By: Bell

H.B. No. 4132

## A BILL TO BE ENTITLED 1 AN ACT 2 relating to the creation of the Waller County Municipal Utility District No. 21; granting a limited power of eminent domain; 3 providing authority to issue bonds; providing authority to impose 4 5 assessments, fees, and taxes. 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 7929 to read as follows: 8 9 CHAPTER 7929. WALLER COUNTY MUNICIPAL UTILITY DISTRICT NO. 21 SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 7929.001. DEFINITIONS. In this chapter: 11 12 (1) "Board" means the district's board of directors. (2) "Commission" means the Texas Commission on 13 14 Environmental Quality. "Director" means a board member. 15 (3) 16 (4) "District" means the Waller County Municipal Utility District No. 21. 17 Sec. 7929.002. NATURE OF DISTRICT. The district is a 18 municipal utility district created under Section 59, Article XVI, 19 20 Texas Constitution. 21 Sec. 7929.003. CONFIRMATION AND DIRECTORS' ELECTION REQUIRED. The temporary directors shall hold an election to 22 23 confirm the creation of the district and to elect five permanent directors as provided by Section 49.102, Water Code. 24

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Sec. 7929.004. CONSENT OF MUNICIPALITY REQUIRED. The temporary directors may not hold an election under Section 7929.003 until each municipality in whose corporate limits or extraterritorial jurisdiction the district is located has consented by ordinance or resolution to the creation of the district and to the inclusion of land in the district.

Sec. 7929.005. FINDINGS OF PUBLIC PURPOSE AND BENEFIT. (a)
8 The district is created to serve a public purpose and benefit.

9 (b) The district is created to accomplish the purposes of:

10 <u>(1) a municipal utility district as provided by</u> 11 general law and Section 59, Article XVI, Texas Constitution; and

12 (2) Section 52, Article III, Texas Constitution, that 13 relate to the construction, acquisition, improvement, operation, 14 or maintenance of macadamized, graveled, or paved roads, or 15 improvements, including storm drainage, in aid of those roads.

16 <u>Sec. 7929.006. INITIAL DISTRICT TERRITORY. (a) The</u> 17 <u>district is initially composed of the territory described by</u> 18 <u>Section 2 of the Act enacting this chapter.</u>

19 (b) The boundaries and field notes contained in Section 2 of 20 the Act enacting this chapter form a closure. A mistake made in the 21 field notes or in copying the field notes in the legislative process 22 does not affect the district's:

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(1) organization, existence, or validity;

24 (2) right to issue any type of bond for the purposes 25 for which the district is created or to pay the principal of and 26 interest on a bond;

27 (3) right to impose a tax; or

1	(4) legality or operation.
2	SUBCHAPTER B. BOARD OF DIRECTORS
3	Sec. 7929.051. GOVERNING BODY; TERMS. (a) The district is
4	governed by a board of five elected directors.
5	(b) Except as provided by Section 7929.052, directors serve
6	staggered four-year terms.
7	Sec. 7929.052. TEMPORARY DIRECTORS. (a) On or after the
8	effective date of the Act enacting this chapter, the owner or owners
9	of a majority of the assessed value of the real property in the
10	district may submit a petition to the commission requesting that
11	the commission appoint as temporary directors the five persons
12	named in the petition. The commission shall appoint as temporary
13	directors the five persons named in the petition.
14	(b) Temporary directors serve until the earlier of:
15	(1) the date permanent directors are elected under
16	Section 7929.003; or
17	(2) the fourth anniversary of the effective date of
18	the Act enacting this chapter.
19	(c) If permanent directors have not been elected under
20	Section 7929.003 and the terms of the temporary directors have
21	expired, successor temporary directors shall be appointed or
22	reappointed as provided by Subsection (d) to serve terms that
23	expire on the earlier of:
24	(1) the date permanent directors are elected under
25	Section 7929.003; or
26	(2) the fourth anniversary of the date of the
27	appointment or reappointment.

1 (d) If Subsection (c) applies, the owner or owners of a 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 5 persons named in the petition. The commission shall appoint as successor temporary directors the five persons named in the 6 7 petition. 8 SUBCHAPTER C. POWERS AND DUTIES 9 Sec. 7929.101. GENERAL POWERS AND DUTIES. The district has 10 the powers and duties necessary to accomplish the purposes for which the district is created. 11 12 Sec. 7929.102. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. The district has the powers and duties provided by the 13 general law of this state, including Chapters 49 and 54, Water Code, 14 15 applicable to municipal utility districts created under Section 59, Article XVI, Texas Constitution. 16 Sec. 7929.103. AUTHORITY FOR ROAD PROJECTS. Under Section 17 52, Article III, Texas Constitution, the district may design, 18 acquire, construct, finance, issue bonds for, improve, operate, 19 maintain, and convey to this state, a county, or a municipality for 20 operation and maintenance macadamized, graveled, or paved roads, or 21 22 improvements, including storm drainage, in aid of those roads. Sec. 7929.104. ROAD STANDARDS AND REQUIREMENTS. (a) A road 23 24 project must meet all applicable construction standards, zoning and subdivision requirements, and regulations of each municipality in 25 26 whose corporate limits or extraterritorial jurisdiction the road 27 project is located.

H.B. No. 4132 1 (b) If a road project is not located in the corporate limits or extraterritorial jurisdiction of a municipality, the road 2 project must meet all applicable construction standards, 3 subdivision requirements, and regulations of each county in which 4 5 the road project is located. (c) If the state will maintain and operate the road, the 6 7 Texas Transportation Commission must approve the plans and 8 specifications of the road project. 9 Sec. 7929.105. COMPLIANCE WITH MUNICIPAL CONSENT ORDINANCE OR RESOLUTION. The district shall comply with all applicable 10 requirements of any ordinance or resolution that is adopted under 11 12 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 13 14 district. 15 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 16 Sec. 7929.151. ELECTIONS REGARDING TAXES OR BONDS. (a) The 17 district may issue, without an election, bonds and other obligations secured by: 18 19 (1) revenue other than ad valorem taxes; or 20 (2) contract payments described by Section 7929.153. 21 (b) The district must hold an election in the manner provided by Chapters 49 and 54, Water Code, to obtain voter approval 22 before the district may impose an ad valorem tax or issue bonds 23 24 payable from ad valorem taxes. 25 (c) The district may not issue bonds payable from ad valorem 26 taxes to finance a road project unless the issuance is approved by a vote of a two-thirds majority of the district voters voting at an 27

1 election held for that purpose.

Sec. 7929.152. OPERATION AND MAINTENANCE TAX. (a) If
authorized at an election held under Section 7929.151, the district
may impose an operation and maintenance tax on taxable property in
the district in accordance with Section 49.107, Water Code.

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

8 <u>Sec. 7929.153. CONTRACT TAXES. (a) In accordance with</u> 9 <u>Section 49.108, Water Code, the district may impose a tax other than</u> 10 <u>an operation and maintenance tax and use the revenue derived from</u> 11 <u>the tax to make payments under a contract after the provisions of</u> 12 <u>the contract have been approved by a majority of the district voters</u> 13 <u>voting at an election held for that purpose.</u>

14 (b) A contract approved by the district voters may contain a 15 provision stating that the contract may be modified or amended by 16 the board without further voter approval.

SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS 17 Sec. 7929.201. AUTHORITY TO ISSUE BONDS 18 AND OTHER OBLIGATIONS. The district may issue bonds or other obligations 19 payable wholly or partly from ad valorem taxes, impact fees, 20 revenue, contract payments, grants, or other district money, or any 21 22 combination of those sources, to pay for any authorized district 23 purpose. 24 Sec. 7929.202. TAXES FOR BONDS. At the time the district

25 <u>issues bonds payable wholly or partly from ad valorem taxes, the</u> 26 <u>board shall provide for the annual imposition of a continuing</u> 27 <u>direct ad valorem tax, without limit as to rate or amount, while all</u>

or part of the bonds are outstanding as required and in the manner
 provided by Sections 54.601 and 54.602, Water Code.

3 <u>Sec. 7929.203. BONDS FOR ROAD PROJECTS. At the time of</u> 4 <u>issuance, the total principal amount of bonds or other obligations</u> 5 <u>issued or incurred to finance road projects and payable from ad</u> 6 <u>valorem taxes may not exceed one-fourth of the assessed value of the</u> 7 real property in the district.

8 SECTION 2. The Waller County Municipal Utility District No. 9 21 initially includes all the territory contained in the following 10 area:

Being a 794.46 acre tract of land in the W. Hillhouse Survey, 11 12 Abstract 136, Waller County, Texas, the F.L. Smith Survey, Abstract 252, Waller County, Texas, the D. Warren Survey, Abstract 394, 13 14 Waller County, Texas, the W. Rogerson Survey, Abstract 245, Waller 15 County, Texas, the R. Watson Survey, Abstract 271, Waller County, being out of a called 2023.4232 acre tract of land as recorded under 16 17 Volume 883, Page 590 of the Real Property Records Waller County, and Montgomery County Clerk's File No. 2005-063061, and all of a called 18 19 803.86 acre tract of land as recorded in Volume 1330, Page 226, of the Real Properties Records of Waller County, Texas. Said 794.46 20 acre tract, being more particularly described as follows: 21

BEGINNING at a 2" iron pipe found for the southeasterly corner of a called 20.0 acre tract of land as recorded in Volume 1395, Page 146 of the Deed Records of Waller County, Texas;

THENCE N 03 deg. 35' 03" W along the easterly line of said 26 20.0 acre tract, also along the easterly line of a 90.0 acre tract 27 as recorded in Volume 1395, Page 146, of the Deed Records of Waller

County, Texas, a distance of 3024.46 feet (passing at 2986.66' a 1" 1 iron pipe) to a 5/8" iron rod set for the northeasterly corner of 2 3 said 90.0 acre tract, also being the southeasterly corner of a 163.4756 acre tract as recorded in Volume 1395, Page 146, of the 4 5 Deed Records of Waller County, Texas also being the southwesterly corner of a 14.995 acre tract as recorded in Volume 1395, Page 146, 6 of the Deed Records of Waller County, Texas, 7 and being a 8 northwesterly corner of herein described tract;

9 THENCE N 87 deg. 24' 23" E along the southerly line of said 10 14.995 acre tract, also along a 26.503 acre tract as recorded in Volume 252, Page 769 of the Deed Records of Waller County, Texas, 11 12 also along a 26.503 acre tract as recorded in Volume 1253, Page 806, of the Deed Records of Waller County, Texas also along a 26.503 acre 13 14 tract as recorded in Volume 249, Page 704 of the Deed Records of 15 Montgomery County, Texas, a distance of 5061.12 feet to a 5/8" iron rod set for the southwesterly corner of a called 8.807 acre tract of 16 17 land as recorded in Clerk's File No. 2005-063061 of the Real Property Records of Montgomery County Texas, also being in the 18 19 southerly Right of Way of the Missouri Pacific Railroad, 150' Right of way recorded in Volume 26, Page 320 of the Deed Records of 20 Montgomery County, Texas, and being a northerly corner of herein 21 described tract; 22

23 THENCE along the southerly line of the said 8.807 acre tract
24 and the Railroad Right of Way as follows:

25 S 43 deg 56' 21" E a distance of 830.35 feet to a 5/8" 26 iron rod set for corner

27 THENCE along a curve to the left with a radius of 2021.71

1 feet, a chord that bears S 51 deg 09' 41" E, a chord distance of 2 429.85' to a 5/8" iron rod set for in the westerly line of a called 3 62.677 acre tract of land as recorded in Montgomery County Clerk's 4 File No. 2006-059345, and being the most northerly northeast corner 5 of the herein described tract;

THENCE S 01 deg. 38' 08" E along the westerly line of the said 6 62.677 acre tract, a distance of 2542.42 feet to 5/8" iron rod 7 8 capped found for the northeasterly corner of a 803.86 acre tract as recorded in Volume 1330, Page 226 of the Deed Records of Waller 9 10 County, Texas, also being the northwesterly corner of Ranch Crest Subdivision, Section 2, as recorded under Montgomery County Map 11 Records in Cabinet Z, Sheet 1741, and being a corner of herein 12 described tract; 13

14 THENCE S 01 deg. 38' 07" E along the easterly line the said 15 803.86 acre tract, a distance of 1463.36 feet to the southeasterly 16 corner of the herein described tract

17 THENCE across the said 803.86 acre tract and the said 18 2023.4232 acre tract as follows:

19THENCE N 89deg46'05" W, a distance of 1403.20' to a20point for corner

THENCE with a curve turning to the right with an arc length of 1904.28', having a radius of 2000.00', a chord which bears S 39deg16'07" W, a chord length of 1833.16';

THENCE S 66deg32'44" W, a distance of 498.48' to a point for corner

THENCE with a curve turning to the left with an arc length of 1671.08', having a radius of 3500.00', a chord which

bears S 52deq52'03" W, a chord length of 1655.25'; 1 THENCE S 39deg11'23" W, a distance of 175.18' to a point 2 3 for corner THENCE N 48deg32'01" W, a distance of 1741.71' to a 4 point for corner 5 THENCE N 01deg42'32" W, a distance of 291.80' to a point 6 for corner 7 8 THENCE N 50deg13'03" E, a distance of 936.60' to a point for corner 9 THENCE N 37deg13'01" W, a distance of 1044.87' to a 10 point for corner 11 THENCE N 12deg11'39" W, a distance of 614.73' to a point 12 for corner 13 THENCE N 05deg26'33" W, a distance of 897.80' to the POINT OF 14 15 BEGINNING, and containing 794.46 acres of land, more or less. 16 SECTION 3. (a) The legal notice of the intention to 17 introduce this Act, setting forth the general substance of this Act, has been published as provided by law, and the notice and a 18 copy of this Act have been furnished to all persons, agencies, 19 officials, or entities to which they are required to be furnished 20 under Section 59, Article XVI, Texas Constitution, and Chapter 313, 21 Government Code. 2.2

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

(c) The Texas Commission on Environmental Quality has filed
 its recommendations relating to this Act with the governor, the

lieutenant governor, and the speaker of the house of
 representatives within the required time.

3 (d) All requirements of the constitution and laws of this 4 state and the rules and procedures of the legislature with respect 5 to the notice, introduction, and passage of this Act are fulfilled 6 and accomplished.

7 SECTION 4. (a) If this Act does not receive a two-thirds 8 vote of all the members elected to each house, Subchapter C, Chapter 9 7929, Special District Local Laws Code, as added by Section 1 of 10 this Act, is amended by adding Section 7929.106 to read as follows:

Sec. 7929.106. NO EMINENT DOMAIN POWER. The district may not exercise the power of eminent domain.

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

16 SECTION 5. This Act takes effect immediately if it receives 17 a vote of two-thirds of all the members elected to each house, as 18 provided by Section 39, Article III, Texas Constitution. If this 19 Act does not receive the vote necessary for immediate effect, this 20 Act takes effect September 1, 2015.