By: Taylor S.B. No. 1663

## A BILL TO BE ENTITLED

1	AN ACT
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- 2 relating to certain water districts that do not provide water and
- 3 sanitary sewer service to certain users in the districts'
- 4 territory.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Sections 43.0761(a) and (b), Local Government
- 7 Code, are amended to read as follows:
- 8 (a) A district existing on September 1, 1997, that, within
- 9 10 years after the date of its creation, has not provided water and
- 10 sanitary sewer utility service from its facilities to all household
- 11 users in its territory shall:
- 12 (1) provide water and sanitary sewer utility service
- 13 from its facilities to all household users in its territory not
- 14 later than September 1, 1998; or
- 15 (2) for that part of the district for which the
- 16 district does not provide water and sanitary sewer utility service,
- 17 and for which <u>one or more of</u> a municipality <u>or conservation and</u>
- 18 reclamation district created as a governmental agency and body
- 19 politic and corporate under Section 59, Article XVI, Texas
- 20 Constitution, does provide all or part of those services, provide
- 21 for periodic payments, as described by Subsection (b), by the
- 22 district to the municipality or governmental agency that provides
- 23 the services.
- (b) Payments made under Subsection (a)(2) are operation and

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- 1 maintenance expenses of the district and shall be made at least
- 2 every three months. The total annual amount of the payments may not
- 3 exceed the lesser of:
- 4 (1) the total aggregate annual costs to any [cost to
- 5 the] municipality or governmental agency of providing the water and
- 6 sanitary sewer utility service, including both capital and
- 7 operation and maintenance costs and expenses; or
- 8 (2) the total annual amount of maintenance and
- 9 operation taxes and debt service or bond taxes paid to the district
- 10 by the owners of taxable property within the district that receives
- 11 water and sanitary sewer utility service from <u>one or more</u>
- 12 <u>municipalities or governmental agencies</u> [the municipality].
- 13 SECTION 2. This Act takes effect immediately if it receives
- 14 a vote of two-thirds of all the members elected to each house, as
- 15 provided by Section 39, Article III, Texas Constitution. If this
- 16 Act does not receive the vote necessary for immediate effect, this
- 17 Act takes effect September 1, 2013.