1	AN ACT
2	relating to the creation of the Harris County Municipal Utility
3	District No. 532; providing authority to impose a tax and issue
4	bonds; granting a limited power of eminent domain.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subtitle F, Title 6, Special District Local Laws
7	Code, is amended by adding Chapter 8443 to read as follows:
8	CHAPTER 8443. HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 532
9	SUBCHAPTER A. GENERAL PROVISIONS
10	Sec. 8443.001. DEFINITIONS. In this chapter:
11	(1) "Board" means the district's board of directors.
12	(2) "Commission" means the Texas Commission on
13	Environmental Quality.
14	(3) "Director" means a board member.
15	(4) "District" means the Harris County Municipal
16	Utility District No. 532.
17	Sec. 8443.002. NATURE OF DISTRICT. The district is a
18	municipal utility district created under Section 59, Article XVI,
19	Texas Constitution.
20	Sec. 8443.003. CONFIRMATION AND DIRECTORS' ELECTION
21	REQUIRED. The temporary directors shall hold an election to
22	confirm the creation of the district and to elect five permanent
23	directors as provided by Section 49.102, Water Code.
24	Sec. 8443.004. CONSENT OF MUNICIPALITY REQUIRED. The

	5.5. 10. 10/1
1	temporary directors may not hold an election under Section 8443.003
2	until each municipality in whose corporate limits or
3	extraterritorial jurisdiction the district is located has
4	consented by ordinance or resolution to the creation of the
5	district and to the inclusion of land in the district.
6	Sec. 8443.005. FINDINGS OF PUBLIC PURPOSE AND BENEFIT.
7	(a) The district is created to serve a public purpose and benefit.
8	(b) The district is created to accomplish the purposes of:
9	(1) a municipal utility district as provided by
10	general law and Section 59, Article XVI, Texas Constitution; and
11	(2) Section 52, Article III, Texas Constitution, that
12	relate to the construction, acquisition, improvement, operation,
13	or maintenance of macadamized, graveled, or paved roads, or
14	improvements, including storm drainage, in aid of those roads.
15	Sec. 8443.006. INITIAL DISTRICT TERRITORY. (a) The
16	district is initially composed of the territory described by
17	Section 2 of the Act enacting this chapter.
18	(b) The boundaries and field notes contained in Section 2 of
19	the Act enacting this chapter form a closure. A mistake made in the
20	field notes or in copying the field notes in the legislative process
21	does not affect the district's:
22	(1) organization, existence, or validity;
23	(2) right to issue any type of bond for the purposes
24	for which the district is created or to pay the principal of and
25	interest on a bond;
26	(3) right to impose a tax; or
27	(4) legality or operation.

1	SUBCHAPTER B. BOARD OF DIRECTORS
2	Sec. 8443.051. GOVERNING BODY; TERMS. (a) The district is
3	governed by a board of five elected directors.
4	(b) Except as provided by Section 8443.052, directors serve
5	staggered four-year terms.
6	Sec. 8443.052. TEMPORARY DIRECTORS. (a) On or after the
7	effective date of the Act enacting this chapter, the owner or owners
8	of a majority of the assessed value of the real property in the
9	district may submit a petition to the commission requesting that
10	the commission appoint as temporary directors the five persons
11	named in the petition. The commission shall appoint as temporary
12	directors the five persons named in the petition.
13	(b) Temporary directors serve until the earlier of:
14	(1) the date permanent directors are elected under
15	Section 8443.003; or
16	(2) the fourth anniversary of the effective date of
17	the Act enacting this chapter.
18	(c) If permanent directors have not been elected under
19	Section 8443.003 and the terms of the temporary directors have
20	expired, successor temporary directors shall be appointed or
21	reappointed as provided by Subsection (d) to serve terms that
22	expire on the earlier of:
23	(1) the date permanent directors are elected under
24	<u>Section 8443.003; or</u>
25	(2) the fourth anniversary of the date of the
26	appointment or reappointment.
27	(d) If Subsection (c) applies, the owner or owners of a

S.B. No. 1071 1 majority of the assessed value of the real property in the district 2 may submit a petition to the commission requesting that the 3 commission appoint as successor temporary directors the five 4 persons named in the petition. The commission shall appoint as 5 successor temporary directors the five persons named in the 6 petition. 7 SUBCHAPTER C. POWERS AND DUTIES Sec. 8443.101. GENERAL POWERS AND DUTIES. The district has 8 9 the powers and duties necessary to accomplish the purposes for which the district is created. 10 11 Sec. 8443.102. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. The district has the powers and duties provided by the 12 13 general law of this state, including Chapters 49 and 54, Water Code, applicable to municipal utility districts created under Section 59, 14 Article XVI, Texas Constitution. 15 16 Sec. 8443.103. AUTHORITY FOR ROAD PROJECTS. Under Section 17 52, Article III, Texas Constitution, the district may design, acquire, construct, finance, issue bonds for, improve, operate, 18 maintain, and convey to this state, a county, or a municipality for 19 20 operation and maintenance macadamized, graveled, or paved roads, or 21 improvements, including storm drainage, in aid of those roads. Sec. 8443.104. ROAD STANDARDS AND REQUIREMENTS. (a) A 22 road project must meet all applicable construction standards, 23 zoning and subdivision requirements, and regulations of each 24 municipality in whose corporate limits or extraterritorial 25 26 jurisdiction the road project is located. 27 (b) If a road project is not located in the corporate limits

or extraterritorial jurisdiction of a municipality, the road 1 2 project must meet all applicable construction standards, 3 subdivision requirements, and regulations of each county in which 4 the road project is located. 5 (c) If the state will maintain and operate the road, the Texas Transportation Commission must approve the plans 6 <u>an</u>d 7 specifications of the road project. Sec. 8443.105. COMPLIANCE WITH MUNICIPAL CONSENT ORDINANCE 8 9 OR RESOLUTION. The district shall comply with all applicable requirements of any ordinance or resolution that is adopted under 10 11 Section 54.016 or 54.0165, Water Code, and that consents to the creation of the district or to the inclusion of land in the 12 13 district. 14 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS Sec. 8443.151. ELECTIONS REGARDING 15 TAXES OR BONDS. (a) The district may issue, without an election, bonds and other 16 17 obligations secured by: 18 (1) revenue other than ad valorem taxes; or (2) contract payments described by Section 8443.153. 19 20 (b) The district must hold an election in the manner provided by Chapters 49 and 54, Water Code, to obtain voter approval 21 before the district may impose an ad valorem tax or issue bonds 22 23 payable from ad valorem taxes. 24 (c) The district may not issue bonds payable from ad valorem taxes to finance a road project unless the issuance is approved by a 25 vote of a two-thirds majority of the district voters voting at an 26 27 election held for that purpose.

Sec. 8443.152. OPERATION AND MAINTENANCE TAX. (a) If
 authorized at an election held under Section 8443.151, the district
 may impose an operation and maintenance tax on taxable property in
 the district in accordance with Section 49.107, Water Code.

5 (b) The board shall determine the tax rate. The rate may not
6 exceed the rate approved at the election.

Sec. 8443.153. CONTRACT TAXES. (a) In accordance with Section 49.108, Water Code, the district may impose a tax other than an operation and maintenance tax and use the revenue derived from the tax to make payments under a contract after the provisions of the contract have been approved by a majority of the district voters voting at an election held for that purpose.

13 (b) A contract approved by the district voters may contain a 14 provision stating that the contract may be modified or amended by 15 the board without further voter approval.

SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS

16

17 <u>Sec. 8443.201. AUTHORITY TO ISSUE BONDS AND OTHER</u> 18 <u>OBLIGATIONS. The district may issue bonds or other obligations</u> 19 payable wholly or partly from ad valorem taxes, impact fees, 20 revenue, contract payments, grants, or other district money, or any 21 <u>combination of those sources, to pay for any authorized district</u> 22 <u>purpose.</u>

23 <u>Sec. 8443.202. TAXES FOR BONDS. At the time the district</u> 24 <u>issues bonds payable wholly or partly from ad valorem taxes, the</u> 25 <u>board shall provide for the annual imposition of a continuing</u> 26 <u>direct ad valorem tax, without limit as to rate or amount, while all</u> 27 <u>or part of the bonds are outstanding as required and in the manner</u>

1 provided by Sections 54.601 and 54.602, Water Code.

2 <u>Sec. 8443.203. BONDS FOR ROAD PROJECTS. At the time of</u> 3 <u>issuance, the total principal amount of bonds or other obligations</u> 4 <u>issued or incurred to finance road projects and payable from ad</u> 5 <u>valorem taxes may not exceed one-fourth of the assessed value of the</u> 6 <u>real property in the district.</u>

SECTION 2. The Harris County Municipal Utility District No.
532 initially includes all the territory contained in the following
area:

10 BEING a 473.9311 acre tract of land situated in Section 69, 11 Block 2 of the H. & T.C.R.R. Company Survey, Abstract No. 459 of Harris County, Texas, being all of the Northeast 1/4 and a portion 12 of the Southeast and Southwest 1/4 of said Section 69, same also 13 being all of those certain tracts of land described in an instrument 14 to Lynell Freeman, Trustee of the Freeman Family Trust recorded 15 16 under Harris County Clerk's File Number (H.C.C.F. No.) U390809 and U390807, excluding the portion of said tracts lying within the 17 right-of-way of Farm-to-Market Road 529, said 473.9311 acre tract 18 of land being more particularly described by metes and bounds as 19 follows: 20

BEGINNING at a railroad spike in asphalt found in the centerline of Katy-Hockley Cut-Off Road (60-foot width) and Longenbaugh Road (60-foot width) for the Northeast corner of said Section 69, same being the Southwest corner of Section 57, Block 2 of the H. & T.C.R.R. Company Survey, Abstract No. 443, the Northwest corner of Section 58, Block 2 of the H.& T. C. R.R. Company Survey (George Spencer Survey), Abstract No. 1368, the Southeast corner of

Section 70, Block 2 of the H. & T.C.R.R. Company Survey and the 1 2 Southeast corner of the J.E. Cabaniss Survey, Abstract No. 1470 which is out of said Section 70; 3

THENCE, S 02° 06' 22" E, a distance of 5,128.30 feet along the 4 centerline of said Katy-Hockley Cut-Off, the East line of said 5 Section 69 and the West line of said Section 58 to a point for 6 7 corner;

THENCE, S 87° 53' 38" W, a distance of 30.00 feet to a point 8 9 for corner in the North right-of-way line of Farm-to-Market Road 10 529 (H.C.C.F. No. C351486 & C261186) and from which a found 4"x4" concrete monument bears N 43° 07' E, 1.27 feet; 11

THENCE, S 43° 07' 01" W, a distance of 133.21 feet along the 12 13 Northwest cut-back line of the intersection of said Katy-Hockley Road and Farm-to-Market Road 529 (120-foot width) to a point for 14 corner in the North right-of-way line of said Farm-to-Market Road 15 16 529;

THENCE, S 87° 53' 30" W, a distance of 5,045.90 feet along the 17 North right-of-way line of said Farm-to-Market Road 529 to a 4"x4" 18 concrete monument found for the Southeast corner of the Northeast 19 cut-back of the intersection of said Farm-to-Market Road 529 and 20 21 Katy-Hockley Road;

THENCE, N 47° 06' 59" W, a distance of 135.29 feet along the 22 Northeast cut-back line of the intersection of said Farm-to-Market 23 24 Road 529 and Katy-Hockley Road to a point for corner in the East right-of-way line of said Katy-Hockley Road (60-foot width) and 25 from which a found concrete monument bears S 40° 50' E, 3.13 feet; 26 27

THENCE, S 87° 58' 20" W, a distance of 30.00 feet to a point

for corner in the centerline of said Katy-Hockley Road (60-foot
 width) and being in the West line of said Section 69;

THENCE, N 02° 01' 40" W, a distance of 2,490.97 feet along the West line of said Section 69 and the centerline of said Katy-Hockley Road (60-foot width) to a 5/8-inch iron rod found for the Northwest corner of the Southwest 1/4 of said Section 69, same being the Southwest corner of a called 1.00 acre tract described in an instrument filed for record under H.C.C.F. No. D748274;

9 THENCE, N 88° 02' 19" E, along the North line of the Southwest 1/4 of said Section 69, the South line of said 1.00 acre tract and 10 the South line of a called 158.167 acre tract described in an 11 instrument filed for record under H.C.C.F. No. 20110061749, at 12 13 distance of 30.00 pass the East right-of-way line of said Katy-Hockley Road, at a distance of 313.00 feet pass the Southeast 14 corner of said 1.0 acre tract and a Southwest corner of said 158.167 15 16 acre tract and continuing for a total distance of 2,645.41 feet to a point for the Northeast corner of the Southwest1/4 of said Section 17 69, the Southwest corner of the Northeast 1/4 of said Section 69, 18 the Northwest corner of the Southeast 1/4 of said Section 69, same 19 20 also being the Southeast corner of said 158.167 acre tract;

THENCE, N 02° 01' 40" W, a distance of 2,642.89 feet along the East line of said 158.167 acre tract and the West line of the Northeast 1/4 of said Section 69 to a point for the Northwest corner of the Northeast 1/4 of said Section 69, same being the Northeast corner of said 158.167 acre tract, the most Southerly Southwest corner of said J.E. Cabaniss Survey, Abstract No. 1470, the Southeast corner of a called 75.308 acre tract of land described in

1 an instrument filed for record under H.C.C.F. No. T291060, the 2 Southeast corner of the G.H. Holley Survey, Abstract 1480 and the 3 most Southerly Southwest corner of a called 400 acre tract of land 4 described in an instrument to Jesse L. Freeman filed for record 5 under Volume 1212, Page 482 of the Harris County Deed Records;

6 THENCE, N 87° 54' 21" E, a distance of 2,643.72 feet along the 7 South line of said 400.00 acres, the South line of said J.E. 8 Cabaniss Survey, Abstract No. 1470 and the North line of the 9 Northeast 1/4 of said Section 69 to the POINT OF BEGINNING and 10 containing 473.911 acres of land.

11 SECTION 3. (a) The legal notice of the intention to introduce this Act, setting forth the general substance of this 12 13 Act, has been published as provided by law, and the notice and a copy of this Act have been furnished to all persons, agencies, 14 officials, or entities to which they are required to be furnished 15 16 under Section 59, Article XVI, Texas Constitution, and Chapter 313, Government Code. 17

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

The Texas Commission on Environmental Quality has filed 21 (C) its recommendations relating to this Act with the governor, the 22 23 lieutenant governor, and the speaker of the of house representatives within the required time. 24

(d) All requirements of the constitution and laws of this
state and the rules and procedures of the legislature with respect
to the notice, introduction, and passage of this Act are fulfilled

1 and accomplished.

2 SECTION 4. (a) If this Act does not receive a two-thirds 3 vote of all the members elected to each house, Subchapter C, Chapter 4 8443, Special District Local Laws Code, as added by Section 1 of 5 this Act, is amended by adding Section 8443.106 to read as follows:

6 <u>Sec. 8443.106. NO EMINENT DOMAIN POWER.</u> The district may 7 not exercise the power of eminent domain.

8 (b) This section is not intended to be an expression of a 9 legislative interpretation of the requirements of Subsection (c), 10 Section 17, Article I, Texas Constitution.

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

President of the SenateSpeaker of the HouseI hereby certify that S.B. No. 1071 passed the Senate onApril 18, 2013, by the following vote:Yeas 31, Nays 0.

Secretary of the Senate

I hereby certify that S.B. No. 1071 passed the House on May 17, 2013, by the following vote: Yeas 134, Nays O, two present not voting.

Chief Clerk of the House

Approved:

Date

Governor