By: Kolkhorst S.B. No. 1362

## A BILL TO BE ENTITLED

AN ACT

|--|

- 2 relating to the powers and duties and composition of the board of
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

directors of the Bridgeland Management District.

- 5 SECTION 1. Section 3901.002, Special District Local Laws
- 6 Code, is amended to read as follows:

1

3

- 7 Sec. 3901.002. CREATION AND NATURE OF DISTRICT; IMMUNITY.
- 8 (a) The district is a special district created under Section 59,
- 9 Article XVI, Texas Constitution.
- 10 (b) The district is a governmental unit, as provided by
- 11 <u>Section 375.004</u>, <u>Local Government Code</u>.
- 12 (c) This chapter does not waive any governmental or
- 13 sovereign immunity from suit, liability, or judgment that would
- 14 otherwise apply to the district.
- SECTION 2. Section 3901.006(d), Special District Local Laws
- 16 Code, is amended to read as follows:
- 17 (d) The district will:
- 18 (1) promote the health, safety, and general welfare of
- 19 residents, employers, potential employees, employees, visitors,
- 20 and consumers in the district, and of the public;
- 21 (2) provide needed funding for the district to
- 22 preserve, maintain, and enhance the economic health and vitality of
- 23 the district territory as a community and business center; and
- 24 (3) promote the health, safety, welfare, and enjoyment

- 1 of the public by providing pedestrian ways, road facilities,
- 2 transit facilities, parking facilities, conduit facilities and
- 3 other enhanced infrastructure, recreational facilities, and public
- 4 <u>art objects</u> and by landscaping and developing certain areas, which
- 5 are necessary for the restoration, preservation, and enhancement of
- 6 scenic beauty.
- 7 SECTION 3. Section 3901.008, Special District Local Laws
- 8 Code, is amended to read as follows:
- 9 Sec. 3901.008. ELIGIBILITY FOR INCLUSION IN SPECIAL ZONES.
- 10 All or any part of the area of the district is eligible to be
- 11 included in one or more of the following:
- 12 (1) a tax increment reinvestment zone created under
- 13 Chapter 311, Tax Code;
- 14 (2) a tax abatement reinvestment zone created under
- 15 Chapter 312, Tax Code;
- 16 (3) an enterprise zone created under Chapter 2303,
- 17 Government Code; or
- 18 (4) an industrial district created under Chapter 42,
- 19 Local Government Code.
- 20 SECTION 4. Section 3901.011, Special District Local Laws
- 21 Code, is amended to read as follows:
- Sec. 3901.011. CONFLICTS OF LAW. This chapter prevails
- 23 over any provision of general law, including a provision of Chapter
- 24 375, Local Government Code, or Chapter 49, Water Code, that is in
- 25 conflict or inconsistent with this chapter.
- SECTION 5. Subchapter B, Chapter 3901, Special District
- 27 Local Laws Code, is amended by adding Section 3901.054 to read as

- 1 follows:
- 2 Sec. 3901.054. DISQUALIFICATION OF DIRECTORS. Section
- 3 49.052, Water Code, applies to the members of the board of the
- 4 district.
- 5 SECTION 6. Section 3901.103, Special District Local Laws
- 6 Code, is amended to read as follows:
- 7 Sec. 3901.103. RECREATIONAL FACILITIES. The district may
- 8 develop or finance recreational facilities as authorized by Chapter
- 9 375, Local Government Code, Sections 52 and 52-a, Article III,
- 10 Texas Constitution, Section 59, Article XVI, Texas Constitution,
- 11 and any other law that applies to the district.
- 12 SECTION 7. Section 3901.104, Special District Local Laws
- 13 Code, is amended to read as follows:
- 14 Sec. 3901.104. AUTHORITY FOR ROAD PROJECTS. Under Section
- 15 52, Article III, Texas Constitution, the district may own, operate,
- 16 maintain, design, acquire, construct, finance, issue bonds, notes,
- 17 or other obligations for, improve, and convey to this state, a
- 18 county, or a municipality, for ownership, operation, and
- 19 maintenance, macadamized, graveled, or paved roads or
- 20 improvements, including storm drainage, in aid of those roads.
- 21 SECTION 8. Sections 3901.105(a) and (b), Special District
- 22 Local Laws Code, are amended to read as follows:
- 23 (a) The district may [shall] convey a road project
- 24 authorized by Section 3901.104 to:
- 25 (1) a [the] municipality or county that will operate
- 26 and maintain the road if the municipality or county has approved the
- 27 plans and specifications of the road project; or

- 1 (2) the state if the state will operate and maintain
- 2 the road and the Texas Transportation Commission has approved the
- 3 plans and specifications of the road project.
- 4 (b) Except as provided by Subsection (c), the district shall
- 5 operate and maintain a road project authorized by Section 3901.104
- 6 that the district implements and does [is] not convey to [approved
- 7 by] a municipality, a county, or this state under Subsection (a).
- 8 SECTION 9. Section 3901.109, Special District Local Laws
- 9 Code, is amended to read as follows:
- Sec. 3901.109. LAW ENFORCEMENT SERVICES. Section 49.216,
- 11 Water Code, applies to the district [To protect the public
- 12 interest, the district may contract with a qualified party,
- 13 including the county or the city, to provide law enforcement
- 14 services in the district].
- 15 SECTION 10. Section 3901.114, Special District Local Laws
- 16 Code, is amended by amending Subsection (c) and adding Subsections
- 17 (d) and (e) to read as follows:
- 18 (c) The district may include and exclude land as provided by
- 19 Sections 54.739-54.747, Water Code. A reference in those sections
- 20 to a "tax" means an ad valorem tax for the purposes of this
- 21 subsection.
- 22 (d) If the district adopts a sales and use tax authorized at
- 23 an election held under Section 3901.252 and subsequently includes
- 24 new territory in the district under this section, the district:
- 25 (1) is not required to hold another election to
- 26 approve the imposition of the sales and use tax in the included
- 27 territory; and

- 1 (2) shall impose the sales and use tax in the included
- 2 territory as provided by Chapter 321, Tax Code.
- 3 (e) If the district adopts a sales and use tax authorized at
- 4 an election held under <u>Section 3901.252</u> and subsequently excludes
- 5 territory in the district under this section, the sales and use tax
- 6 is inapplicable to the excluded territory, as provided by Chapter
- 7 321, Tax Code.
- 8 SECTION 11. Section 3901.153, Special District Local Laws
- 9 Code, is amended to read as follows:
- Sec. 3901.153. RULES. In addition to rules and regulations
- 11 adopted under the district's general rulemaking authority in
- 12 <u>Section 375.096(c)</u>, <u>Local Government Code</u>, the [The] district may
- 13 adopt and enforce rules covering its public transit system or its
- 14 public parking facilities, except that a rule relating to or
- 15 affecting the use of the public right-of-way or a requirement for
- 16 off-street parking is subject to all applicable county
- 17 requirements.
- 18 SECTION 12. Subchapter C-1, Chapter 3901, Special District
- 19 Local Laws Code, is amended by adding Section 3901.156 to read as
- 20 follows:
- Sec. 3901.156. MASS TRANSIT SYSTEMS. This subchapter does
- 22 not limit the authority of the district to provide mass transit
- 23 systems under Chapter 375, Local Government Code.
- SECTION 13. Chapter 3901, Special District Local Laws Code,
- 25 is amended by adding Subchapter C-2 to read as follows:
- 26 <u>SUBCHAPTER C-2. CONDUIT FACILITIES</u>
- Sec. 3901.171. CONDUIT FACILITIES. (a) The district may

- 1 finance, acquire, construct, improve, operate, maintain, or charge
- 2 <u>a fee for the use of conduits for:</u>
- 3 (1) fiber-optic cable and supporting facilities;
- 4 (2) electronic transmission and distribution lines
- 5 and supporting facilities; or
- 6 (3) other types of transmission and distribution lines
- 7 and supporting facilities.
- 8 (b) The district may not require a person to use a district
- 9 conduit for a purpose described by Subsection (a)(1) or another
- 10 telecommunications purpose.
- 11 SECTION 14. Section 3901.204(a), Special District Local
- 12 Laws Code, is amended to read as follows:
- 13 (a) The board by resolution may impose and collect an
- 14 assessment for any purpose authorized by this chapter in all or any
- 15 part of the district regardless of whether the part of the district
- 16 where the assessment is to be imposed is subject to an assessment
- 17 previously imposed by the board.
- 18 SECTION 15. Subchapter D, Chapter 3901, Special District
- 19 Local Laws Code, is amended by adding Section 3901.209 to read as
- 20 follows:
- Sec. 3901.209. AUDIT EXEMPTION. (a) The district may
- 22 elect to complete an annual financial report in lieu of an annual
- 23 audit under Section 375.096(a)(6), Local Government Code, if:
- 24 (1) the district had no bonds or other long-term (more
- 25 than one year) liabilities outstanding during the fiscal period;
- 26 (2) the district did not have gross receipts from
- 27 operations, loans, taxes, assessments, or contributions in excess

- 1 of \$250,000 during the fiscal period; and
- 2 (3) the district's cash and temporary investments were
- 3 not <u>in excess of \$250,000 during the fiscal period.</u>
- 4 (b) Each annual financial report prepared in accordance
- 5 with this section must be open to public inspection and accompanied
- 6 by an affidavit signed by a duly authorized representative of the
- 7 district attesting to the accuracy and authenticity of the
- 8 <u>financial report.</u>
- 9 (c) The annual financial report and affidavit shall be
- 10 substantially similar in form to the annual financial report and
- 11 affidavit forms prescribed by the executive director of the Texas
- 12 Commission on Environmental Quality under Section 49.198, Water
- 13 Code.
- 14 SECTION 16. The change in law made by Section 3901.054,
- 15 Special District Local Laws Code, as added by this Act, does not
- 16 affect the entitlement of a member serving on the board of directors
- 17 of the Bridgeland Management District immediately before the
- 18 effective date of this Act to continue to carry out the board's
- 19 functions for the remainder of the member's term. The change in law
- 20 applies only to a member elected on or after the effective date of
- 21 this Act.
- 22 SECTION 17. (a) The legal notice of the intention to
- 23 introduce this Act, setting forth the general substance of this
- 24 Act, has been published as provided by law, and the notice and a
- 25 copy of this Act have been furnished to all persons, agencies,
- 26 officials, or entities to which they are required to be furnished
- 27 under Section 59, Article XVI, Texas Constitution, and Chapter 313,

- 1 Government Code.
- 2 (b) The governor, one of the required recipients, has
- 3 submitted the notice and Act to the Texas Commission on
- 4 Environmental Quality.
- 5 (c) The Texas Commission on Environmental Quality has filed
- 6 its recommendations relating to this Act with the governor, the
- 7 lieutenant governor, and the speaker of the house of
- 8 representatives within the required time.
- 9 (d) All requirements of the constitution and laws of this
- 10 state and the rules and procedures of the legislature with respect
- 11 to the notice, introduction, and passage of this Act are fulfilled
- 12 and accomplished.
- 13 SECTION 18. This Act takes effect immediately if it
- 14 receives a vote of two-thirds of all the members elected to each
- 15 house, as provided by Section 39, Article III, Texas Constitution.
- 16 If this Act does not receive the vote necessary for immediate
- 17 effect, this Act takes effect September 1, 2015.