By: Isaac H.B. No. 2259

A BILL TO BE ENTITLED

- 2 relating to the Driftwood Economic Development Municipal
- 3 Management District; removing conditions to imposing a tax on
- 4 residential property.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 3858.052, Special District Local Laws
- 7 Code, is amended to read as follows:
- 8 Sec. 3858.052. APPOINTMENT OF DIRECTORS. The board
- 9 consists of the following directors:
- 10 (1) Position 1: a person appointed by the
- 11 commissioners court;
- 12 (2) Position 2: a person appointed by the
- 13 commissioners court;
- 14 (3) Position 3: a person appointed by the city
- 15 council;
- 16 (4) Position 4: a person appointed by the city
- 17 council; and
- 18 (5) Position 5: a person appointed by the
- 19 commissioners court, who must be the individual, the designee of
- 20 the individual, or the designee of the entity that [who] owns more
- 21 property in the district than any other individual or entity,
- 22 except that if the commissioners court is unable to identify a
- 23 qualified person [qualified for Position 5] who is willing and able
- 24 to serve, the commissioners court shall appoint to the place a

- 1 person who is:
- 2 (A) at least 18 years old; and
- 3 (B) a resident of this state.
- 4 SECTION 2. Subchapter B, Chapter 3858, Special District
- 5 Local Laws Code, is amended by adding Section 3858.057 to read as
- 6 follows:
- 7 Sec. 3858.057. QUALIFICATIONS OF DIRECTORS; PARTICIPATION
- 8 IN VOTING. (a) Sections 375.063 and 375.072, Local Government
- 9 Code, do not apply to a director.
- 10 (b) An official or employee of a public entity may serve on
- 11 the board. The common law doctrine of incompatibility does not
- 12 disqualify an official or employee of a public entity from serving
- 13 as a director.
- 14 (c) A person appointed to serve on the board under this
- 15 chapter is qualified to serve as a director and participate in all
- 16 votes pertaining to the business of the district regardless of any
- 17 other statutory provision to the contrary.
- 18 (d) A director may participate in discussion and vote on an
- 19 action even if:
- 20 <u>(1)</u> the director has a beneficial interest in a
- 21 business entity that will receive a pecuniary benefit from the
- 22 action; or
- 23 (2) the director is an official or employee of a public
- 24 entity and the action relates to assessments on or contracts with
- 25 the public entity.
- SECTION 3. Section 3858.102(a), Special District Local Laws
- 27 Code, is amended to read as follows:

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(a) The district may provide, or it may enter into contracts
 1
    with a governmental or private entity to provide, the following
 2
 3
    types of improvement projects or services or activities in support
    of or incidental to those projects or services:
 4
 5
                (1) the planning, design, construction, improvement,
    operation, and maintenance of:
 6
                          irrigation facilities and landscaping;
 7
                     (A)
                          highway right-of-way or transit corridor
8
    beautification and improvement;
 9
10
                     (C)
                          lighting, banners, and signs;
                     (D)
                         a street or sidewalk;
11
12
                     (E)
                          a hiking or cycling path or trail;
                          a park, lake, garden, recreational facility,
13
                     (F)
    sports facility, open space, scenic area, animal habitat, or
14
15
    related exhibit or preserve;
16
                     (G)
                          a fountain, plaza, or pedestrian mall;
17
                     (H)
                               drainage
                                          or
                                                storm-water
                                                               detention
18
    improvement;
19
                     (I)
                               wastewater
                                           treatment
                                                         and
                                                                disposal
20
    facility;
21
                          water, wastewater, or drainage facilities or
                     (J)
22
    services;
23
                     (K)
                          a water quality protection facility;
24
                     (L) [\frac{K}{K}] a facility to enhance groundwater
    recharge, including a rainwater collection and harvesting system;
25
26
                     (M) [\frac{L}{L}] an alternative energy facility; [\frac{L}{L}]
27
                     (N) [\frac{(M)}{M}] solid waste management
                                                              services,
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including garbage collection, recycling, and composting; or
 1
 2
                    (0) telecommunications facilities or services;
               (2) the planning, design, construction, acquisition,
 3
    lease, rental, improvement, maintenance, installation,
 4
 5
    management of and provision of furnishings for a facility for:
 6
                     (A)
                         a conference, convention, or exhibition;
 7
                     (B)
                          a manufacturer, consumer, or trade show;
 8
                     (C)
                          a civic, community, or institutional event;
 9
    or
10
                     (D)
                          an exhibit, display, attraction, special
    event, or seasonal or cultural celebration or holiday; or
11
12
               (3)
                        special or supplemental service for
                                                                   the
    improvement and promotion of the district or for the protection of
13
14
    public health and safety in the district, including:
15
                     (A)
                          advertising;
16
                     (B)
                         promotion;
17
                     (C)
                         tourism;
                          health and sanitation;
18
                     (D)
19
                     (E)
                         public safety;
20
                         security;
                     (F)
                         fire protection
21
                     (G)
                                              or
                                                   emergency medical
22
    services;
23
                     (H)
                          business recruitment;
24
                     (I)
                          development;
25
                     (J)
                          elimination of traffic congestion;
26
                     (K)
                          recreational, educational, or
                                                              cultural
27
    improvements, enhancements, and services; [or]
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- 1 (L) water, wastewater, or drainage facilities or
- 2 services;
- 3 (M) telecommunications facilities or services;
- 4 or
- 5 (N) any similar public improvement, facility, or
- 6 service.
- 7 SECTION 4. Subchapter C, Chapter 3858, Special District
- 8 Local Laws Code, is amended by adding Section 3858.1025 to read as
- 9 follows:
- Sec. 3858.1025. ECONOMIC DEVELOPMENT. (a) The district may
- 11 engage in activities that accomplish the economic development
- 12 purposes of the district.
- 13 (b) The district may establish and provide for the
- 14 administration of one or more programs to promote state or local
- 15 economic development and to stimulate business and commercial
- 16 <u>activity in the district, including programs to:</u>
- 17 (1) make loans and grants of public money; and
- 18 (2) provide district personnel and services.
- 19 (c) The district may create economic development programs
- 20 and exercise the economic development powers that Chapter 380,
- 21 Local Government Code, provides to a municipality.
- 22 SECTION 5. Section 3858.104(a), Special District Local Laws
- 23 Code, is amended to read as follows:
- 24 (a) The district may adopt and enforce rules:
- 25 (1) to administer or operate the district <u>or any</u>
- 26 service provided by the district;
- 27 (2) for the use, enjoyment, availability, protection,

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- 1 security, and maintenance of the district's property and
- 2 facilities; or
- 3 (3) to provide for public safety and security in the
- 4 district.
- 5 SECTION 6. (a) Section 3858.153(c), Special District Local
- 6 Laws Code, is repealed.
- 7 (b) This section takes effect January 1, 2016.
- 8 SECTION 7. The repeal by this Act of Section 3858.153(c),
- 9 Special District Local Laws Code, applies only to ad valorem taxes
- 10 that are imposed for an ad valorem tax year that begins on or after
- 11 January 1, 2016.
- 12 SECTION 8. Except as otherwise provided by this Act, this
- 13 Act takes effect September 1, 2015.