 20 (part).) 23 24 [Sections 1114.210-1114.250 reserved for expansion] 25 SUBCHAPTER F. TAXES IMPOSITION OF AD VALOREM TAX. (a) The board 26 Sec. 1114.251. may impose a tax on all property in the district subject to district 27

1 taxation.

2

(b) The board may impose the tax to:

3 (1) pay the indebtedness issued or assumed by the 4 district; and

5 (2) maintain and operate the district. (Acts 62nd 6 Leg., R.S., Ch. 323, Secs. 13(a) (part), (c) (part).)

Sec. 1114.252. TAX RATE. (a) The board may impose the tax at a rate not to exceed 15 cents on each \$100 valuation of all taxable property in the district.

10 (b) In setting the tax rate, the board shall consider the 11 income of the district from sources other than taxation. (Acts 62nd 12 Leg., R.S., Ch. 323, Secs. 3(b) (part), 13(a) (part), (b) (part).)

13 Sec. 1114.253. TAX ASSESSOR-COLLECTOR. The board may 14 provide for the appointment of a tax assessor-collector for the 15 district or may contract for the assessment and collection of taxes 16 as provided by the Tax Code. (Acts 62nd Leg., R.S., Ch. 323, Sec. 14 17 (part).)

18 [Sections 1114.254-1114.300 reserved for expansion]
 19 SUBCHAPTER G. DISSOLUTION

20 Sec. 1114.301. DISSOLUTION; ELECTION. (a) The 21 commissioners court shall order an election on the question of 22 dissolution of the district if the board receives a petition of 20 23 percent of the voters in the district.

(b) The commissioners court on its own motion may order anelection on the question of dissolution of the district.

26 (c) An order calling an election under this section must 27 contain:

1 (1) the time of the election; the location of the polling places; 2 (2) 3 (3) the issue to be printed on the ballot; and the presiding judge for each polling place. (Acts 4 (4) 5 62nd Leg., R.S., Ch. 323, Secs. 23(a), (b).) Sec. 1114.302. NOTICE OF ELECTION. The commissioners court 6 7 shall publish a substantial copy of the election order in a 8 newspaper with general circulation in the district once a week for two consecutive weeks before the date of the election. (Acts 62nd 9 10 Leg., R.S., Ch. 323, Sec. 23(c).) Sec. 1114.303. BALLOT. The ballot for an election under 11 12 this subchapter must provide for voting for or against the following proposition: "Dissolution of the Willacy County Hospital 13 14 District." (Acts 62nd Leg., R.S., Ch. 323, Sec. 23(f).) 15 Sec. 1114.304. ELECTION RESULTS. (a) If a majority of the voters in an election favor dissolution, the commissioners court 16 17 shall declare the results and order the district dissolved. A copy of the order must be placed in the minutes of the commissioners 18 19 court. If the election results do not favor dissolution, the 20 (b) commissioners court may not order another election under this 21 subchapter before the first anniversary of the date the election 22

(c) A copy of the election results must be filed with the
county clerk and become a public record. (Acts 62nd Leg., R.S., Ch.
323, Secs. 23(d) (part), (e).)

results were officially announced.

23

27 Sec. 1114.305. DETERMINATION OF DEBT. After issuing the

H.B. No. 3281 1 dissolution order, the commissioners court shall: (1) determine the full debt owed by the district; and 2 3 (2) correct the last approved assessment rolls of the district by adding any property accidentally omitted before the 4 5 dissolution order was issued. (Acts 62nd Leg., R.S., Ch. 323, Sec. 6 23(g).) CHAPTER 1115. WILSON COUNTY MEMORIAL HOSPITAL DISTRICT 7 SUBCHAPTER A. GENERAL PROVISIONS 8 Sec. 1115.001. DEFINITIONS 9 10 Sec. 1115.002. AUTHORITY FOR OPERATION 11 Sec. 1115.003. ESSENTIAL PUBLIC FUNCTION 12 Sec. 1115.004. DISTRICT TERRITORY Sec. 1115.005. DISTRICT SUPPORT AND MAINTENANCE NOT 13 14 STATE OBLIGATION 15 Sec. 1115.006. RESTRICTION ON STATE FINANCIAL 16 ASSISTANCE 17 [Sections 1115.007-1115.050 reserved for expansion] SUBCHAPTER B. DISTRICT ADMINISTRATION 18 Sec. 1115.051. BOARD ELECTION; TERM 19 20 Sec. 1115.052. NOTICE OF ELECTION 21 Sec. 1115.053. BALLOT PETITION 22 Sec. 1115.054. QUALIFICATIONS FOR OFFICE 23 Sec. 1115.055. BOARD VACANCY 24 Sec. 1115.056. OFFICERS 25 Sec. 1115.057. COMPENSATION; EXPENSES 26 Sec. 1115.058. VOTING REQUIREMENT

1 Sec. 1115.059. DISTRICT ADMINISTRATOR; ASSISTANT DISTRICT ADMINISTRATOR 2 Sec. 1115.060. GENERAL DUTIES OF DISTRICT 3 4 ADMINISTRATOR 5 Sec. 1115.061. ATTORNEY 6 Sec. 1115.062. APPOINTMENT OF STAFF AND EMPLOYEES 7 [Sections 1115.063-1115.100 reserved for expansion] 8 SUBCHAPTER C. POWERS AND DUTIES Sec. 1115.101. DISTRICT RESPONSIBILITY 9 10 Sec. 1115.102. RESTRICTION ON POLITICAL SUBDIVISION TAXATION AND DEBT 11 12 Sec. 1115.103. MANAGEMENT, CONTROL, AND ADMINISTRATION 13 Sec. 1115.104. HOSPITAL SYSTEM 14 Sec. 1115.105. RULES 15 Sec. 1115.106. PURCHASING AND ACCOUNTING PROCEDURES 16 Sec. 1115.107. DISTRICT PROPERTY, FACILITIES, AND 17 EQUIPMENT 18 Sec. 1115.108. EMINENT DOMAIN 19 Sec. 1115.109. GIFTS AND ENDOWMENTS 20 Sec. 1115.110. CONSTRUCTION CONTRACTS 21 Sec. 1115.111. OPERATING AND MANAGEMENT CONTRACTS 22 Sec. 1115.112. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR CARE AND TREATMENT 23 24 Sec. 1115.113. CONTRACTS WITH GOVERNMENTAL ENTITIES 25 FOR INVESTIGATORY OR OTHER SERVICES 26 Sec. 1115.114. PAYMENT FOR TREATMENT; PROCEDURES 27 Sec. 1115.115. AUTHORITY TO SUE AND BE SUED

1	Sec.	1115.116.	ELECTION DATE			
2	[Sections 1115.117-1115.150 reserved for expansion]					
3	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS					
4	Sec.	1115.151.	BUDGET			
5	Sec.	1115.152.	PROPOSED BUDGET: NOTICE AND HEARING;			
6			APPROVAL OF BUDGET			
7	Sec.	1115.153.	AMENDMENTS TO BUDGET			
8	Sec.	1115.154.	RESTRICTION ON EXPENDITURES			
9	Sec.	1115.155.	FISCAL YEAR			
10	Sec.	1115.156.	ANNUAL AUDIT			
11	Sec.	1115.157.	INSPECTION OF ANNUAL AUDIT AND DISTRICT			
12			RECORDS			
13	Sec.	1115.158.	FINANCIAL REPORT			
14	Sec.	1115.159.	DEPOSITORY			
15	Sec.	1115.160.	SPENDING AND INVESTMENT RESTRICTIONS			
16	16 [Sections 1115.161-1115.200 reserved for expansion]					
17			SUBCHAPTER E. BONDS			
18	Sec.	1115.201.	GENERAL OBLIGATION BONDS			
19	Sec.	1115.202.	TAX TO PAY GENERAL OBLIGATION BONDS			
20	Sec.	1115.203.	GENERAL OBLIGATION BOND ELECTION			
21	Sec.	1115.204.	MATURITY OF GENERAL OBLIGATION BONDS			
22	Sec.	1115.205.	EXECUTION OF GENERAL OBLIGATION BONDS			
23	Sec.	1115.206.	REVENUE BONDS			
24	Sec.	1115.207.	REFUNDING BONDS			
25	Sec.	1115.208.	BONDS EXEMPT FROM TAXATION			
26		[Section	s 1115.209-1115.250 reserved for expansion]			

1	SUBCHAPTER F. TAXES
2	Sec. 1115.251. IMPOSITION OF AD VALOREM TAX
3	Sec. 1115.252. TAX RATE
4	Sec. 1115.253. ASSESSMENT AND COLLECTION BY COUNTY TAX
5	ASSESSOR-COLLECTOR
6	Sec. 1115.254. ASSESSMENT AND COLLECTION BY DISTRICT
7	TAX ASSESSOR-COLLECTOR
8	CHAPTER 1115. WILSON COUNTY MEMORIAL HOSPITAL DISTRICT
9	SUBCHAPTER A. GENERAL PROVISIONS
10	Sec. 1115.001. DEFINITIONS. In this chapter:
11	(1) "Board" means the board of directors of the
12	district.
13	(2) "Director" means a member of the board.
14	(3) "District" means the Wilson County Memorial
15	Hospital District. (New.)
16	Sec. 1115.002. AUTHORITY FOR OPERATION. The Wilson County
17	Memorial Hospital District operates and is administered and
18	financed in accordance with Section 9, Article IX, Texas
19	Constitution, and has the rights, powers, and duties provided by
20	this chapter. (Acts 65th Leg., R.S., Ch. 511, Sec. 1 (part).)
21	Sec. 1115.003. ESSENTIAL PUBLIC FUNCTION. The district
22	performs an essential public function in carrying out the purposes
23	of this chapter. (Acts 65th Leg., R.S., Ch. 511, Sec. 21 (part).)
24	Sec. 1115.004. DISTRICT TERRITORY. The boundaries of the
25	district are coextensive with the boundaries of Wilson County,
26	Texas. (Acts 65th Leg., R.S., Ch. 511, Sec. 1 (part).)
27	Sec. 1115.005. DISTRICT SUPPORT AND MAINTENANCE NOT STATE

H.B. No. 3281 1 OBLIGATION. The support and maintenance of the district may not become a charge against or obligation of this state. (Acts 65th 2 Leg., R.S., Ch. 511, Sec. 20 (part).) 3 4 Sec. 1115.006. RESTRICTION ON STATE FINANCIAL ASSISTANCE. 5 The legislature may not make a direct appropriation for the construction, maintenance, or improvement of a district facility. 6 7 (Acts 65th Leg., R.S., Ch. 511, Sec. 20 (part).) 8 [Sections 1115.007-1115.050 reserved for expansion] 9 SUBCHAPTER B. DISTRICT ADMINISTRATION Sec. 1115.051. BOARD ELECTION; TERM. 10 (a) The board consists of nine directors elected as follows: 11 directors 12 (1) two elected from each county commissioners precinct of Wilson County; and 13 14 (2) one director elected from the district at large. 15 (b) The candidate from each commissioners precinct receiving the highest number of votes from that precinct is elected 16 17 as director from that precinct. The candidate from the district at large receiving the highest number of votes from the district at 18 large is elected as the director from the district at large. 19 (c) Unless four-year terms are established under Section 20 285.081, Health and Safety Code: 21 (1) directors serve staggered two-year terms; 22 23 (2) each year one director is elected from each 24 precinct; and 25 (3) in odd-numbered years, a director is elected from 26 the district at large. A directors' election shall be held on the uniform 27 (d)

1 election date in May of each year or another date authorized by law.
2 (Acts 65th Leg., R.S., Ch. 511, Sec. 4(c) (part).)

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3 Sec. 1115.052. NOTICE OF ELECTION. At least 30 days before 4 the date of a directors' election, notice of the election must be 5 published one time in a newspaper or newspapers that individually 6 or collectively have general circulation in the district. (Acts 7 65th Leg., R.S., Ch. 511, Sec. 4(c) (part).)

8 Sec. 1115.053. BALLOT PETITION. A person who wants to have 9 the person's name printed on the ballot as a candidate for director 10 must file with the board secretary a petition requesting that 11 action. The petition must:

12 (1) be signed by at least 15 registered voters in the13 district; and

14 (2) be filed by the deadline imposed by Section 15 144.005, Election Code. (Acts 65th Leg., R.S., Ch. 511, Sec. 4(c) 16 (part).)

Sec. 1115.054. QUALIFICATIONS FOR OFFICE. (a) A person may
not be elected or appointed as a director unless the person is:

19

(1) a resident of the district; and

20

(2) a qualified voter.

(b) A person is not eligible for election as a director from a commissioners precinct unless the person is a resident of that precinct.

24 (c) A person is not eligible to serve as a director if the25 person is:

26 (1) the district administrator;27 (2) the district attorney; or

1 (3) a district employee. (Acts 65th Leg., R.S., Ch.
2 511, Sec. 4(d).)

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3 Sec. 1115.055. BOARD VACANCY. (a) If a vacancy occurs in 4 the office of director, the remaining directors shall fill the 5 vacancy for the unexpired term.

6 (b) A person appointed under Subsection (a) to fill a 7 vacancy from a precinct must be a resident of the precinct the 8 person is to represent. (Acts 65th Leg., R.S., Ch. 511, Sec. 4(c) 9 (part).)

10 Sec. 1115.056. OFFICERS. (a) The board shall elect:

11 (1) a president and a vice president from among its 12 members; and

13

(2) a secretary, who need not be a director.

14

(b) Each officer of the board serves a one-year term.

15 (c) The board shall fill a vacancy in a board office for the
16 unexpired term. (Acts 65th Leg., R.S., Ch. 511, Sec. 4(e) (part).)

Sec. 1115.057. COMPENSATION; EXPENSES. A director or officer serves without compensation but may be reimbursed for actual expenses incurred in the performance of official duties on approval by the board. The expenses must be reported in the district's records. (Acts 65th Leg., R.S., Ch. 511, Sec. 4(e) (part).)

23 Sec. 1115.058. VOTING REQUIREMENT. A concurrence of five 24 directors is sufficient in any matter relating to district 25 business. (Acts 65th Leg., R.S., Ch. 511, Sec. 4(e) (part).)

26 Sec. 1115.059. DISTRICT ADMINISTRATOR; ASSISTANT DISTRICT 27 ADMINISTRATOR. (a) The board shall appoint a qualified person as

1 district administrator.

2 (b) The district administrator serves at the will of the 3 board and shall receive the compensation determined by the board.

4 (c) On assuming the duties of district administrator, the 5 administrator shall execute a bond payable to the district in the 6 amount set by the board of not less than \$5,000 that:

7 (1) is conditioned on the administrator performing the8 administrator's required duties; and

9

(2) contains any other condition the board requires.

10 (d) The board may appoint an assistant district 11 administrator. The assistant district administrator serves at the 12 will of the board and receives the compensation determined by the 13 board. (Acts 65th Leg., R.S., Ch. 511, Sec. 5 (part).)

Sec. 1115.060. GENERAL DUTIES OF DISTRICT ADMINISTRATOR.
Subject to the limitations prescribed by the board, the district administrator shall:

17 (1) supervise the work and activities of the district;18 and

19 (2) direct the affairs of the district. (Acts 65th20 Leg., R.S., Ch. 511, Sec. 5 (part).)

Sec. 1115.061. ATTORNEY. (a) The board shall appoint a qualified person as the attorney for the district.

(b) The attorney serves at the will of the board and
receives the compensation determined by the board. (Acts 65th
Leg., R.S., Ch. 511, Sec. 5 (part).)

26 Sec. 1115.062. APPOINTMENT OF STAFF AND EMPLOYEES. (a) The 27 board may appoint to the staff any doctors the board considers

necessary for the efficient operation of the district and may make
 temporary appointments as warranted.

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3 (b) The district may employ fiscal agents, accountants,
4 architects, and additional attorneys as the board considers proper.
5 (c) The board may delegate to the district administrator the
6 authority to employ technicians, nurses, and district employees.
7 (Acts 65th Leg., R.S., Ch. 511, Secs. 5 (part), 16.)

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SUBCHAPTER C. POWERS AND DUTIES

[Sections 1115.063-1115.100 reserved for expansion]

10 Sec. 1115.101. DISTRICT RESPONSIBILITY. The district has 11 full responsibility for operating all hospital facilities for 12 providing medical and hospital care for the district's needy 13 inhabitants. (Acts 65th Leg., R.S., Ch. 511, Sec. 19 (part).)

14 Sec. 1115.102. RESTRICTION ON POLITICAL SUBDIVISION 15 TAXATION AND DEBT. A political subdivision located wholly or 16 partly within the district may not impose a tax or issue bonds or 17 other obligations for hospital purposes or to provide medical care 18 for district residents. (Acts 65th Leg., R.S., Ch. 511, Sec. 19 19 (part).)

20 Sec. 1115.103. MANAGEMENT, CONTROL, AND ADMINISTRATION. 21 The board shall manage, control, and administer the hospital system 22 and the district's money and resources. (Acts 65th Leg., R.S., Ch. 23 511, Sec. 5 (part).)

24 Sec. 1115.104. HOSPITAL SYSTEM. (a) The district shall 25 provide for:

(1) the establishment of a hospital system by:
 (A) purchasing, constructing, acquiring,

1 repairing, and renovating buildings and equipment; and 2 equipping the buildings; and (B) the administration of the hospital system for (2) 3 hospital purposes. 4 5 (b) The hospital system may include any facilities the board considers necessary for hospital care. (Acts 65th Leg., R.S., Ch. 6 511, Secs. 2 (part), 10(a) (part).) 7 8 Sec. 1115.105. RULES. The board may adopt rules governing the operation of the hospital, the hospital system, and the 9 10 district's staff and employees. (Acts 65th Leg., R.S., Ch. 511, Sec. 5 (part).) 11 Sec. 1115.106. PURCHASING AND ACCOUNTING PROCEDURES. 12 The board may prescribe: 13 14 (1)the method and manner of making purchases and 15 expenditures by and for the district; and 16 (2) all accounting and control procedures. (Acts 65th 17 Leg., R.S., Ch. 511, Sec. 10(b) (part).) Sec. 1115.107. DISTRICT PROPERTY, FACILITIES, 18 AND 19 EQUIPMENT. (a) The board shall determine the type, number, and location of buildings required to maintain an adequate hospital 20 system. 21 The board may lease all or part of the district's 22 (b) buildings and facilities on terms considered to be in the best 23 24 interest of the district's inhabitants. 25 The district may acquire equipment for use in the (c) 26 district's hospital system and mortgage or pledge the property as security for the payment of the purchase price. 27

(d) The district may sell or otherwise dispose of any
 property, including equipment, on terms the board finds are in the
 best interest of the district's inhabitants. (Acts 65th Leg.,
 R.S., Ch. 511, Secs. 10(a) (part), (b) (part).)

5 Sec. 1115.108. EMINENT DOMAIN. (a) The district may 6 exercise the power of eminent domain to acquire a fee simple or 7 other interest in any type of property located in district 8 territory if the interest is necessary or convenient to a power, 9 right, or privilege conferred by this chapter.

10 (b) The district must exercise the power of eminent domain 11 in the manner provided by Chapter 21, Property Code, except the 12 district is not required to deposit in the trial court money or a 13 bond as provided by Section 21.021(a), Property Code.

14 (c) In a condemnation proceeding brought by the district,15 the district is not required to:

16 (1) pay in advance or provide a bond or other security 17 for costs in the trial court;

18 (2) provide a bond for the issuance of a temporary19 restraining order or a temporary injunction; or

(3) provide a bond for costs or a supersedeas bond on
an appeal or petition for review. (Acts 65th Leg., R.S., Ch. 511,
Sec. 14.)

Sec. 1115.109. GIFTS AND ENDOWMENTS. The board may accept for the district a gift or endowment to be held in trust and administered by the board for the purposes and under the directions, limitations, or other provisions prescribed in writing by the donor that are not inconsistent with the proper management

1 and objectives of the district. (Acts 65th Leg., R.S., Ch. 511, 2 Sec. 18.)

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3 Sec. 1115.110. CONSTRUCTION CONTRACTS. A construction 4 contract that involves the expenditure of more than \$10,000 may be 5 made only after advertising in the manner provided by Chapter 252 6 and Subchapter C, Chapter 262, Local Government Code. (Acts 65th 7 Leg., R.S., Ch. 511, Sec. 10(b) (part).)

8 Sec. 1115.111. OPERATING AND MANAGEMENT CONTRACTS. The 9 board may enter into an operating or management contract relating 10 to a district facility. (Acts 65th Leg., R.S., Ch. 511, Sec. 10(a) 11 (part).)

Sec. 1115.112. CONTRACTS WITH GOVERNMENTAL ENTITIES FORCARE AND TREATMENT. The board may contract with:

(1) any county or municipality located outside the district for the care and treatment of a sick or injured person of that county or municipality; and

17 (2) this state or a federal agency for the treatment of
18 a sick or injured person. (Acts 65th Leg., R.S., Ch. 511, Sec. 5
19 (part).)

Sec. 1115.113. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR INVESTIGATORY OR OTHER SERVICES. The board may contract with another political subdivision or a governmental agency for the district to provide investigatory or other services for the medical, hospital, or welfare needs of district inhabitants. (Acts 65th Leg., R.S., Ch. 511, Sec. 5 (part).)

26 Sec. 1115.114. PAYMENT FOR TREATMENT; PROCEDURES. (a) 27 When a patient who resides in the district is admitted to a district

1 facility, the district administrator may have an inquiry made into 2 the circumstances of:

3

(1) the patient; and

4 (2) the patient's relatives legally liable for the 5 patient's support.

6 (b) If the district administrator determines that the 7 patient or those relatives cannot pay for all or part of the 8 patient's care and treatment in the hospital, the amount that 9 cannot be paid becomes a charge against the district.

10 (c) If the district administrator determines that the 11 patient or those relatives can pay for all or part of the costs of 12 the patient's care and treatment, the patient or those relatives 13 shall be ordered to pay the district a specified amount each week 14 for the patient's care and support. The amount ordered must be 15 proportionate to their financial ability.

16 (d) The district administrator may collect the amount from 17 the patient's estate, or from those relatives legally liable for 18 the patient's support, in the manner provided by law for the 19 collection of expenses of the last illness of a deceased person.

(e) If there is a dispute as to the ability to pay, or doubt in the mind of the district administrator, the board shall hold a hearing and, after calling witnesses, shall:

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(1) resolve the dispute or doubt; and

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(2) issue any appropriate orders.

(f) A final order of the board may be appealed to the district court. The substantial evidence rule applies to the appeal. (Acts 65th Leg., R.S., Ch. 511, Sec. 17.)

Sec. 1115.115. AUTHORITY TO SUE AND BE SUED. The district,
 through the board, may sue and be sued. (Acts 65th Leg., R.S., Ch.
 511, Sec. 5 (part).)

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Sec. 1115.116. ELECTION DATE. Notwithstanding Section
41.001(a), Election Code, the board may choose the date for an
election held under this chapter other than a directors' election
under Section 1115.051. (Acts 65th Leg., R.S., Ch. 511, Sec. 3(e).)

8 [Sections 1115.117-1115.150 reserved for expansion]

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

Sec. 1115.151. BUDGET. (a) The district administrator shall prepare an annual budget for approval by the board.

12 (b) The proposed budget must contain a complete financial13 statement of:

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(1) the outstanding obligations of the district;

15 (2) the cash on hand to the credit of each district 16 fund;

17 (3) the money received by the district from all18 sources during the previous year;

19 (4) the money available to the district from all20 sources during the ensuing year;

(5) the balances expected at the end of the year inwhich the budget is being prepared;

(6) the estimated revenue and balances available tocover the budget; and

(7) the estimated tax rate required. (Acts 65th Leg.,
R.S., Ch. 511, Sec. 6 (part).)

27 Sec. 1115.152. PROPOSED BUDGET: NOTICE AND HEARING;

APPROVAL OF BUDGET. (a) The board shall hold a public hearing on
 the proposed annual budget.

3 (b) At least 10 days before the date of the hearing, notice4 of the hearing must be published one time.

5 (c) Any district resident is entitled to be present and 6 participate at the hearing.

7 (d) At the conclusion of the hearing, the board shall act on 8 the budget as proposed by the district administrator. The board may 9 make any changes in the proposed budget that the board judges the 10 law warrants and the interests of the taxpayers demand. The budget 11 must be approved by the board. (Acts 65th Leg., R.S., Ch. 511, Sec. 12 6 (part).)

Sec. 1115.153. AMENDMENTS TO BUDGET. The annual budget may be amended as required by circumstances. The board must approve all amendments. (Acts 65th Leg., R.S., Ch. 511, Sec. 6 (part).)

16 Sec. 1115.154. RESTRICTION ON EXPENDITURES. Money may be 17 spent only for an expense included in the budget or an amendment to 18 the budget. (Acts 65th Leg., R.S., Ch. 511, Sec. 6 (part).)

Sec. 1115.155. FISCAL YEAR. (a) The district operatesaccording to a fiscal year established by the board.

21

(b) The fiscal year may not be changed:

(1) during a period that district revenue bonds areoutstanding; or

24 (2) more than once in any 24-month period. (Acts 65th
25 Leg., R.S., Ch. 511, Sec. 6 (part).)

26 Sec. 1115.156. ANNUAL AUDIT. The board annually shall have 27 an audit made of the district's financial condition. (Acts 65th

1 Leg., R.S., Ch. 511, Sec. 6 (part).)

2 Sec. 1115.157. INSPECTION OF ANNUAL AUDIT AND DISTRICT 3 RECORDS. The annual audit and other district records shall be open 4 to inspection at the district's principal office. (Acts 65th Leg., 5 R.S., Ch. 511, Sec. 6 (part).)

6 Sec. 1115.158. FINANCIAL REPORT. As soon as practicable 7 after the close of each fiscal year, the district administrator 8 shall prepare for the board:

9 (1) a complete sworn statement of all district money; 10 and

11 (2) a complete account of the disbursements of that 12 money. (Acts 65th Leg., R.S., Ch. 511, Sec. 6 (part).)

Sec. 1115.159. DEPOSITORY. (a) The board shall select one or more banks inside or outside the district to serve as a depository for district money.

(b) All district money, other than money invested as provided by Section 1115.160(b) and money transmitted to a bank for payment of bonds or obligations issued or assumed by the district, shall be deposited as received with the depository bank and shall remain on deposit.

(c) This chapter, including Subsection (b), does not limitthe power of the board to:

(1) place a part of district money on time deposit; or
(2) purchase certificates of deposit. (Acts 65th
Leg., R.S., Ch. 511, Sec. 11(a).)

26 Sec. 1115.160. SPENDING AND INVESTMENT RESTRICTIONS. (a) 27 Except as provided by Section 1115.107(c) and by Subchapter E, the

H.B. No. 3281 1 district may not incur an obligation payable from district revenue other than the revenue on hand or to be on hand in the current and 2 3 following district fiscal years. The board may invest operating, depreciation, 4 (b) or 5 building reserves only in funds or securities specified by Chapter 2256, Government Code. (Acts 65th Leg., R.S., Ch. 511, Secs. 5 6 (part), 10(b) (part).) 7 8 [Sections 1115.161-1115.200 reserved for expansion] 9 SUBCHAPTER E. BONDS Sec. 1115.201. GENERAL OBLIGATION BONDS. 10 The board may issue and sell general obligation bonds in the name and on the faith 11 12 and credit of the district for any purpose relating to: (1) the purchase, construction, acquisition, repair, 13 14 or renovation of buildings and improvements; and 15 equipping buildings and improvements for hospital (2) purposes. (Acts 65th Leg., R.S., Ch. 511, Sec. 7(a) (part).) 16 17 Sec. 1115.202. TAX TO PAY GENERAL OBLIGATION BONDS. (a) At the time general obligation bonds are issued by the district, the 18 19 board shall impose an ad valorem tax at a rate sufficient to create an interest and sinking fund to pay the principal of and interest on 20 21 the bonds as the bonds mature. The tax required by this section together with any other 22 (b) ad valorem tax the district imposes may not in any year exceed 75 23 24 cents on each \$100 valuation of all taxable property in the district subject to hospital district taxation. (Acts 65th Leg., R.S., Ch. 25 26 511, Sec. 7(a) (part).)

27 Sec. 1115.203. GENERAL OBLIGATION BOND ELECTION. (a) The

H.B. No. 3281 1 district may issue general obligation bonds only if the bonds are authorized by a majority of the district voters. 2 3 (b) The order calling the bond election must provide for clerks as in county elections and must specify: 4 5 (1)the date of the election; (2) the location of the polling places; 6 7 the presiding and alternate election judges for (3) 8 each polling place; the amount of the bonds to be authorized; and 9 (4) 10 (5) the maximum maturity of the bonds. 11 (c) Notice of a bond election shall be given as provided by 12 Section 1251.003, Government Code. (Acts 65th Leg., R.S., Ch. 511, Sec. 7(a) (part).) 13 14 Sec. 1115.204. MATURITY OF GENERAL OBLIGATION BONDS. 15 District general obligation bonds must mature not later than 40 years after their date of issuance. (Acts 65th Leg., R.S., Ch. 511, 16 17 Sec. 7(c) (part).) Sec. 1115.205. EXECUTION OF GENERAL OBLIGATION BONDS. 18 The 19 board president shall execute the general obligation bonds in the district's name and the board secretary shall countersign the bonds 20 in the manner provided by Chapter 618, Government Code. (Acts 65th 21 Leg., R.S., Ch. 511, Sec. 7(c) (part).) 22 Sec. 1115.206. REVENUE BONDS. 23 The board may issue (a) 24 revenue bonds to: (1) purchase, construct, acquire, repair, renovate, 25 26 or equip buildings and improvements for hospital purposes; or 27 acquire sites to be used for hospital purposes. (2)

(b) The bonds must be payable from and secured by a pledge of
 all or part of district revenue derived from the operation of the
 district's hospitals.

4 (c) The bonds may be additionally secured by a mortgage or5 deed of trust lien on all or part of district property.

(d) The bonds must be issued in the manner and in accordance
with the procedures and requirements prescribed by Sections
264.042, 264.043, 264.046, 264.047, 264.048, and 264.049, Health
and Safety Code, for issuance of revenue bonds by a county hospital
authority. (Acts 65th Leg., R.S., Ch. 511, Sec. 9 (part).)

Sec. 1115.207. REFUNDING BONDS. (a) The board may, without an election, issue refunding bonds to refund outstanding indebtedness issued or assumed by the district.

14 (b) A refunding bond may be:

(1) sold, with the proceeds of the refunding bondapplied to the payment of the outstanding indebtedness; or

17 (2) exchanged wholly or partly for not less than a
18 similar principal amount of outstanding indebtedness. (Acts 65th
19 Leg., R.S., Ch. 511, Secs. 7(a) (part), (b) (part), 9 (part).)

20 Sec. 1115.208. BONDS EXEMPT FROM TAXATION. The following 21 are exempt from taxation by this state or a political subdivision of 22 this state:

(1) any bonds issued by the district;
(2) the transfer and issuance of the bonds; and
(3) any profits made in the sale of the bonds. (Acts
65th Leg., R.S., Ch. 511, Sec. 21 (part).)
[Sections 1115.209-1115.250 reserved for expansion]

H.B. No. 3281 1 SUBCHAPTER F. TAXES 2 Sec. 1115.251. IMPOSITION OF AD VALOREM TAX. (a) The board 3 shall impose a tax on all property in the district subject to district taxation. 4 5 (b) The board shall impose the tax to pay: 6 indebtedness assumed or issued by the district; (1) 7 and district maintenance and operating expenses. 8 (2) 9 The board may not impose a tax to pay the principal of or (c) interest on revenue bonds issued under Section 1115.206. 10 (Acts 65th Leg., R.S., Ch. 511, Secs. 12(a) (part), 15(a) (part).) 11 12 Sec. 1115.252. TAX RATE. (a) The board may impose the tax at a rate not to exceed 75 cents on each \$100 valuation of taxable 13 property in the district subject to district taxation. 14 15 (b) In setting the tax rate, the board shall consider the income of the district from sources other than taxation. (Acts 65th 16 17 Leg., R.S., Ch. 511, Secs. 3(b) (part), 12(a) (part), (b) (part).) Sec. 1115.253. ASSESSMENT AND COLLECTION BY COUNTY TAX 18 ASSESSOR-COLLECTOR. Unless the board elects to have taxes assessed 19 and collected by its own tax assessor-collector under Section 20 1115.254, the tax assessor-collector of Wilson County shall assess 21 and collect taxes imposed by and for the district. (Acts 65th Leg., 22 R.S., Ch. 511, Secs. 15(a) (part), (b) (part).) 23 24 Sec. 1115.254. ASSESSMENT AND COLLECTION BY DISTRICT TAX 25 ASSESSOR-COLLECTOR. (a) The board by majority vote may elect to

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assessor-collector appointed by the board. An election under this

assessed and collected

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have

district taxes

H.B. No. 3281 1 subsection must be made before December 1 and governs the manner in 2 which taxes are assessed and collected, until changed by a similar 3 resolution. 4 (b) The district tax assessor-collector must reside in the 5 district. (c) The board shall set the term of employment 6 and 7 compensation for the district tax assessor-collector. (Acts 65th 8 Leg., R.S., Ch. 511, Secs. 15(a) (part), (c) (part).) 9 CHAPTER 1116. WOOD COUNTY CENTRAL HOSPITAL DISTRICT 10 OF WOOD COUNTY, TEXAS SUBCHAPTER A. GENERAL PROVISIONS 11 12 Sec. 1116.001. DEFINITIONS Sec. 1116.002. AUTHORITY FOR CREATION 13 Sec. 1116.003. DISTRICT TERRITORY 14 15 Sec. 1116.004. DISTRICT SUPPORT AND MAINTENANCE NOT STATE OBLIGATION 16 Sec. 1116.005. RESTRICTION ON STATE FINANCIAL 17 18 ASSISTANCE [Sections 1116.006-1116.050 reserved for expansion] 19 20 SUBCHAPTER B. DISTRICT ADMINISTRATION 21 Sec. 1116.051. BOARD ELECTION; TERM 22 Sec. 1116.052. QUALIFICATIONS FOR OFFICE 23 Sec. 1116.053. BOND; RECORD OF BOND AND OATH OF OFFICE 24 Sec. 1116.054. BOARD VACANCY 25 Sec. 1116.055. OFFICERS 26 Sec. 1116.056. COMPENSATION; EXPENSES 27 Sec. 1116.057. DISTRICT ADMINISTRATOR

1	Sec.	1116.058.	EMPLOYEES		
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3			INSPECTION		
4	[Sections 1116.060-1116.100 reserved for expansion]				
5			SUBCHAPTER C. POWERS AND DUTIES		
6	Sec.	1116.101.	DISTRICT RESPONSIBILITY		
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12	Sec.	1116.106.	PURCHASING AND ACCOUNTING		
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14	Sec.	1116.108.	GIFTS AND ENDOWMENTS		
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16			FOR HOSPITAL CARE		
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18		[Section	ns 1116.111-1116.150 reserved for expansion]		
19	9 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS				
20	Sec.	1116.151.	BUDGET		
21	Sec.	1116.152.	PROPOSED BUDGET: NOTICE AND HEARING		
22	Sec.	1116.153.	FISCAL YEAR		
23	Sec.	1116.154.	ANNUAL AUDIT		
24	Sec.	1116.155.	DEPOSITORY		
25	[Sections 1116.156-1116.200 reserved for expansion]				
26			SUBCHAPTER E. BONDS		
27	Sec.	1116.201.	BONDS		

1	Sec. 1116.202.	TAX TO PAY BONDS			
2	Sec. 1116.203.	BOND ELECTION			
3	Sec. 1116.204.	MATURITY OF BONDS			
4	Sec. 1116.205.	EXECUTION OF BONDS			
5	[Sections 1116.206-1116.250 reserved for expansion]				
6		SUBCHAPTER F. TAXES			
7	Sec. 1116.251.	IMPOSITION OF AD VALOREM TAX			
8	Sec. 1116.252.	TAX RATE			
9	Sec. 1116.253.	ELECTION TO INCREASE MAXIMUM TAX RATE;			
10		ORDER; NOTICE; BALLOT			
11	Sec. 1116.254.	TAX ASSESSOR AND COLLECTOR			
12	[Sectio	ns 1116.255-1116.300 reserved for expansion]			
13	SUBCHAPTER G. EXPANSION OF DISTRICT TERRITORY TO INCLUDE MINEOLA				
14		INDEPENDENT SCHOOL DISTRICT			
15	Sec. 1116.301.	PETITION TO EXPAND DISTRICT TERRITORY			
16	Sec. 1116.302.	NOTICE OF HEARING			
17	Sec. 1116.303.	ORDER OF ANNEXATION			
18	Sec. 1116.304.	RATIFICATION ELECTION			
19	Sec. 1116.305.	ASSUMPTION OF DEBT AND TAXES			
20	Sec. 1116.306.	BALLOT			
21	Sec. 1116.307.	COMPOSITION AND ELECTION OF BOARD			
22		FOLLOWING ANNEXATION; TERMS			
23	[Section	ons 1116.308-1116.350 reserved for expansion]			
24	SUBCHAPTE	R H. EXPANSION OF DISTRICT TERRITORY TO INCLUDE			
25	ALBA-GOLDEN	, YANTIS, AND HAWKINS INDEPENDENT SCHOOL DISTRICTS			
	Sec 1116 351	ELECTION ON EXPANSION OF DISTRICT;			
26	5000 1110.551.	Election on Entradion of Dibinici,			

1 Sec. 1116.352. BALLOT 2 Sec. 1116.353. COMPOSITION OF BOARD AFTER ANNEXATION OF ONE SCHOOL DISTRICT; TERMS; VOTING 3 4 REQUIREMENT 5 Sec. 1116.354. COMPOSITION OF BOARD AFTER ANNEXATION 6 OF MORE THAN ONE SCHOOL DISTRICT; TERMS; VOTING REQUIREMENT 7 8 CHAPTER 1116. WOOD COUNTY CENTRAL HOSPITAL DISTRICT 9 OF WOOD COUNTY, TEXAS SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 1116.001. DEFINITIONS. In this chapter: 11 (1) "Board" means the board of directors of the 12 district. 13 14 (2) "Director" means a member of the board. 15 (3) "District" means the Wood County Central Hospital 16 District of Wood County, Texas. (New.) Sec. 1116.002. AUTHORITY FOR CREATION. 17 The Wood County Central Hospital District of Wood County, Texas, is created under 18 the authority of Section 9, Article IX, Texas Constitution. (Acts 19 60th Leg., R.S., Ch. 293, Sec. 1.) 20 Sec. 1116.003. DISTRICT TERRITORY. Unless the district's 21 boundaries are expanded under Subchapter G or H or other law, the 22 23 district is composed of the territory in the boundaries of the 24 Quitman Independent School District located in Wood County as those boundaries existed on May 25, 1967. (Acts 60th Leg., R.S., Ch. 293, 25 26 Sec. 2.) Sec. 1116.004. DISTRICT SUPPORT AND MAINTENANCE NOT STATE 27

H.B. No. 3281 1 OBLIGATION. The support and maintenance of the district's hospital system and any indebtedness incurred by the district under this 2 3 chapter may not become a charge against or obligation of this state. (Acts 60th Leg., R.S., Ch. 293, Sec. 18 (part).) 4 5 Sec. 1116.005. RESTRICTION ON STATE FINANCIAL ASSISTANCE. The legislature may not make a direct appropriation for the 6 7 construction, maintenance, or improvement of a district facility. 8 (Acts 60th Leg., R.S., Ch. 293, Sec. 18 (part).) 9 [Sections 1116.006-1116.050 reserved for expansion] SUBCHAPTER B. DISTRICT ADMINISTRATION 10 Sec. 1116.051. BOARD ELECTION; TERM. (a) 11 The board consists of six directors elected from the district at large unless 12 the boundaries of the district are expanded under Subchapter G or H. 13 14 Directors serve staggered two-year terms unless: (b) 15 (1) the alternate terms provided by Section 1116.307, 1116.353, or 1116.354 apply; or 16 four-year terms are established under Section 17 (2) 285.081, Health and Safety Code. (Acts 60th Leg., R.S., Ch. 293, 18 19 Secs. 5(a) (part), (d), (e), (g).) Sec. 1116.052. QUALIFICATIONS FOR OFFICE. To qualify for 20 election to the board, a person must: 21 (1) be at least 18 years of age; 22 have been a resident of the district for at least 23 (2) 24 two years; and 25 be a qualified voter of the district. (Acts 60th (3) 26 Leg., R.S., Ch. 293, Sec. 5(b).) Sec. 1116.053. BOND; RECORD OF BOND AND OATH OF OFFICE. 27 (a)

Each director shall qualify for office by executing a good and
 sufficient commercial bond for \$1,000 that is:

3 (1) payable to the district; and

4 (2) conditioned on the faithful performance of the 5 director's duties.

6 (b) The district shall pay for a director's bond.

7 (c) Each director's bond and constitutional oath of office
8 shall be deposited with the district's depository for safekeeping.
9 (Acts 60th Leg., R.S., Ch. 293, Sec. 6(a) (part).)

Sec. 1116.054. BOARD VACANCY. If a vacancy occurs on the board, the board shall appoint a director for the unexpired term. (Acts 60th Leg., R.S., Ch. 293, Sec. 5(h).)

Sec. 1116.055. OFFICERS. The board shall elect from among its members a president, a secretary, and a treasurer at the first meeting after each directors' election. (Acts 60th Leg., R.S., Ch. 293, Sec. 6(b).)

Sec. 1116.056. COMPENSATION; EXPENSES. A director is not entitled to compensation but is entitled to reimbursement for any necessary expense incurred in the performance of official duties. (Acts 60th Leg., R.S., Ch. 293, Sec. 6(c).)

21 Sec. 1116.057. DISTRICT ADMINISTRATOR. (a) The board may 22 employ a district administrator to manage the operations of the 23 hospital system.

(b) The district administrator may employ necessary
personnel to perform the services provided by the hospital system.
(Acts 60th Leg., R.S., Ch. 293, Sec. 11(e) (part).)

27 Sec. 1116.058. EMPLOYEES. The board may employ an

H.B. No. 3281 1 attorney, a general manager, a bookkeeper, an architect, and other employees necessary for the efficient operation of the district. 2 (Acts 60th Leg., R.S., Ch. 293, Sec. 11(e) (part).) 3 4 Sec. 1116.059. MAINTENANCE OF RECORDS; PUBLIC INSPECTION. 5 Except as provided by Section 1116.053, the board shall: 6 (1) maintain all district records, including books, 7 accounts, notices, minutes, and other matters of the district and the district's operation, at the district office; and 8 9 (2) make those records available for public inspection 10 at reasonable times. (Acts 60th Leg., R.S., Ch. 293, Sec. 11(b).) [Sections 1116.060-1116.100 reserved for expansion] 11 SUBCHAPTER C. POWERS AND DUTIES 12 Sec. 1116.101. DISTRICT RESPONSIBILITY. The district shall 13 provide all necessary medical and hospital care for the district's 14 15 needy inhabitants. (Acts 60th Leg., R.S., Ch. 293, Sec. 3 (part).) Sec. 1116.102. RESTRICTION ON POLITICAL 16 SUBDIVISION TAXATION AND DEBT. A political subdivision of this state, other 17 than the district, may not impose a tax or issue bonds or other 18 19 obligations to provide hospital service or medical care in the district. (Acts 60th Leg., R.S., Ch. 293, Sec. 3 (part).) 20 Sec. 1116.103. MANAGEMENT AND CONTROL OF DISTRICT. 21 The board has full power to manage and control the district. (Acts 60th 22 23 Leg., R.S., Ch. 293, Secs. 5(a) (part), 11(a) (part).) 24 Sec. 1116.104. HOSPITAL SYSTEM. The district has the responsibility to establish a hospital or hospital system within 25 26 its boundaries to provide hospital and medical care to the

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district's residents. (Acts 60th Leg., R.S., Ch. 293, Sec. 3

1 (part).)

2 Sec. 1116.105. RULES. (a) The board shall adopt rules for 3 the efficient operation of the district and district facilities.

(b) The board shall:

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4

(1) publish the rules in book form; and

6 (2) provide copies to interested persons on request at
7 district expense. (Acts 60th Leg., R.S., Ch. 293, Sec. 11(c).)

8 Sec. 1116.106. PURCHASING AND ACCOUNTING. The board may 9 prescribe the method of making purchases and expenditures and the 10 manner of accounting and control used by the district. (Acts 60th 11 Leg., R.S., Ch. 293, Sec. 11(e) (part).)

Sec. 1116.107. EMINENT DOMAIN. (a) The district may exercise the power of eminent domain to acquire a fee simple or other interest in real, personal, or mixed property located in district territory if the interest is necessary or convenient to exercise a power or duty conferred on the district by this chapter.

(b) The district must exercise the power of eminent domain in the manner provided by Chapter 21, Property Code, except that the district is not required to deposit in the trial court money or a bond as otherwise required by Section 21.021(a), Property Code.

21 (c) In a condemnation proceeding, the district is not 22 required to:

(1) pay in advance or provide a bond or other securityfor costs in the trial court; or

(2) provide a bond for costs or a supersedeas bond on
an appeal or petition for review. (Acts 60th Leg., R.S., Ch. 293,
Sec. 14.)

Sec. 1116.108. GIFTS AND ENDOWMENTS. The board may accept for the district a gift or endowment to be held in trust and administered by the board under the directions, limitations, or other provisions prescribed in writing by the donor that are not inconsistent with the proper management of the district. (Acts 60th Leg., R.S., Ch. 293, Sec. 11(f).)

Sec. 1116.109. CONTRACTS WITH POLITICAL SUBDIVISIONS FOR
HOSPITAL CARE. The board may contract with a political subdivision
to provide hospital and medical care for needy persons who reside
outside the district. (Acts 60th Leg., R.S., Ch. 293, Sec. 11(g).)

Sec. 1116.110. PAYMENT FOR TREATMENT; PROCEDURES. (a) A person who resides in the district is entitled to receive necessary medical and hospital care regardless of whether the person has the ability to pay for the care. The person may apply to receive this care without cost.

(b) The board or the district administrator shall employ a person to investigate the ability of the patient and any relative liable for the patient's support to pay for the medical and hospital care received by the patient.

(c) If the investigator finds that neither the patient nor those relatives can pay all or part of the patient's care, the expense of this care becomes a charge against the district.

(d) If the patient or those relatives can pay for all or part of the costs of the patient's care, the board shall order the patient or relative to pay to the district treasurer each week an amount specified in the order. The amount must be proportionate to the person's ability to pay.

1 (e) The district may collect the amount from the patient's 2 estate, or from any relative liable for the patient's support, in 3 the manner provided by law for the collection of expenses of the 4 last illness of a deceased person.

5 (f) If there is a dispute as to the ability to pay, or doubt 6 in the mind of the investigator, the board shall hold a hearing and, 7 after calling witnesses, shall:

8

(1) determine the question; and

9 (2) make the proper order based on the board's 10 findings.

(g) A party to the hearing who is not satisfied with the result of the order may appeal to the district court. The appeal is de novo, as that term is used in an appeal from a justice court to a county court. (Acts 60th Leg., R.S., Ch. 293, Sec. 13.)

15[Sections 1116.111-1116.150 reserved for expansion]16SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

Sec. 1116.151. BUDGET. The board shall prepare a budget that includes:

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proposed expenditures and disbursements;

20 (2) estimated receipts and collections for the next21 fiscal year; and

(3) the amount of taxes required to be imposed during
the next fiscal year to meet the proposed budget. (Acts 60th Leg.,
R.S., Ch. 293, Sec. 12(b).)

Sec. 1116.152. PROPOSED BUDGET: NOTICE AND HEARING. (a)
 The board shall hold a public hearing on the proposed budget.

27

(b)

221

Notice of the hearing must be published at least once in

H.B. No. 3281 1 a newspaper of general circulation in the district not later than the 10th day before the date of the hearing. 2 3 (C) Any qualified property tax paying voter is entitled to: 4 (1) appear at the hearing; and 5 (2) be heard regarding any item in the proposed budget. (Acts 60th Leg., R.S., Ch. 293, Secs. 12(c), (d).) 6 Sec. 1116.153. FISCAL YEAR. The district's fiscal year is 7 8 from October 1 to September 30. (Acts 60th Leg., R.S., Ch. 293, Sec. 12(a).) 9 Sec. 1116.154. ANNUAL AUDIT. (a) The board annually shall 10 require an independent audit of the district's books and records. 11 Not later than December 1 of each year, the board shall 12 (b) file a copy of the audit with: 13 14 (1)the comptroller; and 15 (2) the district. (Acts 60th Leg., R.S., Ch. 293, Sec. 16 11(d).) Sec. 1116.155. DEPOSITORY. 17 (a) The board by resolution shall designate a bank in Wood County as the district's depository. 18 A designated bank serves for two years and until a successor is 19 designated. 20 (b) All district money shall be deposited in the depository 21 and secured in the manner provided for securing county funds. (Acts 22 60th Leg., R.S., Ch. 293, Sec. 15.) 23 24 [Sections 1116.156-1116.200 reserved for expansion] 25 SUBCHAPTER E. BONDS Sec. 1116.201. BONDS. (a) The district may issue bonds 26 27 to:

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(1) purchase, construct, acquire, repair, or renovate
2 buildings and improvements; and

3

(2) equip buildings for hospital purposes.

4 (b) The total face value of the bonds may not exceed the
5 amount specified in the election order. (Acts 60th Leg., R.S., Ch.
6 293, Secs. 9(a) (part), 10(a).)

Sec. 1116.202. TAX TO PAY BONDS. The board may issue bonds under Section 1116.201 only if the board imposes an ad valorem tax at a rate sufficient to create an interest and sinking fund to pay the principal of and interest on the bonds as the bonds mature. (Acts 60th Leg., R.S., Ch. 293, Sec. 10(c).)

Sec. 1116.203. BOND ELECTION. (a) The board may issue bonds under Section 1116.201 only if the bonds are authorized by a majority of the district voters voting in an election held for that purpose.

16 (b) The board may order a bond election at any time.

17 (c) The order calling an election must include:

18 (1) the time of the election;

19 (2) the location of the polling places;

20 (3) the form of the ballots;

21 (4) the presiding judge for each polling place;

22 (5) the purpose of the bond issuance;

23 (6) the amount of the bonds to be issued;

24 (7) the maximum interest rate of the bonds; and

25 (8) the maximum maturity date of the bonds.

26 (d) A substantial copy of the election order shall be27 published in a newspaper of general circulation in the district

1 once a week for two consecutive weeks before the date of the 2 election. The first notice must be published at least 14 days 3 before the date of the election.

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4 (e) A copy of the election results must be filed with the
5 county clerk and become a public record. (Acts 60th Leg., R.S., Ch.
6 293, Secs. 4(b), (c), (d) (part), 9(a) (part), (b), (d).)

Sec. 1116.204. MATURITY OF BONDS. District bonds must
mature not later than 40 years after the date of issuance. (Acts
60th Leg., R.S., Ch. 293, Sec. 9(c) (part).)

10 Sec. 1116.205. EXECUTION OF BONDS. The board president 11 shall execute the district's bonds in the district's name, and the 12 board secretary shall countersign the bonds. (Acts 60th Leg., 13 R.S., Ch. 293, Sec. 10(b) (part).)

14 [Sections 1116.206-1116.250 reserved for expansion]
 15 SUBCHAPTER F. TAXES

16 Sec. 1116.251. IMPOSITION OF AD VALOREM TAX. (a) The board 17 shall impose a tax on all property in the district subject to 18 district taxation.

19

(b) The tax may be used only to:

20 (1) pay the interest on and create a sinking fund for21 bonds issued under this chapter;

(2) provide for the operation and maintenance of thedistrict and the hospital system;

24 (3) make improvements and additions to the hospital25 system; and

26 (4) acquire sites for additions to the hospital
27 system. (Acts 60th Leg., R.S., Ch. 293, Secs. 8(a) (part), (c).)

TAX RATE. Unless the tax rate is increased 1 Sec. 1116.252. as provided by Section 1116.253, the board may impose the tax at a 2 3 rate not to exceed 35 cents on each \$100 valuation of all property in the district subject to taxation. (Acts 60th Leg., R.S., Ch. 4 5 293, Sec. 8(a) (part).)

Sec. 1116.253. ELECTION TO INCREASE MAXIMUM TAX RATE; 6 7 ORDER; NOTICE; BALLOT. (a) The board may order an election to 8 increase the district's maximum tax rate to a rate not to exceed 75 cents on each \$100 valuation of all property in the district subject 9 to district taxation. 10

The maximum tax rate may not be increased unless the 11 (b) 12 increase is approved by a majority of the district voters voting in 13 an election held for that purpose.

14 The board shall give notice of the election in the (c) 15 manner provided for a bond election under Section 1116.203.

The election order must provide for clerks as in county 16 (d) 17 elections and must state:

18

(1) the date of the election;

19

(2) the location of the polling places;

the form of the ballot; and 20 (3)

21 the presiding judge and alternate judge for each (4) polling place. 22

The ballot for an election shall be printed to permit 23 (e) 24 voting for or against the proposition: "The imposition of a tax not to exceed 75 cents on the \$100 valuation on all property in the 25 26 district subject to hospital district taxation."

27 (f) The board shall declare the results of the election.

1 (g) An election to increase the maximum tax rate may not be 2 held under this section before the first anniversary of the date of 3 any preceding election on the same proposition.

4 (h) Section 41.001(a), Election Code, does not apply to an
5 election ordered under this section. (Acts 60th Leg., R.S., Ch.
6 293, Sec. 7A (part).)

Sec. 1116.254. TAX ASSESSOR AND COLLECTOR. The Wood County
tax assessor-collector shall collect taxes for the district. (Acts
60th Leg., R.S., Ch. 293, Sec. 8(d) (part).)

[Sections 1116.255-1116.300 reserved for expansion]
 SUBCHAPTER G. EXPANSION OF DISTRICT TERRITORY TO INCLUDE MINEOLA
 INDEPENDENT SCHOOL DISTRICT

13 Sec. 1116.301. PETITION TO EXPAND DISTRICT TERRITORY. (a) 14 Registered voters of a defined territory composed of all territory 15 within the boundaries of the Mineola Independent School District 16 may file a petition with the board secretary requesting inclusion 17 of the territory in the district.

(b) The petition must be signed by the lesser of 50
registered voters of the territory or a majority of those voters.
(Acts 60th Leg., R.S., Ch. 293, Sec. 7C(a).)

21 Sec. 1116.302. NOTICE OF HEARING. (a) The board shall set 22 a time and place to hold a hearing on the petition.

(b) The hearing shall be held not earlier than the 31st day
after the date the board issues the order. (Acts 60th Leg., R.S.,
Ch. 293, Sec. 7C(b).)

26 Sec. 1116.303. ORDER OF ANNEXATION. If, after the hearing, 27 the board determines that annexation of the territory into the

1 district would be feasible and would benefit the district, the 2 board may approve the annexation by a resolution entered in its 3 minutes. (Acts 60th Leg., R.S., Ch. 293, Sec. 7C(c).)

Sec. 1116.304. RATIFICATION ELECTION. (a) Annexation of
territory is final when approved by a majority of the voters at:

(1) an election held in the district; and

6

7 (2) a separate election held on the same date in the8 territory to be annexed.

9 (b) Section 41.001(a), Election Code, does not apply to an 10 election held under this section. (Acts 60th Leg., R.S., Ch. 293, 11 Secs. 7C(d) (part), (f) (part).)

Sec. 1116.305. ASSUMPTION OF DEBT AND TAXES. If the district has outstanding debts or taxes, the voters in the elections to approve annexation must determine whether the annexed territory will assume its portion of the debts or taxes on annexation. (Acts 60th Leg., R.S., Ch. 293, Sec. 7C(d) (part).)

17 Sec. 1116.306. BALLOT. The ballot for the elections shall 18 be printed to permit voting for or against the following, as 19 applicable:

(1) "Adding the territory within the boundaries of the
Mineola Independent School District to the Wood County Central
Hospital District of Wood County."

(2) "The territory within the boundaries of the
Mineola Independent School District assuming its proportionate
share of the outstanding debts and taxes of the Wood County Central
Hospital District of Wood County, if it is added to the district."
(Acts 60th Leg., R.S., Ch. 293, Sec. 7C(e).)

1 Sec. 1116.307. COMPOSITION AND ELECTION OF BOARD FOLLOWING 2 ANNEXATION; TERMS. (a) If annexation is approved, the board shall 3 appoint a resident of the Mineola Independent School District to 4 serve as a temporary director until the date of the next regular 5 election of directors.

6 (b) Notwithstanding any other provision of this chapter, 7 beginning on the date the temporary director is appointed as 8 required by Subsection (a) and ending on the date a majority of the 9 directors elected in the next regular election have qualified for 10 office:

11 (1) the board is composed of seven directors; and

12 (2) a concurrence of four directors is sufficient in13 any matter relating to district business.

14 (c) Notwithstanding any other provision of this chapter, on 15 the date of the next regular election following the approval of 16 annexation:

(1) five directors shall be elected from the area of the district that is composed of the jurisdiction of the Quitman Independent School District as those boundaries existed on May 25, 20 1967;

(2) five directors shall be elected from the area of the district that is composed of the jurisdiction of the Mineola Independent School District as those boundaries existed on the date annexation was approved; and

(3) three directors shall be elected from the districtat large.

27 (d) Notwithstanding any other provision of this chapter, on

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1 the date a majority of the directors elected to the board under
2 Subsection (c) have qualified for office:

3 (1) the term of office of any director elected or4 appointed to the board before that election expires; and

5 (2) the directors elected to the board under 6 Subsection (c) shall draw lots to determine:

(A) which director elected from the area of the
district that is composed of the jurisdiction of the Quitman
Independent School District, as those boundaries existed on May 25,
1967, serves a one-year term, which two directors elected from that
area serve two-year terms, and which two directors elected from
that area serve three-year terms;

(B) which director elected from the area of the district that is composed of the jurisdiction of the Mineola Independent School District, as those boundaries existed on the date annexation was approved, serves a one-year term, which two directors elected from that area serve two-year terms, and which two directors elected from that area serve three-year terms; and

(C) which director elected from the district at large serves a one-year term, which director elected from the district at large serves a two-year term, and which director elected from the district at large serves a three-year term.

(e) Notwithstanding any other provision of this chapter,
beginning on the date a majority of the directors elected under
Subsection (c) qualify for office:

(1) the board is composed of 13 directors; and
(2) a concurrence of seven directors is sufficient in

1 any matter relating to district business.

2 (f) Successor directors shall be elected as provided by3 Subsections (c) and (d) so that:

4 (1) five directors are elected from the area of the
5 district that is composed of the jurisdiction of the Quitman
6 Independent School District as those boundaries existed on May 25,
7 1967;

8 (2) five directors are elected from the area of the 9 district that is composed of the jurisdiction of the Mineola 10 Independent School District as those boundaries existed on the date 11 annexation was approved; and

12 (3) three directors are elected from the district at13 large.

(g) Following each decennial federal census, the board shall evaluate the electoral areas described by Subsection (f) to ensure that the areas comply with the requirements of federal election laws and shall adjust the jurisdiction of the areas in accordance with federal requirements. (Acts 60th Leg., R.S., Ch. 293, Secs. 7C(g), (h) (part), (i), (j), (k) (part), (l), (m).)

[Sections 1116.308-1116.350 reserved for expansion]
 SUBCHAPTER H. EXPANSION OF DISTRICT TERRITORY TO INCLUDE
 ALBA-GOLDEN, YANTIS, AND HAWKINS INDEPENDENT SCHOOL DISTRICTS

23 Sec. 1116.351. ELECTION ON EXPANSION OF DISTRICT; ORDER; 24 NOTICE. (a) The board may order one or more elections in the area 25 of one or more of the following independent school districts, as 26 they were constituted on May 15, 1979, on the question of whether 27 that area shall be included in the district:

1

(1) Alba-Golden;

2

3

- (2) Yantis; and
- (3) Hawkins.

4 (b) The area of a school district in which an election is
5 held is included in the district if a majority of registered voters
6 in that school district voting at the election approve annexation.

7 (c) The board shall give notice of the election in the 8 district and in the area of each school district sought to be 9 included in the district in the manner provided for a bond election 10 under Section 1116.203.

11 (d) The election order must provide for clerks as in county 12 elections and must state:

13 (1) the date of the election;

14

(2) the location of the polling places;

15

(3) the form of the ballot; and

16 (4) the presiding judge and alternate judge for each 17 polling place.

18 (e) The board shall declare the results of the election.

(f) An election to expand district territory to include the area of a school district may not be held under this section before the first anniversary of the date of an election on the same proposition.

(g) Section 41.001(a), Election Code, does not apply to an
election ordered under this section. (Acts 60th Leg., R.S., Ch.
293, Secs. 7B(a), (b) (part), (c) (part).)

26 Sec. 1116.352. BALLOT. The ballot for an election shall be 27 printed to permit voting for or against the proposition: "The

1 inclusion of the area of the (name of district) Independent School 2 District in the Wood County Central Hospital District; providing 3 for the imposition of annual taxes for hospital purposes and to pay 4 that area's share of the hospital district's debt at a rate not to 5 exceed (maximum tax rate in the district) cents on the \$100 6 valuation of all taxable property within the district." (Acts 60th 7 Leg., R.S., Ch. 293, Sec. 7B(b) (part).)

8 Sec. 1116.353. COMPOSITION OF BOARD AFTER ANNEXATION OF ONE 9 SCHOOL DISTRICT; TERMS; VOTING REQUIREMENT. (a) If a majority of 10 the voters in the area of only one of the school districts approve 11 annexation, the board shall appoint a resident of that area to serve 12 as a director until the next regular election of directors.

(b) Successors to a director appointed under Subsection (a)
are elected from the district at large and serve two-year terms.

15 (c) During any time the board is composed of seven 16 directors, a concurrence of four is sufficient in any matter 17 relating to district business. (Acts 60th Leg., R.S., Ch. 293, Sec. 18 7B(d) (part).)

19 Sec. 1116.354. COMPOSITION OF BOARD AFTER ANNEXATION OF 20 MORE THAN ONE SCHOOL DISTRICT; TERMS; VOTING REQUIREMENT. (a) If a 21 majority of the voters in the area of more than one school district 22 approve annexation, the board may appoint two directors who are 23 residents of the annexed area to serve in addition to the six 24 sitting directors, for a total of eight directors.

(b) If the board appoints two directors under Subsection(a), the board shall appoint:

27 (1) one director to serve until the next regular

1 election of directors following appointment; and

2 (2) one director to serve until the election of
3 directors following the next regular election of directors.

4 (c) During any time the board is composed of eight
5 directors, a concurrence of five is sufficient in any matter
6 relating to district business. (Acts 60th Leg., R.S., Ch. 293, Sec.
7 7B(e) (part).)

CHAPTER 1117. YOAKUM HOSPITAL DISTRICT

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9 SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 1117.001. DEFINITIONS 11 Sec. 1117.002. AUTHORITY FOR OPERATION 12 Sec. 1117.003. ESSENTIAL PUBLIC FUNCTION Sec. 1117.004. DISTRICT TERRITORY 13 Sec. 1117.005. CORRECTION OF INVALID PROCEDURES 14 15 Sec. 1117.006. DISTRICT SUPPORT AND MAINTENANCE NOT 16 STATE OBLIGATION Sec. 1117.007. RESTRICTION ON STATE FINANCIAL 17 ASSISTANCE 18 [Sections 1117.008-1117.050 reserved for expansion] 19 20 SUBCHAPTER B. DISTRICT ADMINISTRATION 21 Sec. 1117.051. BOARD ELECTION; TERM 22 Sec. 1117.052. NOTICE OF ELECTION 23 Sec. 1117.053. QUALIFICATIONS FOR OFFICE 24 Sec. 1117.054. BOND; RECORD OF BOND AND OATH

25 Sec. 1117.055. BOARD VACANCY

26 Sec. 1117.056. OFFICERS

27 Sec. 1117.057. COMPENSATION; EXPENSES

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9		[Section	as 1117.064-1117.100 reserved for expansion]		
10			SUBCHAPTER C. POWERS AND DUTIES		
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22	Sec.	1117.110.	PAYMENT FOR TREATMENT; PROCEDURES		
23	Sec.	1117.111.	AUTHORITY TO SUE AND BE SUED		
24		[Section	as 1117.112-1117.150 reserved for expansion]		
25			SUBCHAPTER D. CHANGE IN BOUNDARIES		
26	Sec.	1117.151.	ANNEXATION; TERRITORY SUBJECT TO		
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1	Sec.	1117.152.	ELECTION
2	Sec.	1117.153.	ELECTION RESULT; EFFECT
3		[Section	ns 1117.154-1117.200 reserved for expansion]
4		SUBC	CHAPTER E. GENERAL FINANCIAL PROVISIONS
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6	Sec.	1117.202.	NOTICE; HEARING
7	Sec.	1117.203.	FISCAL YEAR
8	Sec.	1117.204.	ANNUAL AUDIT
9	Sec.	1117.205.	FINANCIAL REPORT
10	Sec.	1117.206.	INSPECTION OF DISTRICT RECORDS AND
11			REPORTS
12	Sec.	1117.207.	DEPOSITORY OR TREASURER
13		[Section	ns 1117.208-1117.250 reserved for expansion]
14			SUBCHAPTER F. BONDS
15	Sec.	1117.251.	GENERAL OBLIGATION BONDS
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18	Sec.	1117.254.	EXECUTION OF GENERAL OBLIGATION BONDS
19	Sec.	1117.255.	REFUNDING BONDS
20	Sec.	1117.256.	BONDS EXEMPT FROM TAXATION
21		[Section	ns 1117.257-1117.300 reserved for expansion]
22			SUBCHAPTER G. TAXES
23	Sec.	1117.301.	IMPOSITION OF AD VALOREM TAX
24	Sec.	1117.302.	TAX RATE
25	Sec.	1117.303.	TAX ASSESSOR-COLLECTOR

CHAPTER 1117. YOAKUM HOSPITAL DISTRICT SUBCHAPTER A. GENERAL PROVISIONS Sec. 1117.001. DEFINITIONS. In this chapter:

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4 (1) "Board" means the board of directors of the 5 district.

6 (2) "Director" means a member of the board.

7 (3) "District" means the Yoakum Hospital District.8 (New.)

9 Sec. 1117.002. AUTHORITY FOR OPERATION. The Yoakum 10 Hospital District operates in accordance with Section 9, Article 11 IX, Texas Constitution, and has the powers and responsibilities 12 provided by that section and this chapter. (Acts 59th Leg., R.S., 13 Ch. 317, Sec. 1 (part).)

14 Sec. 1117.003. ESSENTIAL PUBLIC FUNCTION. The district 15 performs an essential public function in carrying out the purposes 16 of this chapter. (Acts 59th Leg., R.S., Ch. 317, Sec. 8 (part).)

17 Sec. 1117.004. DISTRICT TERRITORY. Unless modified under 18 Subchapter D, the district is composed of the territory described 19 by Section 1, Chapter 317, Acts of the 59th Legislature, Regular 20 Session, 1965. (New.)

Sec. 1117.005. CORRECTION OF INVALID PROCEDURES. If a court holds that any procedure under this chapter violates the constitution of this state or of the United States, the district by resolution may provide an alternative procedure that conforms with the constitution. (Acts 59th Leg., R.S., Ch. 317, Sec. 20 (part).) Sec. 1117.006. DISTRICT SUPPORT AND MAINTENANCE NOT STATE

27 OBLIGATION. The support and maintenance of the district may not

H.B. No. 3281 1 become a charge against or obligation of this state. (Acts 59th Leg., R.S., Ch. 317, Sec. 16 (part).) 2 Sec. 1117.007. RESTRICTION ON STATE FINANCIAL ASSISTANCE. 3 The legislature may not make a direct appropriation for the 4 5 construction, maintenance, or improvement of a district facility. (Acts 59th Leg., R.S., Ch. 317, Sec. 16 (part).) 6 7 [Sections 1117.008-1117.050 reserved for expansion] SUBCHAPTER B. DISTRICT ADMINISTRATION 8 9 Sec. 1117.051. BOARD ELECTION; TERM. (a) The district is governed by a board of seven elected directors. 11 (b) Directors serve staggered three-year terms, with the 12 terms of two or three directors expiring each year, as appropriate. (Acts 59th Leg., R.S., Ch. 317, Sec. 4 (part).) 13 Sec. 1117.052. NOTICE OF ELECTION. (a) At least 10 days 14 the district. (b) The notice and order must specify the last day for 18 filing. (Acts 59th Leg., R.S., Ch. 317, Sec. 4 (part).) Sec. 1117.053. QUALIFICATIONS FOR OFFICE. A person may not 20 be elected or appointed as a director unless the person: (1) is a resident of the district; 22 23 (2) owns property in the district subject to taxation; 24 and 25 (3) is at least 18 years of age at the time of election 26 or appointment. (Acts 59th Leg., R.S., Ch. 317, Sec. 4 (part).) Sec. 1117.054. BOND; RECORD OF BOND AND OATH. 27 (a) Each

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15 before the date of a directors' election, notice of the election must be published one time in a newspaper of general circulation in 16 17

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1 director shall execute a good and sufficient bond for \$1,000 that
2 is:

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3 (1) payable to the district; and

4 (2) conditioned on the faithful performance of the 5 director's duties.

6 (b) Each director's bond and constitutional oath of office 7 shall be deposited with the district's depository bank for 8 safekeeping. (Acts 59th Leg., R.S., Ch. 317, Sec. 4 (part).)

9 Sec. 1117.055. BOARD VACANCY. If a vacancy occurs in the 10 office of director, the remaining directors shall appoint a 11 director for the unexpired term. (Acts 59th Leg., R.S., Ch. 317, 12 Sec. 4 (part).)

Sec. 1117.056. OFFICERS. The board shall annually elect from among its members a president, a vice president, and a secretary. (Acts 59th Leg., R.S., Ch. 317, Sec. 4 (part).)

Sec. 1117.057. COMPENSATION; EXPENSES. A director serves without compensation but may be reimbursed for actual expenses incurred in the performance of official duties on approval of the expenses by the entire board. (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).)

21 Sec. 1117.058. VOTING REQUIREMENT. A concurrence of four 22 directors is sufficient in any matter relating to district 23 business. (Acts 59th Leg., R.S., Ch. 317, Sec. 4 (part).)

Sec. 1117.059. DISTRICT ADMINISTRATOR. (a) The board may
 appoint a qualified person as district administrator.

(b) The district administrator serves at the will of theboard and receives the compensation determined by the board.

(c) The tenure of the district administrator's contract may
 not exceed two years.

3 (d) On assuming the duties of district administrator, the 4 administrator shall execute a bond payable to the district in an 5 amount set by the board of not less than \$10,000 that:

6 (1) is conditioned on the administrator performing the 7 administrator's duties; and

8 (2) contains other conditions the board may require.
9 (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).)

10 Sec. 1117.060. GENERAL DUTIES OF DISTRICT ADMINISTRATOR. 11 (a) Subject to the direct control and responsibility of the board 12 and any limitations prescribed by the board, the district 13 administrator shall:

14 (1) supervise the work and activities of the district;15 and

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(2) direct the affairs of the district.

(b) The board must confirm the appointment of a person
employed by the district administrator. (Acts 59th Leg., R.S., Ch.
317, Sec. 5 (part).)

Sec. 1117.061. EMPLOYEES. (a) 20 The board may employ employees, including doctors, technicians, nurses, bookkeepers, 21 financial advisors, architects, lawyers, and clerks, as considered 22 23 necessary or convenient for the efficient operation of the district 24 or a district hospital or hospital system, or to discharge the district's duties, obligations, and responsibility 25 in the 26 provision of medical and hospital care.

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(b) An employee serves at the will of the board and receives

H.B. No. 3281 1 the compensation determined by the board. (Acts 59th Leg., R.S., 2 Ch. 317, Sec. 5 (part).) Sec. 1117.062. MEDICAL DIRECTOR. 3 (a) The board shall appoint a medical director. 4 5 To be qualified for appointment as the medical director, (b) 6 a person must: be a doctor of medicine; and 7 (1)8 (2) actively practice medicine in the district. The medical director is in charge of all matters of a 9 (C) medical nature in the district, subject to any rules adopted by the 10 board. 11 (d) The medical director is entitled to: 12 attend all meetings of the board; and 13 (1)14 (2) take part in all board discussions. 15 (e) The medical director may not vote at a meeting of the board. (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).) 16 Sec. 1117.063. RETIREMENT PROGRAM; INSURANCE OR MEDICAL 17 PROTECTION PROGRAM. The board may enter into any contract as 18 required to establish or continue a retirement program or insurance 19 or medical protection program for the benefit of the district's 20 employees. (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).) 21 22 [Sections 1117.064-1117.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 23 24 Sec. 1117.101. DISTRICT RESPONSIBILITY. The district has 25 full responsibility for: (1) providing medical and hospital care for 26 the 27 district's needy inhabitants; and

1 (2) operating all hospital facilities for providing 2 medical and hospital care for needy or indigent persons in the 3 district. (Acts 59th Leg., R.S., Ch. 317, Secs. 2 (part), 15 4 (part).)

5 Sec. 1117.102. RESTRICTION ON COUNTY OR MUNICIPAL TAXATION. 6 A county, any part of which is in the district, or a municipality in 7 the district may not issue bonds or other obligations or impose a 8 tax on property in the district for hospital purposes for medical 9 treatment of needy or indigent persons of the district. (Acts 59th 10 Leg., R.S., Ch. 317, Sec. 15 (part).)

Sec. 1117.103. MANAGEMENT AND CONTROL. (a) The management and control of the district is vested in the board.

(b) The district, through the board, has every power, right, and privilege incident to the ownership of land, buildings, and personal property and the complete operation, management, and maintenance of a hospital or hospital system, including the power to:

18 (1) negotiate and contract with any person to purchase19 or lease land or a hospital;

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(2) construct and equip a hospital or hospital system;

(3) acquire and own land and a hospital and lease the land and hospital, with all hospital equipment and facilities, to any person to conduct the complete operation, management, and maintenance of a hospital or hospital system in consideration of a fair and reasonable annual payment to defray all or part of the district's annual capital outlay or debt service requirements; and (4) negotiate and contract with other political

(1)the establishment of a hospital system by: (A) purchasing, constructing, acquiring, (B) equipping the buildings; and (2) Sec. 1117.106. PURCHASING AND ACCOUNTING. (1)the method and manner of making purchases and (2) Sec. 1117.107. EMINENT DOMAIN. (a) The district may

1 subdivisions of this state or private individuals, associations, or corporations for a purpose described by this subsection. 2

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3 (c) A contract or lease described by Subsection (b) must assure the provision of medical and hospital care for the 4

5 district's needy inhabitants. (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).) 6

7 Sec. 1117.104. HOSPITAL SYSTEM. The district shall provide 8 for:

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10 repairing, or renovating buildings and equipment; and 11

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the administration of the hospital system for 13 14 hospital purposes. (Acts 59th Leg., R.S., Ch. 317, Sec. 2 (part).)

15 Sec. 1117.105. RULES. The district, through the board, may adopt rules for the operation of the district. (Acts 59th Leg., 16 17 R.S., Ch. 317, Sec. 5 (part).)

The board may 18 19 prescribe:

20 expenditures by and for the district; and 21

all accounting and control procedures. (Acts 59th 22 Leg., R.S., Ch. 317, Sec. 5 (part).) 23

24 exercise the power of eminent domain to acquire a fee simple or 25 26 other interest in any type of property located in district territory if the interest is necessary to a power, right, or 27

1 privilege conferred by this chapter.

2 (b) The district must exercise the power of eminent domain 3 in the manner provided by Chapter 21, Property Code, except that the 4 district is not required to deposit in the trial court money or a 5 bond as provided by Section 21.021(a), Property Code.

6 (c) In a condemnation proceeding brought by the district,7 the district is not required to:

8 (1) pay in advance or provide a bond or other security9 for costs in the trial court;

10 (2) provide a bond for the issuance of a temporary11 restraining order or a temporary injunction; or

12 (3) provide a bond for costs or a supersedeas bond on 13 an appeal or petition for review. (Acts 59th Leg., R.S., Ch. 317, 14 Sec. 12.)

Sec. 1117.108. GIFTS AND ENDOWMENTS. The board may accept for the district a gift or endowment to be held in trust and administered by the board for the purposes and under any directions, limitations, or other provisions prescribed in writing by the donor that are not inconsistent with the proper management and objectives of the district. (Acts 59th Leg., R.S., Ch. 317, Sec. 18.)

Sec. 1117.109. CONTRACTS WITH GOVERNMENTAL ENTITIES FOR
 CARE AND TREATMENT. The board may contract with:

(1) any county or municipality located outside the
 district for the care and treatment of a sick or injured person of
 that county or municipality; and

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(2) this state or a federal agency for the treatment of

1 a sick, disabled, or injured person for whom the state or the 2 federal government is responsible. (Acts 59th Leg., R.S., Ch. 317, 3 Sec. 5 (part).)

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4 Sec. 1117.110. PAYMENT FOR TREATMENT; PROCEDURES. (a) 5 When a patient who resides in the district has been admitted to a 6 district facility, the board shall have an inquiry made into the 7 circumstances of:

8

(1) the patient; and

9 (2) the patient's relatives legally liable for the 10 patient's support.

(b) If an agent designated by the district to handle the inquiry determines that the patient or those relatives cannot pay for all or part of the patient's care and treatment in the hospital, the amount that cannot be paid becomes a charge against the district.

16 (c) If the board determines that the patient or those 17 relatives are liable to pay for all or part of the patient's care 18 and treatment, the patient or those relatives shall be ordered to 19 pay to the district's treasurer a specified amount each week for the 20 patient's support. The amount ordered must be proportionate to 21 their financial ability and may not exceed the actual per capita 22 cost of maintenance.

(d) The district may collect the amount from the patient's estate, or from those relatives legally liable for the patient's support, in the manner provided by law for the collection of expenses of the last illness of a deceased person.

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(e) If there is a dispute as to the ability to pay, or doubt

H.B. No. 3281 1 in the mind of the district's designated agent, the board shall hold a hearing and, after calling witnesses, shall: 2 3 (1) resolve the dispute or doubt; and 4 issue any appropriate order. (2) 5 Either party to the dispute may appeal the order to the (f) district court. (Acts 59th Leg., R.S., Ch. 317, Sec. 17.) 6 7 Sec. 1117.111. AUTHORITY TO SUE AND BE SUED. The district, 8 through the board, may sue and be sued. (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).) 9 10 [Sections 1117.112-1117.150 reserved for expansion] SUBCHAPTER D. CHANGE IN BOUNDARIES 11 Sec. 1117.151. ANNEXATION; TERRITORY 12 SUBJECT ТО ANNEXATION. The board may adopt an order to annex territory that is 13 14 adjacent to the district if an election is called by the board in 15 accordance with this subchapter. (Acts 59th Leg., R.S., Ch. 317, Sec. 14 (part).) 16 17 Sec. 1117.152. ELECTION. An election described by Section 1117.151 must be confined to the territory proposed to be annexed to 18 19 the district. (Acts 59th Leg., R.S., Ch. 317, Sec. 14 (part).) Sec. 1117.153. ELECTION RESULT; EFFECT. On approval of the 20 annexation by a majority of the voters in the territory proposed to 21 be annexed, the territory: 22 23 becomes a part of the district; (1) 24 (2) is liable for the territory's pro rata share of the district's indebtedness; and 25 26 (3) shall impose taxes on property in the district for 27 the payment of the district's debt and obligations. (Acts 59th

1 Leg., R.S., Ch. 317, Sec. 14 (part).)

2 [Sections 1117.154-1117.200 reserved for expansion]
 3 SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS

Sec. 1117.201. BUDGET. The board shall prepare an annual budget, with the assistance of the district administrator, that corresponds to the district's fiscal year. (Acts 59th Leg., R.S., Ch. 317, Secs. 5 (part), 19 (part).)

8 Sec. 1117.202. NOTICE; HEARING. (a) Before an annual 9 budget described by Section 1117.201 is adopted, the board shall 10 call a public hearing on the budget.

(b) Notice of the hearing must be published in a newspaper of general circulation in the district not later than the 10th day before the date of the hearing.

14 (c) After the budget is adopted, the following must be 15 published one time in a newspaper of general circulation in the 16 district:

17 (1) a brief form of the adopted budget by general18 heading;

19 (2) the annual budget for the preceding fiscal year in20 a form similar to the form described by Subdivision (1); and

(3) the actual expenditures for the preceding fiscal
year, including fiscal year account balances. (Acts 59th Leg.,
R.S., Ch. 317, Sec. 19 (part).)

Sec. 1117.203. FISCAL YEAR. The board may establish a fiscal year for the district. (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).)

27 Sec. 1117.204. ANNUAL AUDIT. Promptly after the close of

1 each fiscal year, the board shall have an annual audit made of the 2 district's books and records by an independent public accountant. 3 (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).)

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4 Sec. 1117.205. FINANCIAL REPORT. After the close of each 5 fiscal year, the district administrator shall prepare for the 6 board:

7 (1) a complete sworn statement of all district money; 8 and

9 (2) a complete account of all disbursements of that 10 money. (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).)

Sec. 1117.206. INSPECTION OF DISTRICT RECORDS AND REPORTS. The district's financial books and records, annual audit reports, district administrator's statement, and annual budget shall be open to reasonable inspection at the district's principal office. (Acts 59th Leg., R.S., Ch. 317, Sec. 5 (part).)

16 Sec. 1117.207. DEPOSITORY OR TREASURER. (a) The board 17 shall designate one or more banks in the district to serve as 18 depository or treasurer for district money.

(b) District money shall be immediately deposited on receipt with a depository bank, except that sufficient money must be remitted to an appropriate bank to pay the principal of and interest on the district's outstanding bonds on or before the maturity date of the principal and interest.

(c) To the extent that money in a depository bank is not insured by the Federal Deposit Insurance Corporation, the money must be secured in the manner provided by law for the security of county funds.

(d) Membership on the district's board of an officer or
 director of a bank does not disqualify that bank from being
 designated as depository. (Acts 59th Leg., R.S., Ch. 317, Sec. 11.)
 [Sections 1117.208-1117.250 reserved for expansion]

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SUBCHAPTER F. BONDS

6 Sec. 1117.251. GENERAL OBLIGATION BONDS. (a) The board may 7 issue and sell general obligation bonds in the name and on the faith 8 and credit of the district for any purpose related to the purchase, 9 construction, acquisition, repair, or renovation of buildings and 10 improvements, and equipping buildings and improvements for 11 hospitals and the hospital system, as determined by the board.

(b) The board shall issue the bonds in compliance with the applicable provisions of Subtitles A and C, Title 9, Government Code. (Acts 59th Leg., R.S., Ch. 317, Sec. 7 (part).)

Sec. 1117.252. TAX TO PAY GENERAL OBLIGATION BONDS. (a) At the time general obligation bonds are issued under Section 17 1117.251, the board shall impose an ad valorem tax at a rate sufficient to create an interest and sinking fund and to pay the principal of and interest on the bonds as the bonds mature.

(b) The tax required by this section together with any other tax imposed for the district may not in any year exceed 75 cents on each \$100 valuation of taxable property in the district. (Acts 59th Leg., R.S., Ch. 317, Sec. 7 (part).)

Sec. 1117.253. GENERAL OBLIGATION BOND ELECTION. (a) The district may issue general obligation bonds only if the bonds are authorized by a majority of the district voters voting at an election held for that purpose.

(b) The board shall call the election. The election must be
 held in accordance with Chapter 1251, Government Code.

3 (c) The election order must specify:

4	(1)	the	date	of	the	election;	

5 (2) the amount of the bonds to be authorized;

6 (3) the maximum maturity of the bonds;

(4) the maximum interest rate of the bonds;

8 (5) the location of the polling places; and

(6) the presiding election officers.

10 (d) Notice of a bond election shall be given by publishing a 11 substantial copy of the election order in a newspaper of general 12 circulation in the district once each week for two consecutive 13 weeks before the date of the election. The first publication must 14 occur at least 20 days before the date of the election. (Acts 59th 15 Leg., R.S., Ch. 317, Sec. 7 (part).)

Sec. 1117.254. EXECUTION OF GENERAL OBLIGATION BONDS. The board president shall execute the general obligation bonds in the district's name, and the board secretary shall attest the bonds as provided by Chapter 618, Government Code. (Acts 59th Leg., R.S., Ch. 317, Sec. 7 (part).)

21 Sec. 1117.255. REFUNDING BONDS. (a) The district may, 22 without an election, issue refunding bonds to refund any bond or 23 other refundable indebtedness issued or assumed by the district.

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(b) A refunding bond may be:

(1) sold, with the proceeds of the refunding bond
applied to the payment of the outstanding bonds or other refundable
indebtedness; or

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(2) exchanged wholly or partly for not less than a
similar principal amount of the outstanding bonds or other
refundable indebtedness. (Acts 59th Leg., R.S., Ch. 317, Sec. 7
(part).)
Sec. 1117.256. BONDS EXEMPT FROM TAXATION. The following

6 are exempt from taxation by this state or a political subdivision of 7 this state:

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(1) bonds issued by the district;

(2) the transfer and issuance of the bonds; and

10 (3) any profits made in the sale of the bonds. (Acts
11 59th Leg., R.S., Ch. 317, Sec. 8 (part).)

Sections 1117.257-1117.300 reserved for expansion]
 SUBCHAPTER G. TAXES

Sec. 1117.301. IMPOSITION OF AD VALOREM TAX. (a) The board shall impose a tax on all taxable property in the district subject to district taxation.

17 (b) The board shall impose the tax to:

(1) pay the interest on and create a sinking fund for
bonds issued or assumed by the district for hospital purposes as
provided by this chapter;

(2) provide for the operation and maintenance of the
 district and hospital system; and

(3) make improvements and additions to the hospitals
or hospital system and acquire necessary land and sites for the
hospitals or hospital system by purchase, lease, or condemnation.
(Acts 59th Leg., R.S., Ch. 317, Sec. 10 (part).)

27 Sec. 1117.302. TAX RATE. The board may impose the tax at a

H.B. No. 3281 rate not to exceed 75 cents on each \$100 valuation of all taxable 1 property in the district. (Acts 59th Leg., R.S., Ch. 317, Sec. 10 2 3 (part).) 4 Sec. 1117.303. TAX ASSESSOR-COLLECTOR. The tax 5 assessor-collector of: 6 (1) DeWitt County shall assess and collect taxes 7 imposed by the district on all taxable property in DeWitt County; 8 (2) Lavaca County shall assess and collect taxes imposed by the district on all taxable property in Lavaca County; 9 10 and (3) Gonzales County shall assess and collect taxes 11 imposed by the district on all taxable property in Gonzales County. 12 (Acts 59th Leg., R.S., Ch. 317, Sec. 10 (part).) 13 14 SECTION 1.02. Subtitle E, Title 6, Special District Local 15 Laws Code, is amended by adding Chapters 7803 and 7805 to read as follows: 16 CHAPTER 7803. IRVING FLOOD CONTROL DISTRICT SECTION I 17 SUBCHAPTER A. GENERAL PROVISIONS 18 Sec. 7803.001. DEFINITIONS 19 Sec. 7803.002. NATURE OF DISTRICT 20 21 Sec. 7803.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 22 Sec. 7803.004. DISTRICT TERRITORY Sec. 7803.005. DISSOLUTION AND ABOLITION OF DISTRICT 23 24 [Sections 7803.006-7803.050 reserved for expansion] 25 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 7803.051. COMPOSITION OF BOARD; TERMS 26 Sec. 7803.052. ELIGIBILITY FOR OFFICE 27

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1	Sec.	7803.053.	DIRECTOR'S BOND			
2	Sec.	7803.054.	BOARD VACANCY			
3	Sec.	7803.055.	BOARD PRESIDENT; ABSENCE OF BOARD			
4			PRESIDENT			
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7	Sec.	7803.058.	COMPENSATION			
8	Sec.	7803.059. DESIGNATION OF DIRECTOR TO ACT ON				
9			DISTRICT'S BEHALF			
10	Sec.	7803.060. DISTRICT OFFICE				
11	Sec.	7803.061.	RECORDS			
12		[Section	s 7803.062-7803.100 reserved for expansion]			
13			SUBCHAPTER C. POWERS AND DUTIES			
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15	Sec.	7803.102.	ANNEXATION OF LAND			
16	Sec.	7803.103.	103. EMINENT DOMAIN			
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22			AVAILABILITY			
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1	Sec.	7803.112.	LEGISLATIVE INTENT
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4	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS		
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6	Sec.	7803.152.	ASSESSMENT AND COLLECTION OF TAXES
7	Sec.	7803.153.	CERTIFICATION OF TAX RATE
8	Sec.	7803.154.	PAYMENT OF TAX OR ASSESSMENT NOT
9			REQUIRED
10	Sec.	7803.155.	DEPOSITORY
11		[Sectior	ns 7803.156-7803.200 reserved for expansion]
12			SUBCHAPTER E. BONDS
13	Sec.	7803.201.	AUTHORITY TO ISSUE BONDS
14	Sec.	7803.202.	FORM OF BONDS
15	Sec.	7803.203.	MATURITY
16	Sec.	7803.204.	ELECTION REQUIRED
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18			CONSTRUCTION
19	Sec.	7803.206.	TAXES FOR BONDS
20	Sec.	7803.207.	PRELIMINARY BONDS
21	Sec.	7803.208.	EXCHANGING BONDS FOR PROPERTY OR WORK
22		[Sectior	ns 7803.209-7803.250 reserved for expansion]
23			SUBCHAPTER F. DEFINED AREAS
24	Sec.	7803.251.	AUTHORITY TO ANNEX DEFINED AREA
25	Sec.	7803.252.	NOTICE OF AND HEARING ON PETITION TO
26			ANNEX DEFINED AREA
27	Sec.	7803.253.	ORDER ANNEXING DEFINED AREA

1 Sec. 7803.254. ELECTION REQUIRED Sec. 7803.255. NUMBERING OF DEFINED AREAS 2 ADMINISTRATION OF DEFINED AREA 3 Sec. 7803.256. Sec. 7803.257. POWERS AND DUTIES OF DEFINED AREA 4 5 Sec. 7803.258. TAXATION; GENERAL PROVISIONS Sec. 7803.259. BONDS; GENERAL PROVISIONS 6 7 Sec. 7803.260. PRELIMINARY BONDS CHAPTER 7803. IRVING FLOOD CONTROL DISTRICT SECTION I 8 9 SUBCHAPTER A. GENERAL PROVISIONS Sec. 7803.001. DEFINITIONS. In this chapter: 10 "Board" means the district's board of directors. 11 (1)"Director" means a member of the board. 12 (2) "District" means the Irving Flood Control District 13 (3) 14 Section I. (Acts 62nd Leg., R.S., Ch. 135, Sec. 1 (part); New.) 15 Sec. 7803.002. NATURE OF DISTRICT. The district is a conservation and reclamation district and a flood control district 16 17 created under and essential to accomplish the purposes of Section 59, Article XVI, Texas Constitution. (Acts 62nd Leg., R.S., Ch. 18 19 135, Sec. 1 (part).) Sec. 7803.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 20 21 The district is created to serve a public use and benefit. (b) All land and other property included in the district 22 23 will benefit from the works and projects accomplished by the 24 district under the powers conferred by Section 59, Article XVI, Texas Constitution. 25 26 (c) The accomplishment of the purposes stated in this 27 chapter is for the benefit of the people of this state and for the

1 improvement of their property and industries. The district in 2 carrying out the purposes of this chapter will be performing an 3 essential public function under the Texas Constitution. (Acts 62nd 4 Leg., R.S., Ch. 135, Secs. 4, 24 (part).)

5 Sec. 7803.004. DISTRICT TERRITORY. (a) The district is 6 composed of all territory in the boundaries described by Section 2, 7 Chapter 135, Acts of the 62nd Legislature, Regular Session, 1971, 8 as that territory may have been modified under:

9 (1) Section 7803.102 of this chapter or its 10 predecessor statute, former Section 18, Chapter 135, Acts of the 11 62nd Legislature, Regular Session, 1971;

12 (2) Subchapter F of this chapter or its predecessor
13 statute, former Section 26, Chapter 135, Acts of the 62nd
14 Legislature, Regular Session, 1971, as amended by Section 1,
15 Chapter 117, Acts of the 65th Legislature, Regular Session, 1977;

16 (3) former Section 7, Chapter 135, Acts of the 62nd
17 Legislature, Regular Session, 1971;

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(4) Subchapter J, Chapter 49, Water Code; or

(5) other law.

(b) The boundaries and field notes of the district contained in Section 2, Chapter 135, Acts of the 62nd Legislature, Regular Session, 1971, form a closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect:

24 (1) the district's organization, existence, or25 validity;

(2) the district's right to issue any type of bond for
 a purpose for which the district is created or to pay the principal

1 of and interest on the bond;

2 (3) the district's right to impose a tax; or
3 (4) the legality or operation of the district or its
4 governing body. (Acts 62nd Leg., R.S., Ch. 135, Secs. 1 (part), 3;
5 New.)

6 Sec. 7803.005. DISSOLUTION AND ABOLITION OF DISTRICT. The 7 City of Irving may dissolve and abolish the district at the 8 municipality's discretion on written notice of the dissolution and 9 abolition to the board, in the same manner and on the same terms and 10 obligations as prescribed by Sections 43.074, 43.075, and 43.081, 11 Local Government Code. (Acts 62nd Leg., R.S., Ch. 135, Sec. 22.)

12 [Sections 7803.006-7803.050 reserved for expansion]
 13 SUBCHAPTER B. BOARD OF DIRECTORS

Sec. 7803.051. COMPOSITION OF BOARD; TERMS. The board consists of seven elected directors who serve staggered terms. (Acts 62nd Leg., R.S., Ch. 135, Sec. 9 (part); New.)

Sec. 7803.052. ELIGIBILITY FOR OFFICE. A director must own land in the district subject to taxation at the time the director qualifies for office. (Acts 62nd Leg., R.S., Ch. 135, Sec. 9 (part).)

21 Sec. 7803.053. DIRECTOR'S BOND. (a) Each director shall 22 qualify by giving bond in the amount of \$5,000 for the faithful 23 performance of the director's duties.

(b) The bond must be recorded in the official bond records
in the office of the county clerk of Dallas County. (Acts 62nd
Leg., R.S., Ch. 135, Sec. 9 (part).)

27 Sec. 7803.054. BOARD VACANCY. (a) Except as provided by

Subsection (b), a vacancy on the board shall be filled by
 appointment to the unexpired term by the remaining directors.

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3 (b) The City Council of the City of Irving shall appoint 4 directors to fill all vacancies on the board if the number of 5 qualified directors is less than four.

6 (c) If any director ceases to possess the qualifications 7 prescribed by Section 7803.052, the remaining directors shall 8 declare the person's office vacant and appoint a successor. (Acts 9 62nd Leg., R.S., Ch. 135, Sec. 9 (part).)

Sec. 7803.055. BOARD PRESIDENT; ABSENCE OF BOARD PRESIDENT.
(a) The board may authorize the president to sign all orders or take
other action.

(b) Any order adopted or other action taken at a board meeting at which the president is absent may be signed by the vice president, or the board may authorize the president to sign the order or other action. (Acts 62nd Leg., R.S., Ch. 135, Sec. 9 (part).)

18 Sec. 7803.056. SECRETARY'S DUTIES. The board secretary 19 shall keep accurate minutes and may certify to any action the board 20 takes. (Acts 62nd Leg., R.S., Ch. 135, Sec. 9 (part).)

21 Sec. 7803.057. TREASURER. (a) The board may appoint a 22 district treasurer.

(b) The district treasurer shall give bond in an amount required by the board, conditioned on the treasurer's faithful accounting of all money that comes into the treasurer's custody as district treasurer. (Acts 62nd Leg., R.S., Ch. 135, Sec. 13 (part).)

Sec. 7803.058. COMPENSATION. Unless the board by
 resolution increases the fee to an amount authorized by Section
 49.060, Water Code, each director shall receive a per diem payment
 of \$25 for each day spent performing district work. (Acts 62nd Leg.,
 R.S., Ch. 135, Sec. 9 (part); New.)

6 Sec. 7803.059. DESIGNATION OF DIRECTOR TO ACT ON DISTRICT'S 7 BEHALF. The board may designate one or more directors who, on 8 behalf of the district, may execute all contracts, including a 9 construction contract, sign checks, or handle any other matter 10 entered into by the board as shown in the district's official 11 minutes. (Acts 62nd Leg., R.S., Ch. 135, Sec. 9 (part).)

12 Sec. 7803.060. DISTRICT OFFICE. (a) The board shall 13 designate, establish, and maintain a district office inside the 14 district.

(b) The board may establish a second district office outside the district. If the board establishes a second district office, the board shall give notice of the location of that office by publishing notice of the location of the office in a newspaper of general circulation in Dallas County.

20 (c) A district office that is a private residence or office21 is a public place for matters relating to the district's business.

(d) The board shall provide notice of any change in the location of the district office outside the district in the manner required by Subsection (b). (Acts 62nd Leg., R.S., Ch. 135, Sec. 14.)

26 Sec. 7803.061. RECORDS. The board shall keep and maintain 27 complete and accurate accounts and records, which shall be kept at

H.B. No. 3281 1 the district's principal office and be open to public inspection at reasonable times. (Acts 62nd Leg., R.S., Ch. 135, Sec. 9 (part).) 2 [Sections 7803.062-7803.100 reserved for expansion] 3 SUBCHAPTER C. POWERS AND DUTIES 4 5 Sec. 7803.101. LEVEE IMPROVEMENT DISTRICT POWERS. (a) The district has the rights, powers, privileges, and functions 6 applicable to a levee improvement district created under the 7 8 authority of Section 59, Article XVI, Texas Constitution, including those conferred by Chapters 49 and 57, Water Code. 9 10 (b) The district has the power to construct and maintain levees and other improvements on, along, and contiguous to rivers, 11 12 creeks, streams, and drainage courses for the purposes of: reclaiming land from overflow from the water; 13 (1)14 (2) controlling and distributing the water of rivers 15 and streams by straightening and otherwise improving the rivers and 16 streams; 17 (3) draining the land properly and otherwise improving the land; and 18 19 (4)preventing the pollution of the water. 20 (C) In the accomplishment of the district's purposes, the district may issue bonds, enter into contracts, or incur debt in the 21 manner prescribed by this chapter. (Acts 62nd Leg., R.S., Ch. 135, 22 23 Sec. 5 (part); New.) 24 Sec. 7803.102. ANNEXATION OF LAND. (a) The district may annex land in the manner provided by Subchapter J, Chapter 49, or 25 26 Subchapter O, Chapter 51, Water Code, to the extent applicable. 27 If land is annexed by the district under Section 49.301 (b)

1 or 51.714, Water Code, the board may require the petitioners to:

2 (1) allow the land to be added to assume its pro rata
3 share of taxes necessary to support the voted but unissued bonds of
4 the district; and

5 (2) authorize the board to impose a tax on the 6 petitioners' property to pay for the bonds after the bonds have been 7 issued.

8 (c) If land is annexed by the district under Section 49.302, 9 Water Code, the board may submit to the voters of the area to be 10 annexed a proposition on the question of the assumption by the area 11 to be annexed of its pro rata share of the voted but not yet issued 12 or sold bonds of the district and the imposition of an ad valorem 13 tax on taxable property in the area to be annexed along with a tax in 14 the rest of the district for the payment of the bonds.

(d) If the petitioners consent or if the election results favorably, the district may issue its voted but unissued bonds regardless of changes to district boundaries since the original voting or authorization of the bonds. (Acts 62nd Leg., R.S., Ch. 135, Sec. 18.)

Sec. 7803.103. EMINENT DOMAIN. (a) 20 The district may exercise the power of eminent domain in Dallas County to acquire the 21 fee simple title to or an easement or right-of-way to, over, or 22 23 through any private or public land, water, or land under water that 24 is in the district, borders the district, is adjacent or opposite to the district, or is outside of the district if the property has a 25 26 direct effect on the accomplishment of the purposes for which the district is created and is necessary for making, constructing, and 27

1 maintaining all levees and other improvements for the improvement 2 of rivers, creeks, streams, or drainage courses in the district or 3 bordering the district to prevent the overflow of water.

4 (b) The district may not exercise the power of eminent
5 domain under Subsection (a) to acquire land or other property that
6 is used for cemetery purposes.

7 (c) The district shall pay adequate compensation to the 8 owner of property that is taken, damaged, or destroyed for the 9 purposes described by Subsection (a).

10 (d) A condemnation proceeding must be brought in the name of
11 the district. (Acts 62nd Leg., R.S., Ch. 135, Sec. 6 (part).)

Sec. 7803.104. COST OF RELOCATING OR ALTERING PROPERTY.(a) In this section, "sole expense" means the actual cost of:

(1) relocating, raising, rerouting, changing the grade of, or altering the construction of a facility described by Subsection (b); and

17 (2) providing comparable replacement without
18 enhancement of the facility, after deducting from that cost the net
19 salvage value of the old facility.

If the district's exercise of its power of eminent 20 (b) domain, power of relocation, or any other power makes necessary the 21 relocation, raising, rerouting, changing the grade, or alteration 22 of the construction of a highway, a railroad, an electric 23 24 transmission line, a telephone or telegraph property or facility, or a pipeline, the necessary action shall be accomplished at the 25 26 sole expense of the district unless the owner of the relocated or altered facility has a legal obligation to pay those expenses, in 27

1 which event the necessary action shall be accomplished at the 2 expense of the owner. (Acts 62nd Leg., R.S., Ch. 135, Sec. 6 3 (part).)

Sec. 7803.105. CONTRACTS FOR FACILITIES AND IMPROVEMENTS; ELECTION NOT REQUIRED. (a) The district may enter into a contract with the United States, the City of Irving, another public body, or an individual, corporation, or other entity for the maintenance or construction of any facility or improvement authorized by this phapter.

10 (b) The district may enter into a contract under Subsection 11 (a) without:

12

(1) voting for the issuance of bonds; or

13 (2) holding an election to approve the contract.
14 (Acts 62nd Leg., R.S., Ch. 135, Sec. 12.)

Sec. 7803.106. CONTRACTS OVER \$25,000. (a) A contract involving an expenditure of more than \$25,000 for the construction of a district facility or improvement or for the purchase of machinery, materials, or supplies for the district must be entered into by the board in accordance with this section.

(b) Not later than the 14th day before the date sealed bids are opened, the letting of a contract described by Subsection (a) must be advertised by publishing notice one time in one or more newspapers having general circulation in this state. The notice must include the general conditions of the contract and the date, time, and place of the opening of the sealed bids.

(c) A person who desires to bid on the construction of anyworks advertised in the notice under Subsection (b) and submits a

written application to the board or the district's engineer shall
 be provided with a copy of the plans and specifications showing the
 work to be done. A fee may be charged to cover the cost of making
 the copy.

5 (d) A bid must be in writing, sealed, and delivered to the 6 board and be accompanied by a certified or cashier's check or 7 bidder's bond for at least five percent of the total amount of the 8 bid.

9 (e) A successful bidder who fails or refuses to enter into a 10 proper contract or to furnish proper performance and payment bonds 11 for the contract forfeits to the district the amount of the check 12 delivered under Subsection (d).

13 (f) All bids must be opened at the same time.

14 (g) The board may reject any or all bids. (Acts 62nd Leg.,
15 R.S., Ch. 135, Sec. 15 (part).)

16 Sec. 7803.107. CONSTRUCTION CONTRACTS: EXECUTION AND 17 AVAILABILITY. (a) A construction contract must be in writing and 18 signed by the contractor and:

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(1) the president and secretary of the board; or

(2) a majority of the directors.

(b) A copy of each construction contract shall be kept inthe district's records and be subject to public inspection.

(c) A construction contract must contain or have attached to
it the specifications for all work included in the contract. (Acts
62nd Leg., R.S., Ch. 135, Sec. 15 (part).)

26 Sec. 7803.108. CONSTRUCTION CONTRACTS: PAYMENT. (a) A 27 construction contract may be paid for in partial payments as the

work progresses, based on estimates approved by the district's
 engineer.

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3 (b) The payments may not exceed 90 percent of the amount due 4 at the time of the payments as shown by the approved estimates, 5 except that the final approved estimate, including all prior 6 retainage, must be paid in full. (Acts 62nd Leg., R.S., Ch. 135, 7 Sec. 15 (part).)

8 Sec. 7803.109. FLOOD HAZARD AREAS. (a) The board by 9 resolution shall designate flood hazard areas in the district if 10 the board finds that the public health, safety, and general 11 welfare, and the purposes of Section 59, Article XVI, Texas 12 Constitution, will be promoted by the designation.

(b) The resolution must contain field notes, a map, or both field notes and a map that describe the area to be included in a flood hazard area.

16 (c) Before passing a resolution designating a flood hazard 17 area, the board shall hold at least one public hearing related to the designation. The board must publish notice of the time and place 18 19 of the hearing in English in a newspaper having general circulation in Dallas County at least 15 days before the date of the hearing. A 20 hearing may be continued from time to time until the board 21 22 determines that all interested persons have had an opportunity to be heard. 23

(d) The board by resolution may, following notice and a
hearing as required by Subsection (c), amend the designated flood
hazard areas as the board determines necessary. (Acts 62nd Leg.,
R.S., Ch. 135, Secs. 20, 21.)

Sec. 7803.110. SETBACK LINES: RESOLUTION, NOTICE, AND HEARING. (a) The board may establish and maintain building setback lines along any waterway in the district for the purpose of promoting the public health, safety, and general welfare and accomplishing the purposes of Section 59, Article XVI, Texas Constitution.

7 (b) Building setback lines may be established only after 8 notice and hearing. The notice must be published in a newspaper of 9 general circulation in Dallas County not earlier than the 60th day 10 or later than the 15th day before the date of the hearing. Each 11 affected landowner must be given actual notice by certified mail of 12 the hearing.

The board by resolution shall adopt building setback 13 (c) 14 lines if, after the hearing is completed, the board finds that the 15 establishment of building setback lines is for the public health, safety, and general welfare of the people in the district and for 16 17 the accomplishment of the purposes of Section 59, Article XVI, Texas Constitution. The resolution must contain a description of 18 the area included in the building setback lines by field notes, a 19 map or plat, or both. A certified copy of the resolution shall be 20 filed for record immediately with the county clerk of Dallas 21 County. On the filing of the resolution, all persons are charged 22 23 with notice of the requirements of the resolution.

(d) The board may, on public hearing after notice as
provided by Subsection (b), amend, supplement, or grant an
exception to building setback lines as determined necessary. (Acts
62nd Leg., R.S., Ch. 135, Sec. 19 (part).)

1 Sec. 7803.111. SETBACK LINES: EFFECT ON LANDOWNERS. (a) 2 Except as otherwise provided by this section, after the 3 establishment of building setback lines under Section 7803.110, a 4 structure may not be erected within the setback lines.

5 (b) A person intending to erect a structure within building 6 setback lines must give written notice of the intention by 7 certified mail not later than the 90th day before the date the 8 person begins erecting the structure.

9 (c) Provided that the landowner was given actual notice by 10 certified mail of the hearing to establish the setback lines, a 11 person's failure to give notice under Subsection (b) constitutes a 12 prima facie showing in any subsequent eminent domain proceeding 13 instituted by the district to acquire the area within the setback 14 lines that the person erecting the structure did so at the person's 15 own risk with knowledge of:

16 (1) the fact that erecting the structure interfered 17 with the district's setback provisions; and

18 (2) the district's right to remove the structure 19 erected after the establishment of the setback lines without 20 recovery of the value of the structure.

(d) If the district does not institute an eminent domain proceeding to acquire an area within building setback lines within 90 days after the date notice is mailed under Subsection (b), the setback lines may not affect damages in the eminent domain proceeding and the damages must be determined and paid as if the setback lines had not been established.

27

(e) An owner who believes that a structure the owner is

1 about to erect may be within the required setback area by certified letter may petition the district to survey and mark the building 2 3 setback lines on the ground. If the district fails within 90 days to make the requested survey and mark the location of the setback 4 5 lines on the ground or to show the location of the setback lines in another reasonable manner, the owner may erect the structure in the 6 same manner and with the same results as if setback lines had not 7 8 been established. (Acts 62nd Leg., R.S., Ch. 135, Sec. 19 (part).)

Sec. 7803.112. LEGISLATIVE INTENT. Sections 7803.110 and 9 10 7803.111 are intended to give the board the right to protect from 11 encroachment those areas that need to be protected from encroachment for such immediate and future drainage and flood 12 control right-of-way requirements in the district as it may be 13 14 necessary, or in the public interest to protect or promote the 15 public health, safety, and general welfare. (Acts 62nd Leg., R.S., Ch. 135, Sec. 19 (part).) 16

Sec. 7803.113. NOTICE OF DISTRICT ELECTIONS. Notice of a district election must be published once in a newspaper with general circulation in Dallas County and in the district at least 20 days before the date of the election. (Acts 62nd Leg., R.S., Ch. 135, Sec. 10 (part).)

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[Sections 7803.114-7803.150 reserved for expansion] SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

24 Sec. 7803.151. TAX METHOD. (a) The district shall use the 25 ad valorem plan of taxation, including for any separately defined 26 area annexed under Subchapter F.

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(b) The board is not required to call or hold a hearing on

1 the adoption of a plan of taxation. (Acts 62nd Leg., R.S., Ch. 135, 2 Secs. 8, 26(e) (part).)

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3 Sec. 7803.152. ASSESSMENT AND COLLECTION OF TAXES. (a) The 4 tax assessor and collector for the City of Irving shall assess and 5 collect taxes for the district.

6 (b) The tax assessor and collector shall make the records 7 maintained by the tax assessor and collector available to the 8 district on request by the secretary of the district. (Acts 62nd 9 Leg., R.S., Ch. 135, Sec. 16 (part).)

Sec. 7803.153. CERTIFICATION OF TAX RATE. Each year, the board shall certify to the tax assessor and collector for the City of Irving the rate or rates of tax that the board has imposed for bond and maintenance purposes. (Acts 62nd Leg., R.S., Ch. 135, Sec. 14 16 (part).)

Sec. 7803.154. PAYMENT OF TAX OR ASSESSMENT NOT REQUIRED.
The district is not required to pay a tax or assessment on:

17

(1) district property; or

18 (2) a purchase made by the district. (Acts 62nd Leg.,
19 R.S., Ch. 135, Sec. 24 (part).)

20 Sec. 7803.155. DEPOSITORY. (a) The board shall designate 21 one or more banks inside or outside the district to serve as the 22 depository for the district's money.

(b) All district money shall be deposited in the depository bank or banks, except that sufficient money must be remitted to and received by the bank or banks of payment to pay the principal of and interest on any outstanding district bonds on or before the maturity date of the principal and interest.

1

(c) To the extent that money in a depository bank is not insured by the Federal Deposit Insurance Corporation, the money 2 3 must be secured in the manner provided by law for the security of county funds. (Acts 62nd Leg., R.S., Ch. 135, Sec. 13 (part).) 4

5 6

SUBCHAPTER E. BONDS

[Sections 7803.156-7803.200 reserved for expansion]

AUTHORITY TO ISSUE BONDS. 7 Sec. 7803.201. The board may 8 issue district tax bonds to acquire money to carry out any district power or accomplish any district purpose under this chapter. The 9 10 bonds may be authorized by a board order. (Acts 62nd Leg., R.S., Ch. 135, Sec. 10 (part).) 11

Sec. 7803.202. FORM OF BONDS. District bonds and their 12 related interest coupons shall be signed and executed as provided 13 by the board in the order authorizing the issuance of the bonds. 14 15 (Acts 62nd Leg., R.S., Ch. 135, Sec. 10 (part).)

Sec. 7803.203. MATURITY. District bonds must mature not 16 17 later than 40 years after their date of issuance. (Acts 62nd Leg., R.S., Ch. 135, Sec. 10 (part).) 18

Sec. 7803.204. ELECTION REQUIRED. (a) The district may not 19 issue bonds, other than refunding bonds, unless the bonds are 20 authorized by a majority vote of the district voters voting in an 21 election held to determine whether the bonds should be issued and 22 23 whether a tax should be imposed to pay the principal of and interest 24 on the bonds.

(b) The board may order and provide notice of an election 25 26 under this section.

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(c) In addition to the requirements of the Election Code,

1 the ballots shall have printed on them "For the issuance of bonds 2 and the levy of taxes in payment thereof" and the contrary of that 3 proposition. (Acts 62nd Leg., R.S., Ch. 135, Sec. 10 (part).)

Sec. 7803.205. USE OF BOND PROCEEDS DURING CONSTRUCTION.
(a) The board may set aside part of the bond proceeds to:

6 (1) pay interest on the bonds during the period of 7 construction of improvements or facilities; and

8 (2) create reserves for the payment of the principal 9 of and interest on the bonds.

10 (b) For purposes of Subsection (a), the period of 11 construction may not exceed two years. (Acts 62nd Leg., R.S., Ch. 12 135, Sec. 10 (part).)

Sec. 7803.206. TAXES FOR BONDS. The board may impose continuing direct annual ad valorem taxes on all taxable property in the district sufficient to:

16 (1) provide for the payment of interest on bonds17 issued under this subchapter as the interest accrues; and

18 (2) create and provide a sinking fund for the payment
19 of principal of the bonds as the principal matures. (Acts 62nd
20 Leg., R.S., Ch. 135, Sec. 10 (part).)

21 Sec. 7803.207. PRELIMINARY BONDS. (a) The district may 22 issue preliminary bonds, which need not be designated as such, to 23 provide a fund to pay:

24 (1) the cost of making surveys and investigations,25 attorneys' fees, and engineers' work;

26 (2) the cost of issuing bonds; and

27 (3) all other costs and expenses incident to the

district's operation in investigating and determining plans for the
 district's plant and improvements.

3 (b) Preliminary bonds shall be voted and authorized in the 4 manner and under the same provisions applicable to the district's 5 construction bonds and shall be of equal dignity with those 6 construction bonds. (Acts 62nd Leg., R.S., Ch. 135, Sec. 10 7 (part).)

8 Sec. 7803.208. EXCHANGING BONDS FOR PROPERTY OR WORK. The 9 district may exchange bonds:

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for property acquired by purchase; or

11 (2) in payment of the contract price of work performed 12 for the use and benefit of the district. (Acts 62nd Leg., R.S., Ch. 13 135, Sec. 10 (part).)

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[Sections 7803.209-7803.250 reserved for expansion]

SUBCHAPTER F. DEFINED AREAS

Sec. 7803.251. AUTHORITY TO ANNEX DEFINED AREA. (a) In addition to annexing land under Section 7803.102, the board may annex land to the district as a separately defined area on the petition of the owner or owners of a majority of the land contained in an area defined by metes and bounds outside the district.

(b) The petition must be filed with the board. (Acts 62nd
Leg., R.S., Ch. 135, Sec. 26(a) (part).)

Sec. 7803.252. NOTICE OF AND HEARING ON PETITION TO ANNEX DEFINED AREA. (a) On receipt of a petition under Section 7803.251, the board by order shall set a time and place for a hearing on the petition to be held not less than 30 days after the date of the order.

1 (b) Notice of the time and place of the hearing on the 2 petition must be posted in the district and in the separately 3 defined area proposed to be annexed for at least 15 days before the 4 date of the hearing. Notice must also be published one time in a 5 newspaper with general circulation in the county at least 15 days 6 before the date of the hearing.

7 (c) The notice described by Subsection (b) must contain a
8 description of the separately defined area proposed to be annexed.
9 (Acts 62nd Leg., R.S., Ch. 135, Sec. 26(a) (part).)

10 Sec. 7803.253. ORDER ANNEXING DEFINED AREA. (a) The board 11 by order may designate an area as a separately defined area and 12 annex the area to the district if, on hearing a petition under 13 Section 7803.252, the board finds that:

14 (1) there is a need for improvements for the 15 conservation and reclamation of the defined area;

16

(2) the area will benefit from the improvements; and

17 (3) the improvements will serve a public use and18 benefit.

(b) The board does not have to include all of the area described in the petition if the board finds that a modification of the area is necessary or desirable.

(c) The order must be entered in the board's minutes and filed for record in the same manner required for other district annexations of land. (Acts 62nd Leg., R.S., Ch. 135, Sec. 26(b).)

25 Sec. 7803.254. ELECTION REQUIRED. (a) Annexation of a 26 separately defined area is not final until ratified by a majority 27 vote of the voters in the defined area voting at an election held in

1 the area.

2 (b) Section 7803.113 governs notice of an election under3 this section.

4 (c) A separately defined area is a separate election
5 precinct for an election under this section and all other elections
6 for the defined area. (Acts 62nd Leg., R.S., Ch. 135, Sec. 26(c).)

Sec. 7803.255. NUMBERING OF DEFINED AREAS. All annexed
separately defined areas shall be numbered in consecutive order.
The first separately defined area shall be designated as "Irving
Flood Control District of Dallas County, Texas - Section II." (Acts
62nd Leg., R.S., Ch. 135, Sec. 26(d).)

Sec. 7803.256. ADMINISTRATION OF DEFINED AREA. (a) The board shall administer all business incident to any separately defined area annexed under this subchapter.

(b) Each annexed separately defined area shall pay its pro rata share of the administrative costs of the district, based on the assessed valuation of the defined area in relation to the assessed valuation of the district and any other defined areas annexed to the district. (Acts 62nd Leg., R.S., Ch. 135, Sec. 26(g) (part).)

Sec. 7803.257. POWERS AND DUTIES OF DEFINED AREA. Except as otherwise provided by this subchapter, or where in conflict with this subchapter, an annexed separately defined area has the rights, duties, restrictions, and provisions of this chapter. (Acts 62nd Leg., R.S., Ch. 135, Sec. 26(g) (part).)

25 Sec. 7803.258. TAXATION; GENERAL PROVISIONS. (a) An 26 annexed separately defined area is a separate tax area for the 27 payment of all indebtedness incurred for improvements constructed

on authorization of the defined area and for the maintenance of
 those improvements.

3 (b) А separately defined area is liable only for indebtedness incurred or taxes imposed for improvements and the 4 5 maintenance of those improvements authorized by the defined area. No other part of the district, including another separately defined 6 area, is liable for the payment of the indebtedness or taxes 7 8 described by this subsection.

9 (c) Taxes in a separately defined area shall be imposed in 10 the manner provided by Sections 7803.152 and 7803.153.

(d) The provisions authorizing a maintenance tax contained in Section 49.107, Water Code, apply to a separately defined area. (Acts 62nd Leg., R.S., Ch. 135, Secs. 26(e) (part), (f) (part).)

Sec. 7803.259. BONDS; GENERAL PROVISIONS. (a) After a separately defined area is annexed, the board may issue tax bonds clearly entitled by the designation of the defined area to acquire money to carry out any district power or accomplish any district purpose under this chapter for improvements to or for the defined area.

20 (b) The board may impose continuing direct annual ad valorem 21 taxes on all taxable property located solely in the separately 22 defined area sufficient to:

(1) provide for the payment of interest on bondsissued under this section as the interest accrues; and

(2) create and provide a sinking fund for the paymentof principal of the bonds as the bonds mature.

27 (c) The issuance of bonds under this section may be

1 authorized by a board order.

2 (d) The district may not issue bonds, other than refunding 3 bonds, unless the bonds are authorized by a majority vote of the 4 voters residing in the separately defined area voting in an 5 election held to determine whether the bonds should be issued and 6 whether a tax should be imposed on property in the defined area to 7 pay the principal of and interest on the bonds. The election must 8 be held in the manner provided by Sections 7803.113 and 7803.204.

9 (e) The initial bond election for a separately defined area 10 may be held on the same day as the election to ratify annexation of 11 the defined area and as part of the order calling the ratification 12 election.

(f) Subchapter E applies to any bonds issued to provide improvements to or for any separately defined area in a manner consistent with this section. (Acts 62nd Leg., R.S., Ch. 135, Sec. 26(f) (part).)

Sec. 7803.260. PRELIMINARY BONDS. Preliminary bonds for a separately defined area may be issued for the same purposes, under the same requirements, and of like effect as under Subchapter E. (Acts 62nd Leg., R.S., Ch. 135, Sec. 26(f) (part).)

21 CHAPTER 7805. IRVING FLOOD CONTROL DISTRICT SECTION III

22

SUBCHAPTER A. GENERAL PROVISIONS

23 Sec. 7805.001. DEFINITIONS

24 Sec. 7805.002. NATURE OF DISTRICT

25 Sec. 7805.003. DISTRICT TERRITORY

26 [Sections 7805.004-7805.050 reserved for expansion]

1		SUBCHAPTER B. BOARD OF DIRECTORS		
2	Sec. 7805.051.	COMPOSITION OF BOARD; TERM		
3	Sec. 7805.052.	QUALIFICATIONS FOR OFFICE		
4	Sec. 7805.053.	DIRECTOR'S BOND		
5	[Section	ns 7805.054-7805.100 reserved for expansion]		
6		SUBCHAPTER C. POWERS AND DUTIES		
7	Sec. 7805.101.	GENERAL DISTRICT POWERS		
8	Sec. 7805.102.	CONFLICTS OF LAW		
9	Sec. 7805.103.	PROHIBITION OF POLICE AND FIREFIGHTING		
10		FUNCTIONS		
11	[Sectio:	ns 7805.104-7805.150 reserved for expansion]		
12		SUBCHAPTER D. BONDS AND TAXES		
13	Sec. 7805.151.	AUTHORITY TO ISSUE BONDS; TAXES FOR		
14		BONDS		
15	Sec. 7805.152.	ASSUMPTION OF INDEBTEDNESS, CONTRACTS		
16	Sec. 7805.153.	PREVIOUSLY AUTHORIZED MAINTENANCE TAXES		
17	Sec. 7805.154.	REFUNDING BOND ELECTION		
18	Sec. 7805.155.	BOND ANTICIPATION NOTES		
19	CHAPTER 7	805. IRVING FLOOD CONTROL DISTRICT SECTION III		
20		SUBCHAPTER A. GENERAL PROVISIONS		
21	Sec. 7805	5.001. DEFINITIONS. In this chapter:		
22	(1)	"Board" means the district's board of directors.		
23	(2)	"Director" means a board member.		
24	(3)	"District" means the Irving Flood Control District		
25	Section III of Dallas County. (Acts 68th Leg., R.S., Ch. 1073, Sec.			
26	2 (part); New.)			
27	Sec. 7805	5.002. NATURE OF DISTRICT. (a) The district is		

established under Section 59, Article XVI, Texas Constitution, and
 Chapter 7803.

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3 (b) The district is a separate and independent conservation4 and reclamation district and a political subdivision of this state.

5 (c) The district is a separately defined area of Irving
6 Flood Control District Section I. (Acts 68th Leg., R.S., Ch. 1073,
7 Sec. 1(a).)

8 Sec. 7805.003. DISTRICT TERRITORY. The district is 9 composed of the territory located within the redefined boundaries 10 of the district filed in the deed records of Dallas County, Texas, 11 on October 1, 1983, as that territory may have been modified under:

(1) Subchapter J, Chapter 49, Water Code; or

12

13 (2) other law. (Acts 68th Leg., R.S., Ch. 1073, Sec. 2
14 (part); New.)

15 [Sections 7805.004-7805.050 reserved for expansion]
 16 SUBCHAPTER B. BOARD OF DIRECTORS

Sec. 7805.051. COMPOSITION OF BOARD; TERM. (a) The board is composed of five directors appointed by the city council of the City of Irving, Texas.

(b) Directors serve staggered two-year terms, with the terms of two directors expiring on the second Tuesday in January of each even-numbered year and the terms of three directors expiring on the second Tuesday in January of each odd-numbered year. (Acts 68th Leg., R.S., Ch. 1073, Secs. 3(a), (b) (part), (c).)

25 Sec. 7805.052. QUALIFICATIONS FOR OFFICE. A director must 26 own land in the district or be a resident of the district. (Acts 27 68th Leg., R.S., Ch. 1073, Sec. 3(b) (part).)

H.B. No. 3281 Sec. 7805.053. DIRECTOR'S BOND. As soon as possible after 1 appointment, each director shall qualify for office and execute a 2 3 sufficient bond in the amount of \$5,000 that is: 4 (1) payable to the district; and 5 (2) conditioned on the faithful performance of the 6 director's duties. (Acts 68th Leg., R.S., Ch. 1073, Sec. 3(d).) [Sections 7805.054-7805.100 reserved for expansion] 7 SUBCHAPTER C. POWERS AND DUTIES 8 Sec. 7805.101. GENERAL DISTRICT POWERS. The district has 9 10 the rights, powers, purposes, and functions provided by Chapter 7803 of this code and Chapter 49, Water Code. (Acts 68th Leg., 11 R.S., Ch. 1073, Sec. 1(b) (part); New.) 12 Sec. 7805.102. CONFLICTS OF LAW. (a) If a provision of 13 14 Chapter 7803 is in conflict or inconsistent with this chapter, this 15 chapter controls. 16 (b) The provisions of Chapter 7803 not in conflict or 17 inconsistent with this chapter continue in effect. (Acts 68th Leg., R.S., Ch. 1073, Secs. 1(b) (part), (c).) 18 Sec. 7805.103. PROHIBITION OF POLICE AND FIREFIGHTING 19 FUNCTIONS. The district may not: 20 engage in any police or firefighting functions; or 21 (1)spend any district money or issue bonds for any 22 (2) police or firefighting function. (Acts 68th Leg., R.S., Ch. 1073, 23 24 Sec. 8.) 25 [Sections 7805.104-7805.150 reserved for expansion] 26 SUBCHAPTER D. BONDS AND TAXES Sec. 7805.151. AUTHORITY TO ISSUE BONDS; TAXES FOR BONDS. 27

(a) The district may issue and sell all unissued bonds that have
 been authorized at an election held in the district.

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3 (b) The district may impose an ad valorem tax on all taxable 4 property in the district to pay the principal of and interest on the 5 bonds. (Acts 68th Leg., R.S., Ch. 1073, Sec. 4(a).)

6 Sec. 7805.152. ASSUMPTION OF INDEBTEDNESS, CONTRACTS. The 7 district shall assume and be responsible for all outstanding 8 indebtedness and existing contracts. (Acts 68th Leg., R.S., Ch. 9 1073, Sec. 4(b) (part).)

10 Sec. 7805.153. PREVIOUSLY AUTHORIZED MAINTENANCE TAXES. 11 The district may impose a maintenance tax that has been previously 12 authorized at an election held in the district. (Acts 68th Leg., 13 R.S., Ch. 1073, Sec. 4(b) (part).)

14 Sec. 7805.154. REFUNDING BOND ELECTION. (a) The district 15 may refund any outstanding bonds with the approval of district 16 voters voting at an election held by the district.

17 (b) The election shall be held as provided by Chapter 7803.18 The ballot shall:

(1) be printed to provide for voting for or against the proposition: "For the issuance of refunding bonds and the levy of taxes in payment of those bonds."; and

(2) state the maximum interest rate and maturityapplicable to the refunding bonds.

(c) The rate and maturity may exceed the maximum rate and
maturity applicable to any outstanding bonds being refunded. (Acts
68th Leg., R.S., Ch. 1073, Sec. 6.)

27 Sec. 7805.155. BOND ANTICIPATION NOTES. (a) In addition to

1 all other methods of acquiring funds for district purposes, the 2 district may issue bond anticipation notes for any purpose for 3 which district bonds have been voted or may be issued to refund 4 outstanding bond anticipation notes and the interest on the notes 5 being refunded.

6 (b) The notes may bear interest at any rate not to exceed the 7 maximum interest rate applicable to the district's authorized 8 bonds.

9 (c) The notes shall mature within one year of the date on 10 which they are issued.

11 (d) The maximum amount of the notes outstanding at any one 12 time may not exceed \$500,000 without the prior consent of the City 13 of Irving, Texas.

(e) The district shall pay the notes only from the proceeds
of the sale of bonds by the district. (Acts 68th Leg., R.S., Ch.
1073, Sec. 7.)

SECTION 1.03. Subtitle F, Title 6, Special District Local Laws Code, is amended by adding Chapters 8308, 8312, 8381, 8387, 8388, 8389, 8391, 8393, 8394, 8395, 8396, 8397, 8398, 8399, 8400, 8401, 8402, 8403, 8404, 8405, 8406, 8407, and 8410 to read as follows:

CHAPTER 8308. EAST MONTGOMERY COUNTY MUNICIPAL
UTILITY DISTRICT NO. 4
SUBCHAPTER A. GENERAL PROVISIONS
Sec. 8308.001. DEFINITIONS
Sec. 8308.002. NATURE OF DISTRICT
Sec. 8308.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE

Sec. 8308.004. DISTRICT TERRITORY 1 [Sections 8308.005-8308.050 reserved for expansion] 2 SUBCHAPTER B. BOARD OF DIRECTORS 3 Sec. 8308.051. COMPOSITION OF BOARD 4 5 [Sections 8308.052-8308.100 reserved for expansion] 6 SUBCHAPTER C. POWERS AND DUTIES 7 Sec. 8308.101. MUNICIPAL UTILITY DISTRICT POWERS Sec. 8308.102. COMPLIANCE WITH MUNICIPAL CONSENT 8 ORDINANCES OR RESOLUTIONS 9 10 Sec. 8308.103. UTILITY PROPERTY EXEMPT FROM IMPACT FEES AND ASSESSMENTS 11 CHAPTER 8308. EAST MONTGOMERY COUNTY MUNICIPAL 12 UTILITY DISTRICT NO. 4 13 14 SUBCHAPTER A. GENERAL PROVISIONS 15 Sec. 8308.001. DEFINITIONS. In this chapter: 16 (1) "Board" means the board of directors of the 17 district. (2) "District" means the East Montgomery County 18 19 Municipal Utility District No. 4. (Acts 78th Leg., R.S., Ch. 882, Sec. 1.) 20 Sec. 8308.002. NATURE OF DISTRICT. (a) The district is a 21 municipal utility district in Montgomery County created under 22 Section 59, Article XVI, Texas Constitution. 23 24 (b) The district is a political subdivision of this state. (Acts 78th Leg., R.S., Ch. 882, Secs. 2(a) (part), (b), 3(b) 25 26 (part).) Sec. 8308.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 27

1 The district is created to serve a public use and benefit.

All land and other property included in the district 2 (b) 3 will benefit from the works and projects accomplished by the district under powers conferred by Section 59, Article XVI, Texas 4 5 Constitution.

6 (c) The creation of the district is essential to accomplish 7 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 8 78th Leg., R.S., Ch. 882, Secs. 3(a), (b) (part), (c).)

9 Sec. 8308.004. DISTRICT TERRITORY. (a) The district is 10 composed of the territory described by Section 4, Chapter 882, Acts of the 78th Legislature, Regular Session, 2003, as that territory 11 12 may have been modified under:

Subchapter J, Chapter 49, Water Code; 13 (1)14 (2) Subchapter H, Chapter 54, Water Code; or

15 (3) other law.

(2)

21

The boundaries and field notes of the district form a 16 (b) 17 closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect: 18

19 (1) the district's organization, existence, or 20 validity;

the district's right to impose a tax; or the legality or operation of the district or the 2.2 (3) board. (Acts 78th Leg., R.S., Ch. 882, Sec. 5; New.) 23

[Sections 8308.005-8308.050 reserved for expansion] 24 25 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8308.051. COMPOSITION OF BOARD. 26 The district is governed by a board of five directors. (Acts 78th Leg., R.S., Ch. 27

1 882, Sec. 7(a).)

2 [Sections 8308.052-8308.100 reserved for expansion]
 3 SUBCHAPTER C. POWERS AND DUTIES

Sec. 8308.101. MUNICIPAL UTILITY DISTRICT POWERS. The
district has the rights, powers, privileges, functions, and duties
provided by general law applicable to a municipal utility district
created under Section 59, Article XVI, Texas Constitution,
including Chapters 49 and 54, Water Code. (Acts 78th Leg., R.S.,
Ch. 882, Sec. 11.)

Sec. 8308.102. COMPLIANCE 10 WITH MUNICIPAL CONSENT ORDINANCES OR RESOLUTIONS. Subject to the limitations of Section 11 12 54.016, Water Code, the district shall comply with all applicable of any ordinance or resolution adopted by a 13 requirements 14 municipality in whose corporate limits or extraterritorial 15 jurisdiction the district is located, including an ordinance or resolution adopted before September 1, 2003, that consents to the 16 17 creation of the district or to the inclusion of lands in the district. (Acts 78th Leg., R.S., Ch. 882, Sec. 13.) 18

19 Sec. 8308.103. UTILITY PROPERTY EXEMPT FROM IMPACT FEES AND 20 ASSESSMENTS. The district may not impose an impact fee or 21 assessment on the property, including the equipment, 22 rights-of-way, facilities, or improvements, of:

(1) an electric utility as defined by Section 31.002,
24 Utilities Code;

(2) a gas utility as defined by Section 101.003 or
26 121.001, Utilities Code;

27 (3) a telecommunications provider as defined by

1 Section 51.002, Utilities Code; or 2 (4) a cable operator as defined by 47 U.S.C. Section 3 522, as amended. (Acts 78th Leg., R.S., Ch. 882, Sec. 12.) CHAPTER 8312. HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 387 4 5 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8312.001. DEFINITION 6 Sec. 8312.002. NATURE OF DISTRICT 7 Sec. 8312.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 8 Sec. 8312.004. DISTRICT TERRITORY 9 10 [Sections 8312.005-8312.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 11 12 Sec. 8312.051. COMPOSITION OF BOARD; TERMS [Sections 8312.052-8312.100 reserved for expansion] 13 SUBCHAPTER C. POWERS AND DUTIES 14 15 Sec. 8312.101. MUNICIPAL UTILITY DISTRICT POWERS 16 Sec. 8312.102. COMPLIANCE WITH MUNICIPAL CONSENT ORDINANCES OR RESOLUTIONS 17 Sec. 8312.103. RELOCATING OR ALTERING PROPERTY; COSTS 18 Sec. 8312.104. UTILITY PROPERTY EXEMPT FROM IMPACT 19 FEES AND ASSESSMENTS 20 21 CHAPTER 8312. HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 387 SUBCHAPTER A. GENERAL PROVISIONS 22 Sec. 8312.001. DEFINITION. In this chapter, "district" 23 means the Harris County Municipal Utility District No. 387. (Acts 24 77th Leg., R.S., Ch. 1382, Sec. 2.) 25 26 Sec. 8312.002. NATURE OF DISTRICT. The district is a 27 conservation and reclamation district in Harris County, created

H.B. No. 3281 under Section 59, Article XVI, Texas Constitution. (Acts 77th 1 Leg., R.S., Ch. 1382, Secs. 1(a) (part), (b) (part).) 2 Sec. 8312.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. 3 (a) 4 The district is created to serve a public use and benefit. 5 (b) All land and other property included in the district will benefit from the works and projects accomplished by the 6 district under the powers conferred by Section 59, Article XVI, 7 8 Texas Constitution. The creation of the district is essential to accomplish 9 (C)10 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 1382, Secs. 1(b) (part), 5.) 11 Sec. 8312.004. DISTRICT TERRITORY. (a) The district is 12 composed of the territory described by Section 3, Chapter 1382, 13 14 Acts of the 77th Legislature, Regular Session, 2001, as that 15 territory may have been modified under: 16 Subchapter H, Chapter 54, Water Code; (1)17 (2) Subchapter J, Chapter 49, Water Code; or other law. 18 (3) The boundaries and field notes of the district form a 19 (b) closure. A mistake in the field notes or in copying the field notes 20 in the legislative process does not affect: 21 (1) the district's organization, existence, 22 or 23 validity; 24 (2) the validity of district bonds, notes, or other 25 indebtedness; the district's right to impose a tax; or 26 (3) 27 (4) the legality or operation of the district or its

1 governing body. (Acts 77th Leg., R.S., Ch. 1382, Sec. 4; New.) [Sections 8312.005-8312.050 reserved for expansion] 2 SUBCHAPTER B. BOARD OF DIRECTORS 3 Sec. 8312.051. COMPOSITION OF BOARD; TERMS. 4 (a) The 5 district is governed by a board of five directors. 6 (b) Directors serve staggered four-year terms. (Acts 77th 7 Leg., R.S., Ch. 1382, Secs. 8(a), (d).) 8 [Sections 8312.052-8312.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 9 Sec. 8312.101. MUNICIPAL UTILITY DISTRICT POWERS. 10 The district has the rights, powers, privileges, functions, and duties 11 12 provided by general law applicable to a municipal utility district created under Section 59, Article XVI, Texas Constitution, 13 14 including Chapters 49, 50, and 54, Water Code. (Acts 77th Leg., 15 R.S., Ch. 1382, Sec. 6(a) (part).) MUNICIPAL 16 Sec. 8312.102. COMPLIANCE WITH CONSENT 17 ORDINANCES OR RESOLUTIONS. Subject to the limitations of Section

18 54.016, Water Code, the district shall comply with all applicable 19 requirements of any ordinance or resolution adopted by the city 20 council of the City of Houston, including an ordinance or 21 resolution adopted before September 1, 2001, that consents to the 22 creation of the district or to the inclusion of lands in the 23 district. (Acts 77th Leg., R.S., Ch. 1382, Sec. 12.)

Sec. 8312.103. RELOCATING OR ALTERING PROPERTY; COSTS. (a) The district may relocate, raise, reroute, change the grade of, or alter the construction of a highway, railroad, electric transmission line, telecommunications or other public utility

1 facility, pipeline, canal, or drainage ditch if considered 2 necessary by the board of directors.

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3 (b) The district shall pay for any relocation, raising, 4 rerouting, changing, or altering under this section, unless 5 otherwise agreed in writing by the interested parties.

6 (c) If a facility is replaced, the cost of replacement is 7 limited to an amount equal to the cost of replacing the facility 8 with a comparable facility, less the replaced facility's net 9 salvage value. (Acts 77th Leg., R.S., Ch. 1382, Sec. 7.)

10 Sec. 8312.104. UTILITY PROPERTY EXEMPT FROM IMPACT FEES AND 11 ASSESSMENTS. The district may not impose an impact fee or 12 assessment on the property, including the equipment, 13 rights-of-way, facilities, or improvements, of:

14 (1) an electric utility or a power generation company15 as defined by Section 31.002, Utilities Code;

16 (2) a gas utility as defined by Section 101.003 or17 121.001, Utilities Code; or

18 (3) a telecommunications provider as defined by 19 Section 51.002, Utilities Code. (Acts 77th Leg., R.S., Ch. 1382, 20 Sec. 6(c).)

21 CHAPTER 8381. NORTH PARK PUBLIC UTILITY DISTRICT

22

SUBCHAPTER A. GENERAL PROVISIONS

23 Sec. 8381.001. DEFINITIONS

24 Sec. 8381.002. NATURE OF DISTRICT

25 Sec. 8381.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE

26 Sec. 8381.004. DISTRICT TERRITORY

27 [Sections 8381.005-8381.050 reserved for expansion]

SUBCHAPTER B. BOARD OF DIRECTORS 1 Sec. 8381.051. COMPOSITION OF BOARD 2 Sec. 8381.052. BOARD VACANCY 3 [Sections 8381.053-8381.100 reserved for expansion] 4 5 SUBCHAPTER C. POWERS AND DUTIES Sec. 8381.101. MUNICIPAL UTILITY DISTRICT POWERS 6 CHAPTER 8381. NORTH PARK PUBLIC UTILITY DISTRICT 7 SUBCHAPTER A. GENERAL PROVISIONS 8 Sec. 8381.001. DEFINITIONS. In this chapter: 9 "Board" means the district's board of directors. 10 (1)"Director" means a member of the board. 11 (2) "District" means the North Park Public Utility 12 (3) District. (Acts 62nd Leg., R.S., Ch. 696, Sec. 1 (part); New.) 13 Sec. 8381.002. NATURE OF DISTRICT. 14 The district is a 15 conservation and reclamation district in Harris County created under Section 59, Article XVI, Texas Constitution. (Acts 62nd Leg., 16 17 R.S., Ch. 696, Sec. 1 (part).) Sec. 8381.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 18 19 The district is created to serve a public use and benefit. 20 (b) All land and other property included in the boundaries 21 of the district will benefit from the works and projects accomplished by the district under the powers conferred by Section 22 23 59, Article XVI, Texas Constitution. 24 (c) The creation of the district is essential to accomplish the purposes of Section 59, Article XVI, Texas Constitution. (Acts 25 26 62nd Leg., R.S., Ch. 696, Secs. 1 (part), 3.)

27 Sec. 8381.004. DISTRICT TERRITORY. (a) The district is

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1 composed of the territory described by Section 4, Chapter 696, Acts
2 of the 62nd Legislature, Regular Session, 1971, as that territory
3 may have been modified under:
4 (1) Subchapter H, Chapter 54, Water Code;

(1) Subchapter I, chapter SI, water code; or
(2) Subchapter J, Chapter 49, Water Code; or
(3) other law.

7 (b) The boundaries and field notes of the district form a
8 closure. A mistake in copying the field notes in the legislative
9 process or another mistake in the field notes does not affect:

10 (1) the district's organization, existence, or 11 validity;

12 (2) the district's right to issue any type of bond for 13 a purpose for which the district is created or to pay the principal 14 of and interest on the bond;

15

(3) the district's right to impose a tax; or

16 (4) the legality or operation of the district or its
17 governing body. (Acts 62nd Leg., R.S., Ch. 696, Sec. 2; New.)

18 [Sections 8381.005-8381.050 reserved for expansion]

19 SUBCHAPTER B. BOARD OF DIRECTORS

Sec. 8381.051. COMPOSITION OF BOARD. The board is composed of five elected directors. (Acts 62nd Leg., R.S., Ch. 696, Sec. 6 (part).)

23 Sec. 8381.052. BOARD VACANCY. (a) Except as provided by 24 Subsection (b), a vacancy in the office of director shall be filled 25 in the manner provided by Section 49.105, Water Code.

(b) The Texas Commission on Environmental Quality shallappoint directors to fill all of the vacancies on the board whenever

H.B. No. 3281 1 the number of qualified directors is fewer than three. (Acts 62nd Leg., R.S., Ch. 696, Sec. 6 (part); New.) 2 3 [Sections 8381.053-8381.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 4 Sec. 8381.101. MUNICIPAL UTILITY DISTRICT POWERS. 5 The district has the rights, powers, privileges, and functions 6 conferred by general law applicable to a municipal utility 7 8 district, including Chapters 49 and 54, Water Code. (Acts 62nd Leg., R.S., Ch. 696, Sec. 5 (part); New.) 9 CHAPTER 8387. NORTHGATE CROSSING MUNICIPAL UTILITY DISTRICT NO. 1 10 SUBCHAPTER A. GENERAL PROVISIONS 11 Sec. 8387.001. DEFINITIONS 12 Sec. 8387.002. NATURE OF DISTRICT 13 Sec. 8387.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 14 15 Sec. 8387.004. DISTRICT TERRITORY [Sections 8387.005-8387.050 reserved for expansion] 16 17 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8387.051. COMPOSITION OF BOARD 18 Sec. 8387.052. BOARD VACANCY 19 [Sections 8387.053-8387.100 reserved for expansion] 20 21 SUBCHAPTER C. POWERS AND DUTIES Sec. 8387.101. MUNICIPAL UTILITY DISTRICT POWERS 22 Sec. 8387.102. OPERATION AND MAINTENANCE OF DISTRICT 23 24 FACILITIES CHAPTER 8387. NORTHGATE CROSSING MUNICIPAL UTILITY DISTRICT NO. 1 25 26 SUBCHAPTER A. GENERAL PROVISIONS 27 Sec. 8387.001. DEFINITIONS. In this chapter:

1

2

(1) "Board" means the district's board of directors.

(2) "Director" means a member of the board.

3 (3) "District" means the Northgate Crossing Municipal
4 Utility District No. 1. (Acts 69th Leg., R.S., Ch. 947, Sec. 2;
5 New.)

6 Sec. 8387.002. NATURE OF DISTRICT. The district is a 7 conservation and reclamation district in Harris County created 8 under Section 59, Article XVI, Texas Constitution. (Acts 69th 9 Leg., R.S., Ch. 947, Sec. 1 (part).)

Sec. 8387.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
The district is created to serve a public use and benefit.

(b) All land and other property included in the district's boundaries will benefit from the works and projects accomplished by the district under the powers authorized by Section 59, Article XVI, Texas Constitution.

16 (c) The creation of the district is essential to accomplish
17 the purposes of Section 59, Article XVI, Texas Constitution. (Acts
18 69th Leg., R.S., Ch. 947, Secs. 1 (part), 3.)

Sec. 8387.004. DISTRICT TERRITORY. (a) The district is composed of the territory described by Section 4(a), Chapter 947, Acts of the 69th Legislature, Regular Session, 1985, as that territory may have been modified under:

23

(1) Subchapter H, Chapter 54, Water Code;

24 (2) Subchapter J, Chapter 49, Water Code; or

25 (3) other law.

(b) The boundaries and field notes of the district form aclosure. A mistake in copying the field notes in the legislative

H.B. No. 3281 process or another mistake in the field notes does not affect: 1 district's (1)organization, the 2 existence, or 3 validity; 4 (2) the district's right to issue any type of bond for 5 a purpose for which the district is created; 6 the payment of the principal of and interest on (3) 7 bonds; 8 (4) the district's right to impose a tax; or the legality or operation of the district or its 9 (5) 10 governing body. (Acts 69th Leg., R.S., Ch. 947, Sec. 4(b); New.) [Sections 8387.005-8387.050 reserved for expansion] 11 SUBCHAPTER B. BOARD OF DIRECTORS 12 Sec. 8387.051. COMPOSITION OF BOARD. The board is composed 13 14 of five elected directors. (Acts 69th Leg., R.S., Ch. 947, Sec. 15 7(e) (part).) Sec. 8387.052. BOARD VACANCY. (a) Except as provided by 16 17 Subsection (b), a vacancy in the office of director shall be filled in the manner provided by Section 49.105, Water Code. 18 The Texas Commission on Environmental Quality shall 19 (b) appoint directors to fill the vacancies on the board whenever the 20 number of qualified directors is fewer than three. (Acts 69th Leg., 21 R.S., Ch. 947, Sec. 7(c) (part); New.) 22 23 [Sections 8387.053-8387.100 reserved for expansion] 24 SUBCHAPTER C. POWERS AND DUTIES Sec. 8387.101. MUNICIPAL UTILITY DISTRICT POWERS. 25 The 26 district may exercise the rights, powers, privileges, and functions provided by general law applicable to a municipal utility district, 27

1 including Chapters 49 and 54, Water Code. (Acts 69th Leg., R.S., 2 Ch. 947, Sec. 5(a); New.)

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Sec. 8387.102. OPERATION AND 3 MAINTENANCE OF DISTRICT FACILITIES. (a) The district shall operate and maintain any levee, 4 5 retainage pond, pump, mitigation channel, or other facility, improvement, or property that serves property in the district 6 unless the Harris County Flood Control District undertakes to 7 8 operate or maintain the facility, improvement, or property.

9 (b) If, at the time the district is annexed by а 10 municipality, the annexing municipality determines not to undertake to operate or maintain a levee, retainage pond, pump, 11 12 mitigation channel, or other facility, improvement, or property that serves property in the district, the municipality may specify 13 14 in the annexation ordinance that the district shall continue to 15 exist exclusively to:

16 (1) operate and maintain the levee, retainage pond, 17 pump, mitigation channel, or other facility, improvement, or 18 property; and

impose a maintenance tax in the boundaries of the 19 (2)district, to the extent that a maintenance tax has previously been 20 21 authorized. (Acts 69th Leg., R.S., Ch. 947, Secs. 8(a), (b).) CHAPTER 8388. NORTHGATE CROSSING MUNICIPAL UTILITY DISTRICT NO. 2 22 SUBCHAPTER A. GENERAL PROVISIONS 23 24 Sec. 8388.001. DEFINITIONS Sec. 8388.002. NATURE OF DISTRICT 25 26 Sec. 8388.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE Sec. 8388.004. DISTRICT TERRITORY 27

H.B. No. 3281 1 [Sections 8388.005-8388.050 reserved for expansion] 2 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8388.051. COMPOSITION OF BOARD 3 Sec. 8388.052. BOARD VACANCY 4 5 [Sections 8388.053-8388.100 reserved for expansion] 6 SUBCHAPTER C. POWERS AND DUTIES Sec. 8388.101. MUNICIPAL UTILITY DISTRICT POWERS 7 8 Sec. 8388.102. OPERATION AND MAINTENANCE OF DISTRICT 9 FACILITIES CHAPTER 8388. NORTHGATE CROSSING MUNICIPAL UTILITY DISTRICT NO. 2 10 SUBCHAPTER A. GENERAL PROVISIONS 11 Sec. 8388.001. DEFINITIONS. In this chapter: 12 "Board" means the district's board of directors. 13 (1)"Director" means a member of the board. 14 (2) 15 (3) "District" means the Northgate Crossing Municipal Utility District No. 2. (Acts 69th Leg., R.S., Ch. 764, Sec. 2; 16 17 New.) Sec. 8388.002. NATURE OF DISTRICT. The district is a 18 conservation and reclamation district in Harris County created 19 under Section 59, Article XVI, Texas Constitution. (Acts 69th 20 Leg., R.S., Ch. 764, Sec. 1 (part).) 21 Sec. 8388.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 22 The district is created to serve a public use and benefit. 23 24 All land and other property included in the district's (b) 25 boundaries will benefit from the works and projects accomplished by 26 the district under the powers authorized by Section 59, Article XVI, Texas Constitution. 27

H.B. No. 3281 (c) The creation of the district is essential to accomplish 1 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 2 69th Leg., R.S., Ch. 764, Secs. 1 (part), 3.) 3 4 Sec. 8388.004. DISTRICT TERRITORY. (a) The district is 5 composed of the territory described by Section 4(a), Chapter 764, Acts of the 69th Legislature, Regular Session, 1985, as that 6 territory may have been modified under: 7 8 (1)Subchapter H, Chapter 54, Water Code; Subchapter J, Chapter 49, Water Code; or 9 (2) (3) other law. 10 The boundaries and field notes of the district form a 11 (b) closure. A mistake in copying the field notes in the legislative 12 process or another mistake in the field notes does not affect: 13 14 (1)the district's organization, existence, or 15 validity; 16 (2) the district's right to issue any type of bond for 17 a purpose for which the district is created; (3) the payment of the principal of and interest on 18 bonds; 19 (4) the district's right to impose a tax; or 20 21 (5) the legality or operation of the district or its governing body. (Acts 69th Leg., R.S., Ch. 764, Sec. 4(b); New.) 22 [Sections 8388.005-8388.050 reserved for expansion] 23 24 SUBCHAPTER B. BOARD OF DIRECTORS 25 Sec. 8388.051. COMPOSITION OF BOARD. The board is composed 26 of five elected directors. (Acts 69th Leg., R.S., Ch. 764, Sec. 27 7(e) (part).)

Sec. 8388.052. BOARD VACANCY. (a) Except as provided by
 Subsection (b), a vacancy in the office of director shall be filled
 in the manner provided by Section 49.105, Water Code.

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4 (b) The Texas Commission on Environmental Quality shall
5 appoint directors to fill the vacancies on the board whenever the
6 number of qualified directors is fewer than three. (Acts 69th Leg.,
7 R.S., Ch. 764, Sec. 7(c) (part); New.)

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[Sections 8388.053-8388.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES

10 Sec. 8388.101. MUNICIPAL UTILITY DISTRICT POWERS. The 11 district may exercise the rights, powers, privileges, and functions 12 provided by general law applicable to a municipal utility district, 13 including Chapters 49 and 54, Water Code. (Acts 69th Leg., R.S., 14 Ch. 764, Sec. 5(a); New.)

15 Sec. 8388.102. OPERATION AND MAINTENANCE OF DISTRICT 16 FACILITIES. (a) The district shall operate and maintain any levee, 17 retainage pond, pump, mitigation channel, or other facility, 18 improvement, or property that serves property in the district 19 unless the Harris County Flood Control District undertakes to 20 operate or maintain the facility, improvement, or property.

21 (b) If, at the time the district is annexed by а annexing municipality determines 22 municipality, the not to undertake to operate or maintain a levee, retainage pond, pump, 23 24 mitigation channel, or other facility, improvement, or property that serves property in the district, the municipality may specify 25 26 in the annexation ordinance that the district shall continue to exist exclusively to: 27

H.B. No. 3281 1 (1) operate and maintain the levee, retainage pond, pump, mitigation channel, or other facility, improvement, or 2 3 property; and 4 (2) impose a maintenance tax in the boundaries of the 5 district, to the extent that a maintenance tax has previously been authorized. (Acts 69th Leg., R.S., Ch. 764, Secs. 8(a), (b).) 6 CHAPTER 8389. NORTHWEST FOREST MUNICIPAL UTILITY DISTRICT 7 SUBCHAPTER A. GENERAL PROVISIONS 8 Sec. 8389.001. DEFINITIONS 9 Sec. 8389.002. NATURE OF DISTRICT 10 Sec. 8389.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 11 Sec. 8389.004. DISTRICT TERRITORY 12 [Sections 8389.005-8389.050 reserved for expansion] 13 SUBCHAPTER B. BOARD OF DIRECTORS 14 15 Sec. 8389.051. COMPOSITION OF BOARD 16 Sec. 8389.052. BOARD VACANCY 17 [Sections 8389.053-8389.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 18 Sec. 8389.101. MUNICIPAL UTILITY DISTRICT POWERS 19 CHAPTER 8389. NORTHWEST FOREST MUNICIPAL UTILITY DISTRICT 20 21 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8389.001. DEFINITIONS. In this chapter: 22 "Board" means the district's board of directors. 23 (1)24 (2) "Director" means a member of the board. 25 (3) "District" means the Northwest Forest Municipal 26 Utility District. (Acts 65th Leg., R.S., Ch. 687, Sec. 1 (part); 27 New.)

Sec. 8389.002. NATURE OF DISTRICT. The district is a
 conservation and reclamation district in Jefferson County created
 under Section 59, Article XVI, Texas Constitution. (Acts 65th
 Leg., R.S., Ch. 687, Sec. 1 (part).)

5 Sec. 8389.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
6 The district is created to serve a public use and benefit.

7 (b) All land and other property included in the boundaries 8 of the district will benefit from the works and projects 9 accomplished by the district under the powers conferred by Section 10 59, Article XVI, Texas Constitution.

11 (c) The creation of the district is essential to accomplish 12 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 13 65th Leg., R.S., Ch. 687, Secs. 1 (part), 3.)

14 Sec. 8389.004. DISTRICT TERRITORY. (a) The district is 15 composed of the territory described by Section 4, Chapter 687, Acts 16 of the 65th Legislature, Regular Session, 1977, as that territory 17 may have been modified under:

18 (1) Subchapter H, Chapter 54, Water Code;
19 (2) Subchapter J, Chapter 49, Water Code; or
20 (3) other law.

(b) The boundaries and field notes of the district form a closure. A mistake in copying the field notes in the legislative process or another mistake in the field notes does not affect:

24 (1) the district's organization, existence, or 25 validity;

(2) the district's right to issue any type of bond for
 a purpose for which the district is created or to pay the principal

1 of and interest on the bond;

(3) the district's right to impose a tax; or 2 3 (4) the legality or operation of the district or its governing body. (Acts 65th Leg., R.S., Ch. 687, Sec. 2; New.) 4 5 [Sections 8389.005-8389.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 6 Sec. 8389.051. COMPOSITION OF BOARD. The board is composed 7 8 of five elected directors. (Acts 65th Leg., R.S., Ch. 687, Sec. 6(b) (part).) 9 Sec. 8389.052. BOARD VACANCY. (a) Except as provided by 10 Subsection (b), a vacancy in the office of director shall be filled 11 12 in the manner provided by Section 49.105, Water Code. The Texas Commission on Environmental Quality shall 13 (b) 14 appoint directors to fill all of the vacancies on the board whenever 15 the number of qualified directors is fewer than three. (Acts 65th Leg., R.S., Ch. 687, Sec. 6(b) (part).) 16 17 [Sections 8389.053-8389.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 18 Sec. 8389.101. MUNICIPAL UTILITY DISTRICT POWERS. 19 The district has the rights, powers, privileges, and functions 20 conferred by general law applicable to a municipal utility 21 district, including Chapters 49 and 54, Water Code. (Acts 65th 22 23 Leg., R.S., Ch. 687, Sec. 5 (part); New.) 24 CHAPTER 8391. OAKMONT PUBLIC UTILITY DISTRICT 25 SUBCHAPTER A. GENERAL PROVISIONS 26 Sec. 8391.001. DEFINITIONS Sec. 8391.002. NATURE OF DISTRICT 27

1 Sec. 8391.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE Sec. 8391.004. DISTRICT TERRITORY 2 3 [Sections 8391.005-8391.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 4 5 Sec. 8391.051. COMPOSITION OF BOARD Sec. 8391.052. BOARD VACANCY 6 [Sections 8391.053-8391.100 reserved for expansion] 7 SUBCHAPTER C. POWERS AND DUTIES 8 9 Sec. 8391.101. MUNICIPAL UTILITY DISTRICT POWERS CHAPTER 8391. OAKMONT PUBLIC UTILITY DISTRICT 10 SUBCHAPTER A. GENERAL PROVISIONS 11 Sec. 8391.001. DEFINITIONS. In this chapter: 12 "Board" means the district's board of directors. 13 (1)14 (2) "Director" means a member of the board. "District" means the Oakmont Public Utility 15 (3) District. (Acts 62nd Leg., R.S., Ch. 625, Sec. 1 (part); New.) 16 17 Sec. 8391.002. NATURE OF DISTRICT. The district is a conservation and reclamation district in Harris County created 18 19 under Section 59, Article XVI, Texas Constitution. (Acts 62nd Leg., R.S., Ch. 625, Sec. 1 (part).) 20 Sec. 8391.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 21 The district is created to serve a public use and benefit. 22 23 (b) All land and other property included in the boundaries 24 of the district will benefit from the works and projects accomplished by the district under the powers conferred by Section 25 26 59, Article XVI, Texas Constitution. 27 (c) The creation of the district is essential to accomplish

H.B. No. 3281 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 1 2 62nd Leg., R.S., Ch. 625, Secs. 1 (part), 3.) Sec. 8391.004. DISTRICT TERRITORY. 3 (a) The district is composed of the territory described by Section 4, Chapter 625, Acts 4 5 of the 62nd Legislature, Regular Session, 1971, as that territory may have been modified under: 6 7 (1)Subchapter H, Chapter 54, Water Code; Subchapter J, Chapter 49, Water Code; or 8 (2)other law. 9 (3) The boundaries and field notes of the district form a 10 (b) closure. A mistake in copying the field notes in the legislative 11 12 process or another mistake in the field notes does not affect: district's organization, existence, 13 (1) the or 14 validity; the district's right to issue any type of bond for 15 (2) a purpose for which the district is created or to pay the principal 16 17 of and interest on the bond; (3) the district's right to impose a tax; or 18 19 (4)the legality or operation of the district or its governing body. (Acts 62nd Leg., R.S., Ch. 625, Sec. 2; New.) 20 [Sections 8391.005-8391.050 reserved for expansion] 21 SUBCHAPTER B. BOARD OF DIRECTORS 2.2 Sec. 8391.051. COMPOSITION OF BOARD. The board is composed 23 24 of five elected directors. (Acts 62nd Leg., R.S., Ch. 625, Sec. 6 (part).)25 Sec. 8391.052. BOARD VACANCY. (a) Except as provided by 26 27 Subsection (b), a vacancy in the office of director shall be filled

1 in the manner provided by Section 49.105, Water Code.

2 (b) The Texas Commission on Environmental Quality shall 3 appoint directors to fill all of the vacancies on the board whenever the number of qualified directors is fewer than three. (Acts 62nd 4 5 Leg., R.S., Ch. 625, Sec. 6 (part); New.)

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[Sections 8391.053-8391.100 reserved for expansion]

SUBCHAPTER C. POWERS AND DUTIES

Sec. 8391.101. MUNICIPAL UTILITY DISTRICT POWERS. 8 The district has the rights, powers, privileges, and functions 9 10 conferred by general law applicable to a municipal utility district, including Chapters 49 and 54, Water Code. (Acts 62nd 11 Leg., R.S., Ch. 625, Sec. 5 (part); New.) 12

CHAPTER 8393. PINE BOUGH PUBLIC UTILITY DISTRICT 13

SUBCHAPTER A. GENERAL PROVISIONS

15 Sec. 8393.001. DEFINITIONS

16 Sec. 8393.002. NATURE OF DISTRICT

Sec. 8393.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 17

Sec. 8393.004. DISTRICT TERRITORY 18

[Sections 8393.005-8393.050 reserved for expansion] 19 20

SUBCHAPTER B. BOARD OF DIRECTORS

Sec. 8393.051. COMPOSITION OF BOARD 21

22 Sec. 8393.052. BOARD VACANCY

23 [Sections 8393.053-8393.100 reserved for expansion] 24 SUBCHAPTER C. POWERS AND DUTIES

25 Sec. 8393.101. MUNICIPAL UTILITY DISTRICT POWERS

H.B. No. 3281 CHAPTER 8393. PINE BOUGH PUBLIC UTILITY DISTRICT 1 SUBCHAPTER A. GENERAL PROVISIONS 2 Sec. 8393.001. DEFINITIONS. In this chapter: 3 (1)"Board" means the district's board of directors. 4 "Director" means a member of the board. (2) 5 6 (3) "District" means the Pine Bough Public Utility 7 District. (Acts 62nd Leg., R.S., Ch. 247, Sec. 1 (part); New.) 8 Sec. 8393.002. NATURE OF DISTRICT. The district is a conservation and reclamation district in Harris County created 9 under Section 59, Article XVI, Texas Constitution. (Acts 62nd 10 Leg., R.S., Ch. 247, Sec. 1 (part).) 11 Sec. 8393.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 12 The district is created to serve a public use and benefit. 13 14 All land and other property included in the boundaries (b) 15 of the district will benefit from the works and projects accomplished by the district under the powers conferred by Section 16 17 59, Article XVI, Texas Constitution. (c) The creation of the district is essential to accomplish 18 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 19 62nd Leg., R.S., Ch. 247, Secs. 1 (part), 3.) 20 Sec. 8393.004. DISTRICT TERRITORY. (a) 21 The district is composed of the territory described by Section 4, Chapter 247, Acts 22 of the 62nd Legislature, Regular Session, 1971, as that territory 23 24 may have been modified under: 25 Subchapter H, Chapter 54, Water Code; (1)26 (2) Subchapter J, Chapter 49, Water Code; or 27 (3) other law.

H.B. No. 3281 The boundaries and field notes of the district form a 1 (b) closure. A mistake in copying the field notes in the legislative 2 3 process or another mistake in the field notes does not affect: 4 (1) the district's organization, existence, or 5 validity; 6 (2) the district's right to issue any type of bond for 7 a purpose for which the district is created or to pay the principal 8 of and interest on the bond; 9 (3) the district's right to impose a tax; or 10 (4) the legality or operation of the district or its governing body. (Acts 62nd Leg., R.S., Ch. 247, Sec. 2; New.) 11 [Sections 8393.005-8393.050 reserved for expansion] 12 SUBCHAPTER B. BOARD OF DIRECTORS 13 14 Sec. 8393.051. COMPOSITION OF BOARD. The board is composed 15 of five elected directors. (Acts 62nd Leg., R.S., Ch. 247, Sec. 6 (part).) 16 Sec. 8393.052. BOARD VACANCY. (a) Except as provided by 17 Subsection (b), a vacancy in the office of director shall be filled 18 19 in the manner provided by Section 49.105, Water Code. 20 The Texas Commission on Environmental Quality shall (b) appoint directors to fill all of the vacancies on the board whenever 21 the number of qualified directors is fewer than three. (Acts 62nd 22 23 Leg., R.S., Ch. 247, Sec. 6 (part); New.) 24 [Sections 8393.053-8393.100 reserved for expansion] 25 SUBCHAPTER C. POWERS AND DUTIES Sec. 8393.101. MUNICIPAL UTILITY DISTRICT POWERS. 26 The 27 district has the rights, powers, privileges, and functions

H.B. No. 3281 1 conferred by general law applicable to a municipal utility district, including Chapters 49 and 54, Water Code. (Acts 62nd 2 3 Leg., R.S., Ch. 247, Sec. 5 (part); New.) CHAPTER 8394. PINE VILLAGE PUBLIC UTILITY DISTRICT 4 5 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8394.001. DEFINITIONS 6 Sec. 8394.002. NATURE OF DISTRICT 7 Sec. 8394.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 8 Sec. 8394.004. DISTRICT TERRITORY 9 10 [Sections 8394.005-8394.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 11 Sec. 8394.051. COMPOSITION OF BOARD 12 Sec. 8394.052. BOARD VACANCY 13 14 [Sections 8394.053-8394.100 reserved for expansion] 15 SUBCHAPTER C. POWERS AND DUTIES Sec. 8394.101. MUNICIPAL UTILITY DISTRICT POWERS 16 CHAPTER 8394. PINE VILLAGE PUBLIC UTILITY DISTRICT 17 SUBCHAPTER A. GENERAL PROVISIONS 18 Sec. 8394.001. DEFINITIONS. In this chapter: 19 "Board" means the district's board of directors. 20 (1) 21 (2) "Director" means a member of the board. (3) "District" means the Pine Village Public Utility 22 District. (Acts 62nd Leg., R.S., Ch. 650, Sec. 1 (part); New.) 23 24 Sec. 8394.002. NATURE OF DISTRICT. The district is a conservation and reclamation district in Harris County created 25 26 under Section 59, Article XVI, Texas Constitution. (Acts 62nd Leg., R.S., Ch. 650, Sec. 1 (part).) 27

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Sec. 8394.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
The district is created to serve a public use and benefit.

3 (b) All land and other property included in the boundaries 4 of the district will benefit from the works and projects 5 accomplished by the district under the powers conferred by Section 6 59, Article XVI, Texas Constitution.

7 (c) The creation of the district is essential to accomplish
8 the purposes of Section 59, Article XVI, Texas Constitution. (Acts
9 62nd Leg., R.S., Ch. 650, Secs. 1 (part), 3.)

10 Sec. 8394.004. DISTRICT TERRITORY. (a) The district is 11 composed of the territory described by Section 4, Chapter 650, Acts 12 of the 62nd Legislature, Regular Session, 1971, as that territory 13 may have been modified under:

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(1) Subchapter H, Chapter 54, Water Code;
(2) Subchapter J, Chapter 49, Water Code; or
(3) other law.

(b) The boundaries and field notes of the district form a losure. A mistake in copying the field notes in the legislative process or another mistake in the field notes does not affect:

20 (1) the district's organization, existence, or 21 validity;

(2) the district's right to issue any type of bond for
a purpose for which the district is created or to pay the principal
of and interest on the bond;

(3) the district's right to impose a tax; or
(4) the legality or operation of the district or its
governing body. (Acts 62nd Leg., R.S., Ch. 650, Sec. 2; New.)

H.B. No. 3281 1 [Sections 8394.005-8394.050 reserved for expansion] 2 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8394.051. COMPOSITION OF BOARD. The board is composed 3 of five elected directors. (Acts 62nd Leg., R.S., Ch. 650, Sec. 6 4 5 (part).)6 Sec. 8394.052. BOARD VACANCY. (a) Except as provided by Subsection (b), a vacancy in the office of director shall be filled 7 8 in the manner provided by Section 49.105, Water Code. 9 (b) The Texas Commission on Environmental Quality shall 10 appoint directors to fill all of the vacancies on the board whenever the number of qualified directors is fewer than three. (Acts 62nd 11 12 Leg., R.S., Ch. 650, Sec. 6 (part); New.) [Sections 8394.053-8394.100 reserved for expansion] 13 SUBCHAPTER C. POWERS AND DUTIES 14 15 Sec. 8394.101. MUNICIPAL UTILITY DISTRICT POWERS. The district has the rights, powers, privileges, and functions 16 17 conferred by general law applicable to a municipal utility district, including Chapters 49 and 54, Water Code. (Acts 62nd 18 19 Leg., R.S., Ch. 650, Sec. 5 (part); New.) CHAPTER 8395. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 3 20 21 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8395.001. DEFINITIONS 22 Sec. 8395.002. NATURE OF DISTRICT 23 24 Sec. 8395.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 25 Sec. 8395.004. DISTRICT TERRITORY 26 Sec. 8395.005. PROHIBITION AGAINST IMPAIRMENT OF DISTRICT 27

1 [Sections 8395.006-8395.050 reserved for expansion] 2 SUBCHAPTER B. BOARD OF DIRECTORS 3 Sec. 8395.051. COMPOSITION OF BOARD; TERMS [Sections 8395.052-8395.100 reserved for expansion] 4 5 SUBCHAPTER C. POWERS AND DUTIES Sec. 8395.101. MUNICIPAL UTILITY DISTRICT POWERS AND 6 7 DUTIES 8 [Sections 8395.102-8395.150 reserved for expansion] 9 SUBCHAPTER D. MUNICIPAL ANNEXATION Sec. 8395.151. ANNEXATION BY MUNICIPALITY 10 Sec. 8395.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION 11 CHAPTER 8395. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 3 12 SUBCHAPTER A. GENERAL PROVISIONS 13 14 Sec. 8395.001. DEFINITIONS. In this chapter: 15 (1) "Board" means the district's board of directors. (2) "Commission" means the Texas Commission on 16 17 Environmental Quality. (3) "Director" means a member of the board. 18 19 (4) "District" means the Travis County Municipal 20 Utility District No. 3. (Acts 74th Leg., R.S., Ch. 791, Sec. 1.02; 21 New.) Sec. 8395.002. NATURE OF DISTRICT. The district is a 22 conservation and reclamation district in Travis County created 23 under Section 59, Article XVI, Texas Constitution. (Acts 74th 24 Leg., R.S., Ch. 791, Secs. 1.01(a) (part), (b) (part).) 25 26 Sec. 8395.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 27 The district is created to serve a public use and benefit.

1 (b) All land and other property included in the district 2 will benefit from the works and projects accomplished by the 3 district under the powers conferred by Section 59, Article XVI, 4 Texas Constitution.

5 (c) The creation of the district is essential to accomplish 6 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 7 74th Leg., R.S., Ch. 791, Secs. 1.01(b) (part), 1.05.)

8 Sec. 8395.004. DISTRICT TERRITORY. (a) The district is 9 composed of the territory described by Section 1.03, Chapter 791, 10 Acts of the 74th Legislature, Regular Session, 1995, as that 11 territory may have been modified under:

12 (1) Subchapter H, Chapter 54, Water Code;
13 (2) Subchapter J, Chapter 49, Water Code; or
14 (3) other law.

4 (3) other law.

(b) The boundaries and field notes of the district form a closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect:

18 (1) the district's organization, existence, or 19 validity;

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(2) the district's right to impose a tax; or

(3) the legality or operation of the district or its
governing body. (Acts 74th Leg., R.S., Ch. 791, Sec. 1.04; New.)

23 Sec. 8395.005. PROHIBITION AGAINST IMPAIRMENT OF DISTRICT. 24 A municipality in whose extraterritorial jurisdiction the district 25 is located may not take any action, including passing an ordinance 26 or resolution, that:

27 (1) impairs the district's ability to exercise the

1 district's powers under this chapter; or

2 (2) limits the district's ability to finance,
3 construct, or operate the district's water, wastewater, or drainage
4 systems. (Acts 74th Leg., R.S., Ch. 791, Sec. 1.11.)

5 [Sections 8395.006-8395.050 reserved for expansion]

6 SUBCHAPTER B. BOARD OF DIRECTORS

Sec. 8395.051. COMPOSITION OF BOARD; TERMS. (a) The
8 district is governed by a board of five directors.

9 (b) Directors serve staggered four-year terms. (Acts 74th
10 Leg., R.S., Ch. 791, Secs. 1.07(a), (d).)

11 [Sections 8395.052-8395.100 reserved for expansion]

12 SUBCHAPTER C. POWERS AND DUTIES

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Sec. 8395.101. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. The district has the rights, powers, privileges, functions, and duties provided by general law applicable to a municipal utility district created under Section 59, Article XVI, Texas Constitution, including Chapters 49, 50, and 54, Water Code. (Acts 74th Leg., R.S., Ch. 791, Sec. 1.06(a) (part).)

[Sections 8395.102-8395.150 reserved for expansion]

SUBCHAPTER D. MUNICIPAL ANNEXATION

Sec. 8395.151. ANNEXATION BY MUNICIPALITY. A municipality
may annex the district on the earlier of:

(1) the installation of 90 percent of all works,
 improvements, facilities, plants, equipment, and appliances
 necessary and adequate to:

26 (A) provide service to the proposed development27 within the district;

(B) accomplish the purposes for which the
 district was created; and

3 (C) exercise the powers provided by general law4 and this chapter; or

5 (2) the 20th anniversary of the date the district was 6 confirmed. (Acts 74th Leg., R.S., Ch. 791, Sec. 1.12.)

7 Sec. 8395.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION. If 8 a municipality in whose extraterritorial jurisdiction the district 9 is located annexes the district for full or limited purposes and the 10 annexation precludes or impairs the ability of the district to 11 issue bonds, the municipality shall:

(1) simultaneously with the annexation, pay in cash to the landowner or developer of the district a sum equal to all actual costs and expenses incurred by the landowner or developer in connection with the district that:

16 (A) the district has agreed in writing to pay;17 and

(B) would otherwise have been eligible for
reimbursement from bond proceeds under the rules and requirements
of the commission as those rules and requirements exist on the date
of annexation; and

(2) after the annexation, install all necessary water,
wastewater, and drainage facilities to serve full buildout of
development within the district. (Acts 74th Leg., R.S., Ch. 791,
Sec. 1.13.)

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CHAPTER 8396. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 4
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                    SUBCHAPTER A. GENERAL PROVISIONS
   Sec. 8396.001. DEFINITIONS
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   Sec. 8396.002. NATURE OF DISTRICT
 4
 5 Sec. 8396.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE
 6 Sec. 8396.004. DISTRICT TERRITORY
 7 Sec. 8396.005. PROHIBITION AGAINST IMPAIRMENT OF
8
                      DISTRICT
 9
          [Sections 8396.006-8396.050 reserved for expansion]
                    SUBCHAPTER B. BOARD OF DIRECTORS
10
  Sec. 8396.051. COMPOSITION OF BOARD; TERMS
11
12
           [Sections 8396.052-8396.100 reserved for expansion]
                    SUBCHAPTER C. POWERS AND DUTIES
13
14
   Sec. 8396.101. MUNICIPAL UTILITY DISTRICT POWERS AND
15
                     DUTIES
16
           [Sections 8396.102-8396.150 reserved for expansion]
17
                   SUBCHAPTER D. MUNICIPAL ANNEXATION
   Sec. 8396.151. ANNEXATION BY MUNICIPALITY
18
   Sec. 8396.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION
19
      CHAPTER 8396. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 4
20
21
                    SUBCHAPTER A. GENERAL PROVISIONS
         Sec. 8396.001. DEFINITIONS. In this chapter:
22
               (1) "Board" means the district's board of directors.
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24
               (2) "Commission" means the Texas Commission on
25 Environmental Quality.
               (3) "Director" means a member of the board.
26
               (4) "District" means the Travis County Municipal
27
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1 Utility District No. 4. (Acts 74th Leg., R.S., Ch. 791, Sec. 2.02; 2 New.)

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3 Sec. 8396.002. NATURE OF DISTRICT. The district is a 4 conservation and reclamation district in Travis County created 5 under Section 59, Article XVI, Texas Constitution. (Acts 74th 6 Leg., R.S., Ch. 791, Secs. 2.01(a) (part), (b) (part).)

Sec. 8396.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
8 The district is created to serve a public use and benefit.

9 (b) All land and other property included in the district 10 will benefit from the works and projects accomplished by the 11 district under the powers conferred by Section 59, Article XVI, 12 Texas Constitution.

13 (c) The creation of the district is essential to accomplish
14 the purposes of Section 59, Article XVI, Texas Constitution. (Acts
15 74th Leg., R.S., Ch. 791, Secs. 2.01(b) (part), 2.05.)

16 Sec. 8396.004. DISTRICT TERRITORY. (a) The district is 17 composed of the territory described by Section 2.03, Chapter 791, 18 Acts of the 74th Legislature, Regular Session, 1995, as that 19 territory may have been modified under:

20

Subchapter H, Chapter 54, Water Code;

21

(2) Subchapter J, Chapter 49, Water Code; or

22 (3) other law.

(b) The boundaries and field notes of the district form a closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect:

26 (1) the district's organization, existence, or27 validity;

H.B. No. 3281 1 (2) the district's right to impose a tax; or 2 the legality or operation of the district or its (3) governing body. (Acts 74th Leg., R.S., Ch. 791, Sec. 2.04; New.) 3 4 Sec. 8396.005. PROHIBITION AGAINST IMPAIRMENT OF DISTRICT. 5 A municipality in whose extraterritorial jurisdiction the district is located may not take any action, including passing an ordinance 6 or resolution, that: 7 8 (1)impairs the district's ability to exercise the 9 district's powers under this chapter; or 10 (2)limits the district's ability to finance, construct, or operate the district's water, wastewater, or drainage 11 12 systems. (Acts 74th Leg., R.S., Ch. 791, Sec. 2.11.) [Sections 8396.006-8396.050 reserved for expansion] 13 SUBCHAPTER B. BOARD OF DIRECTORS 14 15 Sec. 8396.051. COMPOSITION OF BOARD; TERMS. (a) The district is governed by a board of five directors. 16 17 (b) Directors serve staggered four-year terms. (Acts 74th Leg., R.S., Ch. 791, Secs. 2.07(a), (d).) 18 [Sections 8396.052-8396.100 reserved for expansion] 19 SUBCHAPTER C. POWERS AND DUTIES 20 21 Sec. 8396.101. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. The district has the rights, powers, 2.2 privileges, 23 functions, and duties provided by general law applicable to a 24 municipal utility district created under Section 59, Article XVI, Texas Constitution, including Chapters 49, 50, and 54, Water Code. 25 26 (Acts 74th Leg., R.S., Ch. 791, Sec. 2.06(a) (part).) 27 [Sections 8396.102-8396.150 reserved for expansion]

SUBCHAPTER D. MUNICIPAL ANNEXATION 1 2 Sec. 8396.151. ANNEXATION BY MUNICIPALITY. A municipality 3 may annex the district on the earlier of: 4 (1) the installation of 90 percent of all works, 5 improvements, facilities, plants, equipment, and appliances necessary and adequate to: 6 7 provide service to the proposed development (A) within the district; 8 9 (B) accomplish the purposes for which the 10 district was created; and exercise the powers provided by general law 11 (C) 12 and this chapter; or the 20th anniversary of the date the district was 13 (2) 14 confirmed. (Acts 74th Leg., R.S., Ch. 791, Sec. 2.12.) 15 Sec. 8396.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION. If a municipality in whose extraterritorial jurisdiction the district 16 17 is located annexes the district for full or limited purposes and the annexation precludes or impairs the ability of the district to 18 19 issue bonds, the municipality shall: simultaneously with the annexation, pay in cash to 20 (1)the landowner or developer of the district a sum equal to all actual 21 costs and expenses incurred by the landowner or developer in 22 connection with the district that: 23 24 (A) the district has agreed in writing to pay; 25 and would otherwise have been eligible 26 (B) for 27 reimbursement from bond proceeds under the rules and requirements

H.B. No. 3281 1 of the commission as those rules and requirements exist on the date 2 of annexation; and (2) after the annexation, install all necessary water, 3 wastewater, and drainage facilities to serve full buildout of 4 5 development within the district. (Acts 74th Leg., R.S., Ch. 791, Sec. 2.13.) 6 CHAPTER 8397. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 5 7 SUBCHAPTER A. GENERAL PROVISIONS 8 Sec. 8397.001. DEFINITIONS 9 10 Sec. 8397.002. NATURE OF DISTRICT 11 Sec. 8397.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 12 Sec. 8397.004. DISTRICT TERRITORY 13 Sec. 8397.005. PROHIBITION AGAINST IMPAIRMENT OF 14 DISTRICT 15 [Sections 8397.006-8397.050 reserved for expansion] 16 SUBCHAPTER B. BOARD OF DIRECTORS 17 Sec. 8397.051. COMPOSITION OF BOARD; TERMS [Sections 8397.052-8397.100 reserved for expansion] 18 SUBCHAPTER C. POWERS AND DUTIES 19 20 Sec. 8397.101. MUNICIPAL UTILITY DISTRICT POWERS AND 21 DUTIES [Sections 8397.102-8397.150 reserved for expansion] 22 SUBCHAPTER D. MUNICIPAL ANNEXATION 23 24 Sec. 8397.151. ANNEXATION BY MUNICIPALITY 25 Sec. 8397.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION

CHAPTER 8397. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 5 1 SUBCHAPTER A. GENERAL PROVISIONS 2 Sec. 8397.001. DEFINITIONS. In this chapter: 3 (1)"Board" means the district's board of directors. 4 "Commission" means the Texas Commission on 5 (2) Environmental Quality. 6 7 (3) "Director" means a member of the board. 8 (4)"District" means the Travis County Municipal Utility District No. 5. (Acts 74th Leg., R.S., Ch. 791, Sec. 3.02; 9 10 New.) Sec. 8397.002. NATURE OF DISTRICT. 11 The district is a 12 conservation and reclamation district in Travis County created under Section 59, Article XVI, Texas Constitution. 13 (Acts 74th Leg., R.S., Ch. 791, Secs. 3.01(a) (part), (b) (part).) 14 15 Sec. 8397.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) The district is created to serve a public use and benefit. 16 17 (b) All land and other property included in the district will benefit from the works and projects accomplished by the 18 19 district under the powers conferred by Section 59, Article XVI, Texas Constitution. 20 21 (c) The creation of the district is essential to accomplish

21 (c) The creation of the district is essential to accomplish 22 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 23 74th Leg., R.S., Ch. 791, Secs. 3.01(b) (part), 3.05.)

Sec. 8397.004. DISTRICT TERRITORY. (a) The district is composed of the territory described by Section 3.03, Chapter 791, Acts of the 74th Legislature, Regular Session, 1995, as that territory may have been modified under:

H.B. No. 3281 1 (1)Subchapter H, Chapter 54, Water Code; 2 (2) Subchapter J, Chapter 49, Water Code; or 3 (3) other law. 4 The boundaries and field notes of the district form a (b) 5 closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect: 6 7 (1)the district's organization, existence, or 8 validity; 9 (2) the district's right to impose a tax; or 10 (3) the legality or operation of the district or its governing body. (Acts 74th Leg., R.S., Ch. 791, Sec. 3.04; New.) 11 Sec. 8397.005. PROHIBITION AGAINST IMPAIRMENT OF DISTRICT. 12 A municipality in whose extraterritorial jurisdiction the district 13 14 is located may not take any action, including passing an ordinance 15 or resolution, that: 16 (1)impairs the district's ability to exercise the 17 district's powers under this chapter; or (2) limits the district's ability 18 to finance, 19 construct, or operate the district's water, wastewater, or drainage systems. (Acts 74th Leg., R.S., Ch. 791, Sec. 3.11.) 20 [Sections 8397.006-8397.050 reserved for expansion] 21 SUBCHAPTER B. BOARD OF DIRECTORS 2.2 Sec. 8397.051. COMPOSITION OF BOARD; TERMS. 23 (a) The 24 district is governed by a board of five directors. 25 (b) Directors serve staggered four-year terms. (Acts 74th 26 Leg., R.S., Ch. 791, Secs. 3.07(a), (d).) [Sections 8397.052-8397.100 reserved for expansion] 27

H.B. No. 3281 SUBCHAPTER C. POWERS AND DUTIES 1 2 Sec. 8397.101. MUNICIPAL UTILITY DISTRICT POWERS AND 3 DUTIES. The district has the rights, powers, privileges, functions, and duties provided by general law applicable to a 4 5 municipal utility district created under Section 59, Article XVI, Texas Constitution, including Chapters 49, 50, and 54, Water Code. 6 (Acts 74th Leg., R.S., Ch. 791, Sec. 3.06(a) (part).) 7 8 [Sections 8397.102-8397.150 reserved for expansion] SUBCHAPTER D. MUNICIPAL ANNEXATION 9 Sec. 8397.151. ANNEXATION BY MUNICIPALITY. A municipality 10 may annex the district on the earlier of: 11 12 (1) the installation of 90 percent of all works, improvements, facilities, plants, equipment, and appliances 13 14 necessary and adequate to: 15 (A) provide service to the proposed development 16 within the district; 17 (B) accomplish the purposes for which the district was created; and 18 19 (C) exercise the powers provided by general law and this chapter; or 20 21 (2) the 20th anniversary of the date the district was confirmed. (Acts 74th Leg., R.S., Ch. 791, Sec. 3.12.) 22 Sec. 8397.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION. 23 Τf 24 a municipality in whose extraterritorial jurisdiction the district is located annexes the district for full or limited purposes and the 25 26 annexation precludes or impairs the ability of the district to issue bonds, the municipality shall: 27

(1)simultaneously with the annexation, pay in cash to the landowner or developer of the district a sum equal to all actual costs and expenses incurred by the landowner or developer in connection with the district that: (A) the district has agreed in writing to pay; and would otherwise have been eligible (B) for reimbursement from bond proceeds under the rules and requirements of the commission as those rules and requirements exist on the date of annexation; and (2) after the annexation, install all necessary water, wastewater, and drainage facilities to serve full buildout of development within the district. (Acts 74th Leg., R.S., Ch. 791, Sec. 3.13.) CHAPTER 8398. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 6 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8398.001. DEFINITIONS Sec. 8398.002. NATURE OF DISTRICT Sec. 8398.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE Sec. 8398.004. DISTRICT TERRITORY Sec. 8398.005. PROHIBITION AGAINST IMPAIRMENT OF DISTRICT [Sections 8398.006-8398.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 25 Sec. 8398.051. COMPOSITION OF BOARD; TERMS [Sections 8398.052-8398.100 reserved for expansion]

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SUBCHAPTER C. POWERS AND DUTIES 1 2 Sec. 8398.101. MUNICIPAL UTILITY DISTRICT POWERS AND 3 DUTIES [Sections 8398.102-8398.150 reserved for expansion] 4 SUBCHAPTER D. MUNICIPAL ANNEXATION 5 Sec. 8398.151. ANNEXATION BY MUNICIPALITY 6 Sec. 8398.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION 7 CHAPTER 8398. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 6 8 SUBCHAPTER A. GENERAL PROVISIONS 9 Sec. 8398.001. DEFINITIONS. In this chapter: 10 (1) "Board" means the district's board of directors. 11 (2) "Commission" means the Texas Commission on 12 13 Environmental Quality. 14 (3) "Director" means a member of the board. 15 (4) "District" means the Travis County Municipal Utility District No. 6. (Acts 74th Leg., R.S., Ch. 791, Sec. 4.02; 16 17 New.) Sec. 8398.002. NATURE OF DISTRICT. The district is a 18 conservation and reclamation district in Travis County created 19 under Section 59, Article XVI, Texas Constitution. (Acts 74th 20 Leg., R.S., Ch. 791, Secs. 4.01(a) (part), (b) (part).) 21 Sec. 8398.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 22 The district is created to serve a public use and benefit. 23 24 (b) All land and other property included in the district 25 will benefit from the works and projects accomplished by the 26 district under the powers conferred by Section 59, Article XVI, 27 Texas Constitution.

1 (c) The creation of the district is essential to accomplish the purposes of Section 59, Article XVI, Texas Constitution. (Acts 2 74th Leg., R.S., Ch. 791, Secs. 4.01(b) (part), 4.05.) 3

4 Sec. 8398.004. DISTRICT TERRITORY. (a) The district is 5 composed of the territory described by Section 4.03, Chapter 791, Acts of the 74th Legislature, Regular Session, 1995, as that 6 7 territory may have been modified under:

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(1)Subchapter H, Chapter 54, Water Code;

(2) (3) other law. 10

The boundaries and field notes of the district form a 11 (b) closure. A mistake in the field notes or in copying the field notes 12 in the legislative process does not affect: 13

Subchapter J, Chapter 49, Water Code; or

14 (1)the district's organization, existence, or 15 validity;

16

(2) the district's right to impose a tax; or

17 (3) the legality or operation of the district or its governing body. (Acts 74th Leg., R.S., Ch. 791, Sec. 4.04; New.) 18

Sec. 8398.005. PROHIBITION AGAINST IMPAIRMENT OF DISTRICT. 19 A municipality in whose extraterritorial jurisdiction the district 20 is located may not take any action, including passing an ordinance 21 or resolution, that: 22

impairs the district's ability to exercise the 23 (1)24 district's powers under this chapter; or

25 (2) limits the district's ability to finance, 26 construct, or operate the district's water, wastewater, or drainage systems. (Acts 74th Leg., R.S., Ch. 791, Sec. 4.11.) 27

H.B. No. 3281 [Sections 8398.006-8398.050 reserved for expansion] 1 SUBCHAPTER B. BOARD OF DIRECTORS 2 Sec. 8398.051. COMPOSITION OF BOARD; TERMS. 3 (a) The district is governed by a board of five directors. 4 5 (b) Directors serve staggered four-year terms. (Acts 74th Leg., R.S., Ch. 791, Secs. 4.07(a), (d).) 6 [Sections 8398.052-8398.100 reserved for expansion] 7 SUBCHAPTER C. POWERS AND DUTIES 8 Sec. 8398.101. MUNICIPAL UTILITY DISTRICT 9 POWERS AND 10 DUTIES. The district has the rights, powers, privileges, functions, and duties provided by general law applicable to a 11 municipal utility district created under Section 59, Article XVI, 12 Texas Constitution, including Chapters 49, 50, and 54, Water Code. 13 14 (Acts 74th Leg., R.S., Ch. 791, Sec. 4.06(a) (part).) 15 [Sections 8398.102-8398.150 reserved for expansion] 16 SUBCHAPTER D. MUNICIPAL ANNEXATION Sec. 8398.151. ANNEXATION BY MUNICIPALITY. A municipality 17 may annex the district on the earlier of: 18 (1) the installation of 90 percent of all works, 19 improvements, facilities, plants, equipment, and appliances 20 necessary and adequate to: 21 22 (A) provide service to the proposed development within the district; 23 24 (B) accomplish the purposes for which the 25 district was created; and 26 (C) exercise the powers provided by general law 27 and this chapter; or

H.B. No. 3281 1 (2) the 20th anniversary of the date the district was confirmed. (Acts 74th Leg., R.S., Ch. 791, Sec. 4.12.) 2 Sec. 8398.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION. 3 If a municipality in whose extraterritorial jurisdiction the district 4 5 is located annexes the district for full or limited purposes and the annexation precludes or impairs the ability of the district to 6 issue bonds, the municipality shall: 7 8 (1)simultaneously with the annexation, pay in cash to the landowner or developer of the district a sum equal to all actual 9 costs and expenses incurred by the landowner or developer in 10 connection with the district that: 11 12 (A) the district has agreed in writing to pay; 13 and 14 (B) would otherwise have been eligible for 15 reimbursement from bond proceeds under the rules and requirements of the commission as those rules and requirements exist on the date 16 17 of annexation; and (2) after the annexation, install all necessary water, 18 19 wastewater, and drainage facilities to serve full buildout of 20 development within the district. (Acts 74th Leg., R.S., Ch. 791, 21 Sec. 4.13.) 22 CHAPTER 8399. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 7 SUBCHAPTER A. GENERAL PROVISIONS 23 24 Sec. 8399.001. DEFINITIONS Sec. 8399.002. NATURE OF DISTRICT 25 26 Sec. 8399.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE Sec. 8399.004. DISTRICT TERRITORY 27

Sec. 8399.005. PROHIBITION AGAINST IMPAIRMENT OF 1 DISTRICT 2 [Sections 8399.006-8399.050 reserved for expansion] 3 SUBCHAPTER B. BOARD OF DIRECTORS 4 5 Sec. 8399.051. COMPOSITION OF BOARD; TERMS [Sections 8399.052-8399.100 reserved for expansion] 6 7 SUBCHAPTER C. POWERS AND DUTIES Sec. 8399.101. MUNICIPAL UTILITY DISTRICT POWERS AND 8 9 DUTIES 10 [Sections 8399.102-8399.150 reserved for expansion] SUBCHAPTER D. MUNICIPAL ANNEXATION 11 Sec. 8399.151. ANNEXATION BY MUNICIPALITY 12 Sec. 8399.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION 13 CHAPTER 8399. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 7 14 15 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8399.001. DEFINITIONS. In this chapter: 16 17 (1) "Board" means the district's board of directors. "Commission" means the Texas Commission on (2) 18 19 Environmental Quality. 20 (3) "Director" means a member of the board. 21 (4) "District" means the Travis County Municipal Utility District No. 7. (Acts 74th Leg., R.S., Ch. 791, Sec. 5.02; 22 23 New.) 24 Sec. 8399.002. NATURE OF DISTRICT. The district is a conservation and reclamation district in Travis County created 25 26 under Section 59, Article XVI, Texas Constitution. (Acts 74th 27 Leg., R.S., Ch. 791, Secs. 5.01(a) (part), (b) (part).)

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Sec. 8399.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
The district is created to serve a public use and benefit.

3 (b) All land and other property included in the district 4 will benefit from the works and projects accomplished by the 5 district under the powers conferred by Section 59, Article XVI, 6 Texas Constitution.

7 (c) The creation of the district is essential to accomplish
8 the purposes of Section 59, Article XVI, Texas Constitution. (Acts
9 74th Leg., R.S., Ch. 791, Secs. 5.01(b) (part), 5.05.)

10 Sec. 8399.004. DISTRICT TERRITORY. (a) The district is 11 composed of the territory described by Section 5.03, Chapter 791, 12 Acts of the 74th Legislature, Regular Session, 1995, as that 13 territory may have been modified under:

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(1) Subchapter H, Chapter 54, Water Code;(2) Subchapter J, Chapter 49, Water Code; or

16

(3) other law.

(b) The boundaries and field notes of the district form a closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect:

20 (1) the district's organization, existence, or 21 validity;

22

(2) the district's right to impose a tax; or

(3) the legality or operation of the district or its
governing body. (Acts 74th Leg., R.S., Ch. 791, Sec. 5.04; New.)

25 Sec. 8399.005. PROHIBITION AGAINST IMPAIRMENT OF DISTRICT. 26 A municipality in whose extraterritorial jurisdiction the district 27 is located may not take any action, including passing an ordinance

H.B. No. 3281 1 or resolution, that: 2 (1)impairs the district's ability to exercise the 3 district's powers under this chapter; or 4 (2) limits the district's ability to finance, 5 construct, or operate the district's water, wastewater, or drainage systems. (Acts 74th Leg., R.S., Ch. 791, Sec. 5.11.) 6 [Sections 8399.006-8399.050 reserved for expansion] 7 SUBCHAPTER B. BOARD OF DIRECTORS 8 9 Sec. 8399.051. COMPOSITION OF BOARD; TERMS. (a) The 10 district is governed by a board of five directors. (b) Directors serve staggered four-year terms. (Acts 74th 11 Leg., R.S., Ch. 791, Secs. 5.07(a), (d).) 12 [Sections 8399.052-8399.100 reserved for expansion] 13 SUBCHAPTER C. POWERS AND DUTIES 14 15 Sec. 8399.101. MUNICIPAL UTILITY DISTRICT POWERS AND 16 DUTIES. The district has the rights, powers, privileges, 17 functions, and duties provided by general law applicable to a municipal utility district created under Section 59, Article XVI, 18 19 Texas Constitution, including Chapters 49, 50, and 54, Water Code. (Acts 74th Leg., R.S., Ch. 791, Sec. 5.06(a) (part).) 20 [Sections 8399.102-8399.150 reserved for expansion] 21 SUBCHAPTER D. MUNICIPAL ANNEXATION 2.2 Sec. 8399.151. ANNEXATION BY MUNICIPALITY. A municipality 23 24 may annex the district on the earlier of: 25 (1) the installation of 90 percent of all works, 26 improvements, facilities, plants, equipment, and appliances necessary and adequate to: 27

1 (A) provide service to the proposed development within the district; 2 3 (B) accomplish the purposes for which the district was created; and 4 5 (C) exercise the powers provided by general law and this chapter; or 6 7 (2) the 20th anniversary of the date the district was 8 confirmed. (Acts 74th Leg., R.S., Ch. 791, Sec. 5.12.) Sec. 8399.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION. If 9 10 a municipality in whose extraterritorial jurisdiction the district is located annexes the district for full or limited purposes and the 11 12 annexation precludes or impairs the ability of the district to 13 issue bonds, the municipality shall: 14 (1)simultaneously with the annexation, pay in cash to 15 the landowner or developer of the district a sum equal to all actual costs and expenses incurred by the landowner or developer in 16 17 connection with the district that: (A) the district has agreed in writing to pay; 18 19 and would otherwise have been eligible for 20 (B) reimbursement from bond proceeds under the rules and requirements 21 of the commission as those rules and requirements exist on the date 22 23 of annexation; and 24 (2) after the annexation, install all necessary water, wastewater, and drainage facilities to serve full buildout of

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25 wastewater, and drainage facilities to serve full buildout of 26 development within the district. (Acts 74th Leg., R.S., Ch. 791, 27 Sec. 5.13.)

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CHAPTER 8400. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 8
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                    SUBCHAPTER A. GENERAL PROVISIONS
 3
   Sec. 8400.001. DEFINITIONS
   Sec. 8400.002. NATURE OF DISTRICT
 4
 5 Sec. 8400.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE
 6 Sec. 8400.004. DISTRICT TERRITORY
 7 Sec. 8400.005. PROHIBITION AGAINST IMPAIRMENT OF
8
                      DISTRICT
 9
          [Sections 8400.006-8400.050 reserved for expansion]
                    SUBCHAPTER B. BOARD OF DIRECTORS
10
  Sec. 8400.051. COMPOSITION OF BOARD; TERMS
11
           [Sections 8400.052-8400.100 reserved for expansion]
12
                    SUBCHAPTER C. POWERS AND DUTIES
13
14
   Sec. 8400.101. MUNICIPAL UTILITY DISTRICT POWERS AND
15
                     DUTIES
16
           [Sections 8400.102-8400.150 reserved for expansion]
17
                   SUBCHAPTER D. MUNICIPAL ANNEXATION
   Sec. 8400.151. ANNEXATION BY MUNICIPALITY
18
   Sec. 8400.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION
19
      CHAPTER 8400. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 8
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                    SUBCHAPTER A. GENERAL PROVISIONS
          Sec. 8400.001. DEFINITIONS. In this chapter:
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               (1) "Board" means the district's board of directors.
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24
               (2) "Commission" means the Texas Commission on
25 Environmental Quality.
               (3) "Director" means a member of the board.
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               (4) "District" means the Travis County Municipal
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1 Utility District No. 8. (Acts 74th Leg., R.S., Ch. 791, Sec. 6.02; 2 New.)

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3 Sec. 8400.002. NATURE OF DISTRICT. The district is a 4 conservation and reclamation district in Travis County created 5 under Section 59, Article XVI, Texas Constitution. (Acts 74th 6 Leg., R.S., Ch. 791, Secs. 6.01(a) (part), (b) (part).)

Sec. 8400.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
8 The district is created to serve a public use and benefit.

9 (b) All land and other property included in the district 10 will benefit from the works and projects accomplished by the 11 district under the powers conferred by Section 59, Article XVI, 12 Texas Constitution.

13 (c) The creation of the district is essential to accomplish
14 the purposes of Section 59, Article XVI, Texas Constitution. (Acts
15 74th Leg., R.S., Ch. 791, Secs. 6.01(b) (part), 6.05.)

16 Sec. 8400.004. DISTRICT TERRITORY. (a) The district is 17 composed of the territory described by Section 6.03, Chapter 791, 18 Acts of the 74th Legislature, Regular Session, 1995, as that 19 territory may have been modified under:

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Subchapter H, Chapter 54, Water Code;

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22 (3) other law.

(2)

(b) The boundaries and field notes of the district form a closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect:

Subchapter J, Chapter 49, Water Code; or

26 (1) the district's organization, existence, or27 validity;

H.B. No. 3281 1 (2) the district's right to impose a tax; or 2 the legality or operation of the district or its (3) governing body. (Acts 74th Leg., R.S., Ch. 791, Sec. 6.04; New.) 3 4 Sec. 8400.005. PROHIBITION AGAINST IMPAIRMENT OF DISTRICT. 5 A municipality in whose extraterritorial jurisdiction the district is located may not take any action, including passing an ordinance 6 or resolution, that: 7 8 (1)impairs the district's ability to exercise the district's powers under this chapter; or 9 10 (2)limits the district's ability to finance, construct, or operate the district's water, wastewater, or drainage 11 12 systems. (Acts 74th Leg., R.S., Ch. 791, Sec. 6.11.) [Sections 8400.006-8400.050 reserved for expansion] 13 SUBCHAPTER B. BOARD OF DIRECTORS 14 15 Sec. 8400.051. COMPOSITION OF BOARD; TERMS. (a) The district is governed by a board of five directors. 16 17 (b) Directors serve staggered four-year terms. (Acts 74th Leg., R.S., Ch. 791, Secs. 6.07(a), (d).) 18 [Sections 8400.052-8400.100 reserved for expansion] 19 SUBCHAPTER C. POWERS AND DUTIES 20 21 Sec. 8400.101. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. The district has the rights, powers, 2.2 privileges, 23 functions, and duties provided by general law applicable to a 24 municipal utility district created under Section 59, Article XVI, Texas Constitution, including Chapters 49, 50, and 54, Water Code. 25 26 (Acts 74th Leg., R.S., Ch. 791, Sec. 6.06(a) (part).) [Sections 8400.102-8400.150 reserved for expansion] 27

SUBCHAPTER D. MUNICIPAL ANNEXATION 1 2 Sec. 8400.151. ANNEXATION BY MUNICIPALITY. A municipality 3 may annex the district on the earlier of: 4 (1) the installation of 90 percent of all works, 5 improvements, facilities, plants, equipment, and appliances necessary and adequate to: 6 7 provide service to the proposed development (A) within the district; 8 accomplish the purposes 9 (B) for which the 10 district was created; and exercise the powers provided by general law 11 (C) 12 and this chapter; or the 20th anniversary of the date the district was 13 (2) 14 confirmed. (Acts 74th Leg., R.S., Ch. 791, Sec. 6.12.) 15 Sec. 8400.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION. If a municipality in whose extraterritorial jurisdiction the district 16 17 is located annexes the district for full or limited purposes and the annexation precludes or impairs the ability of the district to 18 19 issue bonds, the municipality shall: simultaneously with the annexation, pay in cash to 20 (1)the landowner or developer of the district a sum equal to all actual 21 costs and expenses incurred by the landowner or developer in 22 connection with the district that: 23 24 (A) the district has agreed in writing to pay; 25 and would otherwise have been eligible 26 (B) for 27 reimbursement from bond proceeds under the rules and requirements

H.B. No. 3281 1 of the commission as those rules and requirements exist on the date 2 of annexation; and (2) after the annexation, install all necessary water, 3 wastewater, and drainage facilities to serve full buildout of 4 5 development within the district. (Acts 74th Leg., R.S., Ch. 791, Sec. 6.13.) 6 CHAPTER 8401. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 9 7 SUBCHAPTER A. GENERAL PROVISIONS 8 Sec. 8401.001. DEFINITIONS 9 10 Sec. 8401.002. NATURE OF DISTRICT 11 Sec. 8401.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 12 Sec. 8401.004. DISTRICT TERRITORY 13 Sec. 8401.005. PROHIBITION AGAINST IMPAIRMENT OF 14 DISTRICT 15 [Sections 8401.006-8401.050 reserved for expansion] 16 SUBCHAPTER B. BOARD OF DIRECTORS 17 Sec. 8401.051. COMPOSITION OF BOARD; TERMS [Sections 8401.052-8401.100 reserved for expansion] 18 SUBCHAPTER C. POWERS AND DUTIES 19 20 Sec. 8401.101. MUNICIPAL UTILITY DISTRICT POWERS AND 21 DUTIES [Sections 8401.102-8401.150 reserved for expansion] 22 SUBCHAPTER D. MUNICIPAL ANNEXATION 23 24 Sec. 8401.151. ANNEXATION BY MUNICIPALITY 25 Sec. 8401.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION

1 CHAPTER 8401. TRAVIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 9 SUBCHAPTER A. GENERAL PROVISIONS 2 Sec. 8401.001. DEFINITIONS. In this chapter: 3 (1)"Board" means the district's board of directors. 4 "Commission" means the Texas Commission on 5 (2) Environmental Quality. 6 7 (3) "Director" means a member of the board. 8 (4)"District" means the Travis County Municipal Utility District No. 9. (Acts 74th Leg., R.S., Ch. 791, Sec. 7.02; 9 10 New.) Sec. 8401.002. NATURE OF DISTRICT. The district is 11 а 12 conservation and reclamation district in Travis County created under Section 59, Article XVI, Texas Constitution. (Acts 74th Leg., 13 R.S., Ch. 791, Secs. 7.01(a) (part), (b) (part).) 14 15 Sec. 8401.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)

Sec. 8401.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
 The district is created to serve a public use and benefit.

(b) All land and other property included in the district will benefit from the works and projects accomplished by the district under the powers conferred by Section 59, Article XVI, Texas Constitution.

(c) The creation of the district is essential to accomplish
the purposes of Section 59, Article XVI, Texas Constitution. (Acts
74th Leg., R.S., Ch. 791, Secs. 7.01(b) (part), 7.05.)

Sec. 8401.004. DISTRICT TERRITORY. (a) The district is composed of the territory described by Section 7.03, Chapter 791, Acts of the 74th Legislature, Regular Session, 1995, as that territory may have been modified under:

H.B. No. 3281 1 (1)Subchapter H, Chapter 54, Water Code; 2 (2) Subchapter J, Chapter 49, Water Code; or 3 (3) other law. 4 The boundaries and field notes of the district form a (b) 5 closure. A mistake in the field notes or in copying the field notes 6 in the legislative process does not affect: 7 (1)the district's organization, existence, or 8 validity; 9 (2) the district's right to impose a tax; or 10 (3) the legality or operation of the district or its governing body. (Acts 74th Leg., R.S., Ch. 791, Sec. 7.04; New.) 11 Sec. 8401.005. PROHIBITION AGAINST IMPAIRMENT OF DISTRICT. 12 A municipality in whose extraterritorial jurisdiction the district 13 14 is located may not take any action, including passing an ordinance 15 or resolution, that: 16 (1)impairs the district's ability to exercise the 17 district's powers under this chapter; or (2) limits the district's ability 18 to finance, 19 construct, or operate the district's water, wastewater, or drainage systems. (Acts 74th Leg., R.S., Ch. 791, Sec. 7.11.) 20 [Sections 8401.006-8401.050 reserved for expansion] 21 SUBCHAPTER B. BOARD OF DIRECTORS 2.2 Sec. 8401.051. COMPOSITION OF BOARD; TERMS. 23 (a) The 24 district is governed by a board of five directors. 25 (b) Directors serve staggered four-year terms. (Acts 74th 26 Leg., R.S., Ch. 791, Secs. 7.07(a), (d).) [Sections 8401.052-8401.100 reserved for expansion] 27

H.B. No. 3281 SUBCHAPTER C. POWERS AND DUTIES 1 Sec. 8401.101. MUNICIPAL UTILITY 2 DISTRICT POWERS AND 3 DUTIES. The district has the rights, powers, privileges, functions, and duties provided by general law applicable to a municipal 4 5 utility district created under Section 59, Article XVI, Texas Constitution, including Chapters 49, 50, and 54, Water Code. (Acts 6 74th Leg., R.S., Ch. 791, Sec. 7.06(a) (part).) 7 8 [Sections 8401.102-8401.150 reserved for expansion] SUBCHAPTER D. MUNICIPAL ANNEXATION 9 10 Sec. 8401.151. ANNEXATION BY MUNICIPALITY. A municipality may annex the district on the earlier of: 11 12 (1) the installation of 90 percent of all works, facilities, plants, equipment, and appliances 13 improvements, 14 necessary and adequate to: 15 (A) provide service to the proposed development within the district; 16 17 (B) accomplish the purposes for which the district was created; and 18 19 (C) exercise the powers provided by general law and this chapter; or 20 21 (2) the 20th anniversary of the date the district was confirmed. (Acts 74th Leg., R.S., Ch. 791, Sec. 7.12.) 22 Sec. 8401.152. DUTIES OF MUNICIPALITY AFTER ANNEXATION. If 23 24 a municipality in whose extraterritorial jurisdiction the district is located annexes the district for full or limited purposes and the 25 26 annexation precludes or impairs the ability of the district to

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issue bonds, the municipality shall:

(1)(A) the district has agreed in writing to pay; would otherwise have been eligible (B) reimbursement from bond proceeds under the rules and requirements of the commission as those rules and requirements exist on the date (2) after the annexation, install all necessary water, CHAPTER 8402. ROLLING CREEK UTILITY DISTRICT SUBCHAPTER A. GENERAL PROVISIONS Sec. 8402.001. DEFINITIONS Sec. 8402.002. NATURE OF DISTRICT Sec. 8402.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE Sec. 8402.004. DISTRICT TERRITORY [Sections 8402.005-8402.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8402.051. COMPOSITION OF BOARD Sec. 8402.052. BOARD VACANCY [Sections 8402.053-8402.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES Sec. 8402.101. MUNICIPAL UTILITY DISTRICT POWERS

1 simultaneously with the annexation, pay in cash to connection with the district that:

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the landowner or developer of the district a sum equal to all actual 2 costs and expenses incurred by the landowner or developer in 3 4

5 6 and 7 for

9 of annexation; and 10

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11 12 wastewater, and drainage facilities to serve full buildout of development within the district. (Acts 74th Leg., R.S., Ch. 791, 13 14 Sec. 7.13.)

H.B. No. 3281 CHAPTER 8402. ROLLING CREEK UTILITY DISTRICT 1 SUBCHAPTER A. GENERAL PROVISIONS 2 Sec. 8402.001. DEFINITIONS. In this chapter: 3 (1)"Board" means the district's board of directors. 4 "Director" means a member of the board. 5 (2) "District" means the Rolling Creek Utility 6 (3) 7 District. (Acts 62nd Leg., R.S., Ch. 662, Sec. 1 (part); New.) 8 Sec. 8402.002. NATURE OF DISTRICT. The district is a conservation and reclamation district in Harris County created 9 under Section 59, Article XVI, Texas Constitution. (Acts 62nd 10 Leg., R.S., Ch. 662, Sec. 1 (part).) 11 Sec. 8402.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 12 The district is created to serve a public use and benefit. 13 14 All land and other property included in the boundaries (b) 15 of the district will benefit from the works and projects accomplished by the district under the powers conferred by Section 16 17 59, Article XVI, Texas Constitution. (c) The creation of the district is essential to accomplish 18 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 19 62nd Leg., R.S., Ch. 662, Secs. 1 (part), 3.) 20 Sec. 8402.004. DISTRICT TERRITORY. (a) 21 The district is composed of the territory described by Section 4, Chapter 662, Acts 22 of the 62nd Legislature, Regular Session, 1971, as that territory 23 24 may have been modified under: 25 Subchapter H, Chapter 54, Water Code; (1)26 (2) Subchapter J, Chapter 49, Water Code; or 27 (3) other law.

H.B. No. 3281 The boundaries and field notes of the district form a 1 (b) closure. A mistake in copying the field notes in the legislative 2 3 process or another mistake in the field notes does not affect: 4 (1) the district's organization, existence, or 5 validity; 6 (2) the district's right to issue any type of bond for 7 a purpose for which the district is created or to pay the principal 8 of and interest on the bond; 9 (3) the district's right to impose a tax; or 10 (4) the legality or operation of the district or its governing body. (Acts 62nd Leg., R.S., Ch. 662, Sec. 2; New.) 11 [Sections 8402.005-8402.050 reserved for expansion] 12 SUBCHAPTER B. BOARD OF DIRECTORS 13 14 Sec. 8402.051. COMPOSITION OF BOARD. The board is composed 15 of five elected directors. (Acts 62nd Leg., R.S., Ch. 662, Sec. 6 (part).) 16 Sec. 8402.052. BOARD VACANCY. (a) Except as provided by 17 Subsection (b), a vacancy in the office of director shall be filled 18 19 in the manner provided by Section 49.105, Water Code. 20 The Texas Commission on Environmental Quality shall (b) appoint directors to fill all of the vacancies on the board whenever 21 the number of qualified directors is fewer than three. (Acts 62nd 22 23 Leg., R.S., Ch. 662, Sec. 6 (part); New.) 24 [Sections 8402.053-8402.100 reserved for expansion] 25 SUBCHAPTER C. POWERS AND DUTIES Sec. 8402.101. 26 MUNICIPAL UTILITY DISTRICT POWERS. The 27 district has the rights, powers, privileges, and functions

H.B. No. 3281 1 conferred by general law applicable to a municipal utility district, including Chapters 49 and 54, Water Code. (Acts 62nd 2 3 Leg., R.S., Ch. 662, Sec. 5 (part); New.) CHAPTER 8403. ROLLING FORK PUBLIC UTILITY DISTRICT 4 5 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8403.001. DEFINITIONS 6 Sec. 8403.002. NATURE OF DISTRICT 7 Sec. 8403.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 8 Sec. 8403.004. DISTRICT TERRITORY 9 10 [Sections 8403.005-8403.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 11 Sec. 8403.051. COMPOSITION OF BOARD 12 Sec. 8403.052. BOARD VACANCY 13 14 [Sections 8403.053-8403.100 reserved for expansion] 15 SUBCHAPTER C. POWERS AND DUTIES 16 Sec. 8403.101. MUNICIPAL UTILITY DISTRICT POWERS CHAPTER 8403. ROLLING FORK PUBLIC UTILITY DISTRICT 17 SUBCHAPTER A. GENERAL PROVISIONS 18 Sec. 8403.001. DEFINITIONS. In this chapter: 19 "Board" means the district's board of directors. 20 (1) (2) "Director" means a member of the board. 21 (3) "District" means the Rolling Fork Public Utility 22 23 District. (Acts 62nd Leg., R.S., Ch. 689, Sec. 1 (part); New.) 24 Sec. 8403.002. NATURE OF DISTRICT. The district is a conservation and reclamation district in Harris County created 25 26 under Section 59, Article XVI, Texas Constitution. (Acts 62nd Leg., R.S., Ch. 689, Sec. 1 (part).) 27

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Sec. 8403.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
The district is created to serve a public use and benefit.

3 (b) All land and other property included in the boundaries 4 of the district will benefit from the works and projects 5 accomplished by the district under the powers conferred by Section 6 59, Article XVI, Texas Constitution.

7 (c) The creation of the district is essential to accomplish
8 the purposes of Section 59, Article XVI, Texas Constitution. (Acts
9 62nd Leg., R.S., Ch. 689, Secs. 1 (part), 3.)

10 Sec. 8403.004. DISTRICT TERRITORY. (a) The district is 11 composed of the territory described by Section 4, Chapter 689, Acts 12 of the 62nd Legislature, Regular Session, 1971, as that territory 13 may have been modified under:

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(1) Subchapter H, Chapter 54, Water Code;
(2) Subchapter J, Chapter 49, Water Code; or
(3) other law.

(b) The boundaries and field notes of the district form a closure. A mistake in copying the field notes in the legislative process or another mistake in the field notes does not affect:

20 (1) the district's organization, existence, or 21 validity;

(2) the district's right to issue any type of bond for
a purpose for which the district is created or to pay the principal
of and interest on the bond;

(3) the district's right to impose a tax; or
(4) the legality or operation of the district or its
governing body. (Acts 62nd Leg., R.S., Ch. 689, Sec. 2; New.)

H.B. No. 3281 1 [Sections 8403.005-8403.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 2 Sec. 8403.051. COMPOSITION OF BOARD. The board is composed 3 of five elected directors. (Acts 62nd Leg., R.S., Ch. 689, Sec. 6 4 5 (part).)6 Sec. 8403.052. BOARD VACANCY. (a) Except as provided by Subsection (b), a vacancy in the office of director shall be filled 7 8 in the manner provided by Section 49.105, Water Code. The Texas Commission on Environmental Quality shall 9 (b) 10 appoint directors to fill all of the vacancies on the board whenever the number of qualified directors is fewer than three. (Acts 62nd 11 Leg., R.S., Ch. 689, Sec. 6 (part); New.) 12 [Sections 8403.053-8403.100 reserved for expansion] 13 SUBCHAPTER C. POWERS AND DUTIES 14 15 Sec. 8403.101. MUNICIPAL UTILITY DISTRICT POWERS. The district has the rights, powers, privileges, and functions 16 17 conferred by general law applicable to a municipal utility district, including Chapters 49 and 54, Water Code. (Acts 62nd 18 19 Leg., R.S., Ch. 689, Sec. 5 (part); New.) CHAPTER 8404. ROMAN FOREST PUBLIC UTILITY DISTRICT NO. 3 20 21 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8404.001. DEFINITIONS 22 Sec. 8404.002. NATURE OF DISTRICT 23 24 Sec. 8404.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE Sec. 8404.004. DISTRICT TERRITORY 25 26 [Sections 8404.005-8404.050 reserved for expansion]

1 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8404.051. COMPOSITION OF BOARD 2 Sec. 8404.052. BOARD VACANCY 3 [Sections 8404.053-8404.100 reserved for expansion] 4 SUBCHAPTER C. POWERS AND DUTIES 5 Sec. 8404.101. MUNICIPAL UTILITY DISTRICT POWERS 6 CHAPTER 8404. ROMAN FOREST PUBLIC UTILITY DISTRICT NO. 3 7 SUBCHAPTER A. GENERAL PROVISIONS 8 Sec. 8404.001. DEFINITIONS. In this chapter: 9 "Board" means the district's board of directors. 10 (1)"Director" means a member of the board. 11 (2) "District" means the Roman Forest Public Utility 12 (3) District No. 3. (Acts 62nd Leg., R.S., Ch. 668, Sec. 1 (part); New.) 13 14 Sec. 8404.002. NATURE OF DISTRICT. The district is a 15 conservation and reclamation district in Montgomery County created under Section 59, Article XVI, Texas Constitution. (Acts 62nd Leg., 16 17 R.S., Ch. 668, Sec. 1 (part).) Sec. 8404.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. 18 (a) 19 The district is created to serve a public use and benefit. 20 (b) All land and other property included in the boundaries 21 of the district will benefit from the works and projects accomplished by the district under the powers conferred by Section 22 23 59, Article XVI, Texas Constitution.

(c) The creation of the district is essential to accomplish
the purposes of Section 59, Article XVI, Texas Constitution. (Acts
62nd Leg., R.S., Ch. 668, Secs. 1 (part), 3.)

27 Sec. 8404.004. DISTRICT TERRITORY. (a) The district is

H.B. No. 3281 composed of the territory described by Section 4, Chapter 668, Acts 1 of the 62nd Legislature, Regular Session, 1971, as that territory 2 3 may have been modified under: (1)Subchapter H, Chapter 54, Water Code; 4 5 (2) Subchapter J, Chapter 49, Water Code; or (3) other law. 6 The boundaries and field notes of the district form a 7 (b) 8 closure. A mistake in copying the field notes in the legislative process or another mistake in the field notes does not affect: 9 10 (1) the district's organization, existence, or 11 validity; the district's right to issue any type of bond for 12 (2) a purpose for which the district is created or to pay the principal 13 14 of and interest on the bond; 15 (3) the district's right to impose a tax; or 16 (4) the legality or operation of the district or its 17 governing body. (Acts 62nd Leg., R.S., Ch. 668, Sec. 2; New.) [Sections 8404.005-8404.050 reserved for expansion] 18 SUBCHAPTER B. BOARD OF DIRECTORS 19 Sec. 8404.051. COMPOSITION OF BOARD. The board is composed 20 21 of five elected directors. (Acts 62nd Leg., R.S., Ch. 668, Sec. 6 22 (part).) Sec. 8404.052. BOARD VACANCY. 23 (a) Except as provided by 24 Subsection (b), a vacancy in the office of director shall be filled in the manner provided by Section 49.105, Water Code. 25 26 (b) The Texas Commission on Environmental Quality shall 27 appoint directors to fill all of the vacancies on the board whenever

H.B. No. 3281 1 the number of qualified directors is fewer than three. (Acts 62nd Leg., R.S., Ch. 668, Sec. 6 (part); New.) 2 3 [Sections 8404.053-8404.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 4 Sec. 8404.101. MUNICIPAL UTILITY DISTRICT POWERS. 5 The district has the rights, powers, privileges, and functions 6 conferred by general law applicable to a municipal utility 7 8 district, including Chapters 49 and 54, Water Code. (Acts 62nd Leg., R.S., Ch. 668, Sec. 5 (part); New.) 9 CHAPTER 8405. ROMAN FOREST PUBLIC UTILITY DISTRICT NO. 4 10 SUBCHAPTER A. GENERAL PROVISIONS 11 Sec. 8405.001. DEFINITIONS 12 Sec. 8405.002. NATURE OF DISTRICT 13 Sec. 8405.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 14 15 Sec. 8405.004. DISTRICT TERRITORY [Sections 8405.005-8405.050 reserved for expansion] 16 17 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8405.051. COMPOSITION OF BOARD 18 Sec. 8405.052. BOARD VACANCY 19 [Sections 8405.053-8405.100 reserved for expansion] 20 SUBCHAPTER C. POWERS AND DUTIES 21 Sec. 8405.101. MUNICIPAL UTILITY DISTRICT POWERS 22 CHAPTER 8405. ROMAN FOREST PUBLIC UTILITY DISTRICT NO. 4 23 24 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8405.001. DEFINITIONS. In this chapter: 25 26 (1)"Board" means the district's board of directors. "Director" means a member of the board. 27 (2)

"District" means the Roman Forest Public Utility 1 (3) 2 District No. 4. (Acts 62nd Leg., R.S., Ch. 669, Sec. 1 (part); New.) Sec. 8405.002. NATURE OF DISTRICT. 3 The district is a conservation and reclamation district in Montgomery County created 4 5 under Section 59, Article XVI, Texas Constitution. (Acts 62nd Leg., R.S., Ch. 669, Sec. 1 (part).) 6

Sec. 8405.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. 7 (a) 8 The district is created to serve a public use and benefit.

All land and other property included in the boundaries 9 (b) of the district will benefit from the works and projects 10 accomplished by the district under the powers conferred by Section 11 12 59, Article XVI, Texas Constitution.

The creation of the district is essential to accomplish 13 (c) 14 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 15 62nd Leg., R.S., Ch. 669, Secs. 1 (part), 3.)

16 Sec. 8405.004. DISTRICT TERRITORY. (a) The district is 17 composed of the territory described by Section 4, Chapter 669, Acts of the 62nd Legislature, Regular Session, 1971, as that territory 18 may have been modified under: 19

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Subchapter H, Chapter 54, Water Code; (1)

(2)

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22

Subchapter J, Chapter 49, Water Code; or other law. (3)

The boundaries and field notes of the district form a 23 (b) 24 closure. A mistake in copying the field notes in the legislative process or another mistake in the field notes does not affect: 25

26 (1) the district's organization, existence, or 27 validity;

H.B. No. 3281 1 (2) the district's right to issue any type of bond for a purpose for which the district is created or to pay the principal 2 3 of and interest on the bond; (3) the district's right to impose a tax; or 4 5 (4) the legality or operation of the district or its governing body. (Acts 62nd Leg., R.S., Ch. 669, Sec. 2; New.) 6 [Sections 8405.005-8405.050 reserved for expansion] 7 SUBCHAPTER B. BOARD OF DIRECTORS 8 9 Sec. 8405.051. COMPOSITION OF BOARD. The board is composed of five elected directors. (Acts 62nd Leg., R.S., Ch. 669, Sec. 6 10 11 (part).) Sec. 8405.052. BOARD VACANCY. (a) 12 Except as provided by Subsection (b), a vacancy in the office of director shall be filled 13 14 in the manner provided by Section 49.105, Water Code. 15 (b) The Texas Commission on Environmental Quality shall appoint directors to fill all of the vacancies on the board whenever 16 17 the number of qualified directors is fewer than three. (Acts 62nd Leg., R.S., Ch. 669, Sec. 6 (part); New.) 18 [Sections 8405.053-8405.100 reserved for expansion] 19 SUBCHAPTER C. POWERS AND DUTIES 20 Sec. 8405.101. MUNICIPAL UTILITY DISTRICT POWERS. 21 The district has the rights, powers, privileges, and functions 22 23 conferred by general law applicable to a municipal utility 24 district, including Chapters 49 and 54, Water Code. (Acts 62nd Leg., R.S., Ch. 669, Sec. 5 (part); New.) 25

CHAPTER 8406. SPRING CREEK FOREST PUBLIC UTILITY DISTRICT 1 2 SUBCHAPTER A. GENERAL PROVISIONS 3 Sec. 8406.001. DEFINITIONS Sec. 8406.002. NATURE OF DISTRICT 4 Sec. 8406.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 5 6 Sec. 8406.004. DISTRICT TERRITORY [Sections 8406.005-8406.050 reserved for expansion] 7 8 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8406.051. COMPOSITION OF BOARD 9 Sec. 8406.052. BOARD VACANCY 10 [Sections 8406.053-8406.100 reserved for expansion] 11 SUBCHAPTER C. POWERS AND DUTIES 12 Sec. 8406.101. MUNICIPAL UTILITY DISTRICT POWERS 13 CHAPTER 8406. SPRING CREEK FOREST PUBLIC UTILITY DISTRICT 14 15 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8406.001. DEFINITIONS. In this chapter: 16 17 (1) "Board" means the district's board of directors. "Director" means a member of the board. 18 (2) 19 (3) "District" means the Spring Creek Forest Public 20 Utility District. (Acts 62nd Leg., R.S., Ch. 630, Sec. 1 (part); 21 New.) Sec. 8406.002. NATURE OF DISTRICT. The district is a 22 conservation and reclamation district in Harris County created 23 24 under Section 59, Article XVI, Texas Constitution. (Acts 62nd Leg., R.S., Ch. 630, Sec. 1 (part).) 25 26 Sec. 8406.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 27 The district is created to serve a public use and benefit.

1 (b) All land and other property included in the boundaries 2 of the district will benefit from the works and projects 3 accomplished by the district under the powers conferred by Section 4 59, Article XVI, Texas Constitution.

5 (c) The creation of the district is essential to accomplish 6 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 7 62nd Leg., R.S., Ch. 630, Secs. 1 (part), 3.)

8 Sec. 8406.004. DISTRICT TERRITORY. (a) The district is 9 composed of the territory described by Section 4, Chapter 630, Acts 10 of the 62nd Legislature, Regular Session, 1971, as that territory 11 may have been modified under:

12 (1) Subchapter H, Chapter 54, Water Code;
13 (2) Subchapter J, Chapter 49, Water Code; or
14 (3) other law.

(b) The boundaries and field notes of the district form a closure. A mistake in copying the field notes in the legislative process or another mistake in the field notes does not affect:

18 (1) the district's organization, existence, or 19 validity;

(2) the district's right to issue any type of bond for
a purpose for which the district is created or to pay the principal
of and interest on the bond;

(3) the district's right to impose a tax; or
(4) the legality or operation of the district or its
governing body. (Acts 62nd Leg., R.S., Ch. 630, Sec. 2; New.)
[Sections 8406.005-8406.050 reserved for expansion]

SUBCHAPTER B. BOARD OF DIRECTORS

Sec. 8406.051. COMPOSITION OF BOARD. The board is composed of five elected directors. (Acts 62nd Leg., R.S., Ch. 630, Sec. 6 (part).)

5 Sec. 8406.052. BOARD VACANCY. (a) Except as provided by 6 Subsection (b), a vacancy in the office of director shall be filled 7 in the manner provided by Section 49.105, Water Code.

8 (b) The Texas Commission on Environmental Quality shall 9 appoint directors to fill all of the vacancies on the board whenever 10 the number of qualified directors is fewer than three. (Acts 62nd 11 Leg., R.S., Ch. 630, Sec. 6 (part); New.)

Sections 8406.053-8406.100 reserved for expansion]
 SUBCHAPTER C. POWERS AND DUTIES

Sec. 8406.101. MUNICIPAL UTILITY DISTRICT POWERS. The district has the rights, powers, privileges, and functions conferred by general law applicable to a municipal utility district, including Chapters 49 and 54, Water Code. (Acts 62nd Leg., R.S., Ch. 630, Sec. 5 (part); New.)

19 CHAPTER 8407. SPRING CREEK UTILITY DISTRICT

SUBCHAPTER A. GENERAL PROVISIONS

21 Sec. 8407.001. DEFINITIONS

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22 Sec. 8407.002. NATURE OF DISTRICT

23 Sec. 8407.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE

24 Sec. 8407.004. DISTRICT TERRITORY

25 [Sections 8407.005-8407.050 reserved for expansion]
 26 SUBCHAPTER B. BOARD OF DIRECTORS
 27 Sec. 8407.051. COMPOSITION OF BOARD

Sec. 8407.052. BOARD VACANCY 1 [Sections 8407.053-8407.100 reserved for expansion] 2 SUBCHAPTER C. POWERS AND DUTIES 3 Sec. 8407.101. MUNICIPAL UTILITY DISTRICT POWERS 4 CHAPTER 8407. SPRING CREEK UTILITY DISTRICT 5 SUBCHAPTER A. GENERAL PROVISIONS 6 Sec. 8407.001. DEFINITIONS. In this chapter: 7 8 (1)"Board" means the district's board of directors. 9 (2) "Director" means a member of the board. 10 (3) "District" means the Spring Creek Utility District. (Acts 62nd Leg., R.S., Ch. 682, Sec. 1 (part); New.) 11 Sec. 8407.002. NATURE OF DISTRICT. The district is a 12 conservation and reclamation district in Montgomery County created 13 under Section 59, Article XVI, Texas Constitution. (Acts 62nd 14 15 Leg., R.S., Ch. 682, Sec. 1 (part).) Sec. 8407.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. 16 (a) 17 The district is created to serve a public use and benefit. (b) All land and other property included in the boundaries 18 the district will benefit from the works and projects 19 of accomplished by the district under the powers conferred by Section 20 59, Article XVI, Texas Constitution. 21 The creation of the district is essential to accomplish 2.2 (c)the purposes of Section 59, Article XVI, Texas Constitution. (Acts 23 24 62nd Leg., R.S., Ch. 682, Secs. 1 (part), 3.)

25 Sec. 8407.004. DISTRICT TERRITORY. (a) The district is 26 composed of the territory described by Section 4, Chapter 682, Acts 27 of the 62nd Legislature, Regular Session, 1971, as that territory

1 may have been modified under: 2 Subchapter H, Chapter 54, Water Code; (1)3 (2) Subchapter J, Chapter 49, Water Code; or (3) other law. 4 5 The boundaries and field notes of the district form a (b) closure. A mistake in copying the field notes in the legislative 6 process or another mistake in the field notes does not affect: 7 8 (1) the district's organization, existence, or validity; 9 10 (2) the district's right to issue any type of bond for a purpose for which the district is created or to pay the principal 11 of and interest on the bond; 12 (3) the district's right to impose a tax; or 13 14 (4) the legality or operation of the district or its 15 governing body. (Acts 62nd Leg., R.S., Ch. 682, Sec. 2; New.) [Sections 8407.005-8407.050 reserved for expansion] 16 SUBCHAPTER B. BOARD OF DIRECTORS 17 Sec. 8407.051. COMPOSITION OF BOARD. The board is composed 18 of five elected directors. (Acts 62nd Leg., R.S., Ch. 682, Sec. 6 19 (part).) 20 Sec. 8407.052. 21 BOARD VACANCY. (a) Except as provided by Subsection (b), a vacancy in the office of director shall be filled 22 23 in the manner provided by Section 49.105, Water Code. 24 (b) The Texas Commission on Environmental Quality shall appoint directors to fill all of the vacancies on the board whenever 25 the number of qualified directors is fewer than three. (Acts 62nd 26 Leg., R.S., Ch. 682, Sec. 6 (part); New.) 27

H.B. No. 3281 1 [Sections 8407.053-8407.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 2 Sec. 8407.101. MUNICIPAL UTILITY DISTRICT POWERS. 3 The district has the rights, powers, privileges, and functions 4 5 conferred by general law applicable to a municipal utility district, including Chapters 49 and 54, Water Code. (Acts 62nd 6 Leg., R.S., Ch. 682, Sec. 5 (part); New.) 7 8 CHAPTER 8410. QUAIL CREEK MUNICIPAL UTILITY DISTRICT 9 SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 8410.001. DEFINITIONS 11 Sec. 8410.002. NATURE OF DISTRICT Sec. 8410.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 12 Sec. 8410.004. DISTRICT TERRITORY 13 14 [Sections 8410.005-8410.050 reserved for expansion] 15 SUBCHAPTER B. BOARD OF DIRECTORS 16 Sec. 8410.051. COMPOSITION OF BOARD; TERMS 17 [Sections 8410.052-8410.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 18 Sec. 8410.101. MUNICIPAL UTILITY DISTRICT POWERS 19 Sec. 8410.102. WATER CONSERVATION PROGRAM 20 21 CHAPTER 8410. QUAIL CREEK MUNICIPAL UTILITY DISTRICT SUBCHAPTER A. GENERAL PROVISIONS 22 Sec. 8410.001. DEFINITIONS. In this chapter: 23 24 (1) "Board" means the board of directors of the district. 25 (2) "Director" means a member of the board. 26 27 (3) "District" means the Quail Creek Municipal Utility

1 District. (New.)

2 Sec. 8410.002. NATURE OF DISTRICT. The district is a 3 conservation and reclamation district created under Section 59, 4 Article XVI, Texas Constitution. (Acts 69th Leg., R.S., Ch. 865, 5 Sec. 1 (part).)

6 Sec. 8410.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
7 The district is created to serve a public use and benefit.

8 (b) All land and other property included in the boundaries 9 of the district will benefit from the works and projects 10 accomplished by the district under the authority granted by Section 11 59, Article XVI, Texas Constitution.

12 (c) The creation of the district is essential to accomplish
13 the purposes of Section 59, Article XVI, Texas Constitution. (Acts
14 69th Leg., R.S., Ch. 865, Secs. 2, 5.)

15 Sec. 8410.004. DISTRICT TERRITORY. (a) The district is 16 composed of the territory described by Section 3, Chapter 865, Acts 17 of the 69th Legislature, Regular Session, 1985, as that territory 18 may have been modified under:

19 (1) Subchapter H, Chapter 54, Water Code;
20 (2) Subchapter J, Chapter 49, Water Code; or
21 (3) other law.

(b) The boundaries and field notes of the district form a closure. A mistake in copying the field notes in the legislative process or another mistake in the field notes does not affect:

(1) the district's organization, existence, or26 validity;

27 (2) the district's right to issue bonds for a purpose

1 for which the district was created or to pay the principal of and interest on the bonds; 2 3 (3) the district's right to impose a tax; or the legality or operation of the district or the 4 (4) 5 board. (Acts 69th Leg., R.S., Ch. 865, Sec. 4; New.) [Sections 8410.005-8410.050 reserved for expansion] 6 SUBCHAPTER B. BOARD OF DIRECTORS 7 8 Sec. 8410.051. COMPOSITION OF BOARD; TERMS. (a) The district is governed by a board of five elected directors. 9 10 (b) Directors serve staggered four-year terms. (Acts 69th Leg., R.S., Ch. 865, Secs. 10(b) (part), (c).) 11 [Sections 8410.052-8410.100 reserved for expansion] 12 SUBCHAPTER C. POWERS AND DUTIES 13 Sec. 8410.101. MUNICIPAL UTILITY DISTRICT POWERS. 14 The 15 district has the rights, powers, privileges, and functions provided by general law applicable to a municipal utility district created 16 17 under Section 59, Article XVI, Texas Constitution, including Chapters 49 and 54, Water Code. (Acts 69th Leg., R.S., Ch. 865, 18 Sec. 6 (part); New.) 19 Sec. 8410.102. WATER CONSERVATION PROGRAM. (a) 20 In this section, "program of water conservation" means the practices, 21 techniques, and technologies that will reduce water consumption, 22 reduce water loss or waste, improve efficiency in water use, or 23 24 increase water recycling and reuse so that a water supply is available for future uses. 25

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(b) The district shall adopt and implement a program ofwater conservation consistent with rules and criteria adopted and

H.B. No. 3281 1 enforceable by the Texas Commission on Environmental Quality for similarly situated districts in the region. (Acts 69th Leg., R.S., 2 3 Ch. 865, Sec. 7.) 4 SECTION 1.04. Subtitle G, Title 6, Special District Local 5 Laws Code, is amended by adding Chapters 8504 and 8505 to read as follows: 6 CHAPTER 8504. LOWER NECHES VALLEY AUTHORITY 7 SUBCHAPTER A. GENERAL PROVISIONS 8 Sec. 8504.001. DEFINITIONS 9 10 Sec. 8504.002. CREATION AND NATURE OF AUTHORITY 11 Sec. 8504.003. TERRITORY 12 Sec. 8504.004. LIBERAL CONSTRUCTION OF CHAPTER [Sections 8504.005-8504.050 reserved for expansion] 13 14 SUBCHAPTER B. BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS 15 Sec. 8504.051. MEMBERSHIP OF BOARD Sec. 8504.052. TERMS 16 17 Sec. 8504.053. VACANCY Sec. 8504.054. OATH AND BOND REQUIREMENT FOR DIRECTORS 18 Sec. 8504.055. COMPENSATION OF DIRECTORS 19 20 Sec. 8504.056. QUORUM; VOTING REQUIREMENT 21 Sec. 8504.057. GENERAL MANAGER [Sections 8504.058-8504.100 reserved for expansion] 22 SUBCHAPTER C. POWERS AND DUTIES 23 24 Sec. 8504.101. POWERS UNDER CONSTITUTION AND OTHER LAW Sec. 8504.102. POWERS TO ACCOMPLISH PURPOSES FOR WHICH 25 26 CREATED

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Sec. 8504.308. TAX EXEMPTION 1 CHAPTER 8504. LOWER NECHES VALLEY AUTHORITY 2 SUBCHAPTER A. GENERAL PROVISIONS 3 Sec. 8504.001. DEFINITIONS. In this chapter: 4 5 (1)"Authority" means the Lower Neches Valley Authority. 6 7 "Basins" means the Neches River basin and the (2) 8 adjoining Neches-Trinity coastal basin. 9 (3) "Board" means the board of directors of the 10 authority. (4) "Commission" means 11 the Texas Commission on 12 Environmental Quality. (5) "Director" means a member of the board. (Acts 43rd 13 14 Leg., 1st C.S., Ch. 63, Secs. 1 (part), 13C(a)(2); New.) 15 Sec. 8504.002. CREATION AND NATURE OF AUTHORITY. The authority is created as a conservation and reclamation district. 16 17 The authority is an independent governmental agency and a body politic and corporate. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 1 18 (part).) 19 Sec. 8504.003. TERRITORY. Unless modified under Subchapter 20 J, Chapter 49, Water Code, or other law, the authority's territory 21 is composed of: 22 all of Jefferson, Hardin, and Tyler Counties; 23 (1) 24 (2) a strip of land 10 miles in width off the eastern end of Liberty County (the west line of that strip being parallel to 25 26 and 10 miles west of the extreme eastern boundary line of Liberty 27 County); and

(3) a strip of land 15 miles in width off the east side
 of Chambers County (the west line of that strip being parallel to
 and 15 miles west of the eastern boundary line of Chambers County).
 (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 2; New.)

5 Sec. 8504.004. LIBERAL CONSTRUCTION OF CHAPTER. This 6 chapter shall be liberally construed to effect its purposes. (Acts 7 43rd Leg., 1st C.S., Ch. 63, Sec. 15 (part).)

8 [Sections 8504.005-8504.050 reserved for expansion]
9 SUBCHAPTER B. BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS

10 Sec. 8504.051. MEMBERSHIP OF BOARD. (a) The board consists 11 of nine directors appointed by the governor with the advice and 12 consent of the senate.

(b) Each director must be a freehold property taxpayer and aqualified voter of this state.

(c) Five directors must reside in Jefferson County, two directors must reside in Hardin County, and two directors must reside in Tyler County. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 3 (part).)

Sec. 8504.052. TERMS. Directors hold office for staggered terms of six years. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 3 (part).)

Sec. 8504.053. VACANCY. A vacancy on the board shall be filled for the unexpired term in the same manner as provided for an appointment for a full term. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 3 (part).)

Sec. 8504.054. OATH AND BOND REQUIREMENT FOR DIRECTORS.
(a) A director shall, within 15 days after the date of appointment,

qualify by taking the constitutional oath of office and by filing a
 good and sufficient bond with the secretary of state.

3 (b) The bond is subject to approval by the secretary of 4 state and must:

5

be in the amount of \$5,000;

6 (2) be payable to the authority; and

7 (3) be conditioned on the faithful performance of the 8 duties as a director. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 3 9 (part).)

10 Sec. 8504.055. COMPENSATION OF DIRECTORS. (a) A director 11 is entitled to receive a fee of office for each day of service 12 approved by a vote of the board and necessary to discharge the 13 director's duties.

(b) The board shall set the fee described by Subsection (a)
in an amount not greater than the amount allowed under general law.
(Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 7.)

Sec. 8504.056. QUORUM; VOTING REQUIREMENT. (a) Fivedirectors constitute a quorum at any meeting.

(b) A concurrence of a majority of the directors present is
sufficient in any matter pertaining to authority business. (Acts
43rd Leg., 1st C.S., Ch. 63, Sec. 4.)

22 Sec. 8504.057. GENERAL MANAGER. The board shall employ a 23 general manager at the compensation set by a majority of the board. 24 (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 3 (part).)

25 [Sections 8504.058-8504.100 reserved for expansion]
 26 SUBCHAPTER C. POWERS AND DUTIES
 27 Sec. 8504.101. POWERS UNDER CONSTITUTION AND OTHER LAW.

1 The authority has and is vested with the powers of a conservation 2 and reclamation district under the constitution and other laws of 3 this state, including the powers:

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4 (1) expressly authorized by Section 59, Article XVI,
5 Texas Constitution, for a district created to conserve, store,
6 control, preserve, use, and distribute storm water, floodwater, and
7 the water of the rivers and streams of the state;

8 (2) implied by the purposes of that section of the 9 constitution; and

10 (3) conferred by general law. (Acts 43rd Leg., 1st
 11 C.S., Ch. 63, Sec. 1 (part).)

Sec. 8504.102. POWERS TO ACCOMPLISH PURPOSES FOR WHICH CREATED. The authority has and may exercise the functions, powers, rights, and duties as may permit the authority to accomplish the purposes for which it is created. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 15 (part).)

Sec. 8504.103. GENERAL POWERS RELATING TO WORKS AND WATER. (a) The authority may construct, maintain, and operate in the basins, inside or outside the authority, any work considered essential:

21

(1) to the operation of the authority; and

(2) for the authority's administration in the control,
storage, preservation, and distribution to all useful purposes of
the water, including storm water and floodwater, of the basins.

(b) The authority has the same power of control and regulation over the water of the basins that the state has, subject to the constitution and statutes of this state. (Acts 43rd Leg.,

1 1st C.S., Ch. 63, Sec. 1 (part).)

2 Sec. 8504.104. ADDITIONAL POWERS RELATING TO PARTICULAR 3 PURPOSES; NOT A LIMITATION. (a) For the conservation and 4 beneficial use of the water of the basins, including storm water and 5 floodwater, the authority may control and use the water in the 6 manner and for the particular purposes described below:

7

8

(1) for the prevention of the devastation of land from recurrent overflows;

9 (2) for the protection of life and property in the 10 authority from uncontrolled floodwater;

11

(3) to encourage the conservation of soil;

12

(4) to prevent destructive erosion;

13 (5) to provide through practical and legal means for14 the control and coordination of the regulation of that water;

15 (6) to provide by adequate organization and 16 administration for the preservation of the equitable rights of the 17 people of different sections of the watershed area in the 18 beneficial use of that water;

19 (7) for the storage, control, and conservation of that 20 water inside or outside the authority and the prevention of the 21 escape of that water without the maximum of public service;

(8) for the equitable distribution of that water to
meet the regional potential requirements for all uses;

(9) for any purpose for which floodwater and storm
water when controlled and conserved may be used in the performance
of a useful service as authorized by the constitution of this state;
(10) for the conservation of the water essential for

1 the domestic and municipal uses of the people of the authority;

2 (11) to control the water and make it available for use 3 in the development of commercial and industrial enterprises in the 4 basins or the authority;

5 (12) to control, store, and use the water in the 6 development and distribution of hydroelectric power, if that use is 7 economically coordinated with and subordinate to other uses 8 declared by law to be superior;

9 (13) for the irrigation of all land in the authority or 10 outside the authority but inside the basins; and

11

12

(14) to provide for the drainage of land in the basins.(b) The plans and works provided by the authority in acting

13 under this section, and the works provided under the power of the 14 authority in acting under this section, shall have primary regard 15 for the necessary and potential needs for water by or in the area in 16 the authority constituting the basins.

17 (c) This section does not limit the powers of the authority
18 expressed elsewhere in this chapter or under other law. (Acts 43rd
19 Leg., 1st C.S., Ch. 63, Sec. 13A-1.)

20 Sec. 8504.105. POWERS RELATING TO PURCHASE OR CONSTRUCTION 21 OF WORKS OR ACQUISITION OF PROPERTY. The authority may:

(1) purchase or construct any work necessary or
convenient for the exercise of the authority's powers under this
chapter and to accomplish the purposes of this chapter; and

(2) purchase or otherwise acquire land or other
property necessary or convenient for carrying out the purposes of
this chapter. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 13A-2.)

Sec. 8504.106. ADDITIONAL POWERS RELATING TO ACQUISITION OR
 OPERATION OF PROPERTY. (a) In this section, "property" includes:

rights, including water rights; and

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4 (2) land, tenements, easements, rights-of-way,
5 improvements, reservoirs, dams, canals, laterals, plants, works,
6 and facilities.

7 (b) The authority may investigate, plan, acquire, 8 construct, maintain, or operate any property the authority 9 considers necessary or proper to accomplish the purposes for which 10 the authority is created.

11 (c) The power described by Subsection (b) includes the power 12 to acquire, inside or outside the authority, property that is 13 incidental or helpful to carrying out the purposes for which the 14 authority is created. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 15 15 (part); New.)

16 Sec. 8504.107. POWERS RELATING CONTRACT, ΤO LEASE, 17 AGREEMENT, OR CONVEYANCE. (a) In this section, "property" includes land, rights, tenements, 18 easements, improvements, 19 reservoirs, dams, canals, laterals, plants, works, and facilities. 20 (b) The authority may with any person enter into a contract, lease, or agreement necessary or convenient to carry out a power 21 granted to the authority under this chapter. 22

23 (c) The authority may:

(1)

3

(1) convey or cause to be conveyed any of its propertyto the United States; and

26 (2) enter into a lease, regardless of whether it
 27 includes a privilege of purchase, with the United States relating

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1 to the property and obligate the authority to pay rent under the
2 lease from the income or other revenue of the property.

3 (d) A contract, lease, or agreement under this section must
4 be approved by board resolution and must be executed by the board
5 president and attested by the board secretary.

6 (e) This section does not authorize the authority to assume
7 an obligation requiring a payment from taxes. (Acts 43rd Leg., 1st
8 C.S., Ch. 63, Sec. 13A-5; New.)

9 Sec. 8504.108. POWERS RELATING TO RECREATIONAL FACILITIES. 10 The authority may acquire land for recreational facilities and may 11 construct, operate, and maintain recreational facilities as 12 provided by general law, provided that money derived from taxation 13 may not be spent in purchasing that land or constructing and 14 maintaining those facilities. (Acts 43rd Leg., 1st C.S., Ch. 63, 15 Sec. 13A-6.)

Sec. 8504.109. EMINENT DOMAIN. (a) The authority may exercise the power of eminent domain inside or outside the authority to acquire the fee simple title to, or an easement or right-of-way over or through, any private or public land, water, or land under water that is necessary or convenient for carrying out any purpose or power conferred on the authority by this chapter.

(b) A condemnation proceeding is under the direction of theboard and must be in the name of the authority.

(c) The assessment of damages and all procedures with
reference to condemnation, appeal, and payment must conform to
Chapter 21, Property Code. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec.
13A-3.)

H.B. No. 3281 Sec. 8504.110. STATE SUPERVISION AND APPROVAL. The powers 1 and duties conferred on the authority by this chapter, and the 2 3 adequacy of any plan for flood control or conservation improvement purposes devised by the authority, are subject to such continuing 4 5 rights of state supervision and state approvals as are required under general law. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 14.) 6 [Sections 8504.111-8504.150 reserved for expansion] 7 SUBCHAPTER D. POWERS RELATING TO DEVERS CANAL SYSTEM AND ITS WATER 8 RIGHTS AND ASSOCIATED PROPERTY 9 Sec. 8504.151. DEFINITIONS. In this subchapter: 10 "Canal system" means the canal system 11 (1) and 12 associated properties generally known as the Devers Canal System. "Navigation district" means the Chambers-Liberty 13 (2) 14 Counties Navigation District. (Acts 43rd Leg., 1st C.S., Ch. 63, 15 Secs. 13C(a)(1), (3).) 16 Sec. 8504.152. POWERS RELATING TO CANAL SYSTEM. The 17 authority may: acquire, own, operate, maintain, and improve the 18 (1)19 canal system; and 20 enlarge and extend the canal system east of the (2) 21 Trinity River in Chambers, Liberty, and Jefferson Counties. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 13C(b).) 22 Sec. 8504.153. POWERS RELATING TO WATER. (a) The authority 23 24 may own the water rights and appropriate and divert water of this state under the permits and contracts previously owned by and 25 26 acquired from the Devers Canal Rice Producers Association, Inc. 27 Except as provided by Section 8504.154, the authority (b)

1 may distribute, sell, and use water of this state for any purpose 2 approved by the commission. (Acts 43rd Leg., 1st C.S., Ch. 63, 3 Secs. 13C(c), (d).)

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Sec. 8504.154. RIGHT OF FIRST REFUSAL FOR CERTAIN WATER
CONTRACTS. (a) This section applies only to a contract to sell or
provide water:

7 (1) that is for any use other than irrigation in8 Chambers County outside the authority's boundaries; and

9 (2) that the navigation district had authority to sell 10 or provide under the navigation district's water rights on May 1, 11 2009.

12 (b) Before entering into a contract, the authority must:

(1) send to the navigation district a written notice of intent to sell or provide water for nonirrigation use in Chambers County outside the authority's boundaries; and

16 (2) allow the navigation district 30 days to exercise17 a right of first refusal to provide the water.

18 (c) Not later than the 30th day after the date the 19 navigation district receives the notice of intent under Subsection 20 (b), the navigation district may exercise its right of first 21 refusal under Subsection (b) by delivering to the authority notice 22 that it intends to exercise that right.

23 (d) The authority may enter into a contract only if the 24 navigation district:

(1) fails to comply with Subsection (c); or
(2) complies with Subsection (c) and does not enter
into a contract to sell or otherwise provide water for the use

1 described by the authority's notice of intent under Subsection (b)
2 before the expiration of four months after the date the navigation
3 district receives the notice of intent. (Acts 43rd Leg., 1st C.S.,
4 Ch. 63, Secs. 13C(e), (f), (g).)

5 [Sections 8504.155-8504.200 reserved for expansion]

6 SUBCHAPTER E. ECONOMIC DEVELOPMENT PROGRAMS

Sec. 8504.201. DEFINITION. In this subchapter, "economic development program" includes a community assistance program, a privatization program, or any other program designed to:

10

24

encourage economic diversification;

11 (2) maintain or expand employment;

12 (3) train persons;

13 (4) eliminate conditions detrimental to the public14 health, safety, or welfare;

15 (5) improve the quality or quantity of services 16 essential for the development of viable communities and economic 17 growth, including services related to:

18 (A) education;

19 (B) transportation;

20 (C) public safety;

21 (D) recreation;

22 (E) health care;

23 (F) water and wastewater treatment; or

(G) rural water and sewer development; or

(6) contribute to the health and development of a
community to improve the attractiveness of the community to public
and private enterprises. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec.

1 13B(h).)

2 Sec. 8504.202. LEGISLATIVE FINDINGS. The legislature finds 3 that the economic development programs authorized by this 4 subchapter are a specific public purpose and governmental function 5 of the authority in accordance with:

6

(1) Section 52-a, Article III, Texas Constitution; and

7 (2) to the extent that the programs provide assistance
8 to public firefighting organizations, Section 51-a-1, Article III,
9 Texas Constitution. (Acts 75th Leg., R.S., Ch. 1263, Sec. 4.)

Sec. 8504.203. AUTHORITY FOR ECONOMIC DEVELOPMENT PROGRAM; 10 PROGRAM AREA. The authority may, in the areas served by the 11 12 authority, sponsor and participate in an economic development program intended to strengthen the economic base and further the 13 14 economic development of this state. The program may not be outside 15 the areas served by the authority unless the authority has entered into an interlocal agreement with an entity under Section 8504.205. 16 17 (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 13B(a).)

Sec. 8504.204. ESTABLISHMENT OF PROGRAM. Each economic development program must be established by formal action of the board. The board shall:

21

(1) establish the goals of the program;

(2) impose requirements on persons participating inand receiving the benefits of the program; and

(3) provide restrictions, procedures, and budget
limits that the board determines are necessary to ensure that the
governmental purposes of this subchapter and the program are
achieved. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 13B(b).)

Sec. 8504.205. PARTICIPATION IN PROGRAM BY OTHER PERSONS. 1 A program under this subchapter may involve grants or loans of 2 3 money, services, or equipment to a person engaged in an economic activity, including public 4 development а firefighting organization, governmental body, nonprofit corporation, local or 5 regional development council, or other nonprofit or noncommercial 6 organization. The authority may provide assistance to a for-profit 7 8 entity if the assistance is necessary or appropriate to carry out an economic development program consistent with the purposes of this 9 10 subchapter. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 13B(c).)

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Sec. 8504.206. STAFFING AND FUNDING OF PROGRAM. (a) The authority may employ staff and spend authority resources to further an economic development program under this subchapter, except that the authority may not use money received from an ad valorem tax or a general appropriation to further a program.

(b) The authority may apply for and receive from any source money, grants, or other assistance to carry out an economic development program under this subchapter. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 13B(d).)

Sec. 8504.207. AGREEMENT. The authority and any other public or private person may enter into an agreement with respect to an economic development program. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 13B(e).)

24 Sec. 8504.208. GUIDELINES FOR ASSISTANCE ТО PUBLIC 25 FIREFIGHTING ORGANIZATIONS. Ιf the authority provides 26 scholarships, grants, loans, or financial assistance to a public firefighting organization, the authority shall adopt guidelines to 27

1 determine:

2

(1) eligibility for the assistance;

3 (2) the amount of grants, loans, or other assistance
4 the authority may make available to a firefighting organization;
5 and

6 (3) the type of equipment, education, or training for
7 which the assistance may be used. (Acts 43rd Leg., 1st C.S., Ch.
8 63, Sec. 13B(f).)

9 Sec. 8504.209. BOARD DETERMINATION CONCLUSIVE. A 10 determination by the board that a program is intended and expected 11 to carry out the program's stated purposes is conclusive with 12 respect to whether the purposes of this subchapter are satisfied. 13 (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 13B(g).)

14[Sections 8504.210-8504.250 reserved for expansion]15SUBCHAPTER F. GENERAL FINANCIAL PROVISIONS

16 Sec. 8504.251. FEES AND CHARGES. (a) The board shall 17 prescribe fees and charges to be collected for the use of water, a 18 water connection, or another service.

(b) The fees and charges must be reasonable and equitable and sufficient to produce revenue adequate to pay the items described by Subsection (c). The fees and charges may not exceed what may be reasonably necessary to fulfill the obligations imposed on the authority by this chapter.

24 (c) The board shall pay the following items from the fees 25 and charges:

26 (1) all expenses necessary to the operation and27 maintenance of the improvements and facilities of the authority,

1 including:

2 (A) the cost of acquiring materials and other
3 property necessary to maintain the improvements and facilities in
4 good condition and to operate them efficiently;

5 (B) necessary wages and salaries of the 6 authority; and

7 (C) other expenses reasonably necessary to the8 efficient operation of the improvements and facilities;

9 (2) the interest on any obligation issued under this 10 chapter and payable from the revenue from the improvements and 11 facilities; and

12 (3) the amount required to be paid for the payment of 13 an obligation issued under this chapter and payable from the 14 revenue from the improvements and facilities.

(d) If the revenue received exceeds the amount required for the purposes listed in Subsection (c), the board may pay from the excess revenue the cost of improvements and replacements not covered by Subsection (c)(1) and may establish a reasonable depreciation and emergency fund. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 13A-4.)

21 Sec. 8504.252. TAX OR SPECIAL ASSESSMENT NOT AUTHORIZED BY 22 CHAPTER. This chapter does not authorize the authority to levy a 23 tax or special assessment or to create any debt payable from taxes. 24 (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 1 (part).)

[Sections 8504.253-8504.300 reserved for expansion]
 SUBCHAPTER G. OBLIGATIONS RELATING TO BORROWED MONEY
 Sec. 8504.301. GENERAL POWER TO BORROW MONEY. (a) The

1 authority may:

2 (1) borrow money for any corporate purpose from any3 source; and

4 (2) issue a note, warrant, bond, certificate of 5 indebtedness, or other form of obligation of the authority as 6 evidence of the borrowed money.

7 (b) An obligation of the authority under Subsection (a) is 8 payable only from revenue derived from authority improvements and 9 facilities and the operation and services of the improvements and 10 facilities. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 16.)

11 Sec. 8504.302. COVENANTS FOR MARKETABILITY. (a) As 12 considered necessary to ensure the marketability of obligations 13 issued under this chapter, a resolution or order authorizing 14 issuance may contain covenants with the holders of the obligations 15 as to:

16 (1) the management and operation of the authority's 17 improvements and facilities;

18 (2) the collection of fees and charges for the use of19 the improvements and facilities;

20

(3) the disposition of the fees and charges;

(4) the issuance of future obligations and the creation of future liens, mortgages, and encumbrances against the improvements and facilities and the revenue of the improvements and facilities; and

25

(5) other pertinent matters.

(b) A covenant under this section may not be inconsistent
with this chapter. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 20.)

Sec. 8504.303. HOLDER OF OBLIGATION MAY COMPEL PERFORMANCE.
 (a) A holder of obligations issued under this chapter or of coupons
 originally attached to the obligations may enforce and compel the
 board's performance of all duties required by this chapter,
 including:

6 (1) setting and collecting reasonable and sufficient 7 fees or charges for the use of the authority's improvements and 8 facilities;

9 (2) segregating the income and revenue of the 10 improvements and facilities; and

11 (3) applying the income and revenue under this 12 chapter.

13 (b) The holder of the obligations or coupons may act under 14 Subsection (a):

15

(1) at law or in equity; and

16 (2) by an action, mandamus, or other proceeding.
17 (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 22 (part).)

Sec. 8504.304. HOLDER OF OBLIGATION ENTITLED ТО 18 (a) ADMINISTRATOR OR RECEIVER. If there is a default in the 19 payment of the principal of or interest on an obligation issued 20 21 under this chapter, any holder of the obligation is entitled to have 22 a court appoint an administrator or receiver to administer and operate, on behalf of the authority and the holders of the 23 24 obligation, the improvements and facilities the revenue of which is pledged to the payment of the obligation. 25

26 (b) The administrator or receiver may:

27 (1) set and collect fees and charges sufficient to:

(A) provide for the payment of operation and
 maintenance expenses as described by this chapter; and

3 (B) pay any outstanding obligations or interest
4 coupons payable from the revenue of the improvements and
5 facilities; and

6 (2) apply the income and revenue of the improvements 7 and facilities in accordance with this chapter and the proceedings 8 authorizing the issuance of the obligation. (Acts 43rd Leg., 1st 9 C.S., Ch. 63, Sec. 22 (part).)

10 Sec. 8504.305. ADDITIONAL SECURITY FOR OBLIGATION: 11 MORTGAGE AND ENCUMBRANCE. (a) As additional security for the 12 payment of an obligation issued under this chapter, the board may 13 have executed in favor of the holder of the obligation an indenture 14 mortgaging and encumbering:

(1) the improvements, facilities, and other propertyacquired with the proceeds of the sale of the obligation; or

17 (2) all the authority's improvements, facilities, and18 other property.

(b) The indenture may also mortgage and encumber the revenue
to be derived from the operation of the improvements, facilities,
and other property.

(c) In the encumbrance, the board may provide for granting any purchaser at a foreclosure sale under the encumbrance a franchise to operate the improvements, facilities, and other property for a term not to exceed 50 years after the date of the purchase, subject to the laws regulating the matter.

27 (d) The indenture:

H.B. No. 3281 1 (1) may contain the provisions the board considers 2 proper; and

3 (2) is enforceable in the manner provided by the laws 4 of this state for the enforcement of other mortgages and 5 encumbrances. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 23 (part).)

6 Sec. 8504.306. SALE UNDER MORTGAGE OR ENCUMBRANCE. (a) 7 Under a sale ordered under a mortgage or encumbrance described by 8 Section 8504.305, a purchaser of the improvements, facilities, and other property at the sale, and the purchaser's successors or 9 assigns, are vested with a permit and franchise to maintain and 10 operate the improvements, facilities, and other property, with 11 12 powers and privileges like those held by the authority in the operation of the improvements, facilities, and other property. 13

(b) Instead of operating the improvements, facilities, and other property as provided by Subsection (a), the purchaser and the purchaser's successors or assigns may remove all or part of the improvements, facilities, and other property for diversion to other purposes. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec. 23 (part).)

Sec. 8504.307. INSURING IMPROVEMENTS AND FACILITIES. (a)
The board and the purchaser of an obligation issued under this
chapter may enter into an agreement under which the board agrees to:

(1) keep all the improvements and facilities, the revenue of which is pledged to the payment of the obligation, insured with one or more insurers of good standing against loss or damage by fire, water or flood, or another hazard that private companies operating similar properties customarily cover by insurance; and

1 (2) carry with one or more insurers of good standing 2 the insurance covering the use and occupancy of the property that is 3 customarily carried by private companies operating similar 4 properties.

5 (b) The board shall budget the cost of the insurance as a 6 maintenance and operation expense.

7 (c) The insurance shall be carried for the benefit of the
8 holder of the obligation. (Acts 43rd Leg., 1st C.S., Ch. 63, Sec.
9 25; New.)

Sec. 8504.308. TAX EXEMPTION. An obligation issued under this chapter is exempt from taxation by this state or by any political subdivision of this state. (Acts 43rd Leg., 1st C.S., Ch. 363, Sec. 26.)

14

CHAPTER 8505. CENTRAL COLORADO RIVER AUTHORITY

15

SUBCHAPTER A. GENERAL PROVISIONS

16 Sec. 8505.001. DEFINITIONS

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Sec. 8505.210. BONDS EXEMPT FROM TAXATION 1 CHAPTER 8505. CENTRAL COLORADO RIVER AUTHORITY 2 SUBCHAPTER A. GENERAL PROVISIONS 3 Sec. 8505.001. DEFINITIONS. In this chapter: 4 5 (1) "Authority" means the Central Colorado River Authority. 6 7 (2) "Board" means the board of directors of the 8 authority. the 9 (3) "Commission" means Texas Commission on 10 Environmental Quality. (4) "Director" means a member of the board. (Acts 44th 11 12 Leg., R.S., G.L., Ch. 338, Secs. 1 (part), 4(a) (part); New.) Sec. 8505.002. CREATION AND NATURE OF AUTHORITY. (a) The 13 14 authority is created as a conservation and reclamation district. 15 (b) The creation of the authority is essential to the accomplishment of the purposes of Section 59, Article XVI, Texas 16 17 Constitution. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 1 (part).) Sec. 8505.003. TERRITORY. Unless modified under Subchapter 18 19 J, Chapter 49, Water Code, or other law, the authority's territory consists of that part of this state included in the boundaries of 20 Coleman County. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 1 21 (part); New.) 22 Sec. 8505.004. LIBERAL CONSTRUCTION OF CHAPTER. 23 This 24 chapter shall be liberally construed to effect its purposes. (Acts 44th Leg., R.S., G.L., Ch. 338, Secs. 19, 19A.) 25 26 [Sections 8505.005-8505.050 reserved for expansion]

1 SUBCHAPTER B. BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS

2 Sec. 8505.051. MEMBERSHIP OF BOARD. (a) The board consists 3 of five directors appointed by the governor with the advice and 4 consent of the senate.

5 (b) Each director must be a freehold property taxpayer in 6 this state and a resident of the authority.

7 (c) A person is ineligible to be appointed as a director if, 8 during the three years preceding the date of the appointment, the 9 person has been employed by a utility company, including an 10 electric power and light company, a gas company, or a telephone 11 company. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 4(a) (part).)

Sec. 8505.052. TERMS. Directors are appointed for staggered terms of six years with one or two directors' terms expiring on February 1 of each odd-numbered year. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 4(a) (part).)

Sec. 8505.053. REMOVAL. A director may be removed by the governor for inefficiency, neglect of duty, or misconduct in office, after at least 10 days' written notice of the charge against the director and an opportunity to be heard in person or by counsel at a public hearing. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 4(b) (part).)

Sec. 8505.054. VACANCY. A vacancy on the board shall be filled by the governor for the unexpired term. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 4(b) (part).)

25 Sec. 8505.055. COMPENSATION OF DIRECTORS. Unless the board 26 by resolution increases the fee to an amount authorized by Section 27 49.060, Water Code, each director shall receive a fee of \$10 per day

H.B. No. 3281 1 for each day spent in attending meetings of the board. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 4(b) (part); New.) 2 Sec. 8505.056. VOTING REQUIREMENT. (a) Except as provided 3 by this chapter or the bylaws, action may be taken by the 4 5 affirmative vote of a majority of the directors present at a meeting. 6 7 The following are valid only if authorized or ratified (b) 8 by the affirmative vote of at least a majority of the entire membership of the board: 9 10 (1) a contract that involves an amount greater than \$10,000 or has a duration of more than one year; 11 12 (2) a bond, note, or other evidence of indebtedness; 13 or 14 (3) an amendment of the bylaws. (Acts 44th Leg., R.S., 15 G.L., Ch. 338, Sec. 4(c) (part).) Sec. 8505.057. OFFICERS AND EMPLOYEES. (a) The board shall 16 17 select a secretary, a general manager, and a treasurer. The treasurer may also hold the office of secretary. 18 19 (b) The secretary shall keep accurate and complete records of all proceedings of the board. 20 21 (c) Until the board selects a secretary, or if the secretary is absent or unable to act, the board shall select a secretary pro 22 23 tem. 24 (d) The general manager is the chief executive officer of 25 the authority. 26 (e) The secretary, secretary pro tem, general manager, and

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treasurer have the powers and duties, hold office for the term, and

1 are subject to removal in the manner provided by the bylaws.

2 (f) The board shall set the compensation of the secretary,3 secretary pro tem, general manager, and treasurer.

4 (g) The board may appoint other officers, agents, and 5 employees, set their compensation and term of office, prescribe 6 their duties and the method by which they may be removed, and 7 delegate to them any of its powers and duties as it considers 8 proper. (Acts 44th Leg., R.S., G.L., Ch. 338, Secs. 2 (part), 5.)

9 Sec. 8505.058. SURETY BONDS. (a) The general manager, the 10 treasurer, and any other officer, agent, or employee of the 11 authority who is charged with the collection, custody, or payment 12 of authority money shall give bond conditioned on:

13 (1) the faithful performance of the person's duties; 14 and

15 (2) an accounting for all money and property of the16 authority coming into the person's possession.

(b) The bond must be in a form and amount and with a surety approved by the board, and the surety on the bond must be a surety company authorized to do business in this state.

(c) The authority shall pay the premium on the bond and
charge the premium as an operating expense. (Acts 44th Leg., R.S.,
G.L., Ch. 338, Sec. 6 (part).)

23 Sec. 8505.059. AUTHORITY'S DOMICILE AND OFFICE. (a) The 24 authority's domicile is in the city of Coleman, Coleman County.

(b) The authority shall maintain its principal office in thecity of Coleman, Coleman County.

27

(c) The general manager is in charge of the authority's

H.B. No. 3281 1 principal office. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 7 (part).) 2 Sec. 8505.060. CONFLICT OF INTEREST; CRIMINAL PENALTY. 3 (a) A director, officer, agent, or employee of the authority may not be 4 5 directly or indirectly interested in a contract for the purchase of any property or construction of any work by or for the authority. 6 7 A person commits an offense if the person violates this (b) 8 section. An offense under this subsection is a felony punishable by: 9 10 (1) a fine not to exceed \$10,000; 11 (2) confinement in the county jail for not less than 12 one year or more than 10 years; or (3) both the fine and confinement. (Acts 44th Leg., 13 14 R.S., G.L., Ch. 338, Sec. 8.) [Sections 8505.061-8505.100 reserved for expansion] 15 16 SUBCHAPTER C. POWERS AND DUTIES 17 Sec. 8505.101. GENERAL POWERS. (a) The authority has: (1) the powers of government and the authority to 18 exercise the rights, privileges, and functions specified by this 19 chapter; and 20 all powers, rights, privileges, and functions 21 (2) conferred by general law on any district created under Section 59, 22 Article XVI, Texas Constitution, except as expressly limited by 23 24 this chapter. The authority may perform any act necessary 25 (b) or convenient to the exercise of the powers, rights, privileges, or 26 27 functions conferred on the authority by this chapter or any other

H.B. No. 3281 1 law. (Acts 44th Leg., R.S., G.L., Ch. 338, Secs. 1 (part), 2 (part).) 2 Sec. 8505.102. POWERS RELATED TO WATER OF COLORADO RIVER 3 AND ITS TRIBUTARIES. Inside the boundaries of the authority, the 4 5 authority may: 6 (1) control, store, and preserve the water of the 7 Colorado River and its tributaries for any useful purpose; and 8 (2) use, distribute, and sell the water described by Subdivision (1) for any useful purpose. (Acts 44th Leg., R.S., 9 10 G.L., Ch. 338, Sec. 2 (part).) Sec. 8505.103. DEVELOPMENT, GENERATION, DISTRIBUTION, AND 11 SALE OF WATER POWER AND ELECTRIC ENERGY. (a) The authority may: 12 (1) develop and generate water power and electric 13 14 energy inside the boundaries of the authority; and 15 (2) distribute and sell water power and electric energy inside or outside the boundaries of the authority. 16 17 (b) A use authorized by this section is subordinate and inferior to a domestic, municipal, or irrigation requirement. 18 (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 2 (part).) 19 Sec. 8505.104. PREVENTION OF DAMAGE TO PERSONS OR PROPERTY. 20 The authority may prevent or aid in the prevention of damage to 21 persons or property from the water of the Colorado River and its 22 tributaries. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 2 (part).) 23 24 Sec. 8505.105. FORESTATION AND REFORESTATION; PREVENTION OF SOIL EROSION AND FLOODS. In the watershed of the Colorado River 25 26 and its tributaries, the authority may: 27 (1) forest, reforest, or aid in foresting or

1 reforesting; and

(2) prevent or aid in the prevention of soil erosion 2 and floods. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 2 (part).) 3 Sec. 8505.106. AUTHORITY PROPERTY; EMINENT DOMAIN. 4 (a) 5 The authority may acquire, maintain, use, and operate property of any kind or any interest in property, inside or outside the 6 boundaries of the authority, necessary or convenient to the 7 exercise of the powers, rights, privileges, and functions conferred 8 on the authority by this chapter. 9

10 (b) Except as provided by Subsection (d), the authority may 11 acquire property or an interest in property as provided by 12 Subsection (a) by purchase, lease, gift, exercise of the power of 13 eminent domain, or any other manner.

14 (c) The authority may acquire property or an interest in 15 property by exercise of the power of eminent domain in the manner 16 provided by:

17

(1) Chapter 21, Property Code; or

18 (2) the statutes relating to condemnation by districts
19 organized under general law under Section 59, Article XVI, Texas
20 Constitution.

(d) The authority may not exercise the power of eminent domain to acquire property or an interest in property that is located outside the boundaries of the authority. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 2 (part).)

Sec. 8505.107. SALE, LEASE, MORTGAGE, OR OTHER DISPOSITION
 OF AUTHORITY PROPERTY. (a) The authority may not:

27

(1) mortgage or otherwise encumber authority property

1 of any kind, or any interest in authority property; or

2 (2) acquire any property or interest in property3 subject to a mortgage or conditional sale.

4 (b) Subsection (a) does not prevent pledging authority5 revenue as authorized by this chapter.

6 (c) This chapter does not authorize the sale, lease, or 7 other disposition of authority property of any kind, or an interest 8 in authority property, by the authority, by a receiver of any 9 authority property, through a court proceeding, or otherwise.

10 (d) Notwithstanding Subsection (c), the authority may sell 11 for cash authority property of any kind, or an interest in authority 12 property, if:

(1) the board, by the affirmative vote of a two-thirds majority of the entire membership of the board, determines that the property or interest is not necessary or convenient to the business of the authority and approves the terms of the sale; and

17 (2) the aggregate value of the properties or interests18 sold in any year does not exceed \$50,000.

(e) It is the intent of the legislature that, except by sale as expressly authorized by this section, authority property or an interest in authority property, except personal property, never come into the ownership or control, directly or indirectly, of any person other than a public authority created under the laws of this state.

(f) Authority property, except personal property, is exempt from forced sale. The sale of authority property, except personal property, under a judgment rendered in a suit is prohibited. (Acts

1 44th Leg., R.S., G.L., Ch. 338, Secs. 2 (part), 15.)

Sec. 8505.108. OVERFLOW OR INUNDATION OF PUBLIC PROPERTY; 2 3 RELOCATION OF ROADS. The authority may overflow and inundate any public land or public property and require the relocation of a road 4 5 or highway in the manner and to the extent permitted to a district organized under general law under Section 59, Article XVI, Texas 6 Constitution. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 2 (part).) 7 Sec. 8505.109. CONSTRUCTION, MAINTENANCE, AND OPERATION OF 8 FACILITIES. The authority may construct, extend, 9 improve, 10 maintain, and reconstruct, cause to be constructed, extended, improved, maintained, and reconstructed, and use and operate 11 12 facilities of any kind necessary or convenient to the exercise of the authority's powers, rights, privileges, and functions. (Acts 13 14 44th Leg., R.S., G.L., Ch. 338, Sec. 2 (part).)

Sec. 8505.110. SEAL. The authority may adopt and use a corporate seal. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 2 (part).)

Sec. 8505.111. GENERAL CONTRACT POWERS. The authority may make a contract or execute an instrument necessary or convenient to the exercise of the powers, rights, privileges, and functions conferred on the authority by this chapter. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 2 (part).)

Sec. 8505.112. CONTRACTS RELATING TO WATER OR SOIL CONSERVATION PROJECTS. (a) The authority may enter into a contract with an individual, firm, association, or corporation for the construction of a water or soil conservation project on property owned or controlled by the individual, firm, association, or

1 corporation and use machinery, equipment, or facilities owned or 2 controlled by the authority.

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3 (b) The authority may enter into a contract with the 4 governing board of a governmental agency inside or outside the 5 boundaries of the authority for the purpose of supervising the 6 construction of a water or soil conservation project on property 7 located in the control or in the limits of the governmental agency.

8 (c) An individual, firm, association, corporation, or 9 governmental agency that enters into a contract with the authority 10 under this section shall pay a reasonable charge therefor.

(d) The authority is not liable for damages to any person or property in connection with, or for maintenance or upkeep of, a project contracted for and constructed under this section. (Acts 44th Leg., R.S., G.L., Ch. 338, Secs. 13A, 13-b.)

15 Sec. 8505.113. ADDITIONAL POWERS RELATING TO CONTRACTS, 16 RULES, AND REGULATIONS. The authority may enter into and carry out 17 contracts or establish or comply with rules and regulations concerning labor and materials and other related matters 18 in 19 connection with any project the authority considers desirable or as requested by the United States, or any corporation or agency 20 created, designated, or established by the United States, that may 21 assist in the financing of the project. (Acts 44th Leg., R.S., 22 G.L., Ch. 338, Sec. 13.) 23

Sec. 8505.114. LIMITATIONS ON POWERS OF AUTHORITY. (a) The authority may not use water for irrigation purposes under any law or any permit that was issued before May 21, 1935, was held, owned, or enjoyed by the authority as of that date, or is acquired from

1 another person after that date unless expressly authorized by a subsequent permit granted to the authority by the commission or a 2 3 predecessor agency under authority of law. In considering permit applications by the authority, the commission shall at all times 4 5 consider the needs of the people living in the watershed of the Colorado River and its tributaries above the authority. This 6 subsection does not prevent the authority from selling, 7 for 8 irrigation purposes and in the boundaries of the authority, any water impounded by it under authority of law. 9

10 (b) Notwithstanding any right or permit to use the water of the Colorado River and its tributaries for the generation of 11 hydroelectric power that was issued by the former State Board of 12 Water Engineers, was in existence as of May 21, 1935, and is 13 14 acquired by the authority, the impounding and use of the 15 floodwaters of the Colorado River and its tributaries for the generation of hydroelectric power by the authority or a person who 16 17 succeeds to the rights and privileges conferred on the authority by this chapter are subject to the rights of any other person who 18 19 before May 21, 1935, was impounding or as of that date was putting to beneficial use any water for the purposes described by Sections 20 11.024(1) and (2), Water Code, if the person: 21

(1) before May 21, 1935, received a permit for that use
from the former State Board of Water Engineers; or

(2) by law was permitted before May 21, 1935, to
25 impound water for those purposes.

(c) This chapter may not be construed to subject tocondemnation by the authority or any successor of the authority, or

by any person who succeeds to the rights and privileges conferred on
 the authority by this chapter, any water:

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3 (1) impounded or to be impounded inside or outside the
4 authority under any law authorizing water to be impounded or under
5 any permit granted to a municipal corporation or body politic; or

6 (2) impounded or permitted to be impounded or used 7 outside the authority under a permit granted to any person.

8 (d) This chapter may not be construed to deprive any person 9 of the right to impound the water of the Colorado River or its 10 tributaries for domestic or municipal purposes or to repeal any law 11 granting such a right to a person.

12 (e) The rights of the authority to impound, use, or sell the 13 water of the Colorado River and its tributaries for the generation 14 of hydroelectric power are subordinate and inferior to the rights 15 of:

16 (1) municipalities situated in the watershed of the 17 Colorado River and its tributaries to build dams and impound 18 floodwaters for municipal purposes; and

(2) any residents of this state or bodies politic to
build dams and impound the floodwaters in the watershed of the
Colorado River and its tributaries for domestic purposes and for
the purposes of irrigation.

(f) The title to any right, property, license, franchise, or permit acquired by the authority is subject to the limitations imposed by Subsection (e). (Acts 44th Leg., R.S., G.L., Ch. 338, Secs. 2 (part), 3.)

27 Sec. 8505.115. PUBLIC USE OF AUTHORITY'S LAND. (a) The

1 authority may prohibit free public use of its land for recreational 2 purposes, hunting, or fishing only to the extent to which, in the 3 opinion of the board, the use would interfere with the proper 4 conduct and maintenance of its property.

5 (b) All public rights-of-way that as of May 21, 1935, 6 traversed the areas adjacent to the areas to be flooded by the 7 impounded waters shall remain open as a way of free public passage 8 to and from the lakes created, and a charge may be made to the public 9 for the right to engage in hunting, fishing, or boating thereon.

10 (c) On notice by a resident of this state of a violation of 11 this section, the attorney general shall institute the proper legal 12 proceedings to enforce compliance with this section by the 13 authority or its successor.

If the authority sells any of the authority's land 14 (d) 15 bordering a lake to be created under this chapter, the authority shall retain in each tract a strip 20 feet wide abutting the 16 17 high-water line of the lake for the purpose of passage and use by the public for public sports and amusements. This subsection does 18 not apply to a sale of land by the authority to a state or federal 19 agency to be used for game or fish sanctuaries or preserves or for 20 propagation purposes. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 21 16.) 22

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[Sections 8505.116-8505.150 reserved for expansion] SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

25 Sec. 8505.151. DISBURSEMENT OF MONEY. The authority may 26 disburse its money only by a check, draft, order, or other 27 instrument signed by a person authorized to sign the instrument by

1 the bylaws or a resolution in which at least a majority of the 2 entire membership of the board concurs. (Acts 44th Leg., R.S., 3 G.L., Ch. 338, Sec. 6 (part).)

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Sec. 8505.152. ACCOUNTS, CONTRACTS, AND OTHER RECORDS;
PUBLIC INSPECTION. (a) The authority shall keep complete and
accurate accounts conforming to approved methods of bookkeeping.

7 (b) The accounts and all contracts, documents, and records 8 of the authority shall be kept at the principal office of the 9 authority.

10 (c) The contracts shall be open to public inspection at all 11 reasonable times. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 7 12 (part).)

Sec. 8505.153. FILING OF COPIES OF AUDIT REPORT. Copies of the audit report prepared under Subchapter G, Chapter 49, Water Scode, shall be certified to by the accountant who performed the audit and filed:

(1) as required by Section 49.194, Water Code; and
(2) with the comptroller. (Acts 44th Leg., R.S.,
G.L., Ch. 338, Sec. 7 (part); New.)

Sec. 8505.154. RATES AND OTHER CHARGES. (a) The board shall establish and collect rates and other charges for the sale or use of water, water connections, power, electric energy, or other services sold, provided, or supplied by the authority.

(b) The rates and charges must be reasonable,
nondiscriminatory, and sufficient to provide revenue adequate to:
(1) pay all expenses necessary to the operation and
maintenance of the properties and facilities of the authority;

H.B. No. 3281 1 (2) pay the interest on and the principal of all bonds 2 issued under this chapter when and as they become due and payable; 3 (3) pay all sinking fund or reserve fund payments agreed to be made with respect to any of those bonds and payable out 4 5 of that revenue when and as they become due and payable; and 6 (4) fulfill the terms of any agreements made with the 7 holders of those bonds or with any person in their behalf. 8 (c) The rates and charges may not exceed what may be necessary to fulfill the obligations imposed on the authority by 9 this chapter. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 9 (part).) 10 Sec. 8505.155. USE OF EXCESS REVENUE. If the authority 11 receives revenue in excess of that required for the purposes 12 specified by Section 8505.154(b), the board may: 13 14 (1) use the excess revenue to: 15 (A) establish a reasonable depreciation and emergency fund; or 16 17 (B) retire bonds issued under this chapter by purchase and cancellation or redemption; or 18 19 (2) apply the excess revenue to any corporate purpose. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 9 (part).) 20 Sec. 8505.156. TAX OR ASSESSMENT OR PLEDGE OF CREDIT OF 21 22 STATE NOT AUTHORIZED BY CHAPTER. This chapter does not authorize 23 the authority to: 24 (1)levy or collect a tax or assessment; any debt 25 (2) payable create out of taxes or 26 assessments; or

27 (3) in any way pledge the credit of this state. (Acts

1 44th Leg., R.S., G.L., Ch. 338, Sec. 1 (part).)

2 [Sections 8505.157-8505.200 reserved for expansion]
3 SUBCHAPTER E. OBLIGATIONS RELATING TO BORROWED MONEY OR GRANTS
4 Sec. 8505.201. LOANS AND GRANTS. The authority may:

5

(1) borrow money for its corporate purposes;

6 (2) borrow money or accept a grant from the United 7 States and, in connection with such a loan or grant, enter into any 8 agreement the United States or such corporation or agency may 9 require; and

10 (3) make and issue its bonds for money borrowed, in the 11 manner and to the extent provided by Section 8505.203. (Acts 44th 12 Leg., R.S., G.L., Ch. 338, Sec. 2 (part).)

Sec. 8505.202. STATE PLEDGE REGARDING RIGHTS AND REMEDIES 13 14 OF BONDHOLDERS. This chapter does not deprive this state of its 15 power to regulate and control rates or charges to be collected for the use of water, water connections, power, electric energy, or 16 The state pledges to and agrees with the 17 another service. purchasers and successive holders of the bonds issued under this 18 chapter that the state will not limit or alter the power this 19 chapter gives the authority to establish and collect rates and 20 charges that will produce revenue sufficient to pay the items 21 specified by Section 8505.154(b) or in any way impair the rights or 22 remedies of the holders of the bonds, or of any person in their 23 24 behalf, until the following are fully discharged:

25

(1) the bonds;

26 (2) the interest on the bonds;

27 (3) interest on unpaid installments of interest;

H.B. No. 3281 (4) all costs and expenses in connection with any action or proceedings by or on behalf of the bondholders; and (5) all other obligations of the authority in

4 connection with the bonds. (Acts 44th Leg., R.S., G.L., Ch. 338, 5 Sec. 9 (part).)

6 Sec. 8505.203. OBLIGATION PAYABLE FROM REVENUE. A debt, 7 liability, or obligation of the authority for the payment of money, 8 however entered into or incurred and whether arising from an 9 express or implied contract or otherwise, is payable solely:

10 (1) out of the revenue received by the authority with 11 respect to its properties, subject to any prior lien on the revenue 12 conferred by any resolution previously adopted as provided by this 13 chapter authorizing the issuance of bonds; or

14 (2) if the board so determines, out of the proceeds of
15 sale by the authority of bonds payable solely from revenue
16 described by Subdivision (1). (Acts 44th Leg., R.S., G.L., Ch. 338,
17 Sec. 10.)

Sec. 8505.204. POWER TO ISSUE BONDS. (a) The authority may issue bonds for any corporate purpose in an aggregate principal amount not to exceed \$500,000.

(b) The bonds must be authorized by a board resolution.
(Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 11 (part).)

Sec. 8505.205. TERMS OF ISSUANCE. Authority bonds may be:

23 24

sold for cash;

(2) issued on terms the board determines in exchange
for property of any kind, or any interest in property, that the
board considers necessary or convenient for the corporate purpose

1 for which the bonds are issued; or

(3) issued in exchange for like principal amounts of
other obligations of the authority, whether matured or unmatured.
(Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 11 (part).)

5 Sec. 8505.206. DEPOSIT OF PROCEEDS. The proceeds of sale of 6 authority bonds shall be deposited in one or more banks or trust 7 companies, and shall be paid out according to the terms, on which 8 the authority and the purchasers of the bonds agree. (Acts 44th 9 Leg., R.S., G.L., Ch. 338, Sec. 11 (part).)

10 Sec. 8505.207. RESOLUTION PROVISIONS. (a) A resolution 11 authorizing bonds may contain provisions approved by the board that 12 are not inconsistent with this chapter, including provisions:

(1) reserving the right to redeem the bonds at the time or times, in the amounts, and at the prices, not exceeding 105 percent of the principal amount of the bonds, plus accrued interest, as may be provided;

17 (2) providing for the setting aside of sinking funds18 or reserve funds and the regulation and disposition of those funds;

(3) pledging, to secure the payment of the principal
of and interest on the bonds and of the sinking fund or reserve fund
payments agreed to be made with respect to the bonds:

(A) all or any part of the gross or net revenue
subsequently received by the authority with respect to the property
to be acquired or constructed with the bonds or the proceeds of the
bonds; or

(B) all or any part of the gross or net revenue
subsequently received by the authority from any source;

(4) prescribing the purposes to which the bonds or any
 bonds subsequently to be issued, or the proceeds of the bonds, may
 be applied;

4 (5) agreeing to set and collect rates and charges
5 sufficient to produce revenue adequate to pay the items specified
6 by Section 8505.154(b) and prescribing the use and disposition of
7 all revenue;

8 (6) prescribing limitations on the issuance of 9 additional bonds and on the agreements that may be made with the 10 purchasers and successive holders of those bonds;

(7) with regard to the construction, extension, improvement, reconstruction, operation, maintenance, and repair of the properties of the authority and the carrying of insurance on all or any part of those properties covering loss or damage or loss of use and occupancy resulting from specified risks;

16 (8) setting the procedure, if any, by which, if the 17 authority so desires, the terms of a contract with the bondholders 18 may be amended or abrogated, the amount of bonds the holders of 19 which must consent to that amendment or abrogation, and the manner 20 in which the consent may be given; and

(9) providing for the execution and delivery by the authority to a bank or trust company authorized by law to accept trusts, or to the United States or any officer of the United States, of indentures and agreements for the benefit of the bondholders setting forth any or all of the agreements authorized by this chapter to be made with or for the benefit of the bondholders and any other provisions that are customary in such indentures or

1 agreements.

2 (b) A provision authorized by this section that is contained 3 in a bond resolution is part of the contract between the authority 4 and the bondholders. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 11 5 (part).)

6 Sec. 8505.208. DEFAULT PROCEDURES. (a) This section 7 applies only to a default in:

8 (1) the payment of the interest on bonds as the 9 interest becomes due and payable;

10 (2) the payment of the principal of bonds as they 11 become due and payable, whether at maturity, by call for 12 redemption, or otherwise; or

13 (3) the performance of an agreement made with the14 purchasers or successive holders of bonds.

15 A resolution authorizing bonds and any indenture or (b) agreement entered into under the resolution may provide that in the 16 17 event of a default described by Subsection (a) that continues for a period, if any, prescribed by the resolution, the trustee under the 18 19 indenture entered into with respect to the bonds authorized by the resolution, or, if there is no indenture, a trustee appointed in the 20 manner provided in the resolution by the holders of 25 percent in 21 aggregate principal amount of the bonds authorized by the 22 resolution and then outstanding may, and on the written request of 23 24 the holders of 25 percent in aggregate principal amount of the bonds authorized by the resolution then outstanding, shall, in the 25 26 trustee's own name, but for the equal and proportionate benefit of 27 the holders of all of the bonds, and with or without having

1 possession of the bonds:

2 (1) by mandamus or other suit, action, or proceeding
3 at law or in equity, enforce all rights of the bondholders;

4 (2) bring suit on the bonds or the appurtenant5 coupons;

6 (3) by action or suit in equity, require the authority 7 to account as if it were the trustee of an express trust for the 8 bondholders;

9 (4) by action or suit in equity, enjoin any acts or 10 things that may be unlawful or in violation of the rights of the 11 bondholders; or

12 (5) after such notice to the authority as the 13 resolution may provide, declare the principal of all of the bonds 14 due and payable, and if all defaults have been made good, then with 15 the written consent of the holders of 25 percent in aggregate 16 principal amount of the bonds then outstanding, annul the 17 declaration and its consequences.

18 (c) Notwithstanding Subsection (b), the holders of more 19 than a majority in principal amount of the bonds authorized by the 20 resolution and then outstanding, by written instrument delivered to 21 the trustee, are entitled to direct and control any and all action 22 taken or to be taken by the trustee under this section.

(d) A resolution, indenture, or agreement relating to bonds may provide that in a suit, action, or proceeding under this section, the trustee, whether or not all of the bonds have been declared due and payable and with or without possession of any of the bonds, is entitled to the appointment of a receiver who may:

H.B. No. 3281 (1) enter and take possession of all or any part of the properties of the authority;

3

(2) operate and maintain the properties;

4 (3) set, collect, and receive rates and charges
5 sufficient to provide revenue adequate to pay the items specified
6 by Section 8505.154(b) and the costs and disbursements of the suit,
7 action, or proceeding; and

8 (4) apply the revenue in conformity with this chapter 9 and the resolution authorizing the bonds.

10 (e) In a suit, action, or proceeding by a trustee under this section, the reasonable fees, attorney's fees, and expenses of the 11 12 trustee and of the receiver, if any, constitute taxable disbursements, and all costs and disbursements allowed by the court 13 14 are a first charge on any revenue pledged to secure the payment of 15 the bonds.

16 (f) The courts of Coleman County have jurisdiction of a 17 suit, action, or proceeding by a trustee on behalf of the 18 bondholders and of all property involved in the suit, action, or 19 proceeding.

(g) In addition to the powers specifically provided by this section, a trustee has all powers necessary or appropriate for the exercise of the powers specifically provided or incident to the general representation of the bondholders in the enforcement of their rights. (Acts 44th Leg., R.S., G.L., Ch. 338, Sec. 11 (part).)

26 Sec. 8505.209. POWER OF AUTHORITY TO PURCHASE BONDS ISSUED 27 BY AUTHORITY. (a) Using any money available for the purpose, the

1 authority may purchase bonds issued by it at a price not exceeding 2 the redemption price applicable at the time of the purchase, or, if 3 the bonds are not redeemable, at a price not exceeding the principal 4 amount of the bonds plus accrued interest.

5 (b) All bonds purchased under this section shall be 6 canceled, and bonds may not be issued in lieu of those bonds. (Acts 7 44th Leg., R.S., G.L., Ch. 338, Sec. 14.)

8 Sec. 8505.210. BONDS EXEMPT FROM TAXATION. A bond issued 9 under this chapter and the interest on the bond is exempt from 10 taxation, except inheritance taxes, by this state or by any 11 political subdivision of this state. (Acts 44th Leg., R.S., G.L., 12 Ch. 338, Sec. 17.)

SECTION 1.05. Subtitle H, Title 6, Special District Local Laws Code, is amended by adding Chapters 8847, 8853, 8858, 8861, 8862, 8863, 8864, 8865, 8866, 8867, 8868, 8869, and 8870 to read as follows:

17 CHAPTER 8847. PINEYWOODS GROUNDWATER CONSERVATION DISTRICT

18 SUBCHAPTER A. GENERAL PROVISIONS

19 Sec. 8847.001. DEFINITIONS

20 Sec. 8847.002. NATURE OF DISTRICT

21 Sec. 8847.003. FINDINGS OF PUBLIC USE AND BENEFIT

22 Sec. 8847.004. DISTRICT TERRITORY

23 Sec. 8847.005. ADDITION OF ADJACENT COUNTY TO DISTRICT

24 Sec. 8847.006. LANDOWNERS' RIGHTS

25 [Sections 8847.007-8847.050 reserved for expansion]
 26 SUBCHAPTER B. BOARD OF DIRECTORS

27 Sec. 8847.051. COMPOSITION OF BOARD; TERMS

1 Sec. 8847.052. APPOINTMENT OF DIRECTORS BY INITIAL 2 COUNTIES Sec. 8847.053. APPOINTMENT OF DIRECTORS BY ADDITIONAL 3 COUNTIES 4 5 Sec. 8847.054. BOARD VACANCY 6 Sec. 8847.055. COMPENSATION; EXPENSES 7 Sec. 8847.056. VOTE REQUIRED FOR BOARD ACTION 8 [Sections 8847.057-8847.100 reserved for expansion] 9 SUBCHAPTER C. POWERS AND DUTIES 10 Sec. 8847.101. GROUNDWATER CONSERVATION DISTRICT POWERS AND DUTIES 11 12 Sec. 8847.102. TRANSFER OF GROUNDWATER OUT OF DISTRICT 13 Sec. 8847.103. WELLS EXEMPT FROM REGULATION Sec. 8847.104. LIMIT ON PURCHASE OF GROUNDWATER RIGHTS 14 15 Sec. 8847.105. NO EMINENT DOMAIN POWER [Sections 8847.106-8847.150 reserved for expansion] 16 17 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 18 Sec. 8847.151. TAXES PROHIBITED 19 Sec. 8847.152. TAX BONDS PROHIBITED 20 Sec. 8847.153. PERMIT FEES CHAPTER 8847. PINEYWOODS GROUNDWATER CONSERVATION DISTRICT 21 SUBCHAPTER A. GENERAL PROVISIONS 22 Sec. 8847.001. DEFINITIONS. In this chapter: 23 24 (1) "Board" means the district's board of directors. 25 (2) "Director" means a board member. 26 (3) "District" means the Pineywoods Groundwater 27 Conservation District. (Acts 77th Leg., R.S., Ch. 1330, Sec. 2;

1 New.)

2 Sec. 8847.002. NATURE OF DISTRICT. The district is a 3 groundwater conservation district in Angelina and Nacogdoches 4 Counties created under and essential to accomplish the purposes of 5 Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., 6 R.S., Ch. 1330, Secs. 1(a) (part), (b).)

Sec. 8847.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The
8 district is created to serve a public use and benefit.

9 (b) All land and other property included in the district 10 will benefit from the works and projects accomplished by the 11 district under the powers conferred by Section 59, Article XVI, 12 Texas Constitution. (Acts 77th Leg., R.S., Ch. 1330, Sec. 4.)

13 Sec. 8847.004. DISTRICT TERRITORY. The district's 14 boundaries are coextensive with the boundaries of Angelina and 15 Nacogdoches Counties unless the district's territory has been 16 modified under:

17

(1) Section 8847.005;

18 (2) Subchapter J or K, Chapter 36, Water Code; or

19 (3) other law. (Acts 77th Leg., R.S., Ch. 1330, Sec. 3;
20 New.)

21 Sec. 8847.005. ADDITION OF ADJACENT COUNTY TO DISTRICT. 22 (a) An adjacent county may petition to join the district by 23 resolution of the commissioners court of the county.

(b) If, after a hearing on the resolution, the board finds that the addition of the county would benefit the district and the county to be added, the board by resolution may approve the addition of the county to the district.

1 (c) The addition of a county to the district under this 2 section is not final until ratified by a majority vote of the voters 3 in the county to be added voting in an election held for that 4 purpose.

(d) The ballots for the election shall be printed to provide for voting for or against the proposition: "The inclusion of <u>County</u> in the Pineywoods Groundwater Conservation District." (Acts 77th Leg., R.S., Ch. 1330, Secs. 11(a), (b), (c), (d).)

Sec. 8847.006. LANDOWNERS' 10 RIGHTS. The rights of 11 landowners and their lessees and assigns in groundwater within the 12 district are recognized. Nothing in this chapter may be construed to deprive or divest the landowners or their lessees or assigns of 13 those rights, subject to district rules. (Acts 77th Leg., R.S., Ch. 14 15 1330, Sec. 9.)

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[Sections 8847.007-8847.050 reserved for expansion]

SUBCHAPTER B. BOARD OF DIRECTORS

Sec. 8847.051. COMPOSITION OF BOARD; TERMS. (a) Except as provided by Section 8847.053, the district is governed by a board of seven directors appointed under Section 8847.052.

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(b) Directors serve three-year terms.

(c) A director may serve consecutive terms. (Acts 77th
Leg., R.S., Ch. 1330, Secs. 6(a) (part), (b) (part), (f).)

24 Sec. 8847.052. APPOINTMENT OF DIRECTORS BY INITIAL 25 COUNTIES. (a) The Angelina County Commissioners Court shall 26 appoint two directors. One director shall represent the rural water 27 and utilities and small municipal water supply interests. The other

director shall represent the large industrial groundwater supply
 interests of the county.

3 (b) The Nacogdoches County Commissioners Court shall 4 appoint two directors. One director shall represent the rural water 5 and utilities and small municipal water supply interests. The other 6 director shall represent the forestry or agricultural groundwater 7 supply interests of the county.

8

(c) The Lufkin City Council shall appoint one director.

9 (d) The Nacogdoches City Council shall appoint one 10 director.

(e) The Angelina County Commissioners Court and the Nacogdoches County Commissioners Court shall jointly appoint one director to represent the forestry, agricultural, or landowner groundwater interests of both counties. (Acts 77th Leg., R.S., Ch. 1330, Secs. 7(a), (b), (c), (d), (e).)

Sec. 8847.053. APPOINTMENT OF DIRECTORS BY ADDITIONAL COUNTIES. When a county is added to the district, the board may change the number of directors so that an equal number of directors are appointed from each county and one director is appointed jointly by the counties. (Acts 77th Leg., R.S., Ch. 1330, Sec. 6(a) (part).)

Sec. 8847.054. BOARD VACANCY. If there is a vacancy on the board, the governing body of the entity that appointed the director who vacated the office shall appoint a director to serve the remainder of the term. (Acts 77th Leg., R.S., Ch. 1330, Sec. 6(g).) Sec. 8847.055. COMPENSATION; EXPENSES. (a) A director is not entitled to receive compensation for serving as a director.

(b) A director may be reimbursed for actual, reasonable
 expenses incurred in discharging official duties. (Acts 77th Leg.,
 R.S., Ch. 1330, Sec. 6(h).)

Sec. 8847.056. VOTE REQUIRED FOR BOARD ACTION. A majority
vote of a quorum of the board is required for board action. If there
is a tie vote, the proposed action fails. (Acts 77th Leg., R.S.,
Ch. 1330, Sec. 6(i).)

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[Sections 8847.057-8847.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES

10 Sec. 8847.101. GROUNDWATER CONSERVATION DISTRICT POWERS 11 AND DUTIES. Except as provided by this subchapter and Subchapter D, 12 the district has the rights, powers, privileges, functions, and 13 duties provided by the general law of this state, including Chapter 14 36, Water Code, applicable to groundwater conservation districts 15 created under Section 59, Article XVI, Texas Constitution. (Acts 16 77th Leg., R.S., Ch. 1330, Sec. 5(a) (part).)

Sec. 8847.102. TRANSFER OF GROUNDWATER OUT OF DISTRICT. (a) The district by rule may require a person to obtain a permit from the district for the transfer of groundwater out of the district consistent with Section 36.122, Water Code, and may regulate the terms on which a permit holder under those rules may conduct such a transfer.

(b) A retail public utility as defined by Section 13.002,
Water Code, is not required to obtain a permit to transfer
groundwater out of the district if:

(1) the source of the water is one or more wells27 located within the district; and

(2) the water is used by the retail public utility to
 provide retail water utility service, as defined by Section 13.002,
 Water Code, in a service area located in a county adjacent to the
 district. (Acts 77th Leg., R.S., Ch. 1330, Sec. 5(b).)

5 Sec. 8847.103. WELLS EXEMPT FROM REGULATION. (a) The 6 district may not require a permit for a well incapable of producing 7 more than 25,000 gallons of groundwater a day.

8 (b) A well meeting the criteria established under Section 9 36.117, Water Code, including a well used for dewatering and 10 monitoring in the production of coal and lignite, is exempt from 11 permit requirements, regulations, and fees imposed by the district. 12 (Acts 77th Leg., R.S., Ch. 1330, Secs. 5(c), (f).)

Sec. 8847.104. LIMIT ON PURCHASE OF GROUNDWATER RIGHTS. The district may not purchase groundwater rights unless the purchased rights are acquired for conservation purposes and are permanently held in trust not to be produced. (Acts 77th Leg., R.S., Ch. 1330, Sec. 5(g) (part).)

Sec. 8847.105. NO EMINENT DOMAIN POWER. The district may not exercise the power of eminent domain. (Acts 77th Leg., R.S., Ch. 1330, Sec. 5(g) (part).)

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[Sections 8847.106-8847.150 reserved for expansion]

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

Sec. 8847.151. TAXES PROHIBITED. The district may not impose taxes in the district. (Acts 77th Leg., R.S., Ch. 1330, Sec. 5(d).)

26 Sec. 8847.152. TAX BONDS PROHIBITED. The district may not 27 issue and sell any bonds or notes that pledge revenue derived from

H.B. No. 3281 taxation in the name of the district. (Acts 77th Leg., R.S., Ch. 1 2 1330, Sec. 5(g) (part).) Sec. 8847.153. PERMIT FEES. (a) The board by rule may 3 impose a reasonable fee on each well for which a permit is issued by 4 5 the district and that is not exempt from regulation by the district. 6 (b) The fee must be based on the amount of water to be withdrawn from the well. 7 8 (c) The fee may not exceed \$0.025 per thousand gallons of groundwater withdrawn for any purpose. (Acts 77th Leg., R.S., Ch. 9 10 1330, Sec. 5(e).) CHAPTER 8853. KENEDY COUNTY GROUNDWATER CONSERVATION DISTRICT 11 SUBCHAPTER A. GENERAL PROVISIONS 12 Sec. 8853.001. DEFINITIONS 13 Sec. 8853.002. NATURE OF DISTRICT 14 15 Sec. 8853.003. FINDINGS OF PUBLIC USE AND BENEFIT Sec. 8853.004. DISTRICT TERRITORY 16 17 [Sections 8853.005-8853.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 18 Sec. 8853.051. COMPOSITION OF BOARD; TERMS 19 Sec. 8853.052. ELECTION OF DIRECTORS 20 21 Sec. 8853.053. ELECTION DATE 22 Sec. 8853.054. QUALIFICATIONS FOR OFFICE 23 Sec. 8853.055. APPLICATION FOR PLACEMENT ON BALLOT 24 Sec. 8853.056. REVISION OF SINGLE-MEMBER DISTRICTS 25 Sec. 8853.057. COMPENSATION OF DIRECTORS 26 [Sections 8853.058-8853.100 reserved for expansion]

1	SUBCHAPTER C. POWERS
2	Sec. 8853.101. GROUNDWATER CONSERVATION DISTRICT
3	POWERS AND DUTIES
4	[Sections 8853.102-8853.150 reserved for expansion]
5	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
6	Sec. 8853.151. LIMITATION ON TAXATION
7	CHAPTER 8853. KENEDY COUNTY GROUNDWATER CONSERVATION DISTRICT
8	SUBCHAPTER A. GENERAL PROVISIONS
9	Sec. 8853.001. DEFINITIONS. In this chapter:
10	(1) "Board" means the district's board of directors.
11	(2) "Director" means a board member.
12	(3) "District" means the Kenedy County Groundwater
13	Conservation District. (Acts 78th Leg., R.S., Ch. 1152, Sec. 1; Ch.
14	1162, Sec. 1; New.)
15	Sec. 8853.002. NATURE OF DISTRICT. (a) The district is a
16	groundwater conservation district in Kenedy County created under
17	and essential to accomplish the purposes of Section 59, Article
18	XVI, Texas Constitution.
19	(b) The district is a political subdivision of this state.
20	(Acts 78th Leg., R.S., Ch. 1152, Secs. 2(a) (part), (b), 3(b); Ch.
21	1162, Secs. 2(a) (part), (b), 3(b).)
22	Sec. 8853.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The
23	district is created to serve a public use and benefit.
24	(b) All land and other property included in the district
25	will benefit from the works and projects accomplished by the
26	district under the powers conferred by Section 59, Article XVI,
27	Texas Constitution. (Acts 78th Leg., R.S., Ch. 1152, Secs. 3(a),

H.B. No. 3281 1 (c); Ch. 1162, Secs. 3(a), (c).) Sec. 8853.004. DISTRICT TERRITORY. (a) 2 The district is composed of the territory described by Section 4, Chapter 1152, 3 Acts of the 78th Legislature, Regular Session, 2003, as that 4 5 territory may have been modified under: 6 (1)Subchapter J or K, Chapter 36, Water Code; or 7 (2) other law. The boundaries and field notes of the district form a 8 (b) closure. (Acts 78th Leg., R.S., Ch. 1152, Sec. 4(f); New.) 9 [Sections 8853.005-8853.050 reserved for expansion] 10 SUBCHAPTER B. BOARD OF DIRECTORS 11 Sec. 8853.051. COMPOSITION OF BOARD; TERMS. 12 (a) The district is governed by a board of five directors. 13 14 Directors serve staggered four-year terms. (Acts 78th (b) 15 Leg., R.S., Ch. 1152, Secs. 6(a), (d); Ch. 1162, Secs. 6(a), (d).) Sec. 8853.052. ELECTION OF DIRECTORS. (a) The district is 16 17 divided into five single-member districts for electing directors. One director is elected from each single-member 18 (b) 19 district. (Acts 78th Leg., R.S., Ch. 1152, Secs. 9A(a) (part), (d); Ch. 1162, Secs. 8A(a) (part), (d).) 20 Sec. 8853.053. ELECTION DATE. Each even-numbered year, on 21 the uniform election date in May or another date authorized by law, 22 the appropriate number of directors shall be elected. (Acts 78th 23 24 Leg., R.S., Ch. 1152, Sec. 11(b); Ch. 1162, Sec. 10(b).) 25 Sec. 8853.054. QUALIFICATIONS FOR OFFICE. (a) To be a 26 candidate for or to serve as a director, a person must be a 27 registered voter in the single-member district the person

1 represents or seeks to represent.

A director in office on the effective date of a change in (b) 2 3 the boundaries of а single-member district under Section 8853.056(a), or a director elected or appointed before the 4 5 effective date of the change whose term of office begins on or after the effective date of the change, shall serve for the remainder of 6 the director's term in the single-member district to which the 7 director was elected or appointed even though the change in 8 boundaries places the director's residence outside the district to 9 10 which the director was elected or appointed. (Acts 78th Leg., R.S., Ch. 1152, Secs. 9A(e), (g) (part); Ch. 1162, Secs. 8A(e), (g) 11 12 (part).)

Sec. 8853.055. APPLICATION FOR PLACEMENT ON BALLOT. A person shall indicate on the application for a place on the ballot the single-member district the person seeks to represent. (Acts 78th Leg., R.S., Ch. 1152, Sec. 9A(f); Ch. 1162, Sec. 8A(f).)

17 Sec. 8853.056. REVISION OF SINGLE-MEMBER DISTRICTS. (a) 18 After each federal decennial census or as needed, the board may 19 redraw the single-member districts to reflect population changes.

(b) If the district annexes territory, the annexed
territory becomes part of one or more of the single-member
districts as determined by the board. (Acts 78th Leg., R.S., Ch.
1152, Secs. 9A(c), (g) (part); Ch. 1162, Secs. 8A(c), (g) (part).)

Sec. 8853.057. COMPENSATION OF DIRECTORS. A director is not entitled to fees of office but is entitled to reimbursement of actual expenses reasonably and necessarily incurred while engaging in activities on behalf of the district. (Acts 78th Leg., R.S., Ch.

H.B. No. 3281 1 1152, Sec. 7.) 2 [Sections 8853.058-8853.100 reserved for expansion] SUBCHAPTER C. POWERS 3 4 Sec. 8853.101. GROUNDWATER CONSERVATION DISTRICT POWERS 5 AND DUTIES. The district has the rights, powers, privileges, functions, and duties provided by the general law of this state, 6 including Chapter 36, Water Code, applicable to groundwater 7 8 conservation districts created under Section 59, Article XVI, Texas Constitution. (Acts 78th Leg., R.S., Ch. 1152, Sec. 12; Ch. 1162, 9 Sec. 11.) 10 [Sections 8853.102-8853.150 reserved for expansion] 11 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 12 Sec. 8853.151. LIMITATION ON TAXATION. The district may 13 14 impose a tax to pay any part of bonds or notes issued by the district 15 at a rate not to exceed 20 cents on each \$100 of assessed valuation. (Acts 78th Leg., R.S., Ch. 1152, Sec. 13.) 16 17 CHAPTER 8858. KIMBLE COUNTY GROUNDWATER CONSERVATION DISTRICT SUBCHAPTER A. GENERAL PROVISIONS 18 Sec. 8858.001. DEFINITIONS 19 Sec. 8858.002. NATURE OF DISTRICT 20 Sec. 8858.003. FINDINGS OF PUBLIC USE AND BENEFIT 21 22 Sec. 8858.004. DISTRICT TERRITORY 23 [Sections 8858.005-8858.050 reserved for expansion] 24 SUBCHAPTER B. BOARD OF DIRECTORS 25 Sec. 8858.051. COMPOSITION OF BOARD; TERMS 26 Sec. 8858.052. ELECTION OF DIRECTORS 27 Sec. 8858.053. ELECTION DATE

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1 Sec. 8858.054. QUALIFICATIONS FOR OFFICE Sec. 8858.055. REVISION OF SINGLE-MEMBER DISTRICTS 2 3 Sec. 8858.056. COMPENSATION; EXPENSES [Sections 8858.057-8858.100 reserved for expansion] 4 5 SUBCHAPTER C. POWERS AND DUTIES Sec. 8858.101. GROUNDWATER CONSERVATION DISTRICT 6 7 POWERS AND DUTIES 8 [Sections 8858.102-8858.150 reserved for expansion] 9 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS Sec. 8858.151. LIMITATION ON TAXES FOR BONDS OR NOTES 10 CHAPTER 8858. KIMBLE COUNTY GROUNDWATER CONSERVATION DISTRICT 11 SUBCHAPTER A. GENERAL PROVISIONS 12 Sec. 8858.001. DEFINITIONS. In this chapter: 13 14 (1)"Board" means the district's board of directors. "Director" means a board member. 15 (2) "District" means the Kimble County Groundwater 16 (3) 17 Conservation District. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.0702; New.) 18 Sec. 8858.002. NATURE OF DISTRICT. The district is a 19 groundwater conservation district in Kimble County created under 20 and essential to accomplish the purposes of Section 59, Article 21 XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 966, Secs. 22 23 3.0701(a) (part), (b).) 24 Sec. 8858.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The district is created to serve a public use and benefit. 25

(b) All land and other property included in the districtwill benefit from the works and projects accomplished by the

H.B. No. 3281 1 district under the powers conferred by Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.0704.) 2 Sec. 8858.004. DISTRICT TERRITORY. 3 The district's boundaries are coextensive with the boundaries of Kimble County, 4 5 excluding that part of Kimble County that lies within the boundaries of Hickory Underground Water Conservation District No. 6 1, unless the district's territory has been modified under: 7 8 (1) Subchapter J or K, Chapter 36, Water Code; or 9 (2) other law. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.0703; New.) 10 [Sections 8858.005-8858.050 reserved for expansion] 11 SUBCHAPTER B. BOARD OF DIRECTORS 12 Sec. 8858.051. COMPOSITION OF BOARD; TERMS. 13 (a) The 14 district is governed by a board of five directors. 15 (b) Directors serve staggered four-year terms. (Acts 77th Leg., R.S., Ch. 966, Secs. 3.0706(a), (d).) 16 17 Sec. 8858.052. ELECTION OF DIRECTORS. (a) The district is divided into five numbered single-member districts for electing 18 19 directors. (b) One director is elected from each single-member 20 21 district. A director elected from a single-member district represents the residents of that single-member district. (Acts 22 23 77th Leg., R.S., Ch. 966, Secs. 3.0709(a), (b).) 24 Sec. 8858.053. ELECTION DATE. Each even-numbered year, on 25 the uniform election date in May or another date authorized by law, 26 the appropriate number of directors shall be elected. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.0711(b).) 27

1 Sec. 8858.054. QUALIFICATIONS FOR OFFICE. To be qualified 2 to be a candidate for or to serve as director, a person must be a 3 registered voter in the single-member district that the person 4 represents or seeks to represent. (Acts 77th Leg., R.S., Ch. 966, 5 Sec. 3.0709(c).)

6 Sec. 8858.055. REVISION OF SINGLE-MEMBER DISTRICTS. (a) 7 The board may revise the single-member districts as necessary or 8 appropriate.

9 (b) The board shall revise each single-member district 10 after each federal decennial census to reflect population changes.

(c) At the first election after the single-member districts are revised, a new director shall be elected from each district. The directors shall draw lots to determine which two directors serve two-year terms and which three directors serve four-year terms. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.0709(d).)

16 Sec. 8858.056. COMPENSATION; EXPENSES. A director is not 17 entitled to fees of office but is entitled to reimbursement of 18 actual expenses reasonably and necessarily incurred while engaging 19 in activities on behalf of the district. (Acts 77th Leg., R.S., Ch. 20 966, Sec. 3.0707.)

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[Sections 8858.057-8858.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES

23 Sec. 8858.101. GROUNDWATER CONSERVATION DISTRICT POWERS 24 AND DUTIES. The district has the rights, powers, privileges, 25 functions, and duties provided by the general law of this state, 26 including Chapter 36, Water Code, applicable to groundwater 27 conservation districts created under Section 59, Article XVI, Texas

H.B. No. 3281 1 Constitution. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.0705(a) 2 (part).) [Sections 8858.102-8858.150 reserved for expansion] 3 4 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS Sec. 8858.151. LIMITATION ON TAXES FOR BONDS OR NOTES. The 5 district, to pay any part of bonds or notes issued by the district, 6 may not impose a tax that exceeds 20 cents on each \$100 of assessed 7 8 valuation. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.0712.) 9 CHAPTER 8861. MENARD COUNTY UNDERGROUND WATER DISTRICT SUBCHAPTER A. GENERAL PROVISIONS 10 11 Sec. 8861.001. DEFINITIONS 12 Sec. 8861.002. NATURE OF DISTRICT Sec. 8861.003. FINDINGS OF PUBLIC USE AND BENEFIT 13 Sec. 8861.004. DISTRICT TERRITORY 14 15 [Sections 8861.005-8861.050 reserved for expansion] 16 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8861.051. COMPOSITION OF BOARD; TERMS 17 Sec. 8861.052. ELECTION DATE 18 Sec. 8861.053. COMPENSATION; EXPENSES 19 20 [Sections 8861.054-8861.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 21 22 Sec. 8861.101. GROUNDWATER CONSERVATION DISTRICT POWERS AND DUTIES 23 24 Sec. 8861.102. AUTHORITY OF DISTRICT TO REQUIRE

25 PERMITS FOR CERTAIN WELLS

H.B. No. 3281 CHAPTER 8861. MENARD COUNTY UNDERGROUND WATER DISTRICT 1 SUBCHAPTER A. GENERAL PROVISIONS 2 Sec. 8861.001. DEFINITIONS. In this chapter: 3 (1)"Board" means the district's board of directors. 4 "Director" means a board member. (2) 5 (3) "District" means the Menard County Underground 6 7 Water District. (Acts 72nd Leg., R.S., Ch. 180, Sec. 2; New.) 8 Sec. 8861.002. NATURE OF DISTRICT. The district is a groundwater conservation district in Menard County created under 9 10 and essential to accomplish the purposes of Section 59, Article XVI, Texas Constitution. (Acts 72nd Leg., R.S., Ch. 180, Secs. 1(a) 11 12 (part), (b).) Sec. 8861.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The 13 14 district is created to serve a public use and benefit. 15 (b) All land and other property included in the district will benefit from the works and projects accomplished by the 16 17 district under the powers conferred by Section 59, Article XVI, Texas Constitution. (Acts 72nd Leg., R.S., Ch. 180, Sec. 5.) 18 Sec. 8861.004. DISTRICT TERRITORY. (a) Except as provided 19 by Subsection (b), the district includes the territory in Menard 20 County unless the district's territory has been modified under: 21 Subchapter J or K, Chapter 36, Water Code; or 22 (1) 23 (2) other law. 24 (b) The district does not include the territory in the Hickory Underground Water Conservation District No. 1 as that 25 26 territory existed on May 24, 1991. The boundaries of the district form a closure. 27 (c) (Acts

1 72nd Leg., R.S., Ch. 180, Secs. 3, 4; New.)

2 [Sections 8861.005-8861.050 reserved for expansion]
3 SUBCHAPTER B. BOARD OF DIRECTORS
4 Sec. 8861.051. COMPOSITION OF BOARD; TERMS. (a) The

5 district is governed by a board of five directors.

6 (b) Directors serve staggered four-year terms. (Acts 72nd
7 Leg., R.S., Ch. 180, Secs. 7(a), (d).)

8 Sec. 8861.052. ELECTION DATE. Every two years, on the 9 uniform election date in May or another date authorized by law, the 10 appropriate number of directors shall be elected. (Acts 72nd Leg., 11 R.S., Ch. 180, Sec. 10 (part).)

Sec. 8861.053. COMPENSATION; EXPENSES. A director is not entitled to compensation for service on the board but may be reimbursed as provided by board rules for expenses incurred in carrying out the business of the district. (Acts 72nd Leg., R.S., Ch. 180, Sec. 7(g).)

17 [Sections 8861.054-8861.100 reserved for expansion]
 18 SUBCHAPTER C. POWERS AND DUTIES

19 Sec. 8861.101. GROUNDWATER CONSERVATION DISTRICT POWERS 20 AND DUTIES. The district has the rights, powers, privileges, 21 functions, and duties provided by the general law of this state, 22 including Chapters 36 and 49, Water Code, applicable to groundwater 23 conservation districts created under Section 59, Article XVI, Texas 24 Constitution. (Acts 72nd Leg., R.S., Ch. 180, Sec. 6(a) (part).)

25 Sec. 8861.102. AUTHORITY OF DISTRICT TO REQUIRE PERMITS FOR 26 CERTAIN WELLS. The district may require a permit for a well used 27 for domestic purposes or to provide water for livestock, poultry,

H.B. No. 3281 1 or wildlife if the well is: 2 (1) on a tract of land smaller than 100 acres; 3 (2) less than 500 feet deep; and 4 (3) drilled, completed, or equipped so that the well 5 is capable of producing more than 9,000 gallons of groundwater per day. (Acts 72nd Leg., R.S., Ch. 180, Sec. 6A.) 6 CHAPTER 8862. MIDDLE TRINITY GROUNDWATER CONSERVATION DISTRICT 7 SUBCHAPTER A. GENERAL PROVISIONS 8 Sec. 8862.001. DEFINITIONS 9 10 Sec. 8862.002. NATURE OF DISTRICT 11 Sec. 8862.003. FINDINGS OF PUBLIC USE AND BENEFIT 12 Sec. 8862.004. DISTRICT TERRITORY [Sections 8862.005-8862.050 reserved for expansion] 13 14 SUBCHAPTER B. BOARD OF DIRECTORS 15 Sec. 8862.051. COMPOSITION OF BOARD; TERMS 16 Sec. 8862.052. ELECTION OF DIRECTORS 17 Sec. 8862.053. ELECTION DATE Sec. 8862.054. QUALIFICATION FOR OFFICE 18 Sec. 8862.055. COMPOSITION OF BOARD AND ELECTION OF 19 20 DIRECTORS FOLLOWING ANNEXATION OF ONE OR TWO COUNTIES 21 Sec. 8862.056. COMPOSITION OF BOARD AND ELECTION OF 22 DIRECTORS FOLLOWING ANNEXATION OF 23 24 MORE THAN TWO COUNTIES 25 [Sections 8862.057-8862.100 reserved for expansion]

SUBCHAPTER C. POWERS AND DUTIES 1 2 Sec. 8862.101. GROUNDWATER CONSERVATION DISTRICT 3 POWERS AND DUTIES Sec. 8862.102. DISTRICT RULES; ENFORCEMENT 4 5 [Sections 8862.103-8862.150 reserved for expansion] SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 6 Sec. 8862.151. MAINTENANCE AND OPERATION TAX 7 8 CHAPTER 8862. MIDDLE TRINITY GROUNDWATER CONSERVATION DISTRICT 9 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8862.001. DEFINITIONS. In this chapter: 10 (1) "Board" means the district's board of directors. 11 "Director" means a board member. 12 (2) "District" means the Middle Trinity Groundwater 13 (3) 14 Conservation District. (Acts 77th Leg., R.S., Ch. 1362, Sec. 2.) 15 Sec. 8862.002. NATURE OF DISTRICT. The district is a groundwater conservation district created under and essential to 16 17 accomplish the purposes of Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 1362, Secs. 1(a) (part), 18 (b).) 19 Sec. 8862.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The 20 district is created to serve a public use and benefit. 21 (b) All land and other property included in the district 22 23 will benefit from the works and projects accomplished by the 24 district under the powers conferred by Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 1362, Sec. 4.) 25 26 Sec. 8862.004. DISTRICT TERRITORY. The district's boundaries are coextensive with the boundaries of Erath, Comanche, 27

Bosque, and Coryell Counties, unless the district's territory has
 been modified under:
 (1) Subchapter J or K, Chapter 36, Water Code; or
 (2) other law. (Acts 77th Leg., R.S., Ch. 1362, Sec.

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5 3; New.)

6 [Sections 8862.005-8862.050 reserved for expansion]
7 SUBCHAPTER B. BOARD OF DIRECTORS

8 Sec. 8862.051. COMPOSITION OF BOARD; TERMS. (a) Except as 9 provided by Subsection (c) and Sections 8862.055 and 8862.056, the 10 district is governed by a board of six directors.

11 (b) Directors serve staggered four-year terms.

12 (c) The board by resolution may change the number of 13 directors elected from a county in the district for the purpose of 14 equalizing representation of the residents of the district.

15 (d) Section 36.051(a), Water Code, does not apply to the 16 district. (Acts 77th Leg., R.S., Ch. 1362, Secs. 6(a), (d), (g), 17 9(c).)

Sec. 8862.052. ELECTION OF DIRECTORS. Except as provided by Sections 8862.051(c) and 8862.056, three directors shall be elected from each county in the district. (Acts 77th Leg., R.S., Ch. 1362, Sec. 9(a).)

Sec. 8862.053. ELECTION DATE. Except as provided by Sections 8862.055 and 8862.056, each even-numbered year, on the uniform election date in May or another date authorized by law, the appropriate number of directors shall be elected. (Acts 77th Leg., R.S., Ch. 1362, Sec. 11(b).)

27 Sec. 8862.054. QUALIFICATION FOR OFFICE. To be qualified

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1 to be a candidate for or serve as director, a person must be a 2 registered voter in the county the person seeks to represent. (Acts 3 77th Leg., R.S., Ch. 1362, Sec. 9(b).)

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Sec. 8862.055. COMPOSITION OF BOARD AND ELECTION OF
DIRECTORS FOLLOWING ANNEXATION OF ONE OR TWO COUNTIES. (a) This
section applies only following the annexation by the district under
Subchapter J, Chapter 36, Water Code, of the territory of one or two
additional counties.

9 (b) Not later than the 90th day after the date of an election 10 in which the annexation of a county to the district is ratified by a 11 majority vote of the voters of that county, the commissioners court 12 of the annexed county shall appoint three temporary directors to 13 the board. Temporary directors serve until initial permanent 14 directors are elected under Subsection (c).

15 (c) In the first odd-numbered year following the election in 16 which annexation of a county is ratified, on the uniform election 17 date in May or another date authorized by law, initial permanent 18 directors shall be elected from that county. The initial permanent 19 directors from the county shall draw lots to determine who will 20 serve a four-year term and who will serve a two-year term.

(d) In each odd-numbered year following the election of initial permanent directors under Subsection (c), on the uniform election date in May or another date authorized by law, the appropriate number of directors from the annexed county shall be elected. (Acts 77th Leg., R.S., Ch. 1362, Sec. 11A.)

26 Sec. 8862.056. COMPOSITION OF BOARD AND ELECTION OF 27 DIRECTORS FOLLOWING ANNEXATION OF MORE THAN TWO COUNTIES. (a) This

section applies only following the annexation by the district under
 Subchapter J, Chapter 36, Water Code, of the territory of a third
 additional county or the simultaneous or subsequent annexation of
 the territory of other additional counties.

(b) After annexation, two directors shall be elected fromeach county in the district as provided by this section.

7 (c) Not later than the 90th day after the date of an election 8 in which the annexation of a county is ratified by a majority vote 9 of the voters of that county, the commissioners court of each 10 annexed county shall appoint two temporary directors to the board. 11 Temporary directors serve until initial permanent directors are 12 elected under Subsection (d).

(d) In the first odd-numbered year following the election in which annexation of a county is ratified, on the uniform election date in May or another date authorized by law, initial permanent directors shall be elected from that county. The initial permanent directors from the county shall draw lots to determine who will serve a four-year term and who will serve a two-year term.

(e) On the date of the next regularly scheduled directors' election in an even-numbered year following the election in which annexation of a county is ratified:

(1) one director position from Comanche County and one
 director position from Erath County are abolished; and

(2) the terms of the directors serving in thosepositions expire on the date of the election.

26 (f) On the date of the next regularly scheduled directors' 27 election in an odd-numbered year following the election in which

1 annexation of the county is ratified:

2 (1) one director position from each of the first two3 counties annexed by the district is abolished; and

4 (2) the terms of the directors serving in those5 positions expire on the date of the election.

(g) If more than one position described by Subsection (e)(1)
or (f)(1) is scheduled for election in Comanche County, Erath
8 County, or one of the first two counties annexed by the district,
9 the directors of the county shall draw lots to determine which
10 position shall be abolished in accordance with Subsections (e) and
11 (f).

(h) Each odd-numbered year following the election of initial permanent directors under Subsection (d), on the uniform election date in May or another date authorized by law, the appropriate number of directors from the annexed county shall be elected. (Acts 77th Leg., R.S., Ch. 1362, Sec. 11B.)

17 [Sections 8862.057-8862.100 reserved for expansion]
 18 SUBCHAPTER C. POWERS AND DUTIES

19 Sec. 8862.101. GROUNDWATER CONSERVATION DISTRICT POWERS 20 AND DUTIES. The district has the rights, powers, privileges, 21 functions, and duties provided by the general law of this state, 22 including Chapter 36, Water Code, applicable to groundwater 23 conservation districts created under Section 59, Article XVI, Texas 24 Constitution. (Acts 77th Leg., R.S., Ch. 1362, Sec. 5(a) (part).)

25 Sec. 8862.102. DISTRICT RULES; ENFORCEMENT. (a) Any rules 26 adopted by the district as authorized by this chapter and Chapter 27 36, Water Code, apply to all persons and entities except as exempted

1 under Section 36.117, Water Code.

(b) The district may enforce its rules and the provisions of Chapter 36, Water Code, in the manner authorized by that chapter. In addition to the remedies provided under Section 36.102, Water Code, the district may impose a fee on a person or entity for violation of a rule of the district or failure to comply with an order issued by the district. (Acts 77th Leg., R.S., Ch. 1362, Sec. 13, as added Acts 81st Leg., R.S., Ch. 521.)

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[Sections 8862.103-8862.150 reserved for expansion] SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

Sec. 8862.151. MAINTENANCE AND OPERATION TAX. To pay the maintenance and operating expenses of the district, the board of directors may impose taxes annually at a rate not to exceed five cents on each \$100 of assessed valuation. (Acts 77th Leg., R.S., Ch. 1362, Sec. 12.)

16 CHAPTER 8863. NECHES AND TRINITY VALLEYS GROUNDWATER 17 CONSERVATION DISTRICT SUBCHAPTER A. GENERAL PROVISIONS 18 Sec. 8863.001. DEFINITIONS 19 Sec. 8863.002. NATURE OF DISTRICT 20 21 Sec. 8863.003. FINDINGS OF PUBLIC USE AND BENEFIT 22 Sec. 8863.004. DISTRICT TERRITORY Sec. 8863.005. ADDITION OF UNDERGROUND WATER 23 24 CONSERVATION DISTRICT OR ADJACENT COUNTY TO DISTRICT 25 26 [Sections 8863.006-8863.050 reserved for expansion]

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1		SUBCHAPTER B. BOARD OF DIRECTORS
2	Sec. 8863.051	. COMPOSITION OF BOARD
3	Sec. 8863.052	APPOINTMENT OF DIRECTORS
4	Sec. 8863.053	. TERMS
5	Sec. 8863.054	BOARD VACANCY
6	Sec. 8863.055	. COMPENSATION; EXPENSES
7	Sec. 8863.056	. VOTE REQUIRED FOR BOARD ACTION
8	[Secti	ons 8863.057-8863.100 reserved for expansion]
9		SUBCHAPTER C. POWERS AND DUTIES
10	Sec. 8863.101	GROUNDWATER CONSERVATION DISTRICT
11		POWERS AND DUTIES
12	Sec. 8863.102	. WELLS EXEMPT FROM REGULATION
13	Sec. 8863.103	. TRANSFER OF GROUNDWATER OUT OF DISTRICT
14	Sec. 8863.104	NO EMINENT DOMAIN POWER
15	Sec. 8863.105	. LIMIT ON PURCHASE OF GROUNDWATER RIGHTS
16	[Secti	ons 8863.106-8863.150 reserved for expansion]
17	SU	BCHAPTER D. GENERAL FINANCIAL PROVISIONS
18	Sec. 8863.151	AUTHORITY TO SET FEES; LIMITS
19	Sec. 8863.152	. TAXES PROHIBITED
20	Sec. 8863.153	LIMIT ON ISSUANCE OF BONDS AND NOTES
21	CHAPTER	8863. NECHES AND TRINITY VALLEYS GROUNDWATER
22		CONSERVATION DISTRICT
23		SUBCHAPTER A. GENERAL PROVISIONS
24	Sec. 880	53.001. DEFINITIONS. In this chapter:
25	(1) "Board" means the district's board of directors.
26	(2) "Director" means a board member.
27	(3) "District" means the Neches and Trinity Valleys

1 Groundwater Conservation District. (Acts 77th Leg., R.S., Ch. 2 1387, Sec. 2; New.)

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3 Sec. 8863.002. NATURE OF DISTRICT. The district is a 4 groundwater conservation district in Anderson, Cherokee, and 5 Henderson Counties created under and essential to accomplish the 6 purposes of Section 59, Article XVI, Texas Constitution. (Acts 7 77th Leg., R.S., Ch. 1387, Secs. 1(a) (part), (b).)

8 Sec. 8863.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The 9 district is created to serve a public use and benefit.

10 (b) All land and other property included in the district 11 will benefit from the works and projects accomplished by the 12 district under the powers conferred by Section 59, Article XVI, 13 Texas Constitution. (Acts 77th Leg., R.S., Ch. 1387, Sec. 4.)

14 Sec. 8863.004. DISTRICT TERRITORY. The district is 15 composed of the territory described by Section 3, Chapter 1387, 16 Acts of the 77th Legislature, Regular Session, 2001, as that 17 territory may have been modified under:

18 (1) Section 8863.005 or its predecessor statute,
19 former Section 10, Chapter 1387, Acts of the 77th Legislature,
20 Regular Session, 2001;

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(2) Subchapter J or K, Chapter 36, Water Code; or

(3) other law. (New.)

Sec. 8863.005. ADDITION OF UNDERGROUND WATER CONSERVATION DISTRICT OR ADJACENT COUNTY TO DISTRICT. (a) An adjacent county or an underground water conservation district the boundaries of which lie wholly within the boundaries of the district may petition to join the district by resolution of the commissioners court of the

1 county or the board of directors of the underground water 2 conservation district.

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3 (b) If, after a hearing on the resolution, the board finds 4 that the addition of the county or underground water conservation 5 district would benefit the district and the county or underground 6 water conservation district to be added, the board by resolution 7 may approve the addition of the county or underground water 8 conservation district to the district.

9 (c) The addition of a county or underground water 10 conservation district to the district under this section is not 11 final until ratified by a majority vote of the voters in the county 12 or within the boundaries of the underground water conservation 13 district to be added voting in an election held for that purpose.

14 (d) The ballot for the election shall be printed to provide for voting for or against the proposition: "The inclusion of 15 _____ County in the Neches and Trinity Valleys Groundwater 16 17 Conservation District" or "The inclusion of _____ Underground Water Conservation District in the Neches and Trinity Valleys 18 Groundwater Conservation District." 19 (Acts 77th Leg., R.S., Ch. 1387, Secs. 10(a), (b), (c), (d).) 20

21 [Sections 8863.006-8863.050 reserved for expansion]
 22 SUBCHAPTER B. BOARD OF DIRECTORS

23 Sec. 8863.051. COMPOSITION OF BOARD. The district is 24 governed by a board of directors appointed as provided by Section 25 8863.052. (Acts 77th Leg., R.S., Ch. 1387, Sec. 6(a).)

26 Sec. 8863.052. APPOINTMENT OF DIRECTORS. (a) The 27 commissioners court of each county in the district shall appoint:

(1) one director to represent the rural water and
 utilities and small municipal water supply interests of the county;
 and

4 (2) director to represent the one agriculture, 5 industry, or landowner groundwater supply interests of the county. The governing body of the most populous municipality in 6 (b) 7 each county in the district, acting jointly with the governing body 8 of the most populous municipality in each other county in the district, shall appoint one director to represent 9 those

10 municipalities. The governing bodies shall appoint residents of 11 the district on a rotating basis so that a resident of each county 12 is appointed every sixth year. (Acts 77th Leg., R.S., Ch. 1387, 13 Secs. 7(a), (b).)

14 Sec. 8863.053. TERMS. (a) Directors appointed under 15 Section 8863.052(a) serve staggered four-year terms, with the term 16 of one director appointed by the commissioners court of each county 17 expiring every two years. The director appointed jointly under 18 Section 8863.052(b) serves a two-year term.

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(b) A director may serve consecutive terms.

(c) A director serves at the pleasure of the political
subdivision that appointed the director. (Acts 77th Leg., R.S.,
Ch. 1387, Secs. 6(b), (c) (part), (g).)

Sec. 8863.054. BOARD VACANCY. If there is a vacancy on the board, the governing body of the entity that appointed the director who vacated the office shall appoint a director to serve the remainder of the term. (Acts 77th Leg., R.S., Ch. 1387, Sec. 6(h).) Sec. 8863.055. COMPENSATION; EXPENSES. (a) A director is

1 not entitled to receive compensation for serving as a director.

(b) A director may be reimbursed for actual, reasonable
expenses incurred in discharging official duties. (Acts 77th Leg.,
R.S., Ch. 1387, Sec. 6(i).)

5 Sec. 8863.056. VOTE REQUIRED FOR BOARD ACTION. A majority 6 vote of a quorum of the board is required for board action. If there 7 is a tie vote, the proposed action fails. (Acts 77th Leg., R.S., 8 Ch. 1387, Sec. 6(j).)

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[Sections 8863.057-8863.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES

Sec. 8863.101. GROUNDWATER CONSERVATION DISTRICT POWERS AND DUTIES. Except as provided by this subchapter and Subchapter D, the district has the rights, powers, privileges, functions, and duties provided by the general law of this state, including Chapter 36, Water Code, applicable to groundwater conservation districts created under Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 1387, Sec. 5(a) (part).)

18 Sec. 8863.102. WELLS EXEMPT FROM REGULATION. A well 19 meeting the criteria established under Section 36.117, Water Code, 20 including a well used for dewatering and monitoring in the 21 production of coal and lignite, is exempt from permit requirements, 22 regulations, and fees imposed by the district. (Acts 77th Leg., 23 R.S., Ch. 1387, Sec. 5(e).)

Sec. 8863.103. TRANSFER OF GROUNDWATER OUT OF DISTRICT. (a) In this section, "retail public utility" has the meaning assigned by Section 13.002, Water Code.

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(b) The district by rule may require a person to obtain a

permit from the district for the transfer of groundwater out of the
 district consistent with Section 36.122, Water Code.

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3 (c) The district may determine that a transfer of 4 groundwater produced within the district's boundaries for use 5 outside the district's boundaries will not be considered a transfer 6 outside the district if the transfer:

7 (1) is for use as a potable water supply by a retail 8 public utility and is within an authorized service area of which an 9 appropriate portion, as determined by the district, is located 10 inside the district's boundaries; or

(2) involves an emergency potable water interconnect between retail public utilities. (Acts 77th Leg., R.S., Ch. 1387, Sec. 5(b).)

Sec. 8863.104. NO EMINENT DOMAIN POWER. The district may not exercise the power of eminent domain. (Acts 77th Leg., R.S., Ch. 1387, Sec. 5(f) (part).)

Sec. 8863.105. LIMIT ON PURCHASE OF GROUNDWATER RIGHTS. The district may not purchase groundwater rights unless the purchased rights are acquired for conservation purposes and are permanently held in trust not to be produced. (Acts 77th Leg., R.S., Ch. 1387, Sec. 5(f) (part).)

[Sections 8863.106-8863.150 reserved for expansion]
SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
Sec. 8863.151. AUTHORITY TO SET FEES; LIMITS. (a) The
board may set fees for administrative acts of the district, such as
filing applications. A fee may not unreasonably exceed the cost to
the district of performing the administrative function for which

1 the fee is charged.

2 (b) The board shall set and collect fees for all services 3 provided outside the boundaries of the district. The fees may not 4 unreasonably exceed the cost to the district of providing the 5 services outside the district.

6 (c) The board may assess production fees based on the amount 7 of water authorized by permit to be withdrawn from a well or the 8 amount actually withdrawn. The district may assess the fees in lieu 9 of, or in conjunction with, any taxes otherwise imposed by the 10 district. The district may use revenue generated by the fees for 11 any lawful purpose. Production fees may not exceed:

12 (1) \$1 per acre-foot payable annually for water used13 for agricultural use; or

14 (2) \$10 per acre-foot payable annually for water used15 for any other purpose.

16 (d) The board may assess a production fee under Subsection 17 (c) for any water that is:

18 (1) produced under an exemption under Section 36.117,19 Water Code; and

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(2) subsequently sold to another person.

(e) The district may not assess a fee of any type on a well
if the well's production is used only for domestic, agricultural,
or wildlife purposes within the district. (Acts 77th Leg., R.S.,
Ch. 1387, Secs. 5(d), (g).)

Sec. 8863.152. TAXES PROHIBITED. The district may not impose taxes in the district. (Acts 77th Leg., R.S., Ch. 1387, Sec. 5(c).)

H.B. No. 3281 Sec. 8863.153. LIMIT ON ISSUANCE OF BONDS AND NOTES. The 1 2 district may not issue and sell bonds or notes in the name of the 3 district. (Acts 77th Leg., R.S., Ch. 1387, Sec. 5(f) (part).) 4 CHAPTER 8864. PECAN VALLEY GROUNDWATER CONSERVATION DISTRICT 5 SUBCHAPTER A. GENERAL PROVISIONS 6 Sec. 8864.001. DEFINITIONS 7 Sec. 8864.002. NATURE OF DISTRICT Sec. 8864.003. FINDINGS OF PUBLIC USE AND BENEFIT 8 Sec. 8864.004. DISTRICT TERRITORY 9 10 [Sections 8864.005-8864.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 11 12 Sec. 8864.051. COMPOSITION OF BOARD; TERMS 13 Sec. 8864.052. ELECTION OF DIRECTORS 14 Sec. 8864.053. ELECTION DATE 15 Sec. 8864.054. QUALIFICATIONS FOR OFFICE 16 Sec. 8864.055. BOARD VACANCY 17 [Sections 8864.056-8864.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 18 19 Sec. 8864.101. GROUNDWATER CONSERVATION DISTRICT POWERS AND DUTIES 20 21 [Sections 8864.102-8864.150 reserved for expansion] SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 22 Sec. 8864.151. LIMITATION ON TAXES 23 24 CHAPTER 8864. PECAN VALLEY GROUNDWATER CONSERVATION DISTRICT 25 SUBCHAPTER A. GENERAL PROVISIONS 26 Sec. 8864.001. DEFINITIONS. In this chapter: (1) "Board" means the district's board of directors. 27

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(2) "Director" means a board member.

2 (3) "District" means the Pecan Valley Groundwater
3 Conservation District. (Acts 77th Leg., R.S., Ch. 1343, Sec. 2;
4 New.)

5 Sec. 8864.002. NATURE OF DISTRICT. The district is a 6 groundwater conservation district in DeWitt County created under 7 and essential to accomplish the purposes of Section 59, Article 8 XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 1343, Secs. 9 1(a) (part), (b).)

Sec. 8864.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The district is created to serve a public use and benefit.

(b) All land and other property included in the district will benefit from the works and projects accomplished by the district under the powers conferred by Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 1343, Sec. 4.)

16 Sec. 8864.004. DISTRICT TERRITORY. The district's 17 boundaries are coextensive with the boundaries of DeWitt County 18 unless the district's territory has been modified under:

19 (1) Subchapter J or K, Chapter 36, Water Code; or
20 (2) other law. (Acts 77th Leg., R.S., Ch. 1343, Sec.
21 3; New.)

[Sections 8864.005-8864.050 reserved for expansion]
SUBCHAPTER B. BOARD OF DIRECTORS
Sec. 8864.051. COMPOSITION OF BOARD; TERMS. (a) The
district is governed by a board of five directors.
(b) Directors serve staggered four-year terms. (Acts 77th

(b) Directors serve staggered four-year terms. (Acts 77th
27 Leg., R.S., Ch. 1343, Secs. 6(a), (c).)

Sec. 8864.052. ELECTION OF DIRECTORS. (a) Directors are
 elected according to the commissioners precinct method as provided
 by this section.

4 (b) One director is elected by the voters of the entire
5 district. One director is elected from each county commissioners
6 precinct by the voters of that precinct.

7 (c) A person shall indicate on the application for a place8 on the ballot:

9 (1) the precinct that the person seeks to represent; 10 or

11 (2) that the person seeks to represent the district at 12 large.

(d) At the first election of the district after the county commissioners precincts are redrawn under Section 18, Article V, Texas Constitution, four new directors shall be elected to represent the precincts. The directors shall draw lots to determine which two directors serve four-year terms and which two directors serve two-year terms. (Acts 77th Leg., R.S., Ch. 1343, Secs. 8(a), (b), (d), (e).)

Sec. 8864.053. ELECTION DATE. Each odd-numbered year, on the uniform election date in May or another date authorized by law, the appropriate number of directors shall be elected. (Acts 77th Leg., R.S., Ch. 1343, Sec. 11(c); New.)

Sec. 8864.054. QUALIFICATIONS FOR OFFICE. (a) To qualify as a candidate for or serve as director at large, a person must be: (1) at least 18 years of age; (2) a resident of the district; and

1 (3) a registered voter in the district. 2 (b) To be a candidate for or serve as director from a county commissioners precinct, a person must be: 3 4 (1) at least 18 years of age; 5 (2) a resident of that precinct; and a registered voter of that precinct. (Acts 77th 6 (3) 7 Leg., R.S., Ch. 1343, Sec. 8(c).) Sec. 8864.055. BOARD VACANCY. (a) The board shall appoint a 8 replacement to fill a vacancy in the office of any director. 9 10 (b) The appointed replacement serves until the next directors' election. 11 If the position is not scheduled to be filled at the 12 (C) election, the person elected to fill the position serves only for 13 14 the remainder of the unexpired term. (Acts 77th Leg., R.S., Ch. 15 1343, Sec. 6(f).) 16 [Sections 8864.056-8864.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 17 Sec. 8864.101. GROUNDWATER CONSERVATION DISTRICT POWERS 18 19 AND DUTIES. The district has the rights, powers, privileges, functions, and duties provided by the general law of this state, 20 including Chapter 36, Water Code, applicable to groundwater 21 conservation districts created under Section 59, Article XVI, Texas 22 23 Constitution. (Acts 77th Leg., R.S., Ch. 1343, Sec. 5(a) (part).) 24 [Sections 8864.102-8864.150 reserved for expansion] 25 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS Sec. 8864.151. LIMITATION ON TAXES. 26 The board may not 27 impose an ad valorem tax at a rate that exceeds five cents on each

H.B. No. 3281 1 \$100 valuation of taxable property in the district. (Acts 77th Leg., R.S., Ch. 1343, Sec. 12.) 2 3 CHAPTER 8865. POST OAK SAVANNAH GROUNDWATER 4 CONSERVATION DISTRICT 5 SUBCHAPTER A. GENERAL PROVISIONS Sec. 8865.001. DEFINITIONS 6 Sec. 8865.002. NATURE OF DISTRICT 7 Sec. 8865.003. FINDINGS OF PUBLIC USE AND BENEFIT 8 Sec. 8865.004. DISTRICT TERRITORY 9 10 [Sections 8865.005-8865.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 11 12 Sec. 8865.051. COMPOSITION OF BOARD; TERMS Sec. 8865.052. APPOINTMENT OF DIRECTORS 13 Sec. 8865.053. BOARD VACANCY 14 15 Sec. 8865.054. COMPENSATION; EXPENSES 16 Sec. 8865.055. QUORUM; VOTE REQUIRED FOR BOARD ACTION 17 [Sections 8865.056-8865.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 18 19 Sec. 8865.101. GROUNDWATER CONSERVATION DISTRICT POWERS AND DUTIES 20 Sec. 8865.102. GROUNDWATER WELLS UNDER JURISDICTION OF 21 RAILROAD COMMISSION 22 23 Sec. 8865.103. LIMITATION ON POWER OF EMINENT DOMAIN 24 [Sections 8865.104-8865.150 reserved for expansion] 25 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 26 Sec. 8865.151. FEES 27 Sec. 8865.152. LIMITATION ON AUTHORITY TO IMPOSE TAXES

CHAPTER 8865. POST OAK SAVANNAH GROUNDWATER 1 CONSERVATION DISTRICT 2 SUBCHAPTER A. GENERAL PROVISIONS 3 Sec. 8865.001. DEFINITIONS. In this chapter: 4 "Board" means the district's board of directors. 5 (1)(2) "Director" means a board member. 6 "District" means the Post Oak Savannah Groundwater 7 (3) 8

8 Conservation District. (Acts 77th Leg., R.S., Ch. 966, Sec. 9 3.1402; Acts 77th Leg., R.S., Ch. 1307, Sec. 3.02; New.)

10 Sec. 8865.002. NATURE OF DISTRICT. The district is a 11 groundwater conservation district in Milam and Burleson Counties 12 created under and essential to accomplish the purposes of Section 13 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 14 966, Secs. 3.1401(a) (part), (b); Acts 77th Leg., R.S., Ch. 1307, 15 Secs. 3.01(a) (part), (b).)

Sec. 8865.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The district is created to serve a public use and benefit.

(b) All land and other property included in the district will benefit from the works and projects accomplished by the district under the powers conferred by Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1404; Acts 77th Leg., R.S., Ch. 1307, Sec. 3.04.)

23 Sec. 8865.004. DISTRICT TERRITORY. The district's 24 boundaries are coextensive with the boundaries of Milam and 25 Burleson Counties unless the district's territory has been modified 26 under:

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(1) Subchapter J or K, Chapter 36, Water Code; or

H.B. No. 3281 1 (2) other law. (Acts 77th Leg., R.S., Ch. 966, Sec. 2 3.1403; Acts 77th Leg., R.S., Ch. 1307, Sec. 3.03; New.) [Sections 8865.005-8865.050 reserved for expansion] 3 4 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8865.051. COMPOSITION OF BOARD; TERMS. 5 (a) The district is governed by a board of 10 directors. 6 7 (b) Directors serve staggered four-year terms. 8 (c) A director may serve consecutive terms. (Acts 77th Leg., R.S., Ch. 966, Secs. 3.1409(a), (c), (f); Acts 77th Leg., R.S., Ch. 9 1307, Secs. 3.10(a), (c), (f).) 10 Sec. 8865.052. APPOINTMENT OF DIRECTORS. (a) 11 The Milam 12 County Commissioners Court shall appoint five directors, of whom: (1) one must represent municipal interests in the 13 14 county; 15 (2) one must be a bona fide agricultural producer who 16 derives a substantial portion of the producer's income from 17 agriculture in the county; (3) one must be a director or employee of a rural water 18 19 supply corporation in the county; 20 one must represent active industrial interests in (4)the county; and 21 (5) one must represent the interests of the county at 22 23 large. 24 (b) The Burleson County Commissioners Court shall appoint 25 five directors, of whom: 26 (1) one must represent municipal interests in the 27 county;

1 (2) one must be a bona fide agricultural producer who 2 derives a substantial portion of the producer's income from 3 agriculture in the county;

4 (3) one must be a director or employee of a rural water5 supply corporation in the county;

6 (4) one must represent active industrial interests in 7 the county; and

8 (5) one must represent the interests of the county at9 large.

10 (c) On January 1 of each even-numbered year, the appropriate 11 commissioners court shall appoint the appropriate number of 12 directors. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1410(d) (part); 13 Acts 77th Leg., R.S., Ch. 1307, Secs. 3.11(a), (b), (d) (part).)

Sec. 8865.053. BOARD VACANCY. If there is a vacancy on the board, the commissioners court that appointed the director who vacated the office shall appoint a director to serve the remainder of the term. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1409(g); Acts 77th Leg., R.S., Ch. 1307, Sec. 3.10(g).)

Sec. 8865.054. COMPENSATION; EXPENSES. (a) A director is
 not entitled to receive compensation for serving as a director.

(b) A director may be reimbursed for actual, reasonable
expenses incurred in discharging official duties. (Acts 77th Leg.,
R.S., Ch. 966, Sec. 3.1409(h); Acts 77th Leg., R.S., Ch. 1307, Sec.
3.10(h).)

25 Sec. 8865.055. QUORUM; VOTE REQUIRED FOR BOARD ACTION. (a) 26 A quorum exists when at least two-thirds of the directors are 27 present.

(b) A majority vote of a quorum of the board is required for
 board action. If there is a tie vote, the proposed action fails.
 (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1409(i); Acts 77th Leg.,
 R.S., Ch. 1307, Sec. 3.10(i).)

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[Sections 8865.056-8865.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES

7 Sec. 8865.101. GROUNDWATER CONSERVATION DISTRICT POWERS 8 AND DUTIES. Except as otherwise provided by this chapter, the district has the rights, powers, privileges, functions, and duties 9 10 provided by the general law of this state, including Chapter 36, Water Code, applicable to groundwater conservation districts 11 12 created under Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1405(a) (part); Acts 77th Leg., 13 R.S., Ch. 1307, Sec. 3.05(a) (part).) 14

Sec. 8865.102. GROUNDWATER WELLS UNDER JURISDICTION OF RAILROAD COMMISSION. (a) In this section, "railroad commission" means the Railroad Commission of Texas.

(b) A groundwater well drilled or operated in the district under a permit issued by the railroad commission is under the exclusive jurisdiction of the railroad commission and is exempt from regulation by the district.

(c) Groundwater produced in an amount authorized by a railroad commission permit may be used in or exported from the district without a permit from the district.

(d) To the extent groundwater production exceeds railroad commission authorization, the holder of the railroad commission permit:

H.B. No. 3281 (1) must apply to the district for the appropriate 2 permit for the excess production; and

3

(2) is subject to the applicable regulatory fees.

4 Groundwater produced from a well under the jurisdiction (e) 5 of the railroad commission is generally exempt from water district fees. However, the district may impose either a pumping fee or an 6 export fee on groundwater produced from an otherwise exempt mine 7 8 well that is used for municipal purposes or by a public utility. A fee imposed by the district under this subsection may not exceed the 9 10 fee imposed on other groundwater producers in the district. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1407; Acts 77th Leg., R.S., Ch. 11 12 1307, Sec. 3.07; New.)

Sec. 8865.103. LIMITATION ON POWER OF EMINENT DOMAIN. The district does not have the authority granted by Section 36.105, Water Code, relating to eminent domain. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1405(b) (part); Acts 77th Leg., R.S., Ch. 1307, Sec. 3.05(b) (part).)

18 [Sections 8865.104-8865.150 reserved for expansion]
 19 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

Sec. 8865.151. FEES. (a) The board by rule may impose a reasonable fee on each well that is not exempt from regulation by the district and for which a permit is issued by the district. The fee may be based on:

(1) the size of column pipe used by the well; or
(2) the actual, authorized, or anticipated amount of
water to be withdrawn from the well.

27

(b)

Fees may not exceed:

H.B. No. 3281 1 (1)25 cents per acre-foot for water used for 2 irrigating agricultural crops; or 3 (2) 17 cents per thousand gallons for water used for any other purpose. 4 (c) In addition to the fee authorized under Subsection (a), 5 6 the district may impose a reasonable fee or surcharge for an export 7 fee using one of the following methods: 8 (1)a fee negotiated between the district and the 9 transporter; or 10 (2) a combined production and export fee not to exceed 17 cents per thousand gallons of water used. 11 12 (d) Fees authorized by this section may be: (1) assessed annually; and 13 14 (2) used to pay the cost of operating the district. 15 (Acts 77th Leg., R.S., Ch. 966, Secs. 3.1406(a), (c); Acts 77th Leg., R.S., Ch. 1307, Sec. 3.06.) 16 Sec. 8865.152. LIMITATION ON AUTHORITY TO IMPOSE TAXES. 17 The district does not have the authority granted by Sections 36.020 18 and 36.201-36.204, Water Code, relating to taxes. (Acts 77th Leg., 19 R.S., Ch. 966, Sec. 3.1405(b) (part); Acts 77th Leg., R.S., Ch. 20 1307, Sec. 3.05(b) (part).) 21 22 CHAPTER 8866. MID-EAST TEXAS GROUNDWATER CONSERVATION DISTRICT SUBCHAPTER A. GENERAL PROVISIONS 23 24 Sec. 8866.001. DEFINITIONS 25 Sec. 8866.002. NATURE OF DISTRICT Sec. 8866.003. FINDINGS OF PUBLIC USE AND BENEFIT 26 Sec. 8866.004. DISTRICT TERRITORY 27

[Sections 8866.005-8866.050 reserved for expansion] 1 2 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8866.051. COMPOSITION OF BOARD; TERMS 3 Sec. 8866.052. APPOINTMENT OF DIRECTORS 4 Sec. 8866.053. BOARD VACANCY 5 6 Sec. 8866.054. COMPENSATION; EXPENSES 7 Sec. 8866.055. VOTE REQUIRED FOR BOARD ACTION 8 [Sections 8866.056-8866.100 reserved for expansion] 9 SUBCHAPTER C. POWERS AND DUTIES 10 Sec. 8866.101. GROUNDWATER CONSERVATION DISTRICT POWERS AND DUTIES 11 12 Sec. 8866.102. GROUNDWATER WELLS UNDER JURISDICTION OF RAILROAD COMMISSION 13 14 Sec. 8866.103. LIMITATION ON POWER OF EMINENT DOMAIN [Sections 8866.104-8866.150 reserved for expansion] 15 16 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 17 Sec. 8866.151. FEES Sec. 8866.152. LIMITATION ON AUTHORITY TO IMPOSE TAXES 18 CHAPTER 8866. MID-EAST TEXAS GROUNDWATER CONSERVATION DISTRICT 19 20 SUBCHAPTER A. GENERAL PROVISIONS 21 Sec. 8866.001. DEFINITIONS. In this chapter: (1) "Board" means the district's board of directors. 22 "Director" means a board member. 23 (2) 24 (3) "District" means the Mid-East Texas Groundwater 25 Conservation District. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1502; 26 Acts 77th Leg., R.S., Ch. 1307, Sec. 4.02; New.) Sec. 8866.002. NATURE OF DISTRICT. The district is a 27

1 groundwater conservation district in Leon, Madison, and Freestone 2 Counties created under and essential to accomplish the purposes of 3 Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., 4 Ch. 966, Secs. 3.1501(a) (part), (b); Acts 77th Leg., R.S., Ch. 5 1307, Secs. 4.01(a) (part), (b).)

6 Sec. 8866.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The 7 district is created to serve a public use and benefit.

8 (b) All land and other property included in the district 9 will benefit from the works and projects accomplished by the 10 district under the powers conferred by Section 59, Article XVI, 11 Texas Constitution. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1504; 12 Acts 77th Leg., R.S., Ch. 1307, Sec. 4.04.)

13 Sec. 8866.004. DISTRICT TERRITORY. The district's 14 boundaries are coextensive with the boundaries of Leon, Madison, 15 and Freestone Counties unless the district's territory has been 16 modified under:

17 (1) Subchapter J or K, Chapter 36, Water Code; or other law. (Acts 77th Leg., R.S., Ch. 966, Sec. 18 (2) 19 3.1503; Acts 77th Leg., R.S., Ch. 1307, Sec. 4.03; New.) [Sections 8866.005-8866.050 reserved for expansion] 20 21 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8866.051. COMPOSITION OF BOARD; TERMS. 22 (a) The district is governed by a board of nine directors. 23 24 Directors serve staggered four-year terms. (b) (c) A director may serve consecutive terms. 25 (Acts 77th 26 Leg., R.S., Ch. 966, Secs. 3.1509(a), (c), (f); Acts 77th Leg., R.S., Ch. 1307, Secs. 4.10(a), (c), (f).) 27

H.B. No. 3281 Sec. 8866.052. APPOINTMENT OF DIRECTORS. 1 (a) The Leon 2 County Commissioners Court shall appoint three directors, of whom: 3 (1) one must represent the interests of municipalities in the county, or must be a director or employee of a rural water 4 5 supply corporation in the county, or both; 6 (2) one must be a bona fide agricultural producer who 7 derives a substantial portion of the producer's income from 8 agriculture in the county; and (3) one must represent active industrial interests in 9 10 the county. The Madison County Commissioners Court shall appoint 11 (b) 12 three directors, of whom: (1) one must represent the interests of municipalities 13 14 in the county, or must be a director or employee of a rural water 15 supply corporation in the county, or both; 16 (2) one must be a bona fide agricultural producer who 17 derives a substantial portion of the producer's income from 18 agriculture in the county; and 19 (3) one must represent active industrial interests in the county. 20 21 The Freestone County Commissioners Court shall appoint (c) three directors, of whom: 22 23 (1)one must represent the interests of municipalities 24 in the county, or must be a director or employee of a rural water supply corporation in the county, or both; 25 26 (2) one must be a bona fide agricultural producer who 27 derives a substantial portion of the producer's income from

1 agriculture in the county; and

27

2 (3) one must represent active industrial interests in3 the county.

(d) On January 1 of each even-numbered year, the appropriate
commissioners courts shall appoint the appropriate number of
directors. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1510(e) (part);
Acts 77th Leg., R.S., Ch. 1307, Secs. 4.11(a), (b), (c), (e)
(part).)

9 Sec. 8866.053. BOARD VACANCY. If there is a vacancy on the 10 board, the commissioners court that appointed the director who 11 vacated the office shall appoint a director to serve the remainder 12 of the term. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1509(g); Acts 13 77th Leg., R.S., Ch. 1307, Sec. 4.10(g).)

Sec. 8866.054. COMPENSATION; EXPENSES. (a) A director is
not entitled to receive compensation for serving as a director.

(b) A director may be reimbursed for actual, reasonable
expenses incurred in discharging official duties. (Acts 77th Leg.,
R.S., Ch. 966, Sec. 3.1509(h); Acts 77th Leg., R.S., Ch. 1307, Sec.
4.10(h).)

Sec. 8866.055. VOTE REQUIRED FOR BOARD ACTION. A majority
 vote of a quorum of the board is required for board action. If there
 is a tie vote, the proposed action fails. (Acts 77th Leg., R.S., Ch.
 966, Sec. 3.1509(i); Acts 77th Leg., R.S., Ch. 1307, Sec. 4.10(i).)
 [Sections 8866.056-8866.100 reserved for expansion]
 SUBCHAPTER C. POWERS AND DUTIES
 Sec. 8866.101. GROUNDWATER CONSERVATION DISTRICT POWERS

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AND DUTIES. Except as otherwise provided by this chapter, the

district has the rights, powers, privileges, functions, and duties provided by the general law of this state, including Chapter 36, Water Code, applicable to groundwater conservation districts created under Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 966, Sec. 3.1505(a) (part); Acts 77th Leg., R.S., Ch. 1307, Sec. 4.05(a) (part).)

Sec. 8866.102. GROUNDWATER WELLS UNDER JURISDICTION OF
RAILROAD COMMISSION. (a) In this section, "railroad commission"
means the Railroad Commission of Texas.

10 (b) A groundwater well drilled or operated in the district 11 under a permit issued by the railroad commission is under the 12 exclusive jurisdiction of the railroad commission and is exempt 13 from regulation by the district.

14 (c) Groundwater produced in an amount authorized by a 15 railroad commission permit may be used in or exported from the 16 district without a permit from the district.

17 (d) To the extent groundwater production exceeds railroad 18 commission authorization, the holder of the railroad commission 19 permit:

(1) must apply to the district for the appropriate21 permit for the excess production; and

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(2) is subject to the applicable regulatory fees.

(e) Groundwater produced from a well under the jurisdiction of the railroad commission is generally exempt from water district fees. However, the district may impose either a pumping fee or an export fee on groundwater produced from an otherwise exempt mine well that is used for municipal purposes or by a public utility. A

1 fee imposed by the district under this subsection may not exceed the 2 fee imposed on other groundwater producers in the district. (Acts 3 77th Leg., R.S., Ch. 966, Sec. 3.1507; Acts 77th Leg., R.S., Ch. 4 1307, Sec. 4.07; New.)

Sec. 8866.103. LIMITATION ON POWER OF EMINENT DOMAIN. The
district does not have the authority granted by Section 36.105,
Water Code, relating to eminent domain. (Acts 77th Leg., R.S., Ch.
966, Sec. 3.1505(b) (part); Acts 77th Leg., R.S., Ch. 1307, Sec.
4.05(b) (part).)

10[Sections 8866.104-8866.150 reserved for expansion]11SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

Sec. 8866.151. FEES. (a) The board by rule may impose a reasonable fee on each well that is not exempt from regulation by the district and for which a permit is issued by the district. The fee may be based on:

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(1) the size of column pipe used by the well; or

17 (2) the actual, authorized, or anticipated amount of18 water to be withdrawn from the well.

19 (b) Fees may not exceed:

20 (1) 25 cents per acre-foot for water used for
21 irrigating agricultural crops; or

(2) 17 cents per thousand gallons for water used forany other purpose.

(c) In addition to the fee authorized under Subsection (a),
the district may impose a reasonable fee or surcharge for an export
fee using one of the following methods:

27 (1) a fee negotiated between the district and the

H.B. No. 3281 1 transporter; or 2 (2) a combined production and export fee not to exceed 3 17 cents per thousand gallons of water used. Fees authorized by this section may be: 4 (d) 5 (1) assessed annually; and 6 (2) used to pay the cost of operating the district. 7 (Acts 77th Leg., R.S., Ch. 966, Secs. 3.1506(a), (c); Acts 77th 8 Leg., R.S., Ch. 1307, Sec. 4.06.) Sec. 8866.152. LIMITATION ON AUTHORITY TO IMPOSE TAXES. 9 10 The district does not have the authority granted by Sections 36.020 and 36.201-36.204, Water Code, relating to taxes. (Acts 77th Leg., 11 12 R.S., Ch. 966, Sec. 3.1505(b) (part); Acts 77th Leg., R.S., Ch. 1307, Sec. 4.05(b) (part).) 13 CHAPTER 8867. ROLLING PLAINS GROUNDWATER CONSERVATION DISTRICT 14 15 SUBCHAPTER A. GENERAL PROVISIONS 16 Sec. 8867.001. DEFINITIONS 17 Sec. 8867.002. NATURE OF DISTRICT Sec. 8867.003. FINDINGS OF PUBLIC USE AND BENEFIT 18 Sec. 8867.004. DISTRICT TERRITORY 19 20 [Sections 8867.005-8867.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS 21 22 Sec. 8867.051. COMPOSITION OF BOARD; TERMS Sec. 8867.052. APPOINTMENT OF DIRECTORS IN GENERAL 23 24 Sec. 8867.053. APPOINTMENT OF DIRECTORS BY ADDITIONAL 25 COUNTIES 26 Sec. 8867.054. ELIGIBILITY 27 Sec. 8867.055. BOARD VACANCY

1	Sec. 8867.056. COMPENSATION
2	Sec. 8867.057. PRESIDENT
3	[Sections 8867.058-8867.100 reserved for expansion]
4	SUBCHAPTER C. POWERS AND DUTIES
5	Sec. 8867.101. GROUNDWATER CONSERVATION DISTRICT
6	POWERS AND DUTIES
7	Sec. 8867.102. LIMITATION ON RULEMAKING POWER NOT
8	APPLICABLE
9	Sec. 8867.103. FEES
10	CHAPTER 8867. ROLLING PLAINS GROUNDWATER CONSERVATION DISTRICT
11	SUBCHAPTER A. GENERAL PROVISIONS
12	Sec. 8867.001. DEFINITIONS. In this chapter:
13	(1) "Board" means the district's board of directors.
14	(2) "Director" means a board member.
15	(3) "District" means the Rolling Plains Groundwater
16	Conservation District. (Acts 73rd Leg., R.S., Ch. 1028, Sec. 2;
17	New.)
18	Sec. 8867.002. NATURE OF DISTRICT. The district is created
19	under and essential to accomplish the purposes of Section 59,
20	Article XVI, Texas Constitution. (Acts 73rd Leg., R.S., Ch. 1028,
21	Sec. 1(b).)
22	Sec. 8867.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The
23	district is created to serve a public use and benefit.
24	(b) All land and other property included in the district
25	will benefit from the works and projects accomplished by the
26	district under the powers conferred by Section 59, Article XVI,
27	Texas Constitution. (Acts 73rd Leg., R.S., Ch. 1028, Sec. 4.)

Sec. 8867.004. DISTRICT TERRITORY. The district's boundaries are coextensive with the boundaries of Haskell County, Knox County, and Baylor County, unless the district's territory has been modified under:

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5 (1) Subchapter J or K, Chapter 36, Water Code; or
6 (2) other law. (Acts 73rd Leg., R.S., Ch. 1028, Sec. 3;
7 New.)

8 [Sections 8867.005-8867.050 reserved for expansion]
9 SUBCHAPTER B. BOARD OF DIRECTORS

10 Sec. 8867.051. COMPOSITION OF BOARD; TERMS. (a) The 11 district is governed by a board of not fewer than 5 or more than 16 12 directors.

13 (b) Directors serve staggered four-year terms. (Acts 73rd
14 Leg., R.S., Ch. 1028, Secs. 6(a), 8(c).)

15 Sec. 8867.052. APPOINTMENT OF DIRECTORS IN GENERAL. The 16 commissioners court of each county in the district shall appoint an 17 equal number of directors. (Acts 73rd Leg., R.S., Ch. 1028, Sec. 7.) Sec. 8867.053. APPOINTMENT OF DIRECTORS BY ADDITIONAL 18 (a) When a county is added to the district, the board 19 COUNTIES. shall change the number of directors so that an equal number of 20 directors are appointed by the commissioners court of each county 21 22 in the district. The terms of the directors then serving expire on a date set by the board, not later than the 90th day after the date 23 24 the county is added to the district, and the directors continue to serve only until the new directors have been appointed. 25

(b) The board shall send to the commissioners court of eachcounty in the district notice of the number of directors the county

1 may appoint.

2 After receiving the notice from the board, (c) the 3 commissioners courts of all the counties in the district shall confer to determine the number of new directors from each county who 4 5 will serve four-year terms and the number of new directors from each county who will serve two-year terms. The commissioners courts 6 shall provide that, as nearly as possible, half of the new 7 8 directors, in total and from each county, serve four-year terms and the remaining new directors serve two-year terms. 9

10 (d) The commissioners court of each county shall appoint new 11 directors before the date set by the board in Subsection (a). A 12 commissioners court may reappoint a current director.

(e) The new directors from each county shall draw lots to
determine which directors serve four-year terms and which directors
serve two-year terms in accordance with Subsection (c). (Acts 73rd
Leg., R.S., Ch. 1028, Sec. 7A.)

Sec. 8867.054. ELIGIBILITY. To be eligible to serve asdirector, a person must be:

19

(1) at least 21 years of age; and

(2) a registered voter in the county from which the
person is appointed. (Acts 73rd Leg., R.S., Ch. 1028, Sec. 6(c).)

Sec. 8867.055. BOARD VACANCY. If a vacancy occurs in the office of director, the commissioners court of the county from which the person vacating the position was appointed shall appoint a director for the unexpired term. (Acts 73rd Leg., R.S., Ch. 1028, Sec. 6(b).)

27 Sec. 8867.056. COMPENSATION. (a) A director is not

entitled to receive fees of office under Section 36.060, Water 1 Code, if the director holds another office that is a civil office of 2 3 emolument for purposes of Section 40, Article XVI, Texas Constitution. 4

5 Except as provided by this section, a director may (b) receive reimbursement of actual expenses as provided by Section 6 36.060(b), Water Code. 7

8 (c) The board by rule, bylaw, or resolution may limit the amount of fees of office or the amount of reimbursement for actual 9 10 expenses a director is entitled to receive.

11 (d) This section prevails over any provision of general or 12 special law that is in conflict or inconsistent with this section, including Section 36.060(d), Water Code. (Acts 73rd Leg., R.S., Ch. 13 14 1028, Sec. 6(d).)

15 Sec. 8867.057. PRESIDENT. (a) The board shall elect a president from among the directors every other year following the 16 appointment of directors under Section 8867.052. 17

The president may vote and may cast an additional vote 18 (b) 19 to break a tie. (Acts 73rd Leg., R.S., Ch. 1028, Sec. 9.)

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[Sections 8867.058-8867.100 reserved for expansion]

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SUBCHAPTER C. POWERS AND DUTIES

Sec. 8867.101. GROUNDWATER CONSERVATION DISTRICT POWERS 22 Except as provided by Sections 8867.102 23 AND DUTIES. and 24 8867.103(b), the district has the rights, powers, privileges, functions, and duties provided by the general law of this state, 25 26 including Chapter 36, Water Code, applicable to groundwater conservation districts created under Section 59, Article XVI, Texas 27

H.B. No. 3281 1 Constitution. (Acts 73rd Leg., R.S., Ch. 1028, Secs. 5(a) (part), (b) (part), (c) (part).) 2 Sec. 8867.102. LIMITATION 3 ON RULEMAKING POWER NOT APPLICABLE. Section 36.121, Water Code, does not apply to the 4 5 district. (Acts 73rd Leg., R.S., Ch. 1028, Sec. 5(b) (part).) Sec. 8867.103. FEES. (a) The district may assess fees 6 7 under Section 36.122(e) or 36.205(c), Water Code, in an annual 8 amount not to exceed: (1) \$1 per acre-foot of water used for agricultural 9 10 use; or 11 (2) 17 cents per thousand gallons of water used for any 12 other purpose. Section 36.205(e), Water Code, does not apply to the 13 (b) 14 district. (Acts 73rd Leg., R.S., Ch. 1028, Sec. 5(c) (part).) 15 CHAPTER 8868. SOUTHEAST TEXAS GROUNDWATER CONSERVATION DISTRICT 16 SUBCHAPTER A. GENERAL PROVISIONS 17 Sec. 8868.001. DEFINITIONS Sec. 8868.002. NATURE OF DISTRICT 18 Sec. 8868.003. FINDINGS OF PUBLIC USE AND BENEFIT 19 Sec. 8868.004. DISTRICT TERRITORY 20 Sec. 8868.005. ADDITION OF ADJACENT COUNTY TO DISTRICT 21 22 Sec. 8868.006. LANDOWNERS' RIGHTS 23 [Sections 8868.007-8868.050 reserved for expansion] 24 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8868.051. COMPOSITION OF BOARD; TERMS 25 26 Sec. 8868.052. APPOINTMENT OF DIRECTORS BY INITIAL COUNTIES 27

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1 Sec. 8868.053. APPOINTMENT OF DIRECTORS BY ADDITIONAL 2 COUNTIES QUALIFICATIONS; GROUNDWATER PRODUCERS 3 Sec. 8868.054. Sec. 8868.055. BOARD VACANCY 4 5 Sec. 8868.056. COMPENSATION; EXPENSES 6 Sec. 8868.057. VOTE REQUIRED FOR BOARD ACTION 7 [Sections 8868.058-8868.100 reserved for expansion] 8 SUBCHAPTER C. POWERS AND DUTIES 9 Sec. 8868.101. GROUNDWATER CONSERVATION DISTRICT 10 POWERS AND DUTIES 11 Sec. 8868.102. TRANSFER OF GROUNDWATER OUT OF DISTRICT 12 Sec. 8868.103. LIMIT ON PURCHASE OF GROUNDWATER RIGHTS FOR CONSERVATION PURPOSES 13 Sec. 8868.104. WELLS EXEMPT FROM REGULATION 14 15 Sec. 8868.105. NO EMINENT DOMAIN POWER [Sections 8868.106-8868.150 reserved for expansion] 16 17 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 18 Sec. 8868.151. TAXES PROHIBITED 19 Sec. 8868.152. TAX BONDS PROHIBITED 20 Sec. 8868.153. PERMIT FEES CHAPTER 8868. SOUTHEAST TEXAS GROUNDWATER CONSERVATION DISTRICT 21 SUBCHAPTER A. GENERAL PROVISIONS 22 23 Sec. 8868.001. DEFINITIONS. In this chapter: 24 (1) "Board" means the district's board of directors. (2) "Director" means a board member. 25 26 (3) "District" means the Southeast Texas Groundwater 27 Conservation District. (Acts 78th Leg., R.S., Ch. 384, Sec. 1;

1 New.)

2 Sec. 8868.002. NATURE OF DISTRICT. (a) The district is a 3 groundwater conservation district created under and essential to 4 accomplish the purposes of Section 59, Article XVI, Texas 5 Constitution.

6 (b) The district is a political subdivision of this state.
7 (Acts 78th Leg., R.S., Ch. 384, Secs. 2, 3.)

8 Sec. 8868.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The 9 district is created to serve a public use and benefit.

10 (b) All land and other property included in the district 11 will benefit from the works and projects accomplished by the 12 district under the powers conferred by Section 59, Article XVI, 13 Texas Constitution. (Acts 78th Leg., R.S., Ch. 384, Sec. 4.)

14 Sec. 8868.004. DISTRICT TERRITORY. The district's 15 boundaries are coextensive with the boundaries of Jasper, Newton, 16 Hardin, and Tyler Counties, Texas, unless the district's territory 17 has been modified under:

18

(1) Section 8868.005;

19 (2) Subchapter J or K, Chapter 36, Water Code; or
20 (3) other law. (Acts 78th Leg., R.S., Ch. 384, Sec. 5;
21 New.)

22 Sec. 8868.005. ADDITION OF ADJACENT COUNTY TO DISTRICT. 23 (a) An adjacent county may petition to join the district by 24 resolution of the commissioners court of the county.

(b) If, after a hearing on the resolution, the board finds that the addition of the county would benefit the district and the county to be added, the board by resolution may approve the addition

1 of the county to the district.

2 (c) The addition of a county to the district under this 3 section is not final until ratified by a majority vote of the voters 4 in the county to be added voting in an election held for that 5 purpose.

(d) The ballot for the election shall be printed to provide
for voting for or against the proposition: "The inclusion of
(name of county) County in the Southeast Texas
Groundwater Conservation District." (Acts 78th Leg., R.S., Ch. 384,
Secs. 14(a), (b), (c), (d).)

Sec. 8868.006. LANDOWNERS' RIGHTS. The rights of landowners and their lessees and assigns in groundwater in the district are recognized. Nothing in this chapter may be construed to deprive or divest the landowners or their lessees and assigns of their rights, subject to district rules. (Acts 78th Leg., R.S., Ch. 384, Sec. 12.)

16 17

SUBCHAPTER B. BOARD OF DIRECTORS

[Sections 8868.007-8868.050 reserved for expansion]

Sec. 8868.051. COMPOSITION OF BOARD; TERMS. (a) The district is governed by a board of directors appointed under Sections 8868.052 and 8868.053.

21

(b) Directors serve three-year terms.

(c) A director may serve consecutive terms. (Acts 78th Leg.,
R.S., Ch. 384, Secs. 9(a) (part), (b) (part), (e).)

Sec. 8868.052. APPOINTMENT OF DIRECTORS BY INITIAL COUNTIES. (a) The Jasper County Commissioners Court shall appoint two directors. One director shall represent rural water utilities and small municipal water supply interests. The other director

shall represent the large industrial groundwater supply interests
 of the county and large municipal utilities.

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3 (b) The Newton County Commissioners Court shall appoint two 4 directors. One director shall represent rural water utilities and 5 small municipal water supply interests. The other director shall 6 represent the forestry or agricultural groundwater supply 7 interests of the county.

8 (c) The Jasper County Commissioners Court and the Newton 9 County Commissioners Court shall jointly appoint one director to 10 represent the forestry, agricultural, or landowner groundwater 11 supply interests of both counties. The jointly appointed director 12 shall serve as the board's presiding officer.

13 (d) The Newton City Council shall appoint one director.

14 (e) The Jasper City Council shall appoint one director.
15 (Acts 78th Leg., R.S., Ch. 384, Secs. 10(a), (b), (c), (d), (e).)

Sec. 8868.053. APPOINTMENT OF DIRECTORS BY ADDITIONAL COUNTIES. When a county is added to the district, the board may change the number of directors so that an equal number of directors are appointed from each county and one director is appointed jointly by the counties. (Acts 78th Leg., R.S., Ch. 384, Sec. 9(a) (part).)

Sec. 8868.054. QUALIFICATIONS; GROUNDWATER PRODUCERS. A director is not disqualified from serving because the director is an employee, manager, director, or officer of a groundwater producer that is or may be regulated by the district. (Acts 78th Leg., R.S., Ch. 384, Sec. 10(f).)

27 Sec. 8868.055. BOARD VACANCY. (a) If there is a vacancy on

1 the board, the governing body of the entity that appointed the 2 director who vacated the office shall appoint a director to serve 3 the remainder of the term.

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4 (b) The board shall adopt rules or bylaws to establish when
5 a vacancy has occurred. (Acts 78th Leg., R.S., Ch. 384, Sec. 9(f).)
6 Sec. 8868.056. COMPENSATION; EXPENSES. (a) A director is
7 not entitled to receive compensation for serving as a director.

8 (b) A director may be reimbursed for actual, reasonable 9 expenses incurred in discharging official duties. (Acts 78th Leg., 10 R.S., Ch. 384, Sec. 9(g).)

Sec. 8868.057. VOTE REQUIRED FOR BOARD ACTION. A majority vote of a quorum of the board is required for board action. If there is a tie vote, the proposed action fails. (Acts 78th Leg., R.S., Ch. 384, Sec. 9(h).)

15 [Sections 8868.058-8868.100 reserved for expansion]
 16 SUBCHAPTER C. POWERS AND DUTIES

Sec. 8868.101. GROUNDWATER CONSERVATION DISTRICT POWERS AND DUTIES. Except as provided by this chapter, the district has the rights, powers, privileges, functions, and duties provided by the general law of this state, including Chapter 36, Water Code, applicable to groundwater conservation districts created under Section 59, Article XVI, Texas Constitution. (Acts 78th Leg., R.S., Ch. 384, Sec. 6.)

Sec. 8868.102. TRANSFER OF GROUNDWATER OUT OF DISTRICT. The district by rule may require a person to obtain a permit from the district for the transfer of groundwater out of the district consistent with Section 36.122, Water Code, and may regulate the

1 terms on which a permit holder under those rules may conduct the 2 transfer. (Acts 78th Leg., R.S., Ch. 384, Sec. 7(a).)

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3 Sec. 8868.103. LIMIT ON PURCHASE OF GROUNDWATER RIGHTS FOR 4 CONSERVATION PURPOSES. The district may not purchase groundwater 5 rights unless the purchased rights are acquired for conservation 6 purposes and are permanently held in trust not to be produced. (Acts 7 78th Leg., R.S., Ch. 384, Sec. 7(g) (part).)

8 Sec. 8868.104. WELLS EXEMPT FROM REGULATION. (a) The 9 district may not require a permit for a well incapable of producing 10 more than 25,000 gallons of groundwater a day.

(b) A well meeting the criteria established under Section 36.117, Water Code, including a well used for dewatering and monitoring in the production of coal or lignite, is exempt from permit requirements, regulations, and fees imposed by the district. (Acts 78th Leg., R.S., Ch. 384, Secs. 7(b), (f).)

Sec. 8868.105. NO EMINENT DOMAIN POWER. The district may not exercise the power of eminent domain. (Acts 78th Leg., R.S., Ch. 384, Sec. 7(g) (part).)

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[Sections 8868.106-8868.150 reserved for expansion]

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

21 Sec. 8868.151. TAXES PROHIBITED. The district may not 22 impose a tax. (Acts 78th Leg., R.S., Ch. 384, Sec. 7(c).)

23 Sec. 8868.152. TAX BONDS PROHIBITED. The district may not 24 issue any bonds or other obligations that pledge revenue derived 25 from district taxation. (Acts 78th Leg., R.S., Ch. 384, Sec. 7(g) 26 (part).)

27 Sec. 8868.153. PERMIT FEES. (a) The district by rule may

1 impose a reasonable fee on each well that is not exempt from regulation by the district and for which a permit is issued by the 2 3 district. 4 (b) The fee must be based on the amount of water to be 5 withdrawn from the well. 6 (c) The fee may not exceed one cent per thousand gallons of 7 groundwater withdrawn for any purpose. (Acts 78th Leg., R.S., Ch. 8 384, Secs. 7(d), (e).) CHAPTER 8869. WES-TEX GROUNDWATER CONSERVATION DISTRICT 9 SUBCHAPTER A. GENERAL PROVISIONS 10 11 Sec. 8869.001. DEFINITIONS 12 Sec. 8869.002. NATURE OF DISTRICT Sec. 8869.003. FINDINGS OF PUBLIC USE AND BENEFIT 13 Sec. 8869.004. DISTRICT TERRITORY 14 15 [Sections 8869.005-8869.050 reserved for expansion] 16 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 8869.051. COMPOSITION OF BOARD 17 Sec. 8869.052. ELECTION OF DIRECTORS 18 19 Sec. 8869.053. TERMS Sec. 8869.054. ELECTION DATE 20 21 Sec. 8869.055. QUALIFICATIONS FOR OFFICE 22 [Sections 8869.056-8869.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 23 24 Sec. 8869.101. GROUNDWATER CONSERVATION DISTRICT 25 POWERS AND DUTIES Sec. 8869.102. LIMITATIONS ON DISTRICT POWERS 26 [Sections 8869.103-8869.150 reserved for expansion] 27

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1 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 2 Sec. 8869.151. MAINTENANCE AND OPERATION TAX CHAPTER 8869. WES-TEX GROUNDWATER CONSERVATION DISTRICT 3 SUBCHAPTER A. GENERAL PROVISIONS 4 Sec. 8869.001. DEFINITIONS. In this chapter: 5 (1)"Board" means the district's board of directors. 6 "Director" means a board member. 7 (2) 8 (3) "District" means the Wes-Tex Groundwater Conservation District. (Acts 77th Leg., R.S., Ch. 1473, Sec. 2; 9 10 New.) Sec. 8869.002. NATURE OF DISTRICT. The district is a 11 12 groundwater conservation district in Nolan County created under and essential to accomplish the purposes of Section 59, Article XVI, 13 14 Texas Constitution. (Acts 77th Leg., R.S., Ch. 1473, Secs. 1(a) 15 (part), (b).) Sec. 8869.003. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The 16 17 district is created to serve a public use and benefit. All land and other property included in the district 18 (b) 19 will benefit from the works and projects accomplished by the district under the powers conferred by Section 59, Article XVI, 20 21 Texas Constitution. (Acts 77th Leg., R.S., Ch. 1473, Sec. 4.) Sec. 8869.004. DISTRICT TERRITORY. The district's 22 boundaries are coextensive with the boundaries of Nolan County, 23 24 unless the district's territory has been modified under: 25 Subchapter J or K, Chapter 36, Water Code; or (1)26 (2) other law. (Acts 77th Leg., R.S., Ch. 1473, Sec. 27 3; New.)

[Sections 8869.005-8869.050 reserved for expansion] SUBCHAPTER B. BOARD OF DIRECTORS

3 Sec. 8869.051. COMPOSITION OF BOARD. The district is 4 governed by a board of nine directors that consists of one at-large 5 director and two directors from each county commissioners precinct. 6 (Acts 77th Leg., R.S., Ch. 1473, Sec. 7(a) (part).)

Sec. 8869.052. ELECTION OF DIRECTORS. (a) Directors are
elected according to the commissioners precinct method as provided
by this section.

10 (b) One director is elected by the voters of the entire 11 district. Two directors are elected from each county commissioners 12 precinct by the voters of that precinct. Of the two directors 13 elected from each precinct, one must reside in an incorporated area 14 and one must reside in an unincorporated area.

15 (c) A person shall indicate on the application for a place 16 on the ballot:

17 (1) the precinct that the person seeks to represent 18 and whether that person resides in an incorporated or in an 19 unincorporated area; or

20 (2) that the person seeks to represent the district at21 large.

(d) When the boundaries of the county commissioners 22 23 precincts are redrawn under Section 18, Article V, Texas 24 Constitution, a director in office on the effective date of the change, or elected or appointed before the effective date of the 25 26 change to a term of office beginning on or after the effective date 27 of the change, shall serve the term or the remainder of the term in

1 the precinct to which elected or appointed even though the change in 2 boundaries places the person's residence outside the precinct for 3 which the person was elected or appointed. (Acts 77th Leg., R.S., 4 Ch. 1473, Secs. 7(a) (part), 9(a), (b), (d), (e), as amended Acts 5 79th Leg., R.S., Chs. 858, 1088.)

Sec. 8869.053. TERMS. Directors serve staggered four-year
terms with four or five members' terms expiring December 1 of each
even-numbered year. (Acts 77th Leg., R.S., Ch. 1473, Secs. 7(d),
11A, as added Acts 79th Leg., R.S., Chs. 858, 1088.)

Sec. 8869.054. ELECTION DATE. On the uniform election date prescribed by Section 41.001, Election Code, in November of each even-numbered year, the appropriate number of directors shall be elected. (Acts 77th Leg., R.S., Ch. 1473, Sec. 11, as amended Acts 79th Leg., R.S., Chs. 858, 1088.)

Sec. 8869.055. QUALIFICATIONS FOR OFFICE. (a) To be a candidate for or to serve as director at large, a person must reside in and be a registered voter in the district.

(b) To be a candidate for or to serve as director from an incorporated area of a county commissioners precinct, a person must reside in an incorporated area of and be a registered voter of that precinct.

(c) To be a candidate for or to serve as director from an unincorporated area of a county commissioners precinct, a person must reside in an unincorporated area of and be a registered voter of that precinct. (Acts 77th Leg., R.S., Ch. 1473, Sec. 9(c).) [Sections 8869.056-8869.100 reserved for expansion]

H.B. No. 3281 SUBCHAPTER C. POWERS AND DUTIES 1 Sec. 8869.101. GROUNDWATER CONSERVATION DISTRICT POWERS 2 The district has the rights, powers, privileges, 3 AND DUTIES. functions, and duties provided by the general law of this state, 4 5 including Chapter 36, Water Code, applicable to groundwater conservation districts created under Section 59, Article XVI, Texas 6 Constitution. (Acts 77th Leg., R.S., Ch. 1473, Sec. 5(a) (part).) 7 ON 8 Sec. 8869.102. LIMITATIONS DISTRICT POWERS. Notwithstanding Section 8869.101, the district may not: 9 10 (1) acquire land; purchase, sell, transport, or distribute surface 11 (2) 12 water or groundwater; issue bonds; or 13 (3) 14 (4) exercise eminent domain authority. (Acts 77th 15 Leg., R.S., Ch. 1473, Sec. 6.) [Sections 8869.103-8869.150 reserved for expansion] 16 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 17 Sec. 8869.151. MAINTENANCE AND OPERATION TAX. To pay the 18 19 maintenance and operating expenses of the district, the board may impose taxes annually at a rate not to exceed three cents on each 20 21 \$100 of assessed valuation. (Acts 77th Leg., R.S., Ch. 1473, Sec. 22 12.) CHAPTER 8870. TRINITY GLEN ROSE GROUNDWATER CONSERVATION DISTRICT 23 SUBCHAPTER A. GENERAL PROVISIONS 24 25 Sec. 8870.001. DEFINITIONS Sec. 8870.002. NATURE OF DISTRICT 26 Sec. 8870.003. PURPOSE 27

1	Sec.	8870.004.	FINDINGS OF PUBLIC USE AND BENEFIT
2	Sec.	8870.005.	DISTRICT TERRITORY
3	Sec.	8870.006.	MUNICIPALITY'S CHOICE OF DISTRICT
4	Sec.	8870.007.	EFFECT OF ANNEXATION OF LAND BY CERTAIN
5			MUNICIPALITIES
6		[Sectior	ns 8870.008-8870.050 reserved for expansion]
7			SUBCHAPTER B. BOARD OF DIRECTORS
8	Sec.	8870.051.	COMPOSITION OF BOARD; TERMS
9	Sec.	8870.052.	ELECTION OF DIRECTORS
10	Sec.	8870.053.	ELECTION DATE
11	Sec.	8870.054.	QUALIFICATIONS FOR OFFICE
12	Sec.	8870.055.	BOARD VACANCY
13	Sec.	8870.056.	REVISION OF SINGLE-MEMBER DISTRICTS
14		[Sectior	ns 8870.057-8870.100 reserved for expansion]
15			SUBCHAPTER C. POWERS AND DUTIES
16	Sec.	8870.101.	GROUNDWATER CONSERVATION DISTRICT
17			POWERS AND DUTIES
18	Sec.	8870.102.	REGULATION OF WELLS
19	Sec.	8870.103.	PUBLIC WATER SUPPLY WELLS; CERTAIN
20			WELLS EXEMPT FROM REGULATION
21	Sec.	8870.104.	MANAGEMENT PRACTICES; CONSTRUCTION AND
22			MAINTENANCE
23	Sec.	8870.105.	LIMITATIONS ON DISTRICT POWERS
24		[Sectior	ns 8870.106-8870.150 reserved for expansion]
25			SUBCHAPTER D. FINANCIAL PROVISIONS
26	Sec.	8870.151.	MAINTENANCE AND OPERATION TAX

1 Sec. 8870.152. LIMITATION ON TAXES; PROHIBITED TAXES

AND FEES

3 Sec. 8870.153. FEES

4 Sec. 8870.154. RECHARGE CREDITS

5 Sec. 8870.155. USE OF DISTRICT FUNDS

6 CHAPTER 8870. TRINITY GLEN ROSE GROUNDWATER CONSERVATION DISTRICT

7 SUBCHAPTER A. GENERAL PROVISIONS

8 Sec. 8870.001. DEFINITIONS. In this chapter:

(1) "Board" means the district's board of directors.

10 (2) "Commission" means the Texas Commission on 11 Environmental Quality.

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(3) "Director" means a board member.

(4) "District" means the Trinity Glen Rose Groundwater
Conservation District. (Acts 77th Leg., R.S., Ch. 1312, Sec. 2;
New.)

Sec. 8870.002. NATURE OF DISTRICT. The district is a groundwater conservation district in the part of Bexar County overlying the Trinity Aquifer and is created under and essential to accomplish the purposes of Section 59, Article XVI, Texas Constitution. (Acts 77th Leg., R.S., Ch. 1312, Secs. 1(a) (part), (b).)

Sec. 8870.003. PURPOSE. The purpose of the district is to develop and implement regulatory, conservation, and recharge programs that preserve and protect the underground water resources located within the district. (Acts 77th Leg., R.S., Ch. 1312, Sec. 1(c).)

27 Sec. 8870.004. FINDINGS OF PUBLIC USE AND BENEFIT. (a) The

1 district is created to serve a public use and benefit.

2 (b) All land and other property included in the district 3 will benefit from the works and projects accomplished by the 4 district under the powers conferred by Section 59, Article XVI, 5 Texas Constitution. (Acts 77th Leg., R.S., Ch. 1312, Sec. 4.)

6 Sec. 8870.005. DISTRICT TERRITORY. (a) The district is 7 composed of the territory described by Section 3, Chapter 1312, 8 Acts of the 77th Legislature, Regular Session, 2001, as that 9 territory may have been modified under:

10 (1) Subsection (b) or its predecessor statute, former 11 Section 3(b), Chapter 1312, Acts of the 77th Legislature, Regular 12 Session, 2001;

13 (2) Section 8870.006 or 8870.007 or their predecessor
14 statutes, former Sections 19 and 19A, Chapter 1312, Acts of the 77th
15 Legislature, Regular Session, 2001;

16

(3) Subchapter J or K, Chapter 36, Water Code; or

17 (4) other law.

(b) The district may add territory inside the boundaries of the Edwards Aquifer Authority with the consent of the board of directors of the authority in the manner provided by Subchapter J, Chapter 36, Water Code. (Acts 77th Leg., R.S., Ch. 1312, Sec. 3(b); New.)

Sec. 8870.006. MUNICIPALITY'S CHOICE OF DISTRICT. (a) If any part of a municipality, a part of which is included within the boundaries of the district, is included within the boundaries of one or more other groundwater conservation districts created by special Act of the 77th Legislature, Regular Session, 2001, and

1 confirmed at a subsequent election called for the purpose, the 2 municipality, not later than August 31, 2004, at an election called 3 for the purpose, may vote to choose the one groundwater 4 conservation district of which it will be a part.

5 If, after a municipality has held an election authorized (b) by Subsection (a), another groundwater conservation district 6 created by special Act of the 77th Legislature, Regular Session, 7 8 2001, that includes any part of the municipality is confirmed at an election called for the purpose and if the district of which the 9 10 municipality has chosen to be a part has not issued bonds secured by ad valorem taxes on any land within the boundaries of the 11 12 municipality, the municipality may hold another election under this section to choose whether to remain within the groundwater 13 14 conservation district of which it has chosen to be a part or to 15 separate from that district and become part of the newly confirmed groundwater conservation district. The district may hold another 16 17 election under this section, regardless of the number of previous elections under this section, at any time a district described by 18 Subsection (a) is confirmed. 19

20 (c) Section 41.001(a), Election Code, does not apply to an21 election under this section.

(d) This section and the results of an election held under this section prevail over the provisions of any Act of the 77th Legislature, Regular Session, 2001, other than Chapter 1312, Acts of the 77th Legislature, Regular Session, 2001, regardless of the relative dates on which Chapter 1312, Acts of the 77th Legislature, Regular Session, 2001, and the other Act were enacted and became

1 law. (Acts 77th Leg., R.S., Ch. 1312, Secs. 19(a), (b), (c) (part),
2 (d).)

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3 Sec. 8870.007. EFFECT OF ANNEXATION OF LAND BY CERTAIN4 MUNICIPALITIES. (a) In this section:

5 (1) "Inhabited land" means land on which at least one 6 fixed, permanent, and occupied dwelling is situated, as of the date 7 on which the land is annexed by a municipality.

8 (2) "Vacant land" means land on which no fixed, 9 permanent, and occupied dwelling is situated, as of the date on 10 which the land is annexed by a municipality.

11 (b) If a municipality that has held an election under 12 Section 8870.006 or its predecessor statute, former Section 19, 13 Chapter 1312, Acts of the 77th Legislature, Regular Session, 2001, 14 subsequently annexes vacant land that is not located in the 15 groundwater conservation district chosen by the municipality in the 16 election, the annexed vacant land by that action:

(1) becomes part of the territory of the groundwater conservation district chosen by the municipality in the election; and

(2) is disannexed from any other groundwaterconservation district in which the land is located.

(c) If a municipality that has held an election under Section 8870.006 or its predecessor statute, former Section 19, Chapter 1312, Acts of the 77th Legislature, Regular Session, 2001, subsequently annexes inhabited land that is not located in the groundwater conservation district chosen by the municipality in the election, the landowners of the annexed inhabited land may file a

petition with the groundwater conservation district requesting 1 inclusion in that district as provided by Subchapter J, Chapter 36, 2 3 Water Code. Notwithstanding Section 36.325(b), Water Code, the petition must be signed by all of the landowners of the land to be 4 5 annexed by the groundwater conservation district. If the affected landowners do not file a petition as provided by this subsection, 6 the municipality shall hold an election under Section 8870.006 in 7 8 which the voters in the annexed inhabited land may choose the one groundwater conservation district of which the annexed land will be 9 10 a part.

(d) Any land annexed by the municipality after an election under Section 8870.006 or its predecessor statute, former Section 13 19, Chapter 1312, Acts of the 77th Legislature, Regular Session, 2001, and before the effective date of this section is:

15 (1) territory of the district chosen by the 16 municipality in the election; and

17 (2) disannexed from any other groundwater18 conservation district in which the land is located.

19 (e) А disannexation of а groundwater conservation district's territory under this section does not diminish or impair 20 the rights of the holders of any outstanding and unpaid bonds, 21 warrants, or other obligations of that groundwater conservation 22 23 district. Property disannexed under this section is not released 24 from its pro rata share of any indebtedness of that groundwater conservation district at the time of the disannexation, and that 25 26 groundwater conservation district may continue to tax the property until that debt is paid. (Acts 77th Leg., R.S., Ch. 1312, Sec. 19A.) 27

1[Sections 8870.008-8870.050 reserved for expansion]2SUBCHAPTER B. BOARD OF DIRECTORS

3 Sec. 8870.051. COMPOSITION OF BOARD; TERMS. (a) The 4 district is governed by a board of five directors.

5 (b) Directors serve staggered four-year terms. (Acts 77th
6 Leg., R.S., Ch. 1312, Secs. 7(a), 11(c).)

Sec. 8870.052. ELECTION OF DIRECTORS. (a) The district is
divided into five numbered, single-member districts for electing
directors.

10 (b) One director is elected from each single-member 11 district. A director elected from a single-member district 12 represents the residents of that single-member district. (Acts 13 77th Leg., R.S., Ch. 1312, Secs. 6(a), (b).)

Sec. 8870.053. ELECTION DATE. Each even-numbered year, on the uniform election date in May or another date authorized by law, the appropriate number of directors shall be elected. (Acts 77th Leg., R.S., Ch. 1312, Sec. 12.)

Sec. 8870.054. QUALIFICATIONS FOR OFFICE. (a) To be qualified to be a candidate for or to serve as director, a person must be a registered voter in the single-member district that the person represents or seeks to represent.

(b) The disqualification of a director is governed by
Section 49.052, Water Code. (Acts 77th Leg., R.S., Ch. 1312, Secs.
5(c), 6(c).)

Sec. 8870.055. BOARD VACANCY. (a) The board shall appoint a
replacement to fill a vacancy in the office of director.

27 (b) The appointed replacement serves until the next

1 directors' election.

2 (c) At that election, a person is elected to fill the 3 position. If the position is not scheduled to be filled at the 4 election, the person elected to fill the position serves only for 5 the remainder of the unexpired term. (Acts 77th Leg., R.S., Ch. 6 1312, Sec. 7(b).)

Sec. 8870.056. REVISION OF SINGLE-MEMBER DISTRICTS. (a)
The board may revise the single-member districts as necessary or
appropriate.

10 (b) The board shall revise each single-member district11 after each federal decennial census to reflect population changes.

(c) At the first election after the single-member districts are revised, a new director shall be elected from each district. The directors shall draw lots to determine which two directors serve two-year terms and which three directors serve four-year terms. (Acts 77th Leg., R.S., Ch. 1312, Sec. 6(d).)

[Sections 8870.057-8870.100 reserved for expansion]

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SUBCHAPTER C. POWERS AND DUTIES

19 Sec. 8870.101. GROUNDWATER CONSERVATION DISTRICT POWERS 20 AND DUTIES. The district has the rights, powers, privileges, 21 functions, and duties provided by the general law of this state, 22 including Chapter 36, Water Code, applicable to groundwater 23 conservation districts created under Section 59, Article XVI, Texas 24 Constitution. (Acts 77th Leg., R.S., Ch. 1312, Sec. 5(a).)

25 Sec. 8870.102. REGULATION OF WELLS. (a) The board may 26 require all or certain types of wells in the district to be 27 registered with the district.

1

(b) Notwithstanding Section 36.117, Water Code:

2 (1) the production capacity for an exempt well in the
3 district is 10,000 gallons per day or less; and

4 (2) an exempt domestic well in the district may not 5 serve more than five households.

6 (c) A well on or serving a tract of land of less than five 7 acres that is installed after September 1, 2001, regardless of 8 whether a plat is required or whether the production capacity of the 9 well is less than 10,000 gallons per day, is not an exempt well.

(d) This section does not affect the exempt status of public
water supply wells under Section 8870.103. (Acts 77th Leg., R.S.,
Ch. 1312, Secs. 14(a), (b), (c), (d).)

Sec. 8870.103. PUBLIC WATER SUPPLY WELLS; CERTAIN WELLS EXEMPT FROM REGULATION. (a) A public water supply well is exempt from regulation by the district if:

16 (1) the well existed on September 1, 2001, and was 17 drilled in compliance with technical requirements in effect at the 18 time the well was drilled; or

19 (2) the commission approved plans submitted for the 20 installation of the well before September 1, 2001, and the 21 installation of the well was completed in accordance with the 22 approved plans and the commission's technical requirements before 23 September 1, 2002.

(b) For the purposes of Subsection (a)(2), the installation of a well was timely completed if, before September 1, 2002, the well was drilled, cased, and cemented in accordance with the commission's technical requirements and the plans submitted to and

1 approved by the commission before September 1, 2001, even if the 2 well was capped for subsequent placement into service as part of a 3 public water system.

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4 (c) The owner of a public water supply well shall register
5 the well with the district and submit reports to the district. A
6 public water supply well is subject to the district's prohibitions
7 on the waste of groundwater.

8 (d) The district may not require a construction or operating9 permit for a public water supply well approved by the commission.

10 (e) Fees a retail public utility pays to the district shall 11 be collected directly from the customers of the utility as a 12 regulatory fee and shown as a separate line item on the customer's 13 bill.

(f) The district may not prohibit the sale, purchase, lease,
or trade of groundwater by a private well owner under this section.
(Acts 77th Leg., R.S., Ch. 1312, Sec. 16.)

Sec. 8870.104. MANAGEMENT PRACTICES; CONSTRUCTION ANDMAINTENANCE. The district may:

19 (1) construct, implement, and maintain best20 management practices in the district;

(2) engage in and promote the acceptance of best management practices through education efforts sponsored by the district;

(3) include the construction and maintenance of
 terraces and other structures on land in the district;

(4) engage in and promote land treatment measures forsoil conservation and improvement; and

(5) prepare and implement a plan for the control and
 management of brush within the district. (Acts 77th Leg., R.S., Ch.
 1312, Sec. 14(e).)

4 Sec. 8870.105. LIMITATIONS ON DISTRICT POWERS. The 5 district may not:

6 (1) sell, donate, lease, or otherwise grant rights in 7 or to underground water located in the district unless the action 8 has been approved by a majority vote of district residents; or

9 (2) enter into any contract or engage in any action to 10 purchase, sell, transport, and distribute surface water or 11 groundwater for any purpose other than a program for aquifer 12 storage and recovery of water. (Acts 77th Leg., R.S., Ch. 1312, 13 Sec. 15(a) (part).)

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[Sections 8870.106-8870.150 reserved for expansion]

SUBCHAPTER D. FINANCIAL PROVISIONS

Sec. 8870.151. MAINTENANCE AND OPERATION TAX. (a) Except as provided by Subsection (b), the board may impose a maintenance and operation tax if the tax is approved by a majority of the qualified voters voting at an election called and held for that purpose in the manner provided by Section 36.201, Water Code.

(b) If the district imposes a fee under Section 8870.153,
the district may not impose a tax under this section. (Acts 77th
Leg., R.S., Ch. 1312, Secs. 13(a), (i) (part).)

Sec. 8870.152. LIMITATION ON TAXES; PROHIBITED TAXES AND FEES. (a) The district may not assess an ad valorem tax for administrative, operation, and maintenance expenses in excess of three cents for each \$100 valuation.

1 (b) The district may not impose a tax on or charge a fee to 2 any person in the district who does not obtain water from the 3 Trinity Aquifer.

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4 (c) The district may not impose a fee or tax on:
5 (1) a municipality that has held an election under
6 Section 8870.006 or its predecessor statute, Section 19, Chapter
7 1312, Acts of the 77th Legislature, Regular Session, 2001, and

7 1312, Acts of the 77th Legislature, Regular Session, 2001, and 8 obtains at least 50 percent of its annual water supply from a source 9 other than the Trinity Aquifer;

10 (2) a municipally owned utility, as defined by Section 11 13.002, Water Code, of a municipality described by Subdivision (1); 12 or

(3) a resident of or other water user within a municipality described by Subdivision (1), whose sole source of water is the municipality or the municipally owned utility of the municipality. (Acts 77th Leg., R.S., Ch. 1312, Secs. 15(a) (part), 17 17.)

18 Sec. 8870.153. FEES. (a) Except as provided by Subsection 19 (g), the board may impose fees on each nonexempt well in the 20 district.

21	(b)	A fee	e may be assessed annually, based on:
22		(1)	the size of column pipe used in the well;
23		(2)	the production capacity of the well; or
24		(3)	actual, authorized, and anticipated pumpage.
25	(c)	A fee	e imposed under this section may not exceed:
26		(1)	\$1 per acre-foot for water used for agricultural
27	purposes;	or	

(2) \$40 per acre-foot for water used for a purpose
 other than an agricultural purpose.

3 (d) The board may use fees as a regulatory mechanism or a4 revenue-producing mechanism.

The board shall adopt rules regarding:

5

6

8

(e)

(1) fee rates;

7 (2) the manner and form for filing reports of fees; and

(3) the manner of collecting fees.

9 (f) To secure payment of a fee imposed under this section, a 10 lien attaches to the property on which the well is located. The lien 11 has the same priority and characteristics as a lien for district 12 taxes. The district may use the lien and all other powers that the 13 district possesses to collect the payment of the fee.

(g) If the district imposes a tax under Section 8870.151, the district may not impose a fee under this section. (Acts 77th Leg., R.S., Ch. 1312, Secs. 13(b), (b-1), (c) (part), (d), (e), (i) (part).)

Sec. 8870.154. RECHARGE CREDITS. The board shall adopt rules regarding the issuance of appropriate recharge credits to persons in the district who:

21

(1) pay taxes or fees to the district; and

(2) enhance, supplement, improve, or prevent
pollution of recharge of the Trinity Aquifer. (Acts 77th Leg.,
R.S., Ch. 1312, Sec. 13(c) (part).)

25 Sec. 8870.155. USE OF DISTRICT FUNDS. (a) The district 26 may use a tax collected under Section 8870.151 or a fee collected 27 under Section 8870.153 to pay for the district's management and

operation and to pay all or part of the principal of and interest on
 district bonds or notes.

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3 (b) The board shall use a tax collected under Section4 8870.151 or a fee collected under Section 8870.153 to pay for:

5 (1) studies and planning required to develop a6 scientifically based regulatory program;

7 (2) soil and water conservation measures, including 8 water-retarding structures and brush management and the 9 implementation of other best management practices to address 10 natural resource concerns in the district;

11 (3) direct installation of water conservation devices 12 and early retirement of older devices;

13 (4) educational material relating to soil and water14 conservation; and

15

(5) enforcement programs or regulatory programs.

(c) The district may spend a tax collected under Section 8870.151 or a fee collected under Section 8870.153 for the purposes described by Subsection (b)(2) independently or in conjunction with other natural resource programs in the district. (Acts 77th Leg., R.S., Ch. 1312, Secs. 13(f), (g), (h).)

21 SECTION 1.06. Subtitle I, Title 6, Special District Local 22 Laws Code, is amended by adding Chapters 9013, 9018, 9019, 9026, 23 9029, 9032, and 9033 to read as follows:

CHAPTER 9013. BELL COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT
 NO. 6
 SUBCHAPTER A. GENERAL PROVISIONS

27 Sec. 9013.001. DEFINITIONS

1 Sec. 9013.002. NATURE OF DISTRICT 2 Sec. 9013.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 3 Sec. 9013.004. APPLICABILITY OF WATER CONTROL AND IMPROVEMENT DISTRICTS LAW 4 5 [Sections 9013.005-9013.050 reserved for expansion] 6 SUBCHAPTER B. DISTRICT TERRITORY 7 Sec. 9013.051. DISTRICT TERRITORY 8 Sec. 9013.052. HEARINGS FOR EXCLUSION OF TERRITORY 9 [Sections 9013.053-9013.100 reserved for expansion] SUBCHAPTER C. BOARD OF DIRECTORS 10 11 Sec. 9013.101. COMPOSITION OF BOARD 12 Sec. 9013.102. ELIGIBILITY 13 Sec. 9013.103. DIRECTOR'S BOND 14 Sec. 9013.104. FAILURE TO ELECT DIRECTORS 15 [Sections 9013.105-9013.150 reserved for expansion] 16 SUBCHAPTER D. POWERS AND DUTIES 17 Sec. 9013.151. GENERAL POWERS 18 Sec. 9013.152. WATER CONTROL AND IMPROVEMENT DISTRICT 19 POWERS 20 Sec. 9013.153. CONTROL OF WATER AND FLOODWATER; 21 RECLAMATION 22 Sec. 9013.154. STRUCTURES AND FACILITIES 23 Sec. 9013.155. COST OF RELOCATING OR ALTERING PROPERTY 24 [Sections 9013.156-9013.200 reserved for expansion] 25 SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS 26 Sec. 9013.201. TAX METHOD

1 Sec. 9013.202. HEARING ON CHANGE IN METHOD OF 2 TAXATION; LIMITATION 3 Sec. 9013.203. PROJECTS EXEMPT FROM ASSESSMENT OR 4 TAXATION 5 Sec. 9013.204. MAINTENANCE TAX ELECTION PROCEDURES Sec. 9013.205. MAINTENANCE TAX RATE 6 Sec. 9013.206. USE OF MAINTENANCE TAX PROCEEDS 7 Sec. 9013.207. APPROVAL OF AND FUNDING FOR CERTAIN 8 9 PLANS FOR WORKS AND IMPROVEMENTS [Sections 9013.208-9013.250 reserved for expansion] 10 SUBCHAPTER F. BONDS 11 Sec. 9013.251. ISSUANCE OF BONDS 12 Sec. 9013.252. FAILED BOND ELECTION 13 14 Sec. 9013.253. BONDS EXEMPT FROM TAXATION 15 CHAPTER 9013. BELL COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT 16 NO.6SUBCHAPTER A. GENERAL PROVISIONS 17 Sec. 9013.001. DEFINITIONS. In this chapter: 18 "Board" means the district's board of directors. 19 (1)"Director" means a board member. 20 (2) 21 (3) "District" means the Bell County Water Control and Improvement District No. 6. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 22 23 1 (part); New.) 24 Sec. 9013.002. NATURE OF DISTRICT. The district is a 25 conservation and reclamation district in Bell County. (Acts 55th 26 Leg., 1st C.S., Ch. 18, Sec. 1 (part).) Sec. 9013.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. 27 (a)

1 The district is created to serve a public use and benefit.

2 (b) All land and other property included in the boundaries 3 of the district will benefit from the works and projects 4 accomplished by the district under the powers conferred by Section 5 59, Article XVI, Texas Constitution.

6 (c) The creation of the district is essential to accomplish 7 the purposes of Section 59, Article XVI, Texas Constitution.

8 (d) The accomplishment of the purposes stated in this 9 chapter is for the benefit of the people of this state and for the 10 improvement of their property and industries. The district in 11 carrying out the purposes of this chapter will be performing an 12 essential public function under the Texas Constitution. (Acts 55th 13 Leg., 1st C.S., Ch. 18, Secs. 1 (part), 2 (part), 3 (part).)

14 Sec. 9013.004. APPLICABILITY OF WATER CONTROL AND 15 IMPROVEMENT DISTRICTS LAW. Except as provided in this chapter, 16 general laws pertaining to water control and improvement districts 17 govern the district. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 13.)

18 [Sections 9013.005-9013.050 reserved for expansion]

19

SUBCHAPTER B. DISTRICT TERRITORY

Sec. 9013.051. DISTRICT TERRITORY. (a) The district is composed of the territory described by Section 2, Chapter 18, Acts of the 55th Legislature, 1st Called Session, 1957, as amended by Section 1, Chapter 300, Acts of the 57th Legislature, Regular Session, 1961, as that territory may have been modified under:

(1) Subchapter O, Chapter 51, Water Code;
(2) Subchapter J, Chapter 49, Water Code; or
(3) other law.

H.B. No. 3281 The boundaries and field notes of the district form a 1 (b) closure. A mistake in the field notes or in copying the field notes 2 3 in the legislative process does not affect: 4 (1) the district's organization, existence, or 5 validity; 6 (2) the district's right to issue bonds or to pay the 7 principal of and interest on the bonds; the district's right to impose a tax; or 8 (3) 9 (4) the legality or operation of the district or its 10 governing body. (Acts 55th Leg., 1st C.S., Ch. 18, Secs. 1 (part), 2 (part); New.) 11 Sec. 9013.052. HEARINGS FOR EXCLUSION OF TERRITORY. 12 А hearing may not be held to determine whether to exclude property 13 14 included in the district. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 6 15 (part).) [Sections 9013.053-9013.100 reserved for expansion] 16 SUBCHAPTER C. BOARD OF DIRECTORS 17 Sec. 9013.101. COMPOSITION OF BOARD. The board consists of 18 six elected directors. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 14 19 (part).) 20 Sec. 9013.102. ELIGIBILITY. (a) 21 Each director of the district must: 2.2 be a landowner within the district; and 23 (1)24 (2) reside in Bell County. A director who fails to meet the requirements of this 25 (b) 26 section during the director's tenure in office shall vacate that office. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 14 (part).) 27

1 Sec. 9013.103. DIRECTOR'S BOND. Each director shall give a 2 bond in the amount of \$1,000 for the faithful performance of the 3 director's duties. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 9 4 (part).)

5 Sec. 9013.104. FAILURE TO ELECT DIRECTORS. Failure to call 6 a director election does not affect the legal status of the 7 district, the board, a director, or the right of the board to act or 8 function, and the directors continue to serve as provided by 9 Section 17, Article XVI, Texas Constitution. (Acts 55th Leg., 1st 10 C.S., Ch. 18, Sec. 9 (part).)

Sections 9013.105-9013.150 reserved for expansion]
 SUBCHAPTER D. POWERS AND DUTIES

Sec. 9013.151. GENERAL POWERS. The district may exercise the rights, privileges, and functions provided by this chapter. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 1 (part).)

16 Sec. 9013.152. WATER CONTROL AND IMPROVEMENT DISTRICT 17 POWERS. To accomplish a purpose for which the district is created, 18 the district has the powers conferred by the general laws of this 19 state on water control and improvement districts, including the 20 power to:

(1) construct, acquire, improve, maintain, and repaira dam or other structure; and

(2) acquire land, easements, equipment, or other
property needed to use, control, and distribute water that may be
impounded, diverted, or controlled by the district. (Acts 55th
Leg., 1st C.S., Ch. 18, Sec. 5.)

27 Sec. 9013.153. CONTROL OF WATER AND FLOODWATER;

1 RECLAMATION. The district has the power to:

2 (1) control, store, preserve, and distribute the water
3 and floodwater in the district for the irrigation of arid land,
4 conservation, preservation, reclamation, and drainage of the lands
5 in the district;

6 (2) carry out flood prevention measures to prevent 7 damage to the property in the district; and

8 (3) reclaim lands heretofore damaged because of the 9 failure to provide the facilities authorized to be constructed 10 under this chapter. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 4.)

Sec. 9013.154. STRUCTURES AND FACILITIES. The district may acquire, construct, improve, repair, maintain, and operate a structure or facility inside or outside the district. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 9 (part).)

15 Sec. 9013.155. COST OF RELOCATING OR ALTERING PROPERTY. If the district's exercise of the power of eminent domain, the power of 16 17 relocation, or any other power granted under this chapter makes necessary the relocating, raising, rerouting, changing the grade, 18 19 or altering the construction of a highway, a railroad, an electric 20 transmission line, a telephone or telegraph property or facility, or a pipeline, the necessary action shall be accomplished at the 21 sole expense of the district. (Acts 55th Leg., 1st C.S., Ch. 18, 22 Sec. 5a.) 23

[Sections 9013.156-9013.200 reserved for expansion]
 SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS
 Sec. 9013.201. TAX METHOD. Subject to Section 9013.202,
 the district shall use an ad valorem plan of taxation, and the taxes

1 imposed by the district shall be on an ad valorem basis. (Acts 55th
2 Leg., 1st C.S., Ch. 18, Sec. 6 (part); New.)

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3 Sec. 9013.202. HEARING ON CHANGE IN METHOD OF TAXATION;
4 LIMITATION. (a) Except as provided by Subsection (b), the district
5 may call a hearing to consider changing the method of taxation.

(b) Once district bonds are approved by the attorney general
or district court, the district may not change its plan of taxation.
(Acts 55th Leg., 1st C.S., Ch. 18, Sec. 10 (part).)

9 Sec. 9013.203. PROJECTS EXEMPT FROM ASSESSMENT OR TAXATION. 10 The district is not required to pay a tax or assessment on a project 11 or any part of a project. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 3 12 (part).)

Sec. 9013.204. MAINTENANCE TAX ELECTION PROCEDURES. (a) A maintenance tax election shall be called and notice given in the same manner as for a bond election.

(b) This chapter does not prevent the calling of a later maintenance tax election to establish or increase the amount of tax if the board determines that a maintenance tax election is required. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 8 (part).)

Sec. 9013.205. MAINTENANCE TAX RATE. 20 In calling а 21 maintenance tax election, the board must specify the maximum To impose a maintenance tax at a rate that 22 proposed tax rate. 23 exceeds the maximum proposed rate approved by the voters, the board 24 must submit the question of a tax rate increase to the voters. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 8 (part).) 25

26 Sec. 9013.206. USE OF MAINTENANCE TAX PROCEEDS. (a) The 27 district may spend maintenance tax proceeds for:

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an easement or right-of-way;

2 (2) any purpose for which a district may spend bond3 proceeds; and

4

(3) maintenance and operation purposes.

5 (b) The district may place surplus maintenance tax proceeds 6 not needed for maintenance purposes into the sinking funds for 7 outstanding district bonds.

8 (c) The board's determination to spend maintenance tax 9 proceeds is final and is not subject to judicial review, except on 10 the grounds of fraud, palpable error, or gross abuse of discretion. 11 (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 9 (part).)

Sec. 9013.207. APPROVAL OF AND FUNDING FOR CERTAIN PLANS FOR WORKS AND IMPROVEMENTS. (a) In this section, "commission" means the Texas Commission on Environmental Quality.

(b) This section applies only to plans contemplated by the district for works and improvements, or amendments to the plans, that are prepared by the Natural Resources Conservation Service of the United States Department of Agriculture and approved by the district directors.

20 (C) An engineer's report covering the plans and improvements to be constructed, and the maps, plats, profiles, and 21 data fully showing and explaining the plans and improvements, are 22 23 not required to be filed in the district office before an election 24 is held to authorize the issuance of bonds for the works and improvements. The plans and specifications, engineering reports, 25 26 profiles, maps, and other data, and subsequent amendments to those items, are not required to be approved by the commission before the 27

1 bonds are issued.

(d) Before the district may spend any funds for 2 the 3 construction of any works and improvements, the commission must approve the portion of the works and improvements to 4 be 5 constructed. The commission's advance approval for the entire project contemplated by the district is not required. 6 The commission may approve on a separate basis the portion of the entire 7 8 project or works and improvements:

9

(1) to be constructed at a particular time; and

10 (2) on which plans and specifications of the Natural 11 Resources Conservation Service have been prepared and submitted by 12 the district to the commission. (Acts 55th Leg., 1st C.S., Ch. 18, 13 Sec. 9 (part); New.)

14 [Sections 9013.208-9013.250 reserved for expansion]
 15 SUBCHAPTER F. BONDS
 16 Sec. 9013.251. ISSUANCE OF BONDS. To accomplish a district

purpose, the district may issue bonds as provided by general law for water control and improvement districts to obtain money necessary to furnish land or easements or permanent improvements on the land or easements. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 8 (part).)

Sec. 9013.252. FAILED BOND ELECTION. (a) A general law, including Sections 51.781-51.791, Water Code, that provides for calling a hearing on the dissolution of a district after a failed district bond election does not apply to the district.

(b) The district continues to exist and retain its full power to function and operate regardless of the outcome of a bond election. (Acts 55th Leg., 1st C.S., Ch. 18, Sec. 9 (part).)

H.B. No. 3281 Sec. 9013.253. BONDS EXEMPT FROM TAXATION. A bond issued 1 2 under this chapter, the transfer of the bond, and income from the 3 bond, including profits made on the sale of the bond, are exempt from taxation in this state. (Acts 55th Leg., 1st C.S., Ch. 18, 4 5 Sec. 3 (part).) CHAPTER 9018. BOLING MUNICIPAL WATER DISTRICT 6 7 SUBCHAPTER A. GENERAL PROVISIONS Sec. 9018.001. DEFINITIONS 8 Sec. 9018.002. NATURE OF DISTRICT 9 10 Sec. 9018.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE [Sections 9018.004-9018.050 reserved for expansion] 11 SUBCHAPTER B. DISTRICT TERRITORY; ANNEXATION AND EXCLUSION 12 Sec. 9018.051. DISTRICT TERRITORY 13 14 Sec. 9018.052. AUTHORITY TO ANNEX OR EXCLUDE TERRITORY 15 Sec. 9018.053. PETITION TO CHANGE BOUNDARIES 16 Sec. 9018.054. HEARING; NOTICE 17 Sec. 9018.055. BOARD APPROVAL OF ANNEXATION Sec. 9018.056. BOARD APPROVAL OF EXCLUSION 18 Sec. 9018.057. RATIFICATION ELECTION; NOTICE 19 Sec. 9018.058. TAX LIABILITY OF EXCLUDED TERRITORY; 20 21 BONDS OUTSTANDING [Sections 9018.059-9018.100 reserved for expansion] 22 SUBCHAPTER C. BOARD OF DIRECTORS 23 24 Sec. 9018.101. COMPOSITION OF BOARD 25 [Sections 9018.102-9018.150 reserved for expansion]

SUBCHAPTER D. POWERS AND DUTIES 1 2 Sec. 9018.151. WATER CONTROL AND IMPROVEMENT DISTRICT 3 POWERS Sec. 9018.152. COST OF RELOCATING OR ALTERING PROPERTY 4 5 [Sections 9018.153-9018.200 reserved for expansion] 6 SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS Sec. 9018.201. TAX METHOD 7 CHAPTER 9018. BOLING MUNICIPAL WATER DISTRICT 8 SUBCHAPTER A. GENERAL PROVISIONS 9 Sec. 9018.001. DEFINITIONS. In this chapter: 10 (1) "Board" means the district's board of directors. 11 (2) "District" means the Boling Municipal Water 12 District. (Acts 54th Leg., R.S., Ch. 286, Sec. 1 (part); New.) 13 Sec. 9018.002. NATURE OF DISTRICT. The district is: 14 15 (1) a conservation and reclamation district in Wharton County under Section 59, Article XVI, Texas Constitution; and 16 17 (2) a municipal corporation. (Acts 54th Leg., R.S., Ch. 286, Secs. 1 (part), 5 (part).) 18 Sec. 9018.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) 19 The district is created to serve a public use and benefit. 20 21 (b) All land and other property included in the boundaries of the district will benefit from the creation of the district. 22 (c) The creation of the district is essential to accomplish 23 24 the purpose of Section 59, Article XVI, Texas Constitution. (Acts 54th Leg., R.S., Ch. 286, Secs. 4 (part), 5 (part).) 25 26 [Sections 9018.004-9018.050 reserved for expansion]

SUBCHAPTER B. DISTRICT TERRITORY; ANNEXATION AND EXCLUSION
 Sec. 9018.051. DISTRICT TERRITORY. The district is
 composed of the territory described by Section 1, Chapter 286, Acts
 of the 54th Legislature, Regular Session, 1955, as that territory
 may have been modified under:

6 (1) this subchapter or its predecessor statute,
7 Section 4(a), Chapter 286, Acts of the 54th Legislature, Regular
8 Session, 1955;

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(2) Subchapter O, Chapter 51, Water Code;
(3) Subchapter J, Chapter 49, Water Code; or
(4) other law. (New.)

Sec. 9018.052. AUTHORITY TO ANNEX OR EXCLUDE TERRITORY. Defined areas of territory not included in the territory described by Section 1, Chapter 286, Acts of the 54th Legislature, Regular Session, 1955, may be added to the district, and territory included in the district may be excluded from the district as provided by this subchapter. (Acts 54th Leg., R.S., Ch. 286, Sec. 4(a) (part).)

18 Sec. 9018.053. PETITION TO CHANGE BOUNDARIES. (a) A
19 petition for:

20 (1) annexation of territory must be signed by a21 majority of the landowners of the territory; and

(2) exclusion of territory must be signed by all of the
landowners of the territory sought to be excluded from the
district.

(b) The petition must be filed with the board secretary.
(Acts 54th Leg., R.S., Ch. 286, Sec. 4(a), Subsec. (a).)

27 Sec. 9018.054. HEARING; NOTICE. (a) At the next board

1 meeting after the date the petition is filed, the board shall order
2 a time and place to hold a hearing on the petition.

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3 (b) The hearing shall be held not earlier than the 15th day4 and not later than the 60th day after the date of the order.

5 (c) The secretary shall issue notice of the time and place 6 of the hearing. The notice must contain a description of the 7 territory sought to be annexed or excluded.

8 (d) Notice of the hearing shall be given by posting a copy of 9 the notice in three public places in the district and one copy in 10 the territory sought to be annexed or excluded. (Acts 54th Leg., 11 R.S., Ch. 286, Sec. 4(a), Subsecs. (b), (c).)

Sec. 9018.055. BOARD APPROVAL OF ANNEXATION. (a) The board shall enter an order of temporary acceptance in the minutes of the hearing if, on hearing the petition for annexation, the board finds that:

16 (1) the proposed annexation is to the advantage of the 17 district;

18 (2) no injury would result to the district; and

19 (3) the territory to be annexed will benefit from the20 improvements and plans of the district.

(b) The order may include all of the land described in the petition, but if the board finds a modification or change is necessary, the board shall include only territory that will benefit and not result in injury to the existing district.

(c) The board may condition its findings for the annexation
of territory on the grant of certain petitions for exclusion.

27 (d) An annexation of territory does not become effective

1 until ratified at an election under Section 9018.057. (Acts 54th
2 Leg., R.S., Ch. 286, Sec. 4(a), Subsec. (d) (part).)

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3 Sec. 9018.056. BOARD APPROVAL OF EXCLUSION. (a) The board 4 may enter an order of temporary exclusion of territory if, on 5 hearing the petition for exclusion, the board finds that:

6 (1) the territory will not be benefited by the further 7 improvements planned by the district; and

8 (2) the benefits accorded to the territory to be 9 excluded by improvements previously authorized by the district do 10 not have a proportionate relationship to the benefits received by 11 the remainder of the district.

(b) An exclusion of territory does not become effective until ratified at an election under Section 9018.057. (Acts 54th Leg., R.S., Ch. 286, Sec. 4(a), Subsec. (d) (part).)

15 Sec. 9018.057. RATIFICATION ELECTION; NOTICE. 16 (a) Immediately on the entry of an order under Section 9018.055 or 17 9018.056, the board shall enter an order for an election for the 18 purpose of ratifying the board's action by the assumption of the 19 proportionate share of all obligations previously issued, voted, 20 owned, or contracted for by the district.

(b) At an election held to ratify only the annexation of territory, separate polling places shall be provided for the existing territory of the district and the territory to be annexed.

(c) An election held only to ratify the exclusion of territory from the district shall be held in the area of the district as the district will exist if the territory is excluded, and the voters of the territory to be excluded may not participate

1 in the election.

2 (d) If the annexation and the exclusion of territory are
3 simultaneously submitted as separate propositions, the election
4 shall be held as provided by Subsection (b) except:

5 (1) the voters in the territory to be excluded shall 6 vote, in a separate box, only on the question of assumption of debt 7 if the election for the exclusion fails; and

8 (2) the voters in the territory to be annexed and the 9 voters in the district shall have the right to vote for assumption 10 of debt conditioned on exclusion of the other territory and the 11 annexation.

(e) If the board has conditioned an annexation on the exclusion of other territory from the district, the election shall he held as provided by Subsection (b), except the voters of the territory to be excluded may not vote in the election.

(f) If a separate polling place is required under this section, a favorable majority of the participating voters at each polling place is required to assume the debt and approve the tentative order of the board.

(g) The manner of giving notice and holding the election is the same as provided for confirmation elections under general law for water control and improvement districts. (Acts 54th Leg., R.S., Ch. 286, Sec. 4(a), Subsec. (e).)

Sec. 9018.058. TAX LIABILITY OF EXCLUDED TERRITORY; BONDS OUTSTANDING. (a) Territory excluded by an election is not liable for any obligations voted by the district after the election.

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(b) The excluded territory remains liable for the payment of

1 taxes to pay obligations incurred before the exclusion until:

2 (1) all of the holders of outstanding bonds:
3 (A) consent to the release of the excluded
4 territory; and

5 (B) file the consent in writing with the 6 secretary of the district; or

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(2) the obligations are paid or refunded.

8 (C) The territory assuming the obligations is first subject to taxes for the payment of the obligations. The taxes against the 9 excluded territory are levied only to prevent default on the 10 obligations, except the district may levy taxes against the 11 territory to create and maintain a reserve for that contingency. 12 The reserve may not exceed the proportionate amount, based on tax 13 14 valuations, of the average annual principal and interest 15 requirements on the outstanding obligations.

16 (d) If the bonds are refunded, the resolution must expressly 17 provide for the release of the excluded territory from the 18 obligation to pay further taxes. (Acts 54th Leg., R.S., Ch. 286, 19 Sec. 4(a), Subsec. (f).)

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[Sections 9018.059-9018.100 reserved for expansion]

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SUBCHAPTER C. BOARD OF DIRECTORS

Sec. 9018.101. COMPOSITION OF BOARD. The board is composed of five elected directors. (Acts 54th Leg., R.S., Ch. 286, Sec. 3 (part).)

25	[Sections 9018	.102-901	.8.150 res	served	for expansion	n]
26	SUBC	HAPTER D	. POWERS	AND D	UTIES	
27	Sec. 9018.151.	WATER	CONTROL	AND	IMPROVEMENT	DISTRICT

POWERS. The district has the rights, powers, privileges, and duties provided by general law applicable to a water control and improvement district created under Section 59, Article XVI, Texas Constitution, including Chapters 49 and 51, Water Code. (Acts 54th Leg., R.S., Ch. 286, Sec. 2 (part).)

6 Sec. 9018.152. COST OF RELOCATING OR ALTERING PROPERTY. If 7 the district's exercise of the power of eminent domain, the power of 8 relocation, or any other power granted by this chapter, makes necessary the relocating, raising, rerouting, changing the grade, 9 10 or altering the construction of a highway, railroad, electric transmission line, pipeline, or telegraph or telephone property or 11 12 facility, the necessary action shall be accomplished at the sole expense of the district. (Acts 54th Leg., R.S., Ch. 286, Sec. 2A.) 13

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SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS

[Sections 9018.153-9018.200 reserved for expansion]

16 Sec. 9018.201. TAX METHOD. (a) The district shall use the 17 ad valorem plan of taxation.

(b) The board is not required to hold a hearing on the
adoption of a plan of taxation. (Acts 54th Leg., R.S., Ch. 286, Sec.
4 (part).)

CHAPTER 9019. BROOKSHIRE MUNICIPAL WATER DISTRICT

21 22

SUBCHAPTER A. GENERAL PROVISIONS

23 Sec. 9019.001. DEFINITIONS

24 Sec. 9019.002. NATURE OF DISTRICT

25 Sec. 9019.003. DISTRICT TERRITORY

26 [Sections 9019.004-9019.050 reserved for expansion]

1			SUBCHAPTER B. BOARD OF DIRECTORS				
2	Sec. 9019.051. COMPOSITION OF BOARD						
3	Sec.	9019.052.	QUALIFICATIONS FOR OFFICE				
4		[Section	s 9019.053-9019.100 reserved for expansion]				
5			SUBCHAPTER C. POWERS AND DUTIES				
6	Sec.	9019.101.	GENERAL POWERS				
7	Sec.	ec. 9019.102. POWER TO ACQUIRE PROPERTY AND ASSUME					
8			INDEBTEDNESS				
9	Sec.	9019.103.	POWERS RELATING TO WATERWORKS OR				
10			SANITARY SEWER SYSTEM				
11	Sec.	9019.104.	POWERS RELATING TO FIRE DEPARTMENT				
12	Sec.	9019.105.	PROJECT APPROVAL				
13		[Section	s 9019.106-9019.150 reserved for expansion]				
14		SUBC	CHAPTER D. GENERAL FINANCIAL PROVISIONS				
15	Sec.	9019.151.	TAX METHOD				
16		[Section	s 9019.152-9019.200 reserved for expansion]				
17			SUBCHAPTER E. BONDS				
18	Sec.	9019.201.	AUTHORITY TO ISSUE BONDS				
19	Sec.	9019.202.	BOND ELECTION REQUIRED				
20	Sec.	9019.203.	NOTICE OF BOND ELECTION				
21	Sec.	9019.204.	REFUNDING BONDS				
22	Sec.	9019.205.	REFUNDING BOND ELECTION				
23	Sec.	9019.206.	BOND APPROVAL				
24		CHAPTER	9019. BROOKSHIRE MUNICIPAL WATER DISTRICT				
25			SUBCHAPTER A. GENERAL PROVISIONS				
26		Sec. 9019	.001. DEFINITIONS. In this chapter:				
27		(1)	"Board" means the district's board of directors.				

H.B. No. 3281 "City" means the city of Brookshire, Texas. 1 (2) "Director" means a board member. 2 (3) "District" means the Brookshire Municipal Water 3 (4) District. (Acts 52nd Leg., R.S., Ch. 418, Sec. 1 (part); New.) 4 Sec. 9019.002. NATURE OF DISTRICT. (a) The district is a 5 conservation and reclamation district. 6 The creation of the district is essential to accomplish 7 (b) 8 the purposes of Section 59, Article XVI, Texas Constitution. (Acts 52nd Leg., R.S., Ch. 418, Sec. 1 (part).) 9 Sec. 9019.003. DISTRICT TERRITORY. (a) 10 The district consists of the territory included in the incorporated city of 11 Brookshire in Waller County, Texas, on April 1, 1951. 12 The district's territory may have been modified under: 13 14 (1) Chapter 3A, Title 128, Revised Statutes, before 15 August 30, 1971; 16 Subchapter O, Chapter 51, Water Code; (2) 17 (3) Subchapter J, Chapter 49, Water Code; or (4) other law. 18 A defect in the definition of the boundaries of the city 19 (b) of Brookshire or in a past proceeding for the annexation or 20 exclusion of territory to or from the city does not affect the 21 validity of the district or any of its powers and duties. (Acts 22 52nd Leg., R.S., Ch. 418, Secs. 1 (part), 1a; New.) 23 24 [Sections 9019.004-9019.050 reserved for expansion] 25 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 9019.051. COMPOSITION OF BOARD. 26 The district is governed by a board of five elected directors. (Acts 52nd Leg., 27

1 R.S., Ch. 418, Sec. 2 (part).) Sec. 9019.052. QUALIFICATIONS FOR OFFICE. A director must 2 3 be: (1)at least 18 years of age; 4 5 a resident of the state; and (2) 6 (3) the owner of property subject to taxation in the 7 district. (Acts 52nd Leg., R.S., Ch. 418, Sec. 2 (part).) 8 [Sections 9019.053-9019.100 reserved for expansion] SUBCHAPTER C. POWERS AND DUTIES 9 Sec. 9019.101. GENERAL POWERS. (a) Except as otherwise 10 provided by this chapter, the district: 11 12 (1)has all the powers and duties granted water control and improvement districts by Chapters 49 and 51, Water 13 14 Code, and all other laws relating to water control and improvement 15 districts; and 16 shall be governed by all of the laws described by (2) 17 Subdivision (1) and the powers, functions, duties, privileges, and procedures provided by those laws. 18 19 (b) The district may exercise the rights, privileges, and 20 functions provided by this chapter. (Acts 52nd Leg., R.S., Ch. 418, Secs. 1 (part), 3 (part).) 21 Sec. 9019.102. POWER ТО ACQUIRE PROPERTY AND 22 ASSUME 23 INDEBTEDNESS. (a) The district may purchase or otherwise acquire 24 from the city any property owned by the city, for the production, distribution, and sale of water and everything appurtenant thereto 25 26 on terms agreed to by the governing bodies of the city and the 27 district.

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H.B. No. 3281 district 1 (b) The may assume all outstanding bonds, warrants, and other forms of indebtedness of the city issued for 2 3 waterworks purposes, including indebtedness payable from: (1)the revenue of the city's waterworks system; or 4 5 (2) ad valorem taxes. The assumption of indebtedness described by Subsection 6 (c) 7 (b) must first be approved at an election held in the district in 8 the manner provided by this chapter for bond elections. (Acts 52nd Leg., R.S., Ch. 418, Sec. 4.) 9 Sec. 9019.103. POWERS RELATING TO WATERWORKS OR SANITARY SEWER SYSTEM. The district may: (1)purchase, construct, or otherwise acquire а waterworks or sanitary sewer system; (2) own and operate a system described by Subdivision (1); and (3) construct an addition, extension, or improvement to a system described by Subdivision (1). (Acts 52nd Leg., R.S., Ch. 418, Sec. 5 (part).) Sec. 9019.104. POWERS RELATING TO FIRE DEPARTMENT. The district may: (1)purchase or otherwise acquire, maintain, and operate a firefighting facility and equipment to protect property belonging to the district and other property in the district; 24 (2) maintain and operate a fire department; (3) employ a fire marshal; and (4) pay a reward for information leading to the arrest

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26 27 and conviction of a person on a charge of arson in connection with

H.B. No. 3281 1 the burning or attempted burning of property in the district. (Acts 52nd Leg., R.S., Ch. 418, Sec. 5 (part).) 2 Sec. 9019.105. PROJECT APPROVAL. The board is not required 3 to secure the approval of the Texas Commission on Environmental 4 5 Quality for any district project. (Acts 52nd Leg., R.S., Ch. 418, Sec. 3 (part).) 6 [Sections 9019.106-9019.150 reserved for expansion] 7 8 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 9 Sec. 9019.151. TAX METHOD. The district shall use the ad 10 valorem plan of taxation. (Acts 52nd Leg., R.S., Ch. 418, Sec. 3 (part).) 11 [Sections 9019.152-9019.200 reserved for expansion] 12 SUBCHAPTER E. BONDS 13 Sec. 9019.201. AUTHORITY TO ISSUE BONDS. To carry out a 14 15 power the district is authorized to perform, the district may issue bonds payable from and secured by: 16 17 (1)ad valorem taxes; (2) all or part of the net revenue of 18 the 19 income-producing properties of the district, as specified by the 20 board, after deducting reasonable expenses for maintenance, operation, and administration; or 21 (3) ad valorem taxes and the net revenue described by 22 Subdivision (2). (Acts 52nd Leg., R.S., Ch. 418, Sec. 6 (part).) 23 24 Sec. 9019.202. BOND ELECTION REQUIRED. The district may issue bonds only if the bonds are authorized by a majority of the 25 26 district voters voting at an election called by the board. (Acts 27 52nd Leg., R.S., Ch. 418, Sec. 6 (part).)

1 Sec. 9019.203. NOTICE OF BOND ELECTION. (a) Except as 2 otherwise provided by this section, notice of a bond election must 3 be given in the manner required of bond elections in water control 4 and improvement districts.

5 (b) The notice must be published once a week for two 6 consecutive weeks in a newspaper of general circulation in the 7 district. Publication of the first notice must be at least 14 days 8 before the date of the election.

9 (c) The notice is not required to state any summary of 10 engineers or other estimates of cost. (Acts 52nd Leg., R.S., Ch. 11 418, Sec. 6 (part); New.)

Sec. 9019.204. REFUNDING BONDS. (a) The district may issue refunding bonds to refund:

14 (1) outstanding bonds issued by the district and15 interest on those bonds; or

16 (2) outstanding bonds of the city assumed by the 17 district.

18 (b) Refunding bonds may:

(1) be issued to refund more than one series of outstanding district bonds, including bonds assumed by the district;

(2) combine the pledges of net revenue, taxes, or
both, that secure the outstanding bonds for the security of the
refunding bonds; and

25 (3) be secured by a pledge of other or additional26 revenue.

27 (c) Refunding bonds may be combined and issued jointly with

1 new money bonds to be issued and sold to carry out a power for which 2 the district may issue bonds.

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3 (d) The comptroller shall register the refunding bonds on4 the surrender and cancellation of the bonds to be refunded.

5 Instead of issuing bonds to be registered on the (e) surrender and cancellation of the bonds to be refunded, 6 the district, in the resolution authorizing the issuance of 7 the 8 refunding bonds, may provide for the sale of the refunding bonds and the deposit of the proceeds in a bank at which the bonds to be 9 10 refunded are payable. In that case, the refunding bonds may be issued in an amount sufficient to pay the interest on the bonds to 11 12 be refunded to their option date or maturity date, and the comptroller shall register the refunding bonds without 13 the 14 surrender and cancellation of the bonds to be refunded. (Acts 52nd 15 Leg., R.S., Ch. 418, Sec. 7 (part).)

16 Sec. 9019.205. REFUNDING BOND ELECTION. (a) Except as 17 otherwise provided by this section, refunding bonds may be issued 18 without an election.

(b) The district may not issue refunding bonds to refund outstanding bonds of the city unless the district's assumption of those bonds is first authorized at an election in the district held in the manner provided by this chapter for bond elections.

(c) Refunding bonds payable wholly or partly from ad valorem taxes may not be issued to refund revenue bonds issued by the district or revenue bonds of the city assumed by the district unless the refunding bonds are authorized at an election held in the manner provided by this chapter for bond elections. (Acts 52nd Leg., R.S.,

1 Ch. 418, Sec. 7 (part).) 2 Sec. 9019.206. BOND APPROVAL. The board is not required to 3 secure the approval of the Texas Commission on Environmental 4 Quality for district bonds. (Acts 52nd Leg., R.S., Ch. 418, Sec. 3 5 (part).) CHAPTER 9026. CEDAR BAYOU PARK UTILITY DISTRICT 6 7 SUBCHAPTER A. GENERAL PROVISIONS 8 Sec. 9026.001. DEFINITIONS 9 Sec. 9026.002. NATURE OF DISTRICT 10 Sec. 9026.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE 11 Sec. 9026.004. DISTRICT TERRITORY 12 Sec. 9026.005. EXPANSION OF DISTRICT 13 Sec. 9026.006. STATE POLICY REGARDING WASTE DISPOSAL 14 [Sections 9026.007-9026.050 reserved for expansion] 15 SUBCHAPTER B. DISTRICT ADMINISTRATION 16 Sec. 9026.051. COMPOSITION OF BOARD 17 Sec. 9026.052. DIRECTOR'S BOND 18 Sec. 9026.053. BOARD VACANCY 19 Sec. 9026.054. BOARD PRESIDENT'S POWER TO EXECUTE CONTRACTS 20 21 Sec. 9026.055. ABSENCE OR INACTION OF BOARD PRESIDENT 22 Sec. 9026.056. DISTRICT OFFICE 23 [Sections 9026.057-9026.100 reserved for expansion] 24 SUBCHAPTER C. POWERS AND DUTIES 25 Sec. 9026.101. WATER CONTROL AND IMPROVEMENT DISTRICT 26 POWERS 27 Sec. 9026.102. ADDITIONAL POWERS

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1 Sec. 9026.103. LIMIT ON EMINENT DOMAIN 2 Sec. 9026.104. COST OF RELOCATING OR ALTERING PROPERTY 3 Sec. 9026.105. WATER, SEWER, OR DRAINAGE CONTRACTS; 4 ELECTION NOT REQUIRED; BONDS 5 Sec. 9026.106. NOTICE OF ELECTION 6 Sec. 9026.107. DISTRICT RULES 7 [Sections 9026.108-9026.150 reserved for expansion] 8 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS Sec. 9026.151. TAX METHOD 9 10 Sec. 9026.152. DISTRICT ACCOUNTS 11 Sec. 9026.153. COPY OF AUDIT REPORT 12 Sec. 9026.154. PAYMENT OF TAX OR ASSESSMENT NOT REQUIRED 13 14 Sec. 9026.155. DEPOSITORY 15 [Sections 9026.156-9026.200 reserved for expansion] 16 SUBCHAPTER E. BONDS 17 Sec. 9026.201. ISSUANCE OF BONDS 18 Sec. 9026.202. ADDITIONAL SECURITY 19 Sec. 9026.203. TRUST INDENTURE 20 Sec. 9026.204. ORDER OR RESOLUTION AUTHORIZING 21 ISSUANCE OF CERTAIN BONDS 22 Sec. 9026.205. USE OF BOND PROCEEDS CHAPTER 9026. CEDAR BAYOU PARK UTILITY DISTRICT 23 24 SUBCHAPTER A. GENERAL PROVISIONS 25 Sec. 9026.001. DEFINITIONS. In this chapter: (1) "Board" means the district's board of directors. 26 (2) "Director" means a board member. 27

H.B. No. 3281 (3) "District" means the Cedar Bayou Park Utility 2 District. (Acts 61st Leg., R.S., Ch. 261, Sec. 1 (part); New.)

3 Sec. 9026.002. NATURE OF DISTRICT. The district is a 4 conservation and reclamation district in Harris County created 5 under Section 59, Article XVI, Texas Constitution. (Acts 61st 6 Leg., R.S., Ch. 261, Sec. 1 (part).)

Sec. 9026.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a)
8 The district is created to serve a public use and benefit.

9 (b) All land and other property included in the boundaries 10 of the district will benefit from the works and projects 11 accomplished by the district under the powers conferred by Section 12 59, Article XVI, Texas Constitution.

13 (c) The creation of the district is essential to accomplish14 the purposes of Section 59, Article XVI, Texas Constitution.

(d) The accomplishment of the purposes stated in this chapter is for the benefit of the people of this state and for the improvement of their property and industries. The district in carrying out the purposes of this chapter will be performing an essential public function under the Texas Constitution. (Acts 61st Leg., R.S., Ch. 261, Secs. 1 (part), 4, 24 (part).)

Sec. 9026.004. DISTRICT TERRITORY. (a) The district is composed of the territory described by Section 2, Chapter 261, Acts of the 61st Legislature, Regular Session, 1969, as that territory may have been modified under:

25	(1)	Subchapter (), Chapte	r 51,	Water	Code;	
26	(2)	Subchapter 3	, Chapte	r 49,	Water	Code;	
27	(3)	Section 902	26.005 o	r i	ts pre	edecessor	statute,

H.B. No. 3281 former Section 9, Chapter 261, Acts of the 61st Legislature, 1 Regular Session, 1969; or 2 3 (4) other law. 4 (b) The boundaries and field notes of the district form a 5 closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect: 6 7 (1)the district's organization, existence, or 8 validity; 9 (2) the district's right to issue any type of bond for 10 a purpose for which the district is created or to pay the principal of and interest on the bond; 11 12 (3) the district's right to impose a tax; or in any other manner, the legality or operation of 13 (4) 14 the district or the board. (Acts 61st Leg., R.S., Ch. 261, Sec. 3; 15 New.) 16 Sec. 9026.005. EXPANSION OF DISTRICT. (a) If land is 17 annexed by the district under Section 49.301 or 51.714, Water Code, the board may require the petitioners to: 18 assume the petitioners' pro rata share of the voted 19 (1) but unissued bonds of the district; and 20 21 (2) authorize the board to impose a tax on the petitioners' property to pay for the bonds after the bonds have been 22 23 issued. 24 (b) If land is annexed by the district under Section 49.302, Water Code, the board may submit to the voters of the area to be 25 26 annexed a proposition on the question of the assumption by the area to be annexed of its part of the voted but not yet issued or sold tax 27

1 or tax-revenue bonds of the district and the imposition of an ad 2 valorem tax on taxable property in the area to be annexed along with 3 a tax in the rest of the district for the payment of the bonds.

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4 (c) If the petitioners consent or if the election results
5 favorably, the district may issue its voted but unissued tax or
6 tax-revenue bonds regardless of changes to district boundaries
7 since the voting or authorization of those bonds. (Acts 61st Leg.,
8 R.S., Ch. 261, Sec. 9.)

Sec. 9026.006. STATE POLICY REGARDING WASTE DISPOSAL. 9 The 10 district's powers and duties are subject to the state policy of encouraging the development and use of integrated area-wide waste 11 12 collection, treatment, and disposal systems to serve the waste disposal needs of this state's residents, if integrated systems can 13 14 reasonably be provided for an area, so as to avoid the economic 15 burden on residents and the impact on state water quality caused by the construction and operation of numerous small waste collection, 16 17 treatment, and disposal facilities. (Acts 61st Leg., R.S., Ch. 261, Sec. 5 (part).) 18

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[Sections 9026.007-9026.050 reserved for expansion] SUBCHAPTER B. DISTRICT ADMINISTRATION

Sec. 9026.051. COMPOSITION OF BOARD. The board consists of five elected directors. (Acts 61st Leg., R.S., Ch. 261, Sec. 10 (part).)

24 Sec. 9026.052. DIRECTOR'S BOND. (a) Each director shall 25 qualify by giving bond in the amount of \$5,000 for the faithful 26 performance of the director's duties.

27

(b) The bonds must be recorded in a record book kept for that

H.B. No. 3281 1 purpose in the district office. (Acts 61st Leg., R.S., Ch. 261, 2 Sec. 10 (part).)

3 Sec. 9026.053. BOARD VACANCY. (a) Except as provided by 4 Subsection (b), a vacancy in the office of director shall be filled 5 in the manner provided by Section 49.105, Water Code.

6 (b) The county judge of the county in which the district is 7 located shall appoint directors to fill all of the vacancies on the 8 board whenever the number of qualified directors is less than 9 three. (Acts 61st Leg., R.S., Ch. 261, Sec. 10 (part).)

10 Sec. 9026.054. BOARD PRESIDENT'S POWER TO EXECUTE 11 CONTRACTS. The board president may execute all contracts, including 12 construction contracts, entered into by the board on behalf of the 13 district. (Acts 61st Leg., R.S., Ch. 261, Sec. 10 (part).)

Sec. 9026.055. ABSENCE OR INACTION OF BOARD PRESIDENT. (a) When the board president is absent or fails or declines to act, the board vice president shall perform all duties and exercise all power that this chapter or general law gives the president.

(b) If the board president is absent from a board meeting, the board vice president may sign an order adopted or other action taken at the meeting, or the board may authorize the president to sign the order or implement the action. (Acts 61st Leg., R.S., Ch. 261, Sec. 10 (part).)

23 Sec. 9026.056. DISTRICT OFFICE. (a) The board shall 24 designate, establish, and maintain a district office as provided by 25 Section 49.062, Water Code.

(b) The board may establish a second district office outside27 the district. If the board establishes a district office outside

1 the district, the board shall give notice of the location of that 2 office by:

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3 (1) filing a copy of the board resolution that 4 establishes the location of the office:

5 (A) with the Texas Commission on Environmental6 Quality; and

7 (B) in the water control and improvement district8 records of each county in which the district is located; and

9 (2) publishing notice of the location of the office in 10 a newspaper of general circulation in each county in which the 11 district is located.

12 (c) A district office may be a private residence or office.
13 A district office that is a private residence or office is a public
14 place for matters relating to the district's business.

(d) The board shall give notice of any change in the location of the district office outside the district in the manner required by Subsection (b). (Acts 61st Leg., R.S., Ch. 261, Sec. 18 15.)

Sections 9026.057-9026.100 reserved for expansion]
 SUBCHAPTER C. POWERS AND DUTIES

Sec. 9026.101. WATER CONTROL AND IMPROVEMENT DISTRICT POWERS. The district has all of the rights, powers, privileges, and functions provided by general law applicable to water control and improvement districts created under Section 59, Article XVI, Texas Constitution, including Chapters 49 and 51, Water Code. (Acts 61st Leg., R.S., Ch. 261, Sec. 5 (part).)

27 Sec. 9026.102. ADDITIONAL POWERS. (a) The district may:

1 (1) make, purchase, construct, lease, or otherwise 2 acquire property, works, facilities, or improvements, existing or 3 to be made, constructed, or acquired, inside or outside the 4 district's boundaries and necessary to carry out the powers granted 5 by this chapter or general law; or

6 (2) enter into a contract with a person on terms the 7 board considers desirable, fair, and advantageous for:

8

(A) the purchase or sale of water;

9 (B) the transportation, treatment, and disposal 10 of the domestic, industrial, or communal wastes of the district or 11 others;

12 (C) the continuing and orderly development of 13 land and property in the district through the purchase, 14 construction, or installation of facilities, works, or 15 improvements that the district is otherwise authorized to do or perform so that, to the greatest extent reasonably possible, 16 considering sound engineering and economic practices, all of the 17 land and property may ultimately receive the services of the 18 19 facilities, works, or improvements; and

20 (D) the performance of any of the rights or 21 powers granted by this chapter or general law.

(b) A contract under Subsection (a)(2) may not have a duration of more than 40 years. (Acts 61st Leg., R.S., Ch. 261, Sec. 5 (part).)

25 Sec. 9026.103. LIMIT ON EMINENT DOMAIN. The district may 26 exercise the power of eminent domain only:

27 (1) in a county in which the district is located; and

(2) when necessary to carry out the purposes for which
 the district was created. (Acts 61st Leg., R.S., Ch. 261, Sec. 13
 (part).)

Sec. 9026.104. COST OF RELOCATING OR ALTERING PROPERTY. (a) In this section, "sole expense" means the actual cost of relocating, raising, lowering, rerouting, changing the grade of, or altering the construction of a facility described by Subsection (b) in providing comparable replacement without enhancement of the facility, after deducting from that cost the net salvage value of the old facility.

If the district's exercise of the power of eminent 11 (b) 12 domain, power of relocation, or any other power granted by this makes necessary the relocation, raising, 13 chapter rerouting, 14 changing the grade, or alteration of the construction of a highway, 15 a railroad, an electric transmission line, a telegraph or telephone property or facility, or a pipeline, the necessary action shall be 16 17 accomplished at the sole expense of the district. (Acts 61st Leg., R.S., Ch. 261, Sec. 13 (part).) 18

Sec. 9026.105. WATER, SEWER, OR DRAINAGE CONTRACTS;
ELECTION NOT REQUIRED; BONDS. (a) The district and a political
subdivision may enter into a water, sewer, or drainage contract or
any combination of those contracts without an election by any
contracting party to approve the contract.

(b) The district may pay for an obligation incurred under a contract under this section by issuing bonds that, if otherwise necessary, have been approved by the voters in the manner provided by this chapter.

1 (c) The district may deliver the district's bonds to the 2 United States or an agency or instrumentality of the United States, 3 or to this state or an agency or instrumentality of this state, that 4 enters into a contract with the district under this section. (Acts 5 61st Leg., R.S., Ch. 261, Sec. 5 (part).)

Sec. 9026.106. NOTICE OF ELECTION. Notice of an election
may be given under the hand of the board president or secretary.
(Acts 61st Leg., R.S., Ch. 261, Sec. 19.)

9 Sec. 9026.107. DISTRICT RULES. The district shall adopt 10 and enforce reasonable and effective rules to secure and maintain 11 safe, sanitary, and adequate plumbing installations, connections, 12 and appurtenances, as subsidiary parts of the district's sewerage 13 system, to aid in preserving the quality of water within or 14 controlled by the district. (Acts 61st Leg., R.S., Ch. 261, Sec. 15 16.)

16

[Sections 9026.108-9026.150 reserved for expansion]

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
Sec. 9026.151. TAX METHOD. (a) The district shall use the
ad valorem plan of taxation.

(b) The board is not required to call or hold a hearing on
21 the adoption of a plan of taxation. (Acts 61st Leg., R.S., Ch. 261,
22 Sec. 8.)

23 Sec. 9026.152. DISTRICT ACCOUNTS. The district shall keep 24 a complete system of the district's accounts. (Acts 61st Leg., 25 R.S., Ch. 261, Sec. 14 (part).)

26 Sec. 9026.153. COPY OF AUDIT REPORT. A copy of the audit 27 report prepared under Subchapter G, Chapter 49, Water Code, shall

be delivered: 1 2 (1) to each director; and 3 (2) to a holder of at least 25 percent of the outstanding bonds of the district, on request. 4 (Acts 61st Leg., 5 R.S., Ch. 261, Sec. 14 (part); New.) 6 Sec. 9026.154. PAYMENT OF TAX OR ASSESSMENT NOT REQUIRED. 7 The district is not required to pay a tax or assessment on: 8 (1) district property; or 9 (2) a purchase made by the district. (Acts 61st Leg., 10 R.S., Ch. 261, Sec. 24 (part).) Sec. 9026.155. DEPOSITORY. (a) The board shall select one 11 12 or more banks in this state to act as depository for the district's 13 money. 14 (b) To the extent that money in the depository bank is not 15 insured by the Federal Deposit Insurance Corporation, the money must be secured in the manner provided by law for the security of 16 17 county funds. (c) A director may be a shareholder in a bank that is a 18 19 depository of district money. (Acts 61st Leg., R.S., Ch. 261, Sec. 14 (part).) 20 [Sections 9026.156-9026.200 reserved for expansion] 21 SUBCHAPTER E. BONDS 2.2 Sec. 9026.201. ISSUANCE OF BONDS. (a) 23 The district may 24 issue tax bonds, revenue bonds, or tax and revenue bonds to provide money for any purpose of this chapter, including the acquisition of 25 26 land. The district must issue bonds in the manner provided by 27 (b)

1 Chapters 49 and 51, Water Code, except that the district may issue 2 bonds payable solely from net revenue by resolution or order of the 3 board without an election.

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4 (c) Bonds issued under this subchapter may be payable from
5 all or any designated part of the revenue of district property and
6 facilities or under a specific contract, as provided in the order or
7 resolution authorizing the issuance of the bonds. (Acts 61st Leg.,
8 R.S., Ch. 261, Sec. 12 (part).)

9 Sec. 9026.202. ADDITIONAL SECURITY. (a) Within the 10 discretion of the board, bonds issued under this subchapter may be 11 additionally secured by a deed of trust or mortgage lien on physical 12 property of the district and franchises, easements, water rights 13 and appropriation permits, leases, contracts, and all rights 14 appurtenant to that property, vesting in the trustee:

15 (1) the power to sell the property for payment of the16 debt;

17 (2) the power to operate the property; and

18 (3) all other powers to further secure the bonds.

(b) A purchaser under a sale under the deed of trust or20 mortgage lien, if one is given:

(1) is the absolute owner of the property, facilities,
and rights purchased; and

(2) may maintain and operate the property and
facilities. (Acts 61st Leg., R.S., Ch. 261, Sec. 12 (part).)

25 Sec. 9026.203. TRUST INDENTURE. A trust indenture created 26 under Section 9026.202, regardless of the existence of a deed of 27 trust or mortgage lien on the property, may:

H.B. No. 3281 1 (1)contain provisions prescribed by the board for the security of the bonds and the preservation of the trust estate; 2 3 (2) provide for amendment or modification of the trust indenture; 4 5 (3) provide for the issuance of bonds to replace lost or mutilated bonds; 6 7 condition the right to spend district money or (4) 8 sell district property on the approval of a licensed engineer selected as provided by the trust indenture; and 9 10 (5) provide for the investment of district money. (Acts 61st Leg., R.S., Ch. 261, Sec. 12 (part).) 11 Sec. 9026.204. ORDER OR RESOLUTION AUTHORIZING ISSUANCE OF 12 CERTAIN BONDS. In an order or resolution authorizing the 13 (a) 14 of revenue, tax-revenue, revenue refunding, issuance or 15 tax-revenue refunding bonds, the board may: (1)provide for: 16 17 (A) the flow of money; and the establishment and maintenance of 18 (B) the 19 interest and sinking fund, reserve fund, or other fund; (2) make additional covenants with respect to the 20 bonds and the pledged revenue and the operation and maintenance of 21 the improvements and facilities the revenue of which is pledged, 22 23 including provisions for the operation or leasing of all or part of 24 the improvements and facilities and the use or pledge of money received from the operation contract or lease as the board 25 26 considers appropriate; 27 (3) prohibit the further issuance of bonds or other

obligations payable from the pledged revenue or reserve the right to issue additional bonds to be secured by a pledge of and payable from the revenue on a parity with, or subordinate to, the lien and pledge in support of the bonds being issued, subject to any conditions set forth in the order or resolution; and

6 (4) include any other provision or covenant, as the 7 board determines, that is not prohibited by the Texas Constitution 8 or this chapter.

9 (b) The board may adopt and execute any other proceeding or 10 instrument necessary or convenient in the issuance of the bonds. 11 (Acts 61st Leg., R.S., Ch. 261, Sec. 12 (part).)

12 Sec. 9026.205. USE OF BOND PROCEEDS. (a) The district may 13 appropriate or set aside out of proceeds from the sale of district 14 bonds an amount for:

(1) the payment of interest, administrative, and operating expenses expected to accrue during the period of construction, as may be provided in the bond orders or resolutions; and

19 (2) the payment of all expenses incurred and to be20 incurred in the issuance, sale, and delivery of the bonds.

(b) For purposes of this section, the period of construction may not exceed three years. (Acts 61st Leg., R.S., Ch. 261, Sec. 12 (part).)

CHAPTER 9029. CLEAR LAKE CITY WATER AUTHORITY
 SUBCHAPTER A. GENERAL PROVISIONS
 Sec. 9029.001. DEFINITIONS

27 Sec. 9029.002. NATURE OF AUTHORITY

1 Sec. 9029.003. LEGISLATIVE DECLARATION AND FINDINGS 2 Sec. 9029.004. AUTHORITY TERRITORY Sec. 9029.005. CORRECTION OF INVALID PROCEDURES 3 Sec. 9029.006. LIBERAL CONSTRUCTION OF CHAPTER 4 5 [Sections 9029.007-9029.050 reserved for expansion] 6 SUBCHAPTER B. BOARD OF DIRECTORS 7 Sec. 9029.051. COMPOSITION OF BOARD Sec. 9029.052. ELIGIBILITY 8 9 Sec. 9029.053. OFFICERS 10 Sec. 9029.054. DIRECTOR'S AND TREASURER'S BONDS [Sections 9029.055-9029.100 reserved for expansion] 11 SUBCHAPTER C. POWERS AND DUTIES 12 13 Sec. 9029.101. WATER CONTROL AND IMPROVEMENT DISTRICT 14 POWERS 15 Sec. 9029.102. ADDITIONAL POWERS 16 Sec. 9029.103. CONTRACT FOR DEVELOPMENT OF LAND AND 17 PROPERTY Sec. 9029.104. ELECTION NOT REQUIRED FOR CERTAIN 18 19 CONTRACTS 20 Sec. 9029.105. COST OF RELOCATING OR ALTERING PROPERTY 21 Sec. 9029.106. BID ON PROPOSED CONSTRUCTION WORK [Sections 9029.107-9029.150 reserved for expansion] 22 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 23 24 Sec. 9029.151. TAX METHOD 25 Sec. 9029.152. AUTHORITY ACCOUNTS 26 Sec. 9029.153. FISCAL YEAR 27 Sec. 9029.154. COPY OF AUDIT REPORT

1 Sec. 9029.155. PAYMENT OF TAX OR ASSESSMENT NOT 2 REQUIRED 3 Sec. 9029.156. POWER TO BORROW MONEY AND ACCEPT GRANTS 4 OR OTHER SUPPORT Sec. 9029.157. DEPOSITORY 5 6 [Sections 9029.158-9029.200 reserved for expansion] 7 SUBCHAPTER E. BONDS 8 Sec. 9029.201. AUTHORITY TO ISSUE BONDS Sec. 9029.202. ISSUANCE OF REVENUE BONDS 9 Sec. 9029.203. BONDS EXEMPT FROM TAXATION 10 CHAPTER 9029. CLEAR LAKE CITY WATER AUTHORITY 11 SUBCHAPTER A. GENERAL PROVISIONS 12 Sec. 9029.001. DEFINITIONS. In this chapter: 13 14 (1) "Authority" means the Clear Lake City Water 15 Authority. (2) "Board" means the authority's board of directors. 16 17 (3) "Director" means a board member. (Acts 58th Leg., R.S., Ch. 101, Sec. 1 (part); New.) 18 Sec. 9029.002. NATURE OF AUTHORITY. The authority is a 19 conservation and reclamation district in Harris County created 20 21 under Section 59, Article XVI, Texas Constitution. (Acts 58th Leg., R.S., Ch. 101, Sec. 1 (part).) 22 23 Sec. 9029.003. LEGISLATIVE DECLARATION AND FINDINGS. (a) 24 The legislature declares that: 25 (1) the creation of the authority is essential to 26 accomplish the purposes of Section 59, Article XVI, Texas 27 Constitution; and

H.B. No. 3281 1 (2) this chapter addresses a subject in which the 2 state and general public are interested.

3 (b) The legislature finds that:

4 (1) all land and other property included in the 5 boundaries of the authority will benefit from the works and 6 projects accomplished by the authority under the powers conferred 7 by Section 59, Article XVI, Texas Constitution; and

8 (2) the authority is created to serve a public use and9 benefit.

10 (c) The accomplishment of the purposes stated in this 11 chapter is for the benefit of the people of this state and for the 12 improvement of their property and industries. The authority in 13 carrying out the purposes of this chapter will be performing an 14 essential public function under the Texas Constitution. (Acts 58th 15 Leg., R.S., Ch. 101, Secs. 1 (part), 3, 15 (part), 16 (part).)

16 Sec. 9029.004. AUTHORITY TERRITORY. (a) The authority is 17 composed of the territory described by Section 2, Chapter 101, Acts 18 of the 58th Legislature, Regular Session, 1963, as that territory 19 may have been modified under:

20

(1) Subchapter O, Chapter 51, Water Code;

21

(2) Subchapter J, Chapter 49, Water Code;

(3) Section 20, Chapter 101, Acts of the 58thLegislature, Regular Session, 1963; or

24

(4) other law.

(b) The boundaries of the authority form a closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect:

(1) the authority's organization, existence, or
 validity;

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3 (2) the authority's right to issue bonds or to pay the4 principal of and interest on the bonds;

5

(3) the authority's right to impose a tax; or

6 (4) the legality or operation of the authority or the 7 board. (Acts 58th Leg., R.S., Ch. 101, Secs. 4, 20; New.)

8 Sec. 9029.005. CORRECTION OF INVALID PROCEDURES. If a 9 court holds that any procedure under this chapter violates the 10 constitution of this state or of the United States, the authority by 11 resolution may provide an alternative procedure that conforms with 12 the constitution. (Acts 58th Leg., R.S., Ch. 101, Sec. 17 (part).)

Sec. 9029.006. LIBERAL CONSTRUCTION OF CHAPTER. This chapter shall be liberally construed to effect the purposes, powers, and rights stated in this chapter. (Acts 58th Leg., R.S., Ch. 101, Sec. 16 (part).)

17 [Sections 9029.007-9029.050 reserved for expansion]

18 SUBCHAPTER B. BOARD OF DIRECTORS

Sec. 9029.051. COMPOSITION OF BOARD. The board consists of five elected directors. (Acts 58th Leg., R.S., Ch. 101, Sec. 10 (part).)

22 Sec. 9029.052. ELIGIBILITY. A person may not be appointed 23 or elected a director unless the person:

(1) owns taxable property in the authority; and
(2) resides in the authority. (Acts 58th Leg., R.S.,
26 Ch. 101, Sec. 10 (part).)

27 Sec. 9029.053. OFFICERS. (a) The board shall elect from

among its members a president, secretary, and any other officers
 the board determines are necessary.

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3 (b) The board may appoint a treasurer. (Acts 58th Leg.,
4 R.S., Ch. 101, Sec. 10 (part).)

5 Sec. 9029.054. DIRECTOR'S AND TREASURER'S BONDS. (a) Each 6 director shall give bond in the amount of \$5,000 for the faithful 7 performance of the director's duties.

8 (b) The treasurer shall give bond in the amount required by 9 the board, conditioned on the treasurer's faithful accounting for 10 all money that comes into the treasurer's custody as authority 11 treasurer. (Acts 58th Leg., R.S., Ch. 101, Sec. 10 (part).)

Sections 9029.055-9029.100 reserved for expansion]
 SUBCHAPTER C. POWERS AND DUTIES

Sec. 9029.101. WATER CONTROL AND IMPROVEMENT DISTRICT POWERS. The authority has the rights, powers, privileges, and functions provided by general law applicable to a water control and improvement district created under Section 59, Article XVI, Texas Constitution, including Chapters 49 and 51, Water Code. (Acts 58th Leg., R.S., Ch. 101, Sec. 5 (part); New.)

20

Sec. 9029.102. ADDITIONAL POWERS. (a) The authority may:

(1) purchase, construct, or otherwise acquire and
accomplish by any practical means a waterworks system, sanitary
sewer system, storm sewer system, or drainage facility or any part
of those systems or facilities;

(2) make any necessary purchase, construction,
improvement, extension, addition, or repair to a system or facility
described by Subdivision (1);

(3) purchase or acquire, operate, and maintain any
 land, right-of-way, easement, site, equipment, building, plant,
 structure, or facility necessary to a system or facility described
 by Subdivision (1); and

5 (4) sell water and other services at rates fixed by the6 authority.

7 (b) The authority may exercise any of the rights or powers 8 granted by this chapter inside or outside the authority's 9 boundaries. (Acts 58th Leg., R.S., Ch. 101, Sec. 7 (part).)

Sec. 9029.103. CONTRACT FOR DEVELOPMENT OF LAND 10 AND PROPERTY. The authority may enter into a contract with a political 11 12 subdivision or with an owner, developer, or lessee of land and property as necessary or appropriate to a continuing and orderly 13 14 plan of development of the land and property through the purchase, 15 construction, or installation of facilities, works, οr improvements that the authority is otherwise authorized to do or 16 17 perform so that, to the greatest extent reasonably possible, considering sound engineering and economic practices, all of the 18 19 land may, under the contract, ultimately receive the services of the facilities, works, or improvements. (Acts 58th Leg., R.S., Ch. 20 101, Sec. 9 (part).) 21

Sec. 9029.104. ELECTION NOT REQUIRED FOR CERTAIN CONTRACTS. A municipality may enter into a water, sewer, or drainage contract, or any combination of those contracts, with the authority without the necessity of an election by any contracting party to approve the contract. (Acts 58th Leg., R.S., Ch. 101, Sec. 9 (part).)

27 Sec. 9029.105. COST OF RELOCATING OR ALTERING PROPERTY.

1 (a) In this section, "sole expense" means the actual cost of 2 relocating, raising, lowering, rerouting, changing the grade of, or 3 altering the construction of a facility described by Subsection (b) 4 in providing comparable replacement without enhancement of the 5 facility, after deducting from that cost the net salvage value of 6 the old facility.

7 If the authority's exercise of the power of eminent (b) 8 domain, the power of relocation, or any other power makes necessary the relocation, raising, rerouting, changing the grade, 9 or 10 alteration of the construction of a highway, a railroad, an electric transmission line, a telephone or telegraph property or 11 12 facility, or a pipeline, the necessary action shall be accomplished at the sole expense of the authority. (Acts 58th Leg., R.S., Ch. 13 14 101, Sec. 11.)

Sec. 9029.106. BID ON PROPOSED CONSTRUCTION WORK. (a) A person who submits a written sealed bid on proposed construction work for the authority must submit with the bid an amount equal to at least five percent of the total amount of the bid in the form of a:

20 (1) certified or cashier's check on a responsible bank21 in this state; or

22

(2) bidder's bond.

(b) If a successful bidder fails or refuses to enter into a proper contract with the authority or provide a bond required by law, the bidder forfeits the amount of the check or bond that accompanied the bidder's bid. (Acts 58th Leg., R.S., Ch. 101, Sec. 19.)

1[Sections 9029.107-9029.150 reserved for expansion]2SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

3 Sec. 9029.151. TAX METHOD. (a) The authority shall use the4 ad valorem plan of taxation.

5 (b) The board is not required to call a hearing on the 6 adoption of a plan of taxation. (Acts 58th Leg., R.S., Ch. 101, 7 Sec. 6 (part).)

8 Sec. 9029.152. AUTHORITY ACCOUNTS. The authority shall 9 keep a complete system of the authority's accounts. (Acts 58th 10 Leg., R.S., Ch. 101, Sec. 14 (part).)

11 Sec. 9029.153. FISCAL YEAR. The fiscal year of the 12 authority is from October 1 to September 30 of the following year, 13 unless changed by the board. (Acts 58th Leg., R.S., Ch. 101, Sec. 14 14 (part).)

Sec. 9029.154. COPY OF AUDIT REPORT. A copy of the audit report prepared under Subchapter G, Chapter 49, Water Code, shall be delivered:

18

(1) to each director; and

19 (2) to a holder of at least 25 percent of the
20 outstanding bonds of the authority, on request. (Acts 58th Leg.,
21 R.S., Ch. 101, Sec. 14 (part); New.)

Sec. 9029.155. PAYMENT OF TAX OR ASSESSMENT NOT REQUIRED. The authority is not required to pay a tax or assessment on authority property or any part of authority property. (Acts 58th Leg., R.S., Ch. 101, Sec. 15 (part).)

26 Sec. 9029.156. POWER TO BORROW MONEY AND ACCEPT GRANTS OR 27 OTHER SUPPORT. (a) The authority may borrow money for the

authority's corporate purposes, including taking a loan or
 accepting a grant, gratuity, or other support from the United
 States, this state, or a corporation or agency created or
 designated by the United States or this state.

5 (b) In connection with the loan, grant, or other support, 6 the authority may enter into any arrangement the board considers 7 advisable. (Acts 58th Leg., R.S., Ch. 101, Sec. 12 (part).)

8 Sec. 9029.157. DEPOSITORY. (a) The board shall designate 9 one or more banks inside or outside the authority to serve as a 10 depository for authority money.

(b) All authority money shall be deposited in a depository bank, except that sufficient money shall be remitted to the appropriate bank of payment to pay the principal of and interest on the authority's outstanding bonds on or before the maturity date of the principal and interest.

16 (c) To the extent that money in a depository bank is not 17 insured by the Federal Deposit Insurance Corporation, the money 18 must be secured in the manner provided by law for the security of 19 county funds. (Acts 58th Leg., R.S., Ch. 101, Sec. 13.)

[Sections 9029.158-9029.200 reserved for expansion]

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SUBCHAPTER E. BONDS

Sec. 9029.201. AUTHORITY TO ISSUE BONDS. The authority may issue bonds for an authority purpose. (Acts 58th Leg., R.S., Ch. 101, Sec. 7 (part).)

25 Sec. 9029.202. ISSUANCE OF REVENUE BONDS. The board may 26 issue, by resolution and without a hearing or an election, bonds 27 payable solely from net revenue of the authority's operation or

H.B. No. 3281 1 from the proceeds of any contract for the authority's services. (Acts 58th Leg., R.S., Ch. 101, Sec. 12 (part).) 2 Sec. 9029.203. BONDS EXEMPT FROM TAXATION. An authority 3 bond, the transfer of the bond, and income from the bond, including 4 5 profits made on the sale of the bond, are exempt from taxation in this state. (Acts 58th Leg., R.S., Ch. 101, Sec. 15 (part).) 6 CHAPTER 9032. COKE COUNTY KICKAPOO WATER CONTROL AND 7 8 IMPROVEMENT DISTRICT NO. 1 9 SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 9032.001. DEFINITIONS 11 Sec. 9032.002. NATURE OF DISTRICT 12 Sec. 9032.003. FINDINGS OF BENEFIT Sec. 9032.004. APPLICABILITY OF OTHER WATER CONTROL 13 14 AND IMPROVEMENT DISTRICT LAW [Sections 9032.005-9032.050 reserved for expansion] 15 16 SUBCHAPTER B. DISTRICT TERRITORY Sec. 9032.051. DISTRICT TERRITORY 17 Sec. 9032.052. HEARING FOR EXCLUSION OF TERRITORY 18 19 [Sections 9032.053-9032.100 reserved for expansion] SUBCHAPTER C. BOARD OF DIRECTORS 20 21 Sec. 9032.101. COMPOSITION OF BOARD 22 Sec. 9032.102. QUALIFICATIONS FOR OFFICE Sec. 9032.103. ELECTION OF DIRECTORS 23 24 Sec. 9032.104. ELECTION RESULTS 25 Sec. 9032.105. BALLOT PROCEDURE FOR CANDIDATES 26 Sec. 9032.106. DIRECTOR'S BOND 27 Sec. 9032.107. VOTE BY BOARD PRESIDENT

1 Sec. 9032.108. ABSENCE OR INACTION OF BOARD PRESIDENT 2 Sec. 9032.109. APPOINTMENT OR EMPLOYMENT OF SECRETARY 3 AND TREASURER Sec. 9032.110. SECRETARY'S BOND 4 5 Sec. 9032.111. EMPLOYEES 6 Sec. 9032.112. SEAL 7 [Sections 9032.113-9032.150 reserved for expansion] 8 SUBCHAPTER D. POWERS AND DUTIES Sec. 9032.151. GENERAL POWERS 9 10 Sec. 9032.152. WATER CONTROL AND IMPROVEMENT DISTRICT 11 POWERS 12 Sec. 9032.153. CONTROL OF WATER AND FLOODWATER; RECLAMATION 13 14 Sec. 9032.154. POWERS RELATING TO THE WATER OF 15 KICKAPOO CREEKS; SURVEYS, MAPS, AND 16 PLANS 17 Sec. 9032.155. GENERAL PROPERTY POWER 18 Sec. 9032.156. COST OF RELOCATING OR ALTERING PROPERTY 19 Sec. 9032.157. SURVEYS; ENGINEERING INVESTIGATIONS 20 Sec. 9032.158. EQUIPMENT; SUPPLIES 21 Sec. 9032.159. COOPERATION IN WILDLIFE PROGRAMS 22 [Sections 9032.160-9032.200 reserved for expansion] SUBCHAPTER E. TAXES 23 24 Sec. 9032.201. HEARING ON CHANGE IN METHOD OF 25 TAXATION; LIMITATION 26 Sec. 9032.202. MAINTENANCE TAX ELECTION PROCEDURES 27 Sec. 9032.203. MAINTENANCE TAX RATE

H.B. No. 3281 1 [Sections 9032.204-9032.250 reserved for expansion] 2 SUBCHAPTER F. BONDS Sec. 9032.251. ISSUANCE OF BONDS 3 Sec. 9032.252. PLEDGE OF REVENUE TO PAY BONDS 4 5 CHAPTER 9032. COKE COUNTY KICKAPOO WATER CONTROL AND IMPROVEMENT DISTRICT NO. 1 6 SUBCHAPTER A. GENERAL PROVISIONS 7 8 Sec. 9032.001. DEFINITIONS. In this chapter: (1)"Board" means the district's board of directors. 9 "Director" means a board member. 10 (2) "District" means the Coke County Kickapoo Water 11 (3) 12 Control and Improvement District No. 1. (Acts 56th Leg., 1st C.S., 13 Ch. 17, Sec. 1 (part); New.) 14 Sec. 9032.002. NATURE OF DISTRICT. The district is a 15 conservation, reclamation, and improvement district in Coke County. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 1 (part).) 16 17 Sec. 9032.003. FINDINGS OF BENEFIT. All territory included the district will benefit from the works and projects 18 in 19 accomplished by the district under the powers conferred by Section 59, Article XVI, Texas Constitution. (Acts 56th Leg., 1st C.S., Ch. 20 17, Sec. 2 (part).) 21 Sec. 9032.004. APPLICABILITY OF OTHER WATER CONTROL AND 22 23 IMPROVEMENT DISTRICT LAW. Except as provided in this chapter, general laws pertaining to water control and improvement districts 24 govern the district. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 15 25 26 (part).)

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[Sections 9032.005-9032.050 reserved for expansion]

SUBCHAPTER B. DISTRICT TERRITORY 1 Sec. 9032.051. DISTRICT TERRITORY. 2 The district is composed of the territory described by Section 2, Chapter 17, Acts 3 of the 56th Legislature, 1st Called Session, 1959, as that 4 5 territory may have been modified under: (1)Subchapter O, Chapter 51, Water Code; 6 7 Subchapter J, Chapter 49, Water Code; or (2) 8 (3) other law. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 1 (part); New.) 9 Sec. 9032.052. HEARING FOR EXCLUSION OF TERRITORY. 10 А hearing is not required for the exclusion of territory from the 11 district. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 6 (part).) 12 [Sections 9032.053-9032.100 reserved for expansion] 13 SUBCHAPTER C. BOARD OF DIRECTORS 14 15 Sec. 9032.101. COMPOSITION OF BOARD. The board is composed of five elected directors. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 16 17 16 (part).) Sec. 9032.102. QUALIFICATIONS FOR OFFICE. A director must 18 19 be: at least 18 years of age; 20 (1) 21 (2) a resident of the state and district; and an owner of taxable property in the district. 22 (3) (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 16 (part).) 23 24 Sec. 9032.103. ELECTION OF DIRECTORS. (a) An election order for a directors' election must state the time, place, and 25 26 purpose of the election. 27 (b) Notice of a directors' election must be published in a

1 newspaper of general circulation in the district for two 2 consecutive weeks in not less than two publications at least 20 days 3 before the date of the election. (Acts 56th Leg., 1st C.S., Ch. 17, 4 Sec. 16 (part).)

5 Sec. 9032.104. ELECTION RESULTS. (a) The candidates 6 receiving the highest number of votes shall be elected.

7 (b) The board shall declare the results of the election.
8 (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 16 (part).)

9 Sec. 9032.105. BALLOT PROCEDURE FOR CANDIDATES. (a) A 10 person who wants the person's name printed on the ballot as a 11 candidate for director must submit a petition to the board 12 secretary requesting that action.

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(b) The petition must be:

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(1) signed by at least 15 qualified voters; and

(2) presented to the board secretary not later than
the 21st day before the date of the election. (Acts 56th Leg., 1st
C.S., Ch. 17, Sec. 16 (part).)

Sec. 9032.106. DIRECTOR'S BOND. Each director shall make bond in the amount of \$5,000 payable to the county judge of Coke County for the faithful performance of the director's duties. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 16 (part).)

Sec. 9032.107. VOTE BY BOARD PRESIDENT. The president has the same right to vote as any other director. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 17 (part).)

25 Sec. 9032.108. ABSENCE OR INACTION OF BOARD PRESIDENT. 26 When the board president is absent or fails or declines to act, the 27 board vice president shall perform all duties and exercise all

1 power this chapter gives the president. (Acts 56th Leg., 1st C.S., 2 Ch. 17, Sec. 17 (part).)

H.B. No. 3281

Sec. 9032.109. APPOINTMENT OR EMPLOYMENT OF SECRETARY AND 3 TREASURER. (a) The board may appoint or employ a secretary. 4 The 5 secretary shall also serve as treasurer.

6 (b) The secretary is not required to be a director. (Acts 7 56th Leg., 1st C.S., Ch. 17, Sec. 17 (part).)

8 Sec. 9032.110. SECRETARY'S BOND. (a) The secretary shall make bond in an amount required by the board, conditioned on the 9 10 secretary's faithfully accounting for all money that comes into the secretary's custody as district treasurer. 11

The bond must be payable to the order of the county judge 12 (b) of Coke County. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 17 (part).) 13

14 Sec. 9032.111. EMPLOYEES. The board may employ a general 15 manager, attorney, engineer, or other technical or nontechnical employees or assistants and set the amount and manner of their 16 17 compensation. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 18 (part).)

Sec. 9032.112. SEAL. The board may adopt a seal for the 18 district. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 19.) 19

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[Sections 9032.113-9032.150 reserved for expansion]

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SUBCHAPTER D. POWERS AND DUTIES

Sec. 9032.151. GENERAL POWERS. (a) The district may 22 exercise the rights, privileges, functions, and authority granted 23 24 water control and improvement districts by:

25 Chapters 49 and 51, Water Code; and (1)

26 (2) all other laws relating to water control and 27 improvement districts.

1 (b) To the extent a general law described by Subsection (a) 2 conflicts or is inconsistent with this chapter, this chapter 3 prevails. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 1 (part).)

4 Sec. 9032.152. WATER CONTROL AND IMPROVEMENT DISTRICT 5 POWERS. To accomplish a purpose for which the district is created, 6 the district has the powers conferred by the general laws of this 7 state on water control and improvement districts, including the 8 power to:

9 (1) construct, acquire, improve, maintain, and repair 10 a dam or other structure; and

(2) acquire land easements, rights, property, or equipment needed to use, control, or distribute water that may be impounded, diverted, or controlled by the district. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 5.)

15 Sec. 9032.153. CONTROL OF WATER AND FLOODWATER;16 RECLAMATION. The district has the power to:

(1) control, store, preserve, and distribute the water and floodwater in the district for the irrigation of arid land, conservation, preservation, reclamation, and drainage of the lands in the district;

(2) carry out flood prevention measures to prevent
 damage to land and other property in the district; and

(3) reclaim lands heretofore damaged because of the
failure to provide the facilities authorized under this chapter.
(Acts 56th Leg., 1st C.S., Ch. 17, Sec. 4.)

26 Sec. 9032.154. POWERS RELATING TO THE WATER OF KICKAPOO 27 CREEKS; SURVEYS, MAPS, AND PLANS. (a) The district may conduct

1 preliminary surveys and develop and map out a plan for the control 2 and use of the water of Kickapoo Creeks to the end that improvements 3 on any part of the watershed will be mechanically and economically 4 related to the improvements of the entire watershed.

5 (b) On the completion of the survey, map, or plan and the 6 adoption of the survey, map, or plan by the board, a certified copy 7 of the survey, map, or plan must be filed for informational purposes 8 with the Texas Commission on Environmental Quality. (Acts 56th 9 Leg., 1st C.S., Ch. 17, Sec. 3.)

10 Sec. 9032.155. GENERAL PROPERTY POWER. In addition to 11 powers granted the district under other law, the district has the 12 power to purchase, construct, maintain, condemn, or in any other 13 manner acquire, provide, and develop all works, facilities, 14 improvements, lands, easements, rights, and other properties in the 15 district that may be necessary or useful in fulfilling the purposes 16 of the district. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 7.)

17 Sec. 9032.156. COST OF RELOCATING OR ALTERING PROPERTY. If the district's exercise of the power of eminent domain, the power of 18 19 relocation, or any other power granted under this chapter makes necessary the relocating, raising, rerouting, changing grades of, 20 or altering the construction of any highway, railroad, electric 21 transmission line, pipeline, telephone, or telegraph property or 22 23 facility, the necessary action shall be accomplished at the sole expense of the district. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 15 24 25 (part).)

26 Sec. 9032.157. SURVEYS; ENGINEERING INVESTIGATIONS. The 27 board may conduct or provide for surveys and engineering

1 investigations for the district and its associates or affiliates to accomplish district purposes. (Acts 56th Leg., 1st C.S., Ch. 17, 2 3 Sec. 18 (part).)

4 Sec. 9032.158. EQUIPMENT; SUPPLIES. The board may provide 5 equipment and supplies considered essential to properly maintain the district. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 18 (part).) 6

Sec. 9032.159. COOPERATION IN WILDLIFE PROGRAMS. 7 The 8 district may cooperate with state, federal, and other agencies and groups in wildlife programs that are: 9

10 (1)not inconsistent with the purposes of this chapter; and 11

12 (2) designed to improve the general habitat of wildlife and promote the general propagation of wildlife. (Acts 13 14 56th Leg., 1st C.S., Ch. 17, Sec. 14.)

[Sections 9032.160-9032.200 reserved for expansion]

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SUBCHAPTER E. TAXES HEARING ON CHANGE IN METHOD OF TAXATION; 17 Sec. 9032.201. LIMITATION. (a) Except as provided by Subsection (b), the district 18

19 may call a hearing to consider changing the method of taxation. (b) Once district bonds are approved by the attorney general 20 or district court, the district may not change the plan of taxation. 21

(Acts 56th Leg., 1st C.S., Ch. 17, Sec. 11 (part).) 22

Sec. 9032.202. MAINTENANCE TAX ELECTION PROCEDURES. (a) A 23 24 maintenance tax election shall be called and notice given in the same manner as for a bond election. 25

26 (b) This chapter does not prevent the calling of a later 27 maintenance tax election to establish or increase the amount of tax

H.B. No. 3281 1 if the board determines that a maintenance tax election is 2 required. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 9 (part).)

TAX 3 Sec. 9032.203. MAINTENANCE RATE. In calling а maintenance tax election, the board must specify the maximum 4 proposed tax rate. To impose a maintenance tax at a rate that 5 exceeds the maximum proposed rate approved by the voters, the board 6 must submit the question of a tax rate increase to the voters. 7 8 (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 9 (part).)

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SUBCHAPTER F. BONDS

[Sections 9032.204-9032.250 reserved for expansion]

Sec. 9032.251. ISSUANCE OF BONDS. To accomplish a district 11 12 purpose, the district may issue bonds as provided by general law for water control and improvement districts to obtain money necessary 13 14 to furnish land, easements, or improvements, to maintain a 15 structure, or for channeling, or other works of improvement performed or constructed by the district or others in cooperation 16 17 with the district. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 8 (part).) 18

Sec. 9032.252. PLEDGE OF REVENUE TO PAY BONDS. When the board selects a plan of taxation, the board may pledge district revenue to pay bonds authorized by voters. (Acts 56th Leg., 1st C.S., Ch. 17, Sec. 10.)

CHAPTER 9033. COMMODORE COVE IMPROVEMENT DISTRICT
 SUBCHAPTER A. GENERAL PROVISIONS
 Sec. 9033.001. DEFINITIONS
 Sec. 9033.002. NATURE OF DISTRICT

1 Sec. 9033.003. FINDINGS OF PUBLIC BENEFIT AND PUBLIC PURPOSE 2 3 Sec. 9033.004. DISTRICT TERRITORY Sec. 9033.005. EXPANSION OF DISTRICT 4 5 Sec. 9033.006. HEARINGS FOR EXCLUSION OF LAND [Sections 9033.007-9033.050 reserved for expansion] 6 7 SUBCHAPTER B. DISTRICT ADMINISTRATION Sec. 9033.051. BOARD OF DIRECTORS 8 9 Sec. 9033.052. NOTICE OF DIRECTORS' ELECTION 10 Sec. 9033.053. DIRECTOR'S BOND 11 Sec. 9033.054. DUTY OF SECRETARY; ABSENCE OF SECRETARY FROM BOARD MEETING 12 13 Sec. 9033.055. VOTE BY BOARD PRESIDENT 14 Sec. 9033.056. ABSENCE OR INACTION OF BOARD PRESIDENT 15 [Sections 9033.057-9033.100 reserved for expansion] 16 SUBCHAPTER C. POWERS AND DUTIES 17 Sec. 9033.101. WATER CONTROL AND IMPROVEMENT DISTRICT POWERS 18 19 Sec. 9033.102. ADDITIONAL POWERS 20 Sec. 9033.103. LIMIT ON EMINENT DOMAIN POWER 21 Sec. 9033.104. COST OF RELOCATING OR ALTERING PROPERTY 22 Sec. 9033.105. NOTICE OF ELECTION 23 [Sections 9033.106-9033.150 reserved for expansion] 24 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 25 Sec. 9033.151. TAX METHOD 26 Sec. 9033.152. DEPOSITORY

Sec. 9033.153. PAYMENT OF TAX OR ASSESSMENT NOT 1 2 REQUIRED [Sections 9033.154-9033.200 reserved for expansion] 3 4 SUBCHAPTER E. BONDS 5 Sec. 9033.201. AUTHORITY TO ISSUE BONDS Sec. 9033.202. EXCHANGING BONDS FOR PROPERTY OR WORK 6 Sec. 9033.203. FAILED BOND ELECTION 7 Sec. 9033.204. BONDS EXEMPT FROM TAXATION 8 CHAPTER 9033. COMMODORE COVE IMPROVEMENT DISTRICT 9 SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 9033.001. DEFINITIONS. In this chapter: 11 "Board" means the district's board of directors. 12 (1)(2) "Director" means a board member. 13 14 (3) "District" means the Commodore Cove Improvement 15 District. (Acts 59th Leg., R.S., Ch. 598, Sec. 1 (part); New.) 16 Sec. 9033.002. NATURE OF DISTRICT. The district is a conservation and reclamation district in Brazoria County created 17 under Section 59, Article XVI, Texas Constitution. (Acts 59th 18 Leg., R.S., Ch. 598, Sec. 1 (part).) 19 Sec. 9033.003. FINDINGS OF PUBLIC BENEFIT AND PUBLIC 20 21 PURPOSE. (a) The district is created to serve a public use and 22 benefit. 23 All land and other property included in the boundaries (b) 24 of the district will benefit from the works and projects accomplished by the district under the powers conferred by Section 25 26 59, Article XVI, Texas Constitution. (c) The creation of the district is essential to accomplish 27

1 the purposes of Section 59, Article XVI, Texas Constitution.

2 (d) The accomplishment of the purposes stated in this 3 chapter is for the benefit of the people of this state and for the 4 improvement of their property and industries. The district in 5 carrying out the purposes of this chapter will be performing an 6 essential public function under the Texas Constitution. (Acts 59th 7 Leg., R.S., Ch. 598, Secs. 1 (part), 4, 22 (part).)

8 Sec. 9033.004. DISTRICT TERRITORY. (a) The district is 9 composed of the territory described by Section 2, Chapter 598, Acts 10 of the 59th Legislature, Regular Session, 1965, as that territory 11 may have been modified under:

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(1) Subchapter O, Chapter 51, Water Code;

(2) Subchapter J, Chapter 49, Water Code;

14 (3) Section 9033.005 of this chapter or its
15 predecessor statute, former Section 16, Chapter 598, Acts of the
16 59th Legislature, Regular Session, 1965; or

17

(4) other law.

(b) The boundaries and field notes of the district form a
closure. A mistake in the field notes or in copying the field notes
in the legislative process does not affect:

21 (1) the district's organization, existence, or 22 validity;

(2) the district's right to issue any type of bond or
to pay the principal of and interest on the bond;

(3) the district's right to impose a tax; or
(4) the legality or operation of the district or the
27 board. (Acts 59th Leg., R.S., Ch. 598, Sec. 3; New.)

Sec. 9033.005. EXPANSION OF DISTRICT. (a) Except as
 otherwise provided by this section, the district may annex
 territory as provided by Section 49.302, Water Code.

4 (b) Territory may not be annexed to the district without the5 written consent of:

6

(1) all lienholders of record in Brazoria County; and

7 (2) least a three-fourths majority at of all 8 landowners in the territory to be annexed whose land must also constitute at least three-fourths of the value of all land in the 9 10 territory to be annexed, as shown by the tax rolls of the county in which the territory to be annexed is located. 11

12 (c) A finding by the district that the requirements of13 Subsection (b) have been met is:

14

(1) conclusive for all purposes; and

15 (2) not subject to judicial review. (Acts 59th Leg.,
16 R.S., Ch. 598, Sec. 16.)

Sec. 9033.006. HEARINGS FOR EXCLUSION OF LAND. (a) The board is not required to call or hold a hearing on the exclusion of land or other property from the district.

(b) This section may not be construed to prevent the board on its own motion from calling and holding an exclusion hearing under general law. (Acts 59th Leg., R.S., Ch. 598, Sec. 7 (part).)

23 [Sections 9033.007-9033.050 reserved for expansion]

24 SUBCHAPTER B. DISTRICT ADMINISTRATION

25 Sec. 9033.051. BOARD OF DIRECTORS. (a) The board consists 26 of five elected directors.

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(b) To be appointed as a director, a person must:

(Acts

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(1) be at least 18 years of age; and

(2) reside in this state.

3 (c) Such director is not required to reside in the district. 4 (d) Such director is not required to own land in the 5 district, but before the district awards any construction 6 contracts, each director must own land in the district subject to 7 district taxation. (Acts 59th Leg., R.S., Ch. 598, Sec. 9 (part).)

8 Sec. 9033.052. NOTICE OF DIRECTORS' ELECTION. At least 30 9 days before the date of a directors' election, notice of the 10 election must be published at least once in a newspaper of general 11 circulation in Brazoria County. (Acts 59th Leg., R.S., Ch. 598, 12 Sec. 9 (part).)

Sec. 9033.053. DIRECTOR'S BOND. Each director shall give a hond in the amount of \$5,000 for the faithful performance of the director's duties. (Acts 59th Leg., R.S., Ch. 598, Sec. 9 (part).)

Sec. 9033.054. DUTY OF SECRETARY; ABSENCE OF SECRETARY FROM BOARD MEETING. (a) The board secretary shall sign the minutes of each board meeting.

(b) If the board secretary is absent from a board meeting,the board shall name a secretary pro tem for the meeting who may:

21 (1) exercise all powers and duties of the secretary 22 for the meeting;

(2) sign the minutes of the meeting; and
(3) attest all orders passed or other action taken at
the meeting. (Acts 59th Leg., R.S., Ch. 598, Sec. 9 (part).)
Sec. 9033.055. VOTE BY BOARD PRESIDENT. The board

president has the same right to vote as any other director.

1 59th Leg., R.S., Ch. 598, Sec. 9 (part).)

2 Sec. 9033.056. ABSENCE OR INACTION OF BOARD PRESIDENT. 3 When the board president is absent or fails or declines to act, the 4 board vice president shall perform all duties and exercise all 5 power this chapter or general law gives the president. (Acts 59th 6 Leg., R.S., Ch. 598, Sec. 9 (part).)

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[Sections 9033.057-9033.100 reserved for expansion]

SUBCHAPTER C. POWERS AND DUTIES

9 Sec. 9033.101. WATER CONTROL AND IMPROVEMENT DISTRICT 10 POWERS. The district has the rights, powers, privileges, and 11 duties provided by general law applicable to a water control and 12 improvement district created under Section 59, Article XVI, Texas 13 Constitution, including Chapters 49 and 51, Water Code. (Acts 59th 14 Leg., R.S., Ch. 598, Sec. 5 (part); New.)

Sec. 9033.102. ADDITIONAL POWERS. (a) The district may: (1) purchase, construct, or otherwise acquire a waterworks system, sanitary sewer system, storm sewer system, or

drainage facility or any part of those systems or facilities;

(2) make any purchase, construction, improvement,
extension, addition, or repair necessary to a system or facility
described by Subdivision (1);

(3) purchase or otherwise acquire, operate, and
maintain any land, right-of-way, easement, site, equipment,
building, plant, structure, or facility necessary for a system or
facility described by Subdivision (1); and

26 (4) sell water and other services.
27 (b) The district may exercise any of the rights or powers

1 granted by this chapter inside or outside the district's 2 boundaries, but only in Brazoria County. (Acts 59th Leg., R.S., Ch. 3 598, Sec. 17 (part).)

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Sec. 9033.103. LIMIT ON EMINENT DOMAIN POWER. The district
may exercise the power of eminent domain only in the district.
(Acts 59th Leg., R.S., Ch. 598, Sec. 12 (part).)

7 Sec. 9033.104. COST OF RELOCATING OR ALTERING PROPERTY. 8 (a) In this section, "sole expense" means the actual cost of 9 lowering, rerouting, changing the grade of, or altering the 10 construction of a facility described by Subsection (b) in providing 11 comparable replacement without enhancement of the facility, after 12 deducting from that cost the net salvage value of the old facility.

If the district's exercise of the power of eminent 13 (b) 14 domain, the power of relocation, or any other power granted by this 15 chapter makes necessary the relocating, raising, rerouting, changing the grade, or altering of the construction of a highway, 16 17 railroad, electric transmission line, telegraph or telephone property or facility, or pipeline, the necessary action shall be 18 19 accomplished at the sole expense of the district. (Acts 59th Leg., R.S., Ch. 598, Sec. 12 (part).) 20

21 Sec. 9033.105. NOTICE OF ELECTION. Notice of an election 22 may be given under the hand of the board president or secretary. 23 (Acts 59th Leg., R.S., Ch. 598, Sec. 20.)

[Sections 9033.106-9033.150 reserved for expansion]
 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
 Sec. 9033.151. TAX METHOD. (a) The district shall use the
 ad valorem plan of taxation.

H.B. No. 3281 1 (b) The board is not required to call or hold a hearing on the adoption of a plan of taxation. (Acts 59th Leg., R.S., Ch. 598, 2 Sec. 8.) 3 4 Sec. 9033.152. DEPOSITORY. (a) The board shall select one 5 or more banks or trust companies in this state to act as a depository of bond proceeds or of revenue derived from the 6 operation of district facilities. 7 The depository shall, as determined by the board: 8 (b) 9 (1)furnish indemnity bonds; (2) pledge securities; or 10 (3) meet any other requirements. (Acts 59th Leg., 11 R.S., Ch. 598, Sec. 15.) 12 Sec. 9033.153. PAYMENT OF TAX OR ASSESSMENT NOT REQUIRED. 13 14 The district is not required to pay a tax or assessment on: (1) a district project or any part of the project; or 15 16 (2) a district purchase. (Acts 59th Leg., R.S., Ch. 17 598, Sec. 22 (part).) [Sections 9033.154-9033.200 reserved for expansion] 18 SUBCHAPTER E. BONDS 19 20 Sec. 9033.201. AUTHORITY TO ISSUE BONDS. The district may 21 issue bonds of any kind to carry out any purpose authorized by this chapter. (Acts 59th Leg., R.S., Ch. 598, Sec. 17 (part).) 22 Sec. 9033.202. EXCHANGING BONDS FOR PROPERTY OR WORK. 23 The 24 district may exchange bonds, including refunding bonds: 25 (1)for property acquired by purchase; or in payment of the contract price of work done or 26 (2) materials or services furnished for the use and benefit of the 27

1 district. (Acts 59th Leg., R.S., Ch. 598, Sec. 18 (part).)

2 Sec. 9033.203. FAILED BOND ELECTION. (a) A general law, 3 including Sections 51.781-51.791, Water Code, that provides for 4 calling a hearing on the dissolution of a district after a failed 5 district bond election does not apply to the district.

6 (b) Six months after the date of a failed bond election, the7 board may call a subsequent bond election.

8 (c) The district continues to exist and retain its full 9 power to function and operate regardless of the outcome of a bond 10 election. (Acts 59th Leg., R.S., Ch. 598, Sec. 19.)

Sec. 9033.204. BONDS EXEMPT FROM TAXATION. A bond issued under this chapter, the transfer of the bond, and income from the bond, including profits made on the sale of the bond, are exempt from taxation in this state. (Acts 59th Leg., R.S., Ch. 598, Sec. 22 (part).)

SECTION 1.07. Subtitle X, Title 6, Special District Local
 Laws Code, is amended by adding Chapter 11003 to read as follows:

SUBCHAPTER A. GENERAL PROVISIONS

18CHAPTER 11003. MATADOR WATER DISTRICT

20 Sec. 11003.001. DEFINITIONS

19

21 Sec. 11003.002. NATURE OF DISTRICT

22 Sec. 11003.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE

23 [Sections 11003.004-11003.050 reserved for expansion]

24 SUBCHAPTER B. DISTRICT TERRITORY; ANNEXATION

25 Sec. 11003.051. DISTRICT TERRITORY

26 Sec. 11003.052. ANNEXATION OF CITY TERRITORY

27 Sec. 11003.053. ANNEXATION OF OTHER TERRITORY

1		[Sections	11003.054-11003.100 reserved for expansion]
2			SUBCHAPTER C. BOARD OF DIRECTORS
3	Sec.	11003.101.	COMPOSITION OF BOARD; TERMS
4	Sec.	11003.102.	QUALIFICATIONS FOR OFFICE
5	Sec.	11003.103.	VACANCIES
6	Sec.	11003.104.	REMOVAL FROM OFFICE
7	Sec.	11003.105.	BOARD RESOLUTIONS; QUORUM; VOTING
8			REQUIREMENTS
9	Sec.	11003.106.	OFFICERS AND ASSISTANTS
10	Sec.	11003.107.	DUTIES OF OFFICERS AND ASSISTANTS
11	Sec.	11003.108.	MEETINGS
12	Sec.	11003.109.	PERSONAL LIABILITY OF DIRECTORS
13		[Sections	11003.110-11003.150 reserved for expansion]
14			SUBCHAPTER D. POWERS AND DUTIES
15	Sec.	11003.151.	DISTRICT POWERS
16	Sec.	11003.152.	PERMITS
17	Sec.	11003.153.	GENERAL AUTHORITY OF PUBLIC AGENCIES
18			AND POLITICAL SUBDIVISIONS TO
19			CONTRACT WITH DISTRICT
20	Sec.	11003.154.	CONTRACTS TO SUPPLY WATER
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22			LAND; STORAGE CAPACITY
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24	Sec.	11003.157.	CONVEYANCE OF LAND TO DISTRICT
25	Sec.	11003.158.	SURPLUS PROPERTY
26	Sec.	11003.159.	EMINENT DOMAIN

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1 Sec. 11003.160. COST OF RELOCATING OR ALTERING
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  Sec. 11003.161. OTHER DISTRICT POWERS
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19 Sec. 11003.255. BONDS SECURED BY REVENUE; ADDITIONAL
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21 Sec. 11003.256. BONDS PAYABLE FROM AD VALOREM TAXES
22 Sec. 11003.257. ADDITIONAL SECURITY
23 Sec. 11003.258. TRUST INDENTURE
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  Sec. 11003.259. CHARGES FOR DISTRICT SERVICES
25 Sec. 11003.260. USE OF BOND PROCEEDS
26 Sec. 11003.261. APPOINTMENT OF RECEIVER
27 Sec. 11003.262. REFUNDING BONDS
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1 Sec. 11003.263. LIMITATION ON RIGHTS OF BONDHOLDERS Sec. 11003.264. BONDS EXEMPT FROM TAXATION 2 Sec. 11003.265. DETACHMENT OF DISTRICT TERRITORY AFTER 3 ISSUANCE OF BONDS 4 CHAPTER 11003. MATADOR WATER DISTRICT 5 SUBCHAPTER A. GENERAL PROVISIONS 6 Sec. 11003.001. DEFINITIONS. In this chapter: 7 8 (1) "Board" means the board of directors of the 9 district. "City" means the city of Matador. 10 (2) "City council" means the city council of the city. 11 (3) "Director" means a member of the board appointed 12 (4) by the city council. 13 14 (5) "District" means the Matador Water District. 15 (Acts 64th Leg., R.S., Ch. 36, Secs. 1 (part), 2 (part), 3(a) (part); New.) 16 Sec. 11003.002. NATURE OF DISTRICT. 17 The district is a conservation and reclamation district created under Section 59, 18 19 Article XVI, Texas Constitution. (Acts 64th Leg., R.S., Ch. 36, Sec. 1 (part).) 20 Sec. 11003.003. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. 21 All territory and taxable property in the city will benefit 22 (a) 23 from the works and improvements of the district. 24 (b) The accomplishment of the purposes stated in this chapter is for the benefit of the people of this state and for the 25 26 improvement of their property and industries. The district, in carrying out the purposes of this chapter, will be performing an 27

1 essential public function under the constitution. (Acts 64th Leg., 2 R.S., Ch. 36, Secs. 2 (part), 22 (part).)

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3 [Sections 11003.004-11003.050 reserved for expansion]
 4 SUBCHAPTER B. DISTRICT TERRITORY; ANNEXATION

5 Sec. 11003.051. DISTRICT TERRITORY. (a) The boundaries of 6 the district are coextensive with the boundaries of the city as 7 those boundaries existed on January 1, 1975, and as the district 8 territory may have been modified under:

9 (1) this subchapter or its predecessor statutes, 10 Sections 6 and 7, Chapter 36, Acts of the 64th Legislature, Regular 11 Session, 1975;

12 (2) Subchapter J, Chapter 49, Water Code; or

13 (3) other law.

(b) An invalidity in the fixing of the boundaries of the city as they existed on January 1, 1975, does not affect the boundaries of the district. (Acts 64th Leg., R.S., Ch. 36, Sec. 2 (part); New.)

Sec. 11003.052. ANNEXATION OF CITY TERRITORY. (a)
Territory annexed to the city after January 1, 1975, may be annexed
to the district as provided by this section.

(b) At any time after final passage of an ordinance or resolution annexing territory to the city, the board may give notice of a hearing on the question of annexing that territory to the district. The notice is sufficient if it:

(1) states the date and place of the hearing; and
(2) describes the area proposed to be annexed or
refers to the annexation ordinance or resolution of the city.

1 (c) At least 10 days before the date set for the hearing, the 2 notice must be published one time in a newspaper of general 3 circulation in the city.

4 (d) If, as a result of the hearing, the board finds that the 5 territory will benefit from the present or contemplated 6 improvements, works, or facilities of the district, the board shall 7 adopt a resolution annexing the territory to the district.

8 (e) After the territory is annexed to the district, the 9 board may hold an election in the entire district to determine 10 whether:

(1) the entire district will assume any tax-supported bonds then outstanding and those bonds previously voted but not yet sold; and

14 (2) an ad valorem tax for the payment of the bonds will15 be imposed on all taxable property in the district.

16 (f) An election held under Subsection (e) must be held and 17 notice must be given in the same manner as an election held under 18 Section 11003.254 for the issuance of bonds. (Acts 64th Leg., R.S., 19 Ch. 36, Sec. 6.)

20 Sec. 11003.053. ANNEXATION OF OTHER TERRITORY. (a) 21 Territory other than territory subject to Section 11003.052 may be 22 annexed to the district as provided by this section.

(b) The board may annex territory or a municipality under this section only if a petition requesting annexation is signed by 50 registered voters of the territory or municipality to be annexed, or a majority of the registered voters of that territory or municipality, whichever is fewer, and is filed with the board. The

1 petition must describe the territory to be annexed by metes and 2 bounds, or otherwise, except that if the territory is the same as 3 that contained in the boundaries of a municipality, the petition is 4 sufficient if it states that the territory to be annexed is the 5 territory contained in the municipal boundaries.

6 (c) If the board determines that the petition complies with 7 Subsection (b), that the annexation would be in the best interest of 8 the territory or municipality and the district, and that the 9 district will be able to supply water to the territory or 10 municipality, the board shall:

(1) adopt a resolution stating the conditions, if any, under which the territory or municipality may be annexed to the district; and

14 (2) set a time and place to hold a hearing on the 15 question of whether the territory or municipality to be annexed 16 will benefit from:

17 (A) the improvements, works, or facilities owned
18 or operated or contemplated to be owned or operated by the district;
19 or

20

(B) the other functions of the district.

(d) At least 10 days before the date of the hearing, notice of the adoption of the resolution stating the time and place of the hearing must be published one time in a newspaper of general circulation in the territory or municipality proposed to be annexed. The notice must describe the territory in the same manner in which Subsection (b) requires the petition to describe the territory.

(e) Any interested person may appear at the hearing and
 offer evidence for or against the annexation.

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3 (f) The hearing may proceed in the order and under the rules4 prescribed by the board and may be recessed from time to time.

5 (g) If, at the conclusion of the hearing, the board finds 6 that the property in the territory or municipality will benefit 7 from the present or contemplated improvements, works, or facilities 8 of the district, the board shall adopt a resolution making a finding 9 of the benefit and calling an election in the territory or 10 municipality to be annexed.

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(h) The resolution must state:

12 13 (1) the date of the election;

(2) each place where the election will be held; and

14

(3) the proposition to be voted on.

(i) At least 10 days before the date set for the election, notice of the election must be given by publishing a substantial copy of the resolution calling the election one time in a newspaper of general circulation in the territory proposed to be annexed.

(j) In calling an election on the proposition for annexation of the territory or municipality, the board may include, as part of the same proposition or as a separate proposition, a proposition for:

(1) the territory to assume its part of the
tax-supported bonds of the district then outstanding and those
bonds previously voted but not yet sold; and

26 (2) an ad valorem tax to be imposed on taxable property27 in the territory along with the tax in the rest of the district for

1 the payment of the bonds.

2 (k) If a majority of the votes cast at the election are in 3 favor of annexation, the board by resolution shall annex the 4 territory to the district.

(1) An annexation under this section is incontestable
except in the manner and within the time for contesting elections
under the Election Code. (Acts 64th Leg., R.S., Ch. 36, Secs. 7(a),
(b), (c) (part), (d) (part), (e) (part).)

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[Sections 11003.054-11003.100 reserved for expansion]

SUBCHAPTER C. BOARD OF DIRECTORS

Sec. 11003.101. COMPOSITION OF BOARD; TERMS. (a) The district is governed by a board of five directors appointed by the city council. The directors occupy numbered places on the board.

(b) Directors serve staggered two-year terms, with the terms of the directors occupying Places 1, 2, and 3 expiring at noon on March 1 of each even-numbered year and the terms of the directors occupying Places 4 and 5 expiring at noon on March 1 of each odd-numbered year.

(c) The mayor of the city serves, ex officio, as an honorary member of the board. The mayor may attend all meetings and participate in all proceedings of the board except that the mayor may not vote. (Acts 64th Leg., R.S., Ch. 36, Sec. 3(a) (part).)

23 Sec. 11003.102. QUALIFICATIONS FOR OFFICE. (a) To be 24 eligible to be appointed or to serve as a director, a person must be 25 a resident, qualified voter of the district.

(b) A director is eligible for reappointment. (Acts 64th
27 Leg., R.S., Ch. 36, Secs. 3(a) (part), (b).)

Sec. 11003.103. VACANCIES. Any vacancy occurring on the board shall be filled for the unexpired term by appointment by the city council. (Acts 64th Leg., R.S., Ch. 36, Sec. 3(a) (part).)

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Sec. 11003.104. REMOVAL FROM OFFICE. After reasonable
notice and a public hearing, the board may remove a director from
office for misfeasance, malfeasance, or wilful neglect of duty.
Reasonable notice and a public hearing are not required if the
notice and hearing are expressly waived in writing. (Acts 64th
Leg., R.S., Ch. 36, Sec. 3(c).)

Sec. 11003.105. BOARD RESOLUTIONS; QUORUM; VOTING REQUIREMENTS. (a) The district shall act through resolutions adopted by the board.

13 (b) Three directors constitute a quorum.

14

(c) Each director has a vote.

15 (d) The affirmative vote of at least three directors is 16 necessary to adopt any resolution. (Acts 64th Leg., R.S., Ch. 36, 17 Sec. 4(c).)

Sec. 11003.106. OFFICERS AND ASSISTANTS. (a) The board shall elect a president, vice president, secretary, and treasurer at the first meeting of the board in March of each year or at any time necessary to fill a vacancy.

(b) The board shall elect the president and vice president from among the directors. The president shall serve for a term of one year.

25	(c)	The c	offices of secretary and treasurer:
26		(1)	may be held by one person; and
27		(2)	are not required to be held by a director.

(d) The board may appoint as assistant board secretary one
 or more persons who are not directors. (Acts 64th Leg., R.S., Ch.
 36, Secs. 4(b) (part), (d) (part).)

Sec. 11003.107. DUTIES OF OFFICERS AND ASSISTANTS. (a) The
board president shall preside at board meetings and perform other
duties prescribed by the board.

7 (b) The board secretary is the official custodian of the 8 minutes, books, records, and seal of the board and shall perform 9 other duties and functions prescribed by the board. An assistant 10 board secretary may perform any duty or function of the board 11 secretary.

12 (c) The board treasurer shall perform duties and functions 13 prescribed by the board. (Acts 64th Leg., R.S., Ch. 36, Sec. 4(b) 14 (part).)

15 Sec. 11003.108. MEETINGS. The board shall have regular 16 meetings at times specified by board resolution and shall have 17 special meetings when called by the board president or by any three 18 directors. (Acts 64th Leg., R.S., Ch. 36, Sec. 4(e).)

Sec. 11003.109. PERSONAL LIABILITY OF DIRECTORS. A director is not personally liable for any bond issued or contract executed by the district. (Acts 64th Leg., R.S., Ch. 36, Sec. 4(f).)

[Sections 11003.110-11003.150 reserved for expansion]
 SUBCHAPTER D. POWERS AND DUTIES
 Sec. 11003.151. DISTRICT POWERS. The district may exercise

26 any power necessary or appropriate to achieve the purposes of this 27 chapter, including the power to:

H.B. No. 3281 (1) sue and be sued, and plead and be impleaded, in its own name; (2) adopt an official seal;

4 (3) adopt and enforce bylaws and rules for the conduct5 of its affairs;

6 (4) acquire, hold, use, and dispose of its receipts 7 and money from any source;

8

(5) select a depository or depositories;

acquire, own, rent, lease, accept, hold, 9 (6) or 10 dispose of property, or an interest in property, including a right 11 easement, by purchase, exchange, gift, assignment, or 12 condemnation, sale, lease, or otherwise, in performing district duties or exercising district powers under this chapter; 13

14

(7) hold, manage, operate, or improve property;

(8) lease or rent any land, building, structure, orfacility from or to any person;

17 (9) sell, assign, lease, encumber, mortgage, or otherwise dispose of property, or an interest in property, and 18 19 release or relinquish a right, title, claim, lien, interest, easement, or demand, regardless of the manner in which acquired, 20 21 and conduct a transaction authorized by this subdivision by public or private sale, with or without public bidding, notwithstanding 22 23 any other law;

(10) issue bonds, provide for and secure the payment
of the bonds, and provide for the rights of the holders of the bonds
in the manner and to the extent authorized by this chapter;

27 (11) request and accept an appropriation, grant,

allocation, subsidy, guaranty, aid, service, material, or gift from any source, including the federal government, the state, a public

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3 agency, or a political subdivision;

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(12) operate and maintain an office;

5 appoint and determine the (13)duties, tenure, qualifications, and compensation of officers, employees, agents, 6 professional advisors, and counselors considered necessary or 7 8 advisable by the board, including financial consultants, accountants, attorneys, architects, engineers, appraisers, and 9 10 financing experts; and

(14) exercise any power granted by Chapter 30, Water Code, to districts created under Section 59, Article XVI, Texas Constitution. (Acts 64th Leg., R.S., Ch. 36, Sec. 5 (part).)

14 Sec. 11003.152. PERMITS. (a) The district may obtain 15 through appropriate proceedings an appropriation permit or a 16 diversion permit from the Texas Commission on Environmental 17 Quality.

(b) The district may acquire a water appropriation permit
from a permit owner by contract or otherwise. (Acts 64th Leg., R.S.,
Ch. 36, Sec. 8 (part).)

21 Sec. 11003.153. GENERAL AUTHORITY OF PUBLIC AGENCIES AND 22 POLITICAL SUBDIVISIONS TO CONTRACT WITH DISTRICT. A public agency 23 or political subdivision of this state, including the city, may 24 enter into a contract or agreement with the district, on terms 25 agreed to by the parties, for any purpose relating to the district's 26 powers or functions. Approval, notice, consent, or an election is 27 not required in connection with the contract or agreement. (Acts

1 64th Leg., R.S., Ch. 36, Sec. 9(b) (part).)

2 Sec. 11003.154. CONTRACTS TO SUPPLY WATER. (a) The 3 district may contract with municipalities and others, including the 4 city, to supply water to them. The district may sell water inside 5 or outside the boundaries of the district.

6 (b) The district may contract with a public agency or 7 political subdivision for the rental or leasing of or for the 8 operation of the water production, water supply, water filtration 9 or purification, and water supply facilities of the entity on the 10 consideration agreed to by the district and the entity.

11 (c) A contract under Subsection (a) or (b) may:

12 (1) be on terms and for the time agreed to by the13 parties; and

14 (2) provide that it will continue in effect until 15 bonds specified in it and refunding bonds issued in lieu of the 16 bonds are paid.

17 (d) The district may contract with the city for the 18 operation of the district's water facilities by the city. An 19 election is not required in connection with the contract.

(e) A public agency or political subdivision of this state,
including the city, may enter into a contract or agreement with the
district for a water supply as provided by Section 11003.153. (Acts
64th Leg., R.S., Ch. 36, Secs. 9(a) (part), (b) (part), 19 (part).)

Sec. 11003.155. SOURCES FOR WATER; ACQUISITION OF LAND; STORAGE CAPACITY. (a) The district may acquire or construct, inside or outside the district, a reservoir, a well, or any work, plant, transmission line, or other facility necessary or useful to

drill for, divert, impound, store, pump, treat, or transport to the
 city and others water for municipal, domestic, industrial, mining,
 oil flooding, or any other useful purpose.

4 (b) The district may develop or otherwise acquire5 underground sources of water.

6 (c) The district may acquire land, or an interest in land, 7 inside or outside the district, for any work, plant, or other 8 facility necessary or useful to drill for, divert, impound, store, 9 pump, treat, or transport to the city and others water for 10 municipal, domestic, industrial, mining, oil flooding, or any other 11 useful purpose.

(d) The district may lease, purchase, or otherwise acquire rights in and to storage and storage capacity in any reservoir constructed or to be constructed by any person or from the United States. (Acts 64th Leg., R.S., Ch. 36, Secs. 8 (part), 9(a) (part), 10 (part).)

Sec. 11003.156. CONSTRUCTION CONTRACTS. (a) The district may award a construction contract that requires an expenditure of more than \$5,000 only after publication of notice to bidders once each week for two weeks in a newspaper of general circulation in the district.

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(b) The notice is sufficient if it states:

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the time and place for opening the bids;

(2) the general nature of the work to be done or thematerial, equipment, or supplies to be purchased; and

(3) where the terms of bidding and copies of the plans
and specifications may be obtained. (Acts 64th Leg., R.S., Ch. 36,

1 Sec. 12.)

Sec. 11003.157. CONVEYANCE OF LAND TO DISTRICT. A public 2 3 agency or political subdivision of this state, including the city, may lease, sell, or otherwise convey its land or an interest in its 4 5 land to the district for consideration that the parties agree is Approval, notice, consent, or an election is not 6 adequate. required in connection with the conveyance. (Acts 64th Leg., R.S., 7 8 Ch. 36, Sec. 9(b) (part).)

9 Sec. 11003.158. SURPLUS PROPERTY. Subject to the terms of a 10 resolution or deed of trust authorizing or securing bonds issued by 11 the district, the district may sell, lease, rent, trade, or 12 otherwise dispose of property that the board considers is not 13 needed for a district purpose. (Acts 64th Leg., R.S., Ch. 36, Sec. 14 10 (part).)

Sec. 11003.159. EMINENT DOMAIN. (a) To carry out a power conferred by this chapter, the district may exercise the power of eminent domain to acquire the fee simple title to land, or any other interest in land, and other property and easements, inside or outside the district, including land or an interest in land needed for:

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(1) a well; or

(2) a reservoir, dam, or flood easement above theprobable high-water line around a reservoir.

(b) The district must exercise the power of eminent domainin the manner provided by Chapter 21, Property Code.

(c) The district is a municipal corporation for the purposesof Chapter 21, Property Code.

1 (d) The board shall determine the amount and the type of 2 interest in land, other property, or easements to be acquired under 3 this section. (Acts 64th Leg., R.S., Ch. 36, Sec. 11(a) (part).)

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Sec. 11003.160. COST OF RELOCATING OR ALTERING PROPERTY; 4 5 RIGHTS-OF-WAY AND EASEMENTS. (a) If the district's exercise of its eminent domain, police, or other power requires relocating, 6 raising, lowering, rerouting, or changing the grade of or altering 7 8 the construction of any railroad, electric transmission, telegraph, or telephone line, conduit, pole, property, or facility 9 10 or pipeline, the action shall be accomplished at the sole expense of the district. The term "sole expense" means the actual cost of the 11 12 lowering, rerouting, or change in grade or alteration of construction to provide a comparable replacement without enhancing 13 14 the facility, after deducting from the cost the net salvage value 15 derived from the old facility.

(b) The district has all necessary or useful rights-of-way and easements along, over, under, and across all public, state, municipal, and county roads, highways, and places for any of its purposes. The district shall restore a used facility to its previous condition as nearly as possible at the sole expense of the district. (Acts 64th Leg., R.S., Ch. 36, Secs. 11(b), (c).)

Sec. 11003.161. OTHER DISTRICT POWERS. The district has the same power as is conferred by general law on municipal utility districts or on water control and improvement districts, with reference to entering land and making surveys and attending to other business of the district. (Acts 64th Leg., R.S., Ch. 36, Sec. 11(a) (part).)

[Sections 11003.162-11003.200 reserved for expansion]
 SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS
 Sec. 11003.201. IMPOSITION OF MAINTENANCE TAX. (a) The
 district may impose a tax, not to exceed 25 cents on each \$100

5 valuation of taxable property in the district, for: 6 (1) maintenance purposes, including money for 7 planning, maintaining, repairing, and operating all necessary 8 plants, works, facilities, improvements, appliances, and equipment

9 of the district;

10 (2) paying costs of proper services, engineering, and11 legal fees; and

12 (3) organization and administrative expenses.

13 (b) The district may not impose a maintenance tax unless the 14 tax is approved by a majority of the voters voting at an election 15 held for that purpose.

16 (c) A maintenance tax election may be held at the same time 17 and in conjunction with a bond election.

(d) The procedure for calling, giving notice of, and
conducting a maintenance tax election is the same as the procedure
for a bond election. (Acts 64th Leg., R.S., Ch. 36, Sec. 13.)

Sec. 11003.202. DEPOSITORY. (a) The board shall designate one or more banks inside or outside the district to serve as the depository for the district's money.

(b) District money shall be deposited in the depositorydesignated by the board, except that:

26 (1) bond proceeds and money pledged to pay bonds, to27 the extent provided in a resolution or trust indenture authorizing

or securing district bonds, may be deposited with another bank or
 trustee named in the bond resolution or trust indenture; and

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3 (2) money shall be remitted to each paying agent for4 the payment of principal of and interest on the bonds.

5 (c) To the extent that money in a depository bank or trustee 6 bank is not insured by the Federal Deposit Insurance Corporation, 7 the money must be secured in the manner provided by law for the 8 security of municipal money. (Acts 64th Leg., R.S., Ch. 36, Sec. 20 9 (part).)

10 Sec. 11003.203. INVESTMENT OF DISTRICT MONEY. The board 11 may invest district money in obligations and make time deposits of 12 district money in the manner determined by the board or in the 13 manner permitted or required in a resolution or trust indenture 14 authorizing or securing district bonds. (Acts 64th Leg., R.S., Ch. 15 36, Sec. 20 (part).)

16 Sec. 11003.204. DISTRICT FACILITIES EXEMPT FROM TAXATION 17 AND ASSESSMENT. The district is not required to pay a tax or 18 assessment on its facilities or any part of its facilities. (Acts 19 64th Leg., R.S., Ch. 36, Sec. 22 (part).)

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[Sections 11003.205-11003.250 reserved for expansion] SUBCHAPTER F. BONDS

Sec. 11003.251. AUTHORITY TO ISSUE BONDS. (a) The district may issue bonds payable from and secured by revenue or ad valorem taxes, or both revenue and ad valorem taxes, of the district to carry out any power conferred by this chapter. The bonds must be authorized by a board resolution.

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(b) The bonds must be issued in the manner and under the

H.B. No. 3281 1 terms of the resolution authorizing the issuance of the bonds. (Acts 64th Leg., R.S., Ch. 36, Secs. 14(a), (b) (part), (e) (part).) 2 Sec. 11003.252. FORM OF BONDS. District bonds must be: 3 (1) issued in the district's name; 4 5 signed by the president or vice president; and (2) 6 (3) attested by the secretary. (Acts 64th Leg., R.S., 7 Ch. 36, Sec. 14(b) (part).) Sec. 11003.253. MATURITY. District bonds must mature not 8 later than 40 years after the date of their issuance. (Acts 64th 9 10 Leg., R.S., Ch. 36, Sec. 14(b) (part).) Sec. 11003.254. ELECTION FOR BONDS PAYABLE FROM AD VALOREM 11 12 TAXES. (a) Bonds, other than refunding bonds, payable wholly or partly from ad valorem taxes may not be issued unless authorized by 13 14 a majority of the district voters voting at an election held for 15 that purpose. (b) The board may call an election under this section 16 17 without a petition. The resolution calling the election must specify: 18 19 (1)the time and place at which the election will be held; 20 21 (2) the purpose for which the bonds will be issued; the amount of the bonds; 2.2 (3) 23 the form of the ballot; and (4)24 (5) other matters the board considers necessary or 25 advisable. 26 (c) Notice of the election must be given by publishing a substantial copy of the resolution calling the election in a 27

1 newspaper of general circulation in the district. The notice must 2 be published once each week for two consecutive weeks. The first 3 publication must be not later than the 14th day before the date of 4 the election.

5 (d) The district may issue bonds not payable wholly or 6 partly from ad valorem taxes without an election. (Acts 64th Leg., 7 R.S., Ch. 36, Secs. 17(a) (part), (b).)

8 Sec. 11003.255. BONDS SECURED BY REVENUE; ADDITIONAL BONDS. (a) District bonds issued may be secured by a pledge of all or part 9 10 of the district's revenue, or by all or part of the revenue of one or more contracts previously or subsequently made or other revenue or 11 12 income specified by board resolution or a trust indenture securing The pledge may reserve the right, under conditions 13 the bonds. specified by the pledge, to issue additional bonds that will be on a 14 15 parity with or subordinate to the bonds then being issued.

(b) The district may issue bonds secured by both taxes and
revenue of the district described by Subsection (a). (Acts 64th
Leg., R.S., Ch. 36, Secs. 14(d), (e) (part).)

Sec. 11003.256. BONDS PAYABLE FROM AD VALOREM TAXES. (a) If bonds are issued payable wholly or partly from ad valorem taxes, the board shall annually impose a tax on the taxable property in the district in an amount sufficient to pay the principal of and interest on the bonds when due.

(b) The district may adopt the rate of a tax imposed under Subsection (a) for any year after giving consideration to the money received from the pledged revenue that may be available for payment of principal and interest, to the extent and in the manner permitted

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Leg., R.S., Ch. 36, Secs. 14(e) (part), 23(b) (part).)

3 Sec. 11003.257. ADDITIONAL SECURITY. (a) District bonds, 4 including refunding bonds, that are not payable wholly from ad 5 valorem taxes may be additionally secured, at the discretion of the 6 board, by a deed of trust or mortgage lien on physical property of 7 the district and all franchises, easements, water rights, and 8 appropriation permits, leases, and contracts and all rights 9 appurtenant to the property, vesting in the trustee power to:

10 11 (1) sell the property for the payment of the debt;

(2) operate the property; and

12

(3) take other action to further secure the bonds.

13 (b) A purchaser under a sale under the deed of trust lien, if 14 one is given:

(1) is the absolute owner of property, facilities, andrights purchased; and

17 (2) is entitled to maintain and operate the property,
18 facilities, and rights. (Acts 64th Leg., R.S., Ch. 36, Sec. 16
19 (part).)

Sec. 11003.258. TRUST INDENTURE. (a) District bonds, including refunding bonds, that are not payable wholly from ad valorem taxes may be additionally secured by a trust indenture. The trustee may be a bank with trust powers located inside or outside the state.

(b) A trust indenture, regardless of the existence of a deedof trust or mortgage lien on property, may:

27 (1) provide for the security of the bonds and the

1 preservation of the trust estate as prescribed by the board;

2 (2) provide for amendment or modification of the trust3 indenture;

4 (3) provide for the issuance of bonds to replace lost5 or mutilated bonds;

6 (4) condition the right to spend district money or 7 sell district property on the approval of a licensed engineer 8 selected as provided by the trust indenture; and

9 (5) provide for the investment of district money. 10 (Acts 64th Leg., R.S., Ch. 36, Sec. 16 (part).)

11 Sec. 11003.259. CHARGES FOR DISTRICT SERVICES. (a) If 12 district bonds payable wholly from revenue are issued, the board 13 shall set and revise the rates of compensation for water sold and 14 services provided by the district. The rates must be sufficient to:

15 (1) pay the expense of operating and maintaining16 district facilities;

17 (2) pay the principal of and interest on the bonds when18 due; and

19 (3) maintain the reserve fund and other funds as20 provided in the resolution authorizing the bonds.

(b) If bonds payable partly from revenue are issued, the board shall set and revise the rate of compensation for water sold and any other services provided by the district. The rate must be sufficient to ensure compliance with the resolution authorizing the bonds or the trust indenture securing the bonds. (Acts 64th Leg., R.S., Ch. 36, Sec. 14(f).)

27 Sec. 11003.260. USE OF BOND PROCEEDS. (a) The district may

set aside an amount of proceeds from the sale of district bonds for:
 (1) the payment of interest expected to accrue during

3 construction not to exceed three years;

4

(2) a reserve interest and sinking fund; and

5 (3) other funds as may be provided in the resolution6 authorizing the bonds or in the trust indenture.

7 (b) The district may use proceeds from the sale of the bonds 8 to pay any expense necessarily incurred in accomplishing the 9 purpose of the district, including any expense of issuing and 10 selling the bonds. (Acts 64th Leg., R.S., Ch. 36, Sec. 14(g).)

Sec. 11003.261. APPOINTMENT OF RECEIVER. (a) On default or threatened default in the payment of the principal of or interest on district bonds that are payable wholly or partly from revenue, a court may, on petition of the holders of outstanding bonds, appoint a receiver for the district.

16 (b) The receiver may collect and receive all district 17 income, except taxes, employ and discharge district agents and 18 employees, take charge of money on hand, except money received from 19 taxes, unless commingled, and manage the proprietary affairs of the 20 district without consent or hindrance by the board.

(c) The receiver may be authorized to sell or contract for the sale of water or to renew those contracts with the approval of the court that appointed the receiver.

(d) The court may vest the receiver with any other power or
duty the court finds necessary to protect the bondholders. (Acts
64th Leg., R.S., Ch. 36, Sec. 14(h) (part).)

27 Sec. 11003.262. REFUNDING BONDS. (a) The district may

issue refunding bonds to refund outstanding district bonds and
 interest on those bonds.

3

(b) Refunding bonds may:

4 (1) be issued to refund bonds of more than one series;
5 (2) combine the pledges for the outstanding bonds for
6 the security of the refunding bonds; or

7 (3) be secured by a pledge of other or additional8 revenue or mortgage liens.

9 (c) The provisions of this subchapter regarding the 10 issuance of other bonds, their security, and the remedies of the 11 holders apply to refunding bonds.

12 (d) The comptroller shall register the refunding bonds on13 surrender and cancellation of the bonds to be refunded.

14 (e) Instead of issuing bonds to be registered on the 15 surrender and cancellation of the bonds to be refunded, the district, in the resolution authorizing the issuance of 16 the 17 refunding bonds, may provide for the sale of the refunding bonds and the deposit of the proceeds in a bank at which the bonds to be 18 refunded are payable. In that case, the refunding bonds may be 19 issued in an amount sufficient to pay the principal of and interest 20 and any required redemption premium on the bonds to be refunded to 21 any redemption date or to their maturity date, and the comptroller 22 23 shall register the refunding bonds without the surrender and 24 cancellation of the bonds to be refunded.

25 (f) An election is not required to authorize the issuance of 26 refunding bonds.

27

(g) The district may also issue refunding bonds under any

1 other applicable law. (Acts 64th Leg., R.S., Ch. 36, Sec. 15.) Sec. 11003.263. LIMITATION ON RIGHTS OF BONDHOLDERS. 2 The 3 resolution authorizing the bonds or the trust indenture securing the bonds may limit or qualify the rights of the holders of less 4 5 than all of the outstanding bonds payable from the same source to institute or prosecute litigation affecting the district's 6 property or income. (Acts 64th Leg., R.S., Ch. 36, Sec. 14(h) 7 8 (part).)

9 Sec. 11003.264. BONDS EXEMPT FROM TAXATION. A district 10 bond, the transfer of the bond, and the income from the bond, 11 including profits made on the sale of the bond, are exempt from 12 taxation in this state. (Acts 64th Leg., R.S., Ch. 36, Sec. 22 13 (part).)

14 Sec. 11003.265. DETACHMENT OF DISTRICT TERRITORY AFTER 15 ISSUANCE OF BONDS. Territory may not be detached from the district 16 after the issuance of bonds payable from revenue or taxes, or both 17 revenue and taxes. (Acts 64th Leg., R.S., Ch. 36, Sec. 17(a) 18 (part).)

ARTICLE 2. CONFORMING AMENDMENTS
 SECTION 2.01. Section 1, Chapter 317, Acts of the 59th
 Legislature, Regular Session, 1965, is amended to read as follows:

22 Sec. 1. [Pursuant to the provisions of Section 9 of Article 23 IX of the Constitution of the State of Texas, this Act shall be 24 operative so as to authorize the creation, establishment, 25 maintenance and operation of a Hospital District within the State 26 of Texas, to be known as] Yoakum Hospital District, situated in the 27 Counties of DeWitt, Lavaca and Gonzales, Texas, and the boundaries

of said District shall be coextensive with the boundaries of the three school districts, hereinafter named as constituted on January 1, 1965, lying adjacent and forming one body of land, situated partly in the Counties of DeWitt, Lavaca and Gonzales, Texas, to wit:

6 HOPE COMMON SCHOOL DISTRICT No. 58, lying wholly in Lavaca County, Texas, SWEET HOME COMMON SCHOOL DISTRICT No. 41, lying 7 8 wholly in Lavaca County, Texas, and YOAKUM INDEPENDENT SCHOOL DISTRICT, lying partly within the Counties of DeWitt, Lavaca and 9 Gonzales, Texas, except as that certain area excluded therefrom 10 situated in said Yoakum Independent School District, in DeWitt 11 12 County, Texas, lying near the City of Cuero and adjacent to the present Cuero Independent School District, and better described as 13 14 being all of the William Norwall (W. L. Norwall) Survey A-371; all 15 of the S. B. Mixon Survey A-341; all of the Joshua Threadgill Survey A-454; and all of the William S. Townsend Survey A-457. 16

17 [The District shall have the powers and responsibilities 18 provided by the aforesaid Constitutional provision and as 19 hereinafter prescribed.]

20 SECTION 2.02. Section 2, Chapter 18, Acts of the 55th 21 Legislature, 1st Called Session, 1957, is amended to read as 22 follows:

23 Sec. 2. [It is expressly determined and found that all of 24 the land and other property included within the area and boundaries 25 of the District (Bell County Water Control and Improvement District 26 No. 6) will be benefited by the works and projects which are to be 27 accomplished by the District pursuant to the powers conferred by

the provisions of Article XVI, Section 59, of the Constitution of 1 Texas, and that said District was and is created to serve a public 2 3 use and benefit.] The area of the District shall be all of that territory enclosed within the following metes and bounds 4 5 description, to-wit: BEGINNING at intersection of right bank of Leon River with 6 7 center line of Belton-Shallow Ford Road. 8 THENCE westerly with said road, 6800 feet, more or less, to east line of M. F. Connell Survey, Abstract #6. 9 10 THENCE N. 19° E., 925 feet, more or less, with said survey to point that would intersect East 6th Street, Belton, Texas. 11 12 THENCE westerly with said 6th Street to Santa Fe Railroad 13 Belton Spur. 14 THENCE northerly with said Spur to Santa Fe Railroad Main 15 Line Right-of-Way. THENCE westerly with said Santa Fe Right-of-Way to road going 16 17 north to Belton Dam Site. THENCE northerly 800 feet, more or less, with Belton Dam Site 18 19 Road to north line of Lewis Walker Survey, Abstract #860. THENCE N. 71° W., 12,000 feet, more or less, with north line 20 of Walker Survey, to its northwest corner. 21 THENCE S. 19° W., 150 feet, more or less, to Belton-Sparta 22 23 Road. 24 THENCE northwesterly 4500 feet, more or less, with said Belton-Sparta Road to east line of A. C. Barrington Tract. 25 26 THENCE northerly 2300 feet, more or less, with east line of 27 Barrington Tract to its northeast corner, in north line of Wm.

1 Norvell Survey, Abstract #627.

THENCE N. 71° W. to the northwest corner of Norvell Survey and
the northeast corner of Wiley Jones Survey, Abstract #475.

THENCE S. 19° W. with Fort Hood Reservation and the east line of Jones Survey 7400 feet, more or less, to corner of said Reservation.

7 THENCE westerly 16,000 feet, more or less, with said 8 Reservation south line, to the most northerly northwest corner of 9 C. O. Kaiser Tract.

10 THENCE southerly 860 feet, more or less, with said 11 Reservation Line to an ell corner of Kaiser Tract.

12 THENCE N. 71° W., 7800 feet, more or less, to a point in the 13 east line of Wm. Brown Survey, Abstract #87.

14 THENCE S. 19° W. to the southeast corner of said Brown Survey.

15 THENCE N. 71° W. to the southwest corner of said Brown Survey, 16 in the east line of G. W. Cartwright Survey.

17 THENCE southerly 3880 feet, more or less, with Reservation 18 Line and east line of said Cartwright Survey to the northeast corner 19 of T. J. Cox Tract.

THENCE N. 71° W., 1850 feet, more or less, with Reservation and Cox Line to northwest corner of Cox's Tract in the east line of Grady Bagby Tract.

THENCE N. 19° E., 1100 feet, more or less, with Bagby's east
 line and Reservation Line, to the northeast corner of Bagby Tract.

THENCE westerly 5800 feet, more or less, with Reservation Line and north line of Bagby and T. L. Bishop Tracts, a corner in east line of Perry Hicks Tract.

THENCE northerly 1450 feet, more or less, to Hicks northeast
 corner and corner of Reservation.

3 THENCE N. 71° W., 3100 feet, more or less, to point in public
4 road for corner of this.

5 THENCE northwesterly 8000 feet, more or less, with said road 6 and Reservation Line to northwest corner of W. S. Whitmire Tract and 7 corner of this.

8 THENCE N. 71° W., 3500 feet, more or less, with Reservation
9 Line to northwest corner of E. R. Hilliard Tract.

10 THENCE S. 19° W., 850 feet, more or less, to northeast corner 11 of W. T. Dugger Tract.

12 THENCE N. 71° W., 1320 feet, more or less, with Reservation 13 Line and north line of Dugger to Dugger's northwest corner in west 14 line of A. Dickson Survey, Abstract #265.

15 THENCE S. 19° W., 4600 feet, more or less, with Reservation 16 Line to corner thereof.

17 THENCE westerly 9100 feet, more or less, with Reservation 18 Line to northwest corner of Fairway Park Addition, Killeen, Texas, 19 and corner of Reservation.

THENCE S. 19° W., 1300 feet, more or less, to corner of Fairway Park Addition, S. 71° E., 100 feet, more or less to ell corner of Fairway Park Addition, and S. 19° W., 1200 feet, more or less, to the north line of A. Thompson Survey, Abstract #813.

24 THENCE N. 71° W. to northwest corner of A. Thompson Survey.

25 THENCE S. 19° W., 5800 feet, more or less, with Reservation 26 Line to ell corner of Wendland Tract.

27

THENCE N. 71° W., 800 feet, more or less, and S. 19° W., 1500

feet, more or less, to point in east line of Thomas Robinett Survey,
 Abstract #686, northeast corner of Mrs. Joe Harris Tract for corner
 of this and of Reservation.

THENCE N. 71° W., 8000 feet, more or less, with Reservation
Line, the northwest corner of L. A. Williams Tract.

6 THENCE southwesterly 3400 feet, more or less, with 7 Reservation Line to a point in north line of Oscar Rose Tract.

8 THENCE N. 71° W., 5700 feet, more or less, to west line of said 9 Robinett Survey and the northwest corner of H. Shorn 251 acre tract. 10 THENCE S. 19° W., 13,900 feet, more or less, to southwest

11 corner of Theron Shepard Tract in west line of J. E. Madera Survey,
12 Abstract #600.

13 THENCE S. 71° E., 1800 feet, more or less, to most southerly 14 southeast corner of said Shepard Tract in west line of C. V. 15 Bouchelle Tract.

16 THENCE N. 19° E., 600 feet, more or less, to the most 17 northerly northwest corner of the Bouchelle Tract.

18 THENCE S. 71° E., 1600 feet, more or less, to northeast corner 19 of Bouchelle Tract in west line of A. J. Henderson Tract.

THENCE N. 19° E., 1700 feet, more or less, to the most northerly northwest corner of Henderson Tract, S. 71° E., 600 feet, more or less, to an ell corner of Henderson Tract, and N. 19° E., 23 2300 feet, more or less, to the northwest corner of said Henderson Tract in south line of Robinett Survey.

THENCE S. 71° E., 12,000 feet, more or less, with south line of Robinett Survey and projecting said line to west line of Azra Webb Survey, Abstract #857, for a corner of this.

1THENCE S. 19° W., 7000 feet, more or less, with west line of2said Webb Survey and road to southwest corner of said Webb Survey.

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3 THENCE S. 71° E., 6000 feet, more or less, to southeast corner
4 of said Webb Survey, a road intersection for corner of this.

5 THENCE easterly with public road, at 5400 feet, more or less,
6 the southwest corner of Sarah Llewelyn 100 acre tract.

7 THENCE northerly 1300 feet, more or less, to the northwest 8 corner of said 100 acre tract, and easterly 2000 feet, more or less, 9 to northeast corner of said 100 acre tract in west line of Llewelyn 10 300 acre tract.

11 THENCE N. 19° E., 1800 feet, more or less, with west line of 12 said 300 acre tract, 2500 feet, more or less, from the northwest 13 corner thereof.

14 THENCE N. 71° E., 5600 feet, more or less, to point in east 15 line of Robert Cunningham Survey, Abstract #199, and west line of 16 Robert Cunningham Survey, Abstract #198, and southwest corner of L. 17 M. Parmer 100 acre tract.

18 THENCE N. 19° W., 2000 feet, more or less, to southwest corner 19 of E. L. Sprott Tract.

THENCE N. 71° E., 2000 feet, more or less, with south line of
Sprott Tract to southeast corner of Sprott Tract.

THENCE N. 19° W., 1650 feet, more or less, to northwest corner of R. L. Bigham Tract in north line of said Cunningham Survey, Abstract #198.

THENCE N. 71° E., 2800 feet, more or less, with north line of Bigham Tract and north line of Cunningham Survey to point in Killeen-Salado Road.

H.B. No. 3281 1 THENCE easterly 3300 feet, more or less, with said road to 2 southwest corner of J. A. Cox Survey, Abstract #189.

THENCE S. 71° E., 5000 feet, more or less, with south line of said Cox Survey and south line of J. J. Tomlinson Survey, Abstract #831, the southeast corner of said Tomlinson Survey in west line of Martha Smith Survey, Abstract #750, for corner of this.

THENCE N. 19° E., 660 feet, more or less, with said Smith's
8 west line to northwest corner of Norris Tract.

9 THENCE S. 71° E., 4300 feet, more or less, to east line of said 10 Smith Survey and west line of Albert Gallatin Survey, Abstract 11 #363.

12 THENCE S. 19° W., 2300 feet, more or less, to southwest corner 13 of said Gallatin Survey.

14 THENCE S. 71° E., 5280 feet, more or less, to southeast corner 15 of said Gallatin Survey in west line of Eliz Dawson Survey, Abstract 16 #258.

THENCE S. 19° W., 1300 feet, more or less, to most westerly
southwest corner of said Dawson Survey.

19 THENCE S. 71° E., 4400 feet, more or less, to point in east 20 line of said Dawson Survey, and west line of Uriah Hunt Survey, 21 Abstract #401, said point being in road and in west line of M. D. 22 Boydston Tract.

23 THENCE S. 19° W., 500 feet, more or less, to southwest corner 24 of Boydston Tract at road intersection.

THENCE easterly 5000 feet, more or less, with said road to northwest corner of Vernon Ellis Tract, in east line of said Hunt Survey.

H.B. No. 3281 THENCE S. 19° W., 1600 feet, more or less, with Hunt east line 1 to northwest corner of the J. M. Lane Survey, Abstract #531. 2 3 THENCE S. 71° E. to most northerly northeast corner of said 4 Lane Survey. 5 THENCE S. 19° W. to ell corner of said Lane Survey. 6 THENCE S. 71° E. to most easterly northeast corner of said 7 Lane Survey. 8 THENCE S. 19° W. to southeast corner of said Lane Survey and most southerly corner of P. G. Rucker Survey, Abstract #1119, in 9 10 north line of T. J. Nabors Survey, Abstract #631. THENCE N. 71° E. to northeast corner of said Nabors Survey. 11 THENCE S. 19° E. to west line of Bill Wendland Tract. 12 THENCE N. 19° E., 1600 feet, more or less, with Wendland west 13 14 line to south line of John Hughes Survey, Abstract #379. THENCE N. 71° W., 1000 feet, more or less, to southwest corner 15 16 of said Hughes Survey. 17 THENCE N. 19° E. with said west line to Belton-Keyes Valley Road. 18 19 THENCE easterly 12,000 feet, more or less, with said road to 20 its intersection with Highway #190, at Fred Hills. 21 THENCE easterly with said Highway #190, to west line of John Lewis Survey, Abstract #512, at W. T. Mills northwest corner. 22 THENCE S. 19° W., 1200 feet, more or less, to Mills southwest 23 24 corner. THENCE S. 71° E., 4600 feet, more or less, with south lines of 25 26 Mills, Mrs. J. C. Varnell and Mrs. Katie Peeler Tracts to point in public road, southeast corner Peeler Tract for corner of this. 27

THENCE S. 19° W. with said road, 1200 feet, more or less, to
 southwest corner of H. C. Farrell Tract.

3 THENCE easterly 7200 feet, more or less, with road to 4 southeast corner of F. R. Stegall Tract, in the west line of J. S. 5 Huey Tract, in the east line of the J. Townsend Survey, Abstract 6 #818.

7 THENCE S. 19° W., 1300 feet, more or less, to J. Townsend 8 southeast corner in west line of J. P. Wallace Survey, Abstract 9 #906.

THENCE S. 71° E., 17,500 feet, more or less, to east line of O.
T. Tyler Survey, Abstract #20.

12 THENCE N. 19° E., 4000 feet, more or less, to northeast corner 13 of Tyler Survey on right bank of Leon River.

14

THENCE up said Leon River to the place of beginning.

15 [It is determined and found by the Legislature that the boundaries and field notes of said District form a closure, and if 16 17 any mistake is made in copying the field notes in the legislative process, or otherwise a mistake is made in the field notes, it shall 18 in no way or manner affect the organization, existence and validity 19 of said District, and the right of said District to issue bonds or 20 refunding bonds, or to pay the principal and/or interest thereon, 21 and the right to assess, levy and collect taxes, or in any manner 22 affect the legality or operation of said District or its governing 23 24 body.] 25

25 SECTION 2.03. Section 1, Chapter 286, Acts of the 54th 26 Legislature, Regular Session, 1955, is amended to read as follows: 27 Sec. 1. [Under and pursuant to the provisions of Article 16,

Section 59, of the Constitution, a conservation and reclamation district is hereby created and incorporated in Wharton County, Texas, to be known as "Boling Municipal Water District," hereinafter sometimes referred to as the "District".] The boundaries of the district [thereof] shall be as follows:

All the following tract of land comprising approximately 569 acres or 0.89 (89/100ths) of a square mile and being in the Stephen F. Austin League, Abstract No. 2, Wharton County, Texas:

9 Beginning at the Northwest Corner of the Lalla Rookh10 Plantation;

11 Thence easterly along the north boundary line of the Lalla 12 Rookh Plantation a distance of 3,127 feet to a corner;

Thence along a line bearing south 31 degrees 0 minutes west, a distance of approximately 2,225 feet to an intersection with the northeast corner of Block 34 of the Oil City Addition;

16 Thence along a line bearing south 41 degrees 45 minutes west, 17 a distance of approximately 3,040 feet to a point on the north 18 boundary line of the William Owens Estate Partition in the Lalla 19 Rookh Plantation;

Thence along a line bearing north 59 degrees 9 minutes west, a distance of approximately 4,200 feet to a point on the west boundary line of the May and Martin Subdivision;

Thence northerly along the west boundary line of the May and Martin Subdivision, a distance of approximately 2,165 feet to a point on the south boundary line of the Duncan Addition, Boling, Texas;

27

Thence westerly along the south boundary line of the Duncan

Addition, Boling, Texas, a distance of 91.2 feet to the southwest
 corner of the Duncan Addition, Boling, Texas;

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Thence along a line bearing north 42 degrees 0 minutes east, a distance of approximately 4,680 feet to a point on the south boundary line of the R. E. Vineyard Subdivision;

6 Thence easterly along the south boundary line of the R. E. 7 Vineyard Subdivision, a distance of approximately 785 feet to the 8 west boundary line of the Bear Camp Plantation;

9 Thence southerly along the west boundary line of the Bear 10 Camp Plantation a distance of approximately 1,585 feet to the 11 northwest corner of the Lalla Rookh Plantation, the point of 12 beginning.

SECTION 2.04. Section 2, Chapter 17, Acts of the 56th Legislature, 1st Called Session, 1959, is amended to read as follows:

16 Sec. 2. [Territory to Be Included in District. It is 17 expressly determined and found that all of the territory included within the area of the District will be benefited by the works and 18 19 projects which are to be accomplished by the District pursuant to the powers conferred by the provisions of Article XVI, Section 59 of 20 the Constitution of Texas.] The area of the District shall be all of 21 that territory enclosed within the following metes and bounds 22 23 description, to wit:

24 BEGINNING at the NW corner of H & TC Ry Co. Sur. 341, Block 25 1-A, for the NW Cor. of this District;

THENCE east along the north boundary lines of Secs. 341, 340 and 339, to the northwest cor. of Sec. 338, H & TC Ry Co. Sur., Block

1 1-A, same being the northeast cor. of Sec. 339, same Sur.;

THENCE north with the east boundary line of Sec. 334, same Sur., and the west boundary line of Sec. 335 of said Sur. to the northwest cor. of said Sec. 335, for cor.;

5 THENCE east with the north boundary line of Secs. 335 and 336 6 of said H & TC Ry Co. Sur., to the northeast cor. of said Sec. 336, 7 for cor. in the west line of R. E. Douglas Sur. #8;

8 THENCE north with the west line of said Douglas Sur. to the 9 southwest cor. of Joe Lindley Sur. #1, for cor.;

10 THENCE east with south line of said Joe Lindley Sur. to its 11 northeast cor. in the west line of W. H. Donaghe Sur. #9;

12 THENCE south, then east, then south, with said boundary line 13 of said Donaghe Sur. #9 to the south line of Alfred Dorsey Sur. 14 #474, same being the most southwesterly cor. of said W. H. Donaghe 15 Sur. #9;

16 THENCE northeast with the line of said Alfred Dorsey Sur.
17 #474 to the northeast cor. thereof;

18 THENCE southeast with the line of said Alfred Dorsey Sur. to 19 the southeast cor. thereof, same being the northeast cor. of J. A. 20 Monteith Sur. #1;

THENCE southwest with the line of said Alfred Dorsey Sur. to the northwest cor. of the M. C. Allen Sur. #1;

THENCE south with the west line of said M. C. Allen Sur. #1 to the southwest cor. thereof; same being the northwest cor. of H & TC Ry Sec. 347, Block 1-A;

THENCE east along the lines of said Sec. 347 and J. N. Lindley Sur. #2, to the northeast cor. of said J. N. Lindley Sur. #2 for cor.

1 in the west boundary line of the Pedro Martinez Sur. #299;

THENCE southeast with the line of said Martinez Sur. to the northwest boundary line of J. M. Lindley Sur. #26, the southwest cor. of said Pedro Martinez Sur.;

5 THENCE west with the north boundary line of said J. M. Lindley 6 Sur. #26, to the northeast cor. of J. M. Lindley Sur. #25, and the 7 northwest cor. of said J. M. Lindley Sur. #26;

8 THENCE southeast with the westerly lines of the J. M. Lindley 9 Sur. #26, and the S. K. White Sur. #30, to the southwest cor. of said 10 S. K. White Sur. in the northeast line of S. K. White Sur. #32;

THENCE northeast with the line of said S. K. White Sur. #30, and the north line of L. N. Taylor Sur. #6, to the west boundary line of Runnels County;

14 THENCE south along the lines of Coke and Runnels Counties, 15 crossing L. N. Taylor Surs. 6, 5, 4, and 2 to the point where the 16 south line of said L. N. Taylor Sur. #2 intersects the west boundary 17 line of Runnels County for cor.;

18 THENCE west with the south boundary line of said L. N. Taylor 19 Sur. #2 and the north boundary line of the H. A. Thomson Sur. #3, to 20 the northwest cor. of the east 1/2 of said H. A. Thomson Sur.;

THENCE south with the west line of the east 1/2 of said H. A. Thomson Sur. to the southwest cor. of said east 1/2 of said H. A. Thomson Sur.;

THENCE west with the south line of the west 1/2 of said H. A. Thomson Sur. and the south line of B. B. B. & C. RR. Co. Sur. to the southwest cor. of said H. A. Thomson Sur., the northwest cor. of said R. R. Co. Sur. and being in the east boundary line of L. N.

1 Taylor Sur. #1;

THENCE south with the east boundary line of said L. N. Taylor Sur. #1 and the west line of said RR. Co. Sur., and with the west boundary line of Benjamin B. Carr Sur., and the west boundary line of I & G. N. Ry. Co. Sur., and the east boundary line of S. F. 8339 to a point in said lines lying due east from the northeast cor. of J. W. Jackson Sur. #2 for cor.;

8 THENCE west pass the northeast cor. of said Jackson Sur., and 9 along the north boundary line of same and the south boundary line of 10 M. M. McCutchen Sur. #3, to the northeast cor. of J. N. Sterling 11 Sur. #9, for cor.;

12 THENCE south with the west boundary line of said Jackson Sur.
13 to the southwest cor. thereof in the northeast boundary line of Wm.
14 L. Coulson Sur. #326;

15 THENCE northwest with the line of said Wm. L. Coulson Sur.16 326, to the northwest cor. thereof;

THENCE southwest along the west boundary line of said Coulson Sur., and the east boundary line of J. P. Moore Sur. #327, to the southwest cor. of said Coulson Sur. and the southeast cor. of said Moore Sur. on the bank of the Colorado River;

THENCE up said River with its meanders along the south boundary lines of said J. P. Moore Sur. 327 and J. P. Moore Sur. #328 and the Nicholas Eastland Sur. #29, to the east boundary line of the KCM&O Railroad Right of Way;

THENCE north with the east boundary line of said Right of Way to the north boundary line of Nicholas Eastland Sur. 330;

27 THENCE west with the north boundary line of said Eastland

Sur. #330, crossing said Railroad to the northwest cor. of said
 Eastland Sur. 330;

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3 THENCE south with the east line of Nicholas Eastland Sur. 4 #331, and the west line of said Eastland Sur. 330 to the southeast 5 cor. of said Eastland Sur. #331, and the southwest cor. of said 6 Eastland Sur. #330, on the north bank of the Colorado River;

7 THENCE west along the north bank of said River and the south 8 lines of said Eastland Sur. #331, and the C&M R. R. Co. Sur. to the 9 southwest cor. thereof on the north bank of the Colorado River;

10 THENCE northeast along the east boundary line of the Lee J. 11 Good Sur. #6, to the south boundary line of H & T.C. Ry Co. Sec. 453, 12 for cor.;

13 THENCE west with the south boundary line of said Sec. 453, to 14 the southwest cor. thereof;

15 THENCE north with the west lines of said Sec. 453 and Sec. 16 #450, same Sur. to the southeast cor. of Sec. 432, same Sur., being 17 the northeast cor. of Sec. 449, same Sur., and the northwest cor. of 18 Sec. 450, same Sur.;

THENCE west with the south line of Sec. 432, same Sur., and the north line of Sec. 449, same Sur. to the southwest cor. of said Sec. 432;

THENCE north with the west line of said Sec. 432 to the northwest Cor. thereof and the southeast cor. of Sec. 422, same Sur.;

THENCE west with the south line of said Sec. 422, to the southwest cor. thereof, same being the northeast cor. of Sec. #434, same Sur.;

H.B. No. 3281 1 THENCE north along the west lines of Secs. 422 and 399, same 2 Sur., to the southeast cor. of Sec. 387, same Sur.;

THENCE west with the north boundary line of Sec. 400, same Sur., to the southwest cor. of Sec. 387, same being the northeast cor. of Sec. 401, H&TC Ry. Co., Block 1-A, same Sur.;

THENCE north with the west line of said Sec. 387, to the northwest cor. thereof, being the northeast cor. of Sec. 386, same Sur.;

9 THENCE west with the north boundary line of said Sec. 386 and 10 the south boundary line of Sec. 369, same Sur., to the southwest 11 cor. of said Sec. 369, the northeast cor. of Sec. 385, H&TC RR. Co. 12 Sur., Block 1-A: "Same Sur.";

13 THENCE north, along the west lines of Secs. 369, 354 and 341, 14 same being the east lines of Secs. 370, 355 and 342, same Sur., H&TC 15 RR. Co., Block 1-A, to the northwest cor. of said Sec. 341; the 16 place of beginning.

ARTICLE 3. REPEALERS 17 SECTION 3.01. The following statutes are repealed: 18 19 (1)Chapter 108, Acts of the 59th Legislature, Regular Session, 1965; 20 21 Sections 2 and 3, Chapter 563, Acts of the 63rd (2) Legislature, Regular Session, 1973; 22 23 (3) Chapter 118, Acts of the 63rd Legislature, Regular 24 Session, 1973; Chapter 182, Acts of the 60th Legislature, Regular 25 (4)

26 Session, 1967;

27 (5) Chapter 638, Acts of the 61st Legislature, Regular

H.B. No. 3281 1 Session, 1969; Sections 7(b), (c), and (d), Chapter 716, Acts of 2 (6) the 72nd Legislature, Regular Session, 1991; 3 4 (7) Chapter 298, Acts of the 58th Legislature, Regular 5 Session, 1963; 6 (8) Sections 2 and 3, Chapter 165, Acts of the 63rd 7 Legislature, Regular Session, 1973; 1116, 8 (9) Section 2, Chapter Acts of the 71st 9 Legislature, Regular Session, 1989; 10 (10)Chapter 110, Acts of the 58th Legislature, Regular Session, 1963; 11 12 (11)Chapter 658, Acts of the 64th Legislature, Regular Session, 1975; 13 Section 2, Chapter 70, Acts of 14 (12)the 72nd 15 Legislature, Regular Session, 1991; 16 (13) Chapter 315, Acts of the 58th Legislature, 17 Regular Session, 1963; Chapter 6, Acts of the 59th Legislature, Regular 18 (14) Session, 1965; 19 20 Chapter 323, Acts of the 62nd Legislature, (15)21 Regular Session, 1971; 22 (16) Sections 7 and 8, Chapter 1117, Acts of the 70th Legislature, Regular Session, 1987; 23 24 (17)Chapter 511, Acts of the 65th Legislature, 25 Regular Session, 1977; Section 2, Chapter 535, Acts of 26 (18) the 66th 27 Legislature, Regular Session, 1979;

H.B. No. 3281 1 (19)Section 2, Chapter 18, Acts of the 67th 2 Legislature, Regular Session, 1981; 3 (20) Chapter 293, Acts of the 60th Legislature, 4 Regular Session, 1967; and (21) Sections 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 5 6 14, 15, 16, 17, 18, 19, 20, and 21, Chapter 317, Acts of the 59th 7 Legislature, Regular Session, 1965. 8 SECTION 3.02. The following statutes are repealed: Sections 1, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 9 (1)10 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, and 26, Chapter 135, Acts of the 62nd Legislature, Regular Session, 1971; 11 12 (2) Chapter 1073, Acts of the 68th Legislature, Regular Session, 1983; 13 14 (3) Sections 1, 2, 3, 5, 6, 7, 8, 9, 10, 11, 12, 13, and 14, Chapter 882, Acts of the 78th Legislature, Regular Session, 15 2003; 16 17 (4) Sections 1, 2, 4, 5, 6, 7, 8, 9, 10, 11, 12, and 13, Chapter 1382, Acts of the 77th Legislature, Regular Session, 2001; 18 Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 696, Acts 19 (5) of the 62nd Legislature, Regular Session, 1971; 20 21 Sections 1, 2, 3, 4(b), 5, 6, 7, and 8, Chapter (6) 947, Acts of the 69th Legislature, Regular Session, 1985; 22 Sections 1, 2, 3, 4(b), 5, 6, 7, and 8, Chapter 23 (7)24 764, Acts of the 69th Legislature, Regular Session, 1985; 25 (8) Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 687, Acts 26 of the 65th Legislature, Regular Session, 1977; 27 (9) Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 625, Acts

1 of the 62nd Legislature, Regular Session, 1971; 2 (10)Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 247, Acts of the 62nd Legislature, Regular Session, 1971; 3 4 Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 650, (11)5 Acts of the 62nd Legislature, Regular Session, 1971; 6 (12) Sections 1.01, 1.02, 1.04, 1.05, 1.06, 1.07, 7 1.08, 1.09, 1.10, 1.11, 1.12, and 1.13, Chapter 791, Acts of the 74th Legislature, Regular Session, 1995; 8 Sections 2.01, 2.02, 2.04, 2.05, 2.06, 2.07, 9 (13) 2.08, 2.09, 2.10, 2.11, 2.12, and 2.13, Chapter 791, Acts of the 10 74th Legislature, Regular Session, 1995; 11 Sections 3.01, 3.02, 3.04, 3.05, 3.06, 3.07, 12 (14)3.08, 3.09, 3.10, 3.11, 3.12, and 3.13, Chapter 791, Acts of the 13 14 74th Legislature, Regular Session, 1995; 15 (15) Sections 4.01, 4.02, 4.04, 4.05, 4.06, 4.07, 4.08, 4.09, 4.10, 4.11, 4.12, and 4.13, Chapter 791, Acts of the 16 17 74th Legislature, Regular Session, 1995; Sections 5.01, 5.02, 5.04, 5.05, 5.06, 5.07, 18 (16) 5.08, 5.09, 5.10, 5.11, 5.12, and 5.13, Chapter 791, Acts of the 19 74th Legislature, Regular Session, 1995; 20 Sections 6.01, 6.02, 6.04, 6.05, 6.06, 6.07, 21 (17)6.08, 6.09, 6.10, 6.11, 6.12, and 6.13, Chapter 791, Acts of the 22 74th Legislature, Regular Session, 1995; 23 24 (18) Sections 7.01, 7.02, 7.04, 7.05, 7.06, 7.07, 7.08, 7.09, 7.10, 7.11, 7.12, and 7.13, Chapter 791, Acts of the 25 26 74th Legislature, Regular Session, 1995; 27 (19) Section 8.01, Chapter 791, Acts of the 74th

1 Legislature, Regular Session, 1995; 2 (20) Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 662, Acts of the 62nd Legislature, Regular Session, 1971; 3 4 (21) Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 689, 5 Acts of the 62nd Legislature, Regular Session, 1971; 6 (22) Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 668, 7 Acts of the 62nd Legislature, Regular Session, 1971; 8 (23) Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 669, Acts of the 62nd Legislature, Regular Session, 1971; 9 Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 630, 10 (24)Acts of the 62nd Legislature, Regular Session, 1971; 11 12 (25)Sections 1, 2, 3, 5, 6, 7, and 8, Chapter 682, Acts of the 62nd Legislature, Regular Session, 1971; 13 14 (26)Sections 1, 2, 4, 5, 6, 7, 8, 9, 10, 11, and 12, 15 Chapter 865, Acts of the 69th Legislature, Regular Session, 1985; 16 (27) Chapter 63, Acts of the 43rd Legislature, 1st 17 Called Session, 1933; Section 2, (28) Chapter 873, Acts of 18 the 71st 19 Legislature, Regular Session, 1989; Sections 4 and 5, Chapter 1263, Acts of the 75th 20 (29) Legislature, Regular Session, 1997; 21 (30) Sections 2, 3, 4, and 5, Chapter 115, Acts of the 22 23 82nd Legislature, Regular Session, 2011; 24 (31) Chapter 338, General Laws, Acts of the 44th Legislature, Regular Session, 1935; 25 Section 14, Article 4, Chapter 484, Acts of the 26 (32) 27 68th Legislature, Regular Session, 1983;

H.B. No. 3281

H.B. No. 3281 Sections 3, 4, and 5, Chapter 493, Acts of the 1 (33)2 81st Legislature, Regular Session, 2009; Chapter 1330, Acts of the 77th Legislature, 3 (34) Regular Session, 2001; 4 (35) 5 Sections 1, 2, 3, 4(f), 5, 6, 7, 8, 9A, 10, 11, 12, 6 13, and 14, Chapter 1152, Acts of the 78th Legislature, Regular 7 Session, 2003; 8 (36) Chapter 1162, Acts of the 78th Legislature, Regular Session, 2003; 9 Section 4, Chapter 893, 10 (37)Acts of the 81st Legislature, Regular Session, 2009; 11 Part 7, Article 3, Chapter 966, Acts of the 77th 12 (38) Legislature, Regular Session, 2001; 13 14 (39) Sections 1, 2, 3, 4, 5, 6, 6A, 7, 8, 9, 10, 12, 13, 15 and 14, Chapter 180, Acts of the 72nd Legislature, Regular Session, 16 1991; 17 (40) Chapter 1362, Acts of the 77th Legislature, Regular Session, 2001; 18 Section 8, Chapter 521, Acts of 19 (41)the 81st Legislature, Regular Session, 2009; 20 Sections 1, 2, 4, 5, 6, 7, 8, 9, 10, and 11, 21 (42)Chapter 1387, Acts of the 77th Legislature, Regular Session, 2001; 22 Chapter 1343, Acts of the 77th Legislature, 23 (43) 24 Regular Session, 2001; 25 (44)Part 14, Article 3, Chapter 966, Acts of the 77th 26 Legislature, Regular Session, 2001; (45) 27 Article 3, Chapter 1307, Acts of the 77th

H.B. No. 3281 1 Legislature, Regular Session, 2001; 2 (46) Part 15, Article 3, Chapter 966, Acts of the 77th Legislature, Regular Session, 2001; 3 4 (47) Article 4, Chapter 1307, Acts of the 77th 5 Legislature, Regular Session, 2001; 6 (48) Chapter 1028, Acts of the 73rd Legislature, Regular Session, 1993; 7 8 (49) Section 7, Chapter 38, Acts of the 77th Legislature, Regular Session, 2001; 9 10 (50)Chapter 384, Acts of the 78th Legislature, Regular Session, 2003; 11 12 (51)Chapter 1473, Acts of the 77th Legislature, Regular Session, 2001; 13 14 (52) Section 3, Chapter 858, Acts of the 79th 15 Legislature, Regular Session, 2005; 16 (53) Section 3, Chapter 1088, Acts of the 79th 17 Legislature, Regular Session, 2005; Sections 1, 2, 3(b), 4, 5, 6, 7, 8, 9, 10, 11, 12, (54) 18 13, 14, 15, 16, 17, 18, 19, and 20, Chapter 1312, Acts of the 77th 19 Legislature, Regular Session, 2001; 20 21 (55) Section 2, Chapter 1322, Acts of the 79th Legislature, Regular Session, 2005; 22 Sections 3 and 4, Chapter 381, Acts of the 81st 23 (56) 24 Legislature, Regular Session, 2009; 25 (57) Sections 1, 3, 4, 5, 5a, 6, 7, 8, 9, 10, 11, 12, 13, 14, and 15, Chapter 18, Acts of the 55th Legislature, 1st Called 26 27 Session, 1957;

H.B. No. 3281 1 (58) Section 5, Chapter 300, Acts of the 57th 2 Legislature, Regular Session, 1961; 3 (59) Section 2, Chapter 1056, Acts of the 68th 4 Legislature, Regular Session, 1983; Sections 2, 2A, 3, 4, 4(a), and 5, Chapter 286, 5 (60) Acts of the 54th Legislature, Regular Session, 1955; 6 7 (61)Section 2, Chapter 143, Acts of the 55th 8 Legislature, Regular Session, 1957; 9 (62) Chapter 418, Acts of the 52nd Legislature, 10 Regular Session, 1951; Section 2, Chapter 186, Acts of the 11 (63) 58th 12 Legislature, Regular Session, 1963; (64) Sections 1, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 13 14 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, and 25, Chapter 261, Acts 15 of the 61st Legislature, Regular Session, 1969; 16 Sections 1, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, (65) 17 14, 15, 16, 17, 19, and 20, Chapter 101, Acts of the 58th Legislature, Regular Session, 1963; 18 Section 2, Chapter 786, Acts of 19 (66) the 65th Legislature, Regular Session, 1977; 20 Sections 1, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 21 (67) 14, 15, 16, 17, 18, 19, and 20, Chapter 17, Acts of the 56th 22 23 Legislature, 1st Called Session, 1959; 24 (68) Sections 1, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 25 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, and 24, Chapter 598, Acts of 26 the 59th Legislature, Regular Session, 1965; and 27 (69) Chapter 36, Acts of the 64th Legislature, Regular

1 Session, 1975.

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ARTICLE 4. GENERAL MATTERS

3 SECTION 4.01. LEGISLATIVE INTENT OF NO SUBSTANTIVE CHANGE. 4 This Act is enacted under Section 43, Article III, Texas 5 Constitution. This Act is intended as a codification only, and no 6 substantive change in the law is intended by this Act. This Act 7 does not increase or decrease the territory of any special district 8 of the state as those boundaries exist on the effective date of this 9 Act.

10 SECTION 4.02. PRESERVATION OF VALIDATION MADE BY PREVIOUS 11 LAW. (a) The repeal of a law, including a validating law, by this 12 Act does not remove, void, or otherwise affect in any manner a 13 validation under the repealed law. The validation is preserved and 14 continues to have the same effect that it would have if the law were 15 not repealed.

(b) Subsection (a) of this section does not diminish thesaving provisions prescribed by Section 311.031, Government Code.

18 SECTION 4.03. EFFECTIVE DATE. This Act takes effect April 19 1, 2015.