By: Kolkhorst

S.B. No. 1362

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the powers and duties and composition of the board of directors of the Bridgeland Management District. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 3901.002, Special District Local Laws 5 Code, is amended to read as follows: 6 Sec. 3901.002. CREATION 7 AND NATURE OF DISTRICT; IMMUNITY. (a) The district is a special district created under 8 9 Section 59, Article XVI, Texas Constitution. (b) The district is a governmental unit, as provided by 10 Section 375.004, Local Government Code. 11 12 (c) This chapter does not waive any governmental or sovereign immunity from suit, liability, or judgment that would 13 otherwise apply to the district. 14 SECTION 2. Section 3901.006(d), Special District Local Laws 15 16 Code, is amended to read as follows: (d) The district will: 17 18 (1) promote the health, safety, and general welfare of residents, employers, potential employees, employees, visitors, 19 and consumers in the district, and of the public; 20 21 (2) provide needed funding for the district to preserve, maintain, and enhance the economic health and vitality of 22 23 the district territory as a community and business center; and 24 (3) promote the health, safety, welfare, and enjoyment

of the public by providing pedestrian ways, road facilities, transit facilities, parking facilities, conduit facilities and other enhanced infrastructure, recreational facilities, and public art objects and by landscaping and developing certain areas, which are necessary for the restoration, preservation, and enhancement of scenic beauty.

7 SECTION 3. Section 3901.011, Special District Local Laws
8 Code, is amended to read as follows:

9 Sec. 3901.011. CONFLICTS OF LAW. This chapter prevails 10 over any provision of general law, including a provision of Chapter 11 375, Local Government Code, <u>or Chapter 49, Water Code</u>, that is in 12 conflict or inconsistent with this chapter.

SECTION 4. Subchapter B, Chapter 3901, Special District Local Laws Code, is amended by adding Section 3901.054 to read as follows:

Sec. 3901.054. DISQUALIFICATION OF DIRECTORS. Section 49.052, Water Code, applies to the members of the board of the district.

SECTION 5. Section 3901.103, Special District Local Laws Code, is amended to read as follows:

Sec. 3901.103. RECREATIONAL FACILITIES. The district may develop or finance recreational facilities as authorized by Chapter 375, Local Government Code, Sections 52 and 52-a, Article III, Texas Constitution, <u>Section 59, Article XVI, Texas Constitution</u>, and any other law that applies to the district.

26 SECTION 6. Section 3901.104, Special District Local Laws 27 Code, is amended to read as follows:

Sec. 3901.104. AUTHORITY FOR ROAD PROJECTS. Under Section 1 52, Article III, Texas Constitution, the district may own, operate, 2 3 maintain, design, acquire, construct, finance, issue bonds, notes, or other obligations for, improve, and convey to this state, a 4 county, or a municipality<u>,</u> for <u>ownership</u>, operation, 5 and maintenance, macadamized, graveled, or paved 6 roads or improvements, including storm drainage, in aid of those roads. 7

S.B. No. 1362

8 SECTION 7. Sections 3901.105(a) and (b), Special District 9 Local Laws Code, are amended to read as follows:

10 (a) The district <u>may</u> [shall] convey a road project 11 authorized by Section 3901.104 to:

(1) <u>a</u> [the] municipality or county that will operate and maintain the road if the municipality or county has approved the plans and specifications of the road project; or

(2) the state if the state will operate and maintain
the road and the Texas Transportation Commission has approved the
plans and specifications of the road project.

(b) Except as provided by Subsection (c), the district shall
operate and maintain a road project authorized by Section 3901.104
that the district implements and <u>does</u> [is] not <u>convey to</u> [approved
by] a municipality, a county, or this state under Subsection (a).

22 SECTION 8. Section 3901.109, Special District Local Laws 23 Code, is amended to read as follows:

24 Sec. 3901.109. LAW ENFORCEMENT SERVICES. <u>Section 49.216</u>, 25 <u>Water Code</u>, <u>applies to the district</u> [To protect the public 26 interest, the district may contract with a qualified party, 27 <u>including the county or the city</u>, to provide law enforcement

1	services in the district].
2	SECTION 9. Section 3901.114, Special District Local Laws
3	Code, is amended by amending Subsection (c) and adding Subsections
4	(d) and (e) to read as follows:
5	(c) The district may include and exclude land as provided by
6	Sections 54.739-54.747, Water Code. <u>A reference in those sections</u>
7	to a "tax" means an ad valorem tax for the purposes of this
8	subsection.
9	(d) If the district adopts a sales and use tax authorized at
10	an election held under Section 3901.252 and subsequently includes
11	new territory in the district under this section, the district:
12	(1) is not required to hold another election to
13	approve the imposition of the sales and use tax in the included
14	territory; and
15	(2) shall impose the sales and use tax in the included
16	territory as provided by Chapter 321, Tax Code.
17	(e) If the district adopts a sales and use tax authorized at
18	an election held under Section 3901.252 and subsequently excludes
19	territory in the district under this section, the sales and use tax
20	is inapplicable to the excluded territory, as provided by Chapter
21	321, Tax Code.
22	SECTION 10. Section 3901.115(a), Special District Local
23	Laws Code, is amended to read as follows:
24	(a) Subchapter I, Chapter 49, Water Code, applies to a
25	district contract for construction work, equipment, materials, or
26	machinery. Notwithstanding Sections 2269.003(a) and 2269.352,
27	Government Code, the $[The]$ district may use any $[a]$ project

S.B. No. 1362 1 delivery method described by Subchapter I, Chapter 49, Water Code, or Chapter 2269, Government Code, including a delivery method 2 described by Subchapter H, Chapter 2269, Government Code 3 [Subchapter H, Chapter 271, Local Government Code]. 4 5 SECTION 11. Section 3901.153, Special District Local Laws Code, is amended to read as follows: 6 7 Sec. 3901.153. RULES. In addition to rules and regulations adopted under the district's general rulemaking authority in 8 Section 375.096(c), Local Government Code, the [The] district may 9 10 adopt and enforce rules covering its public transit system or its public parking facilities, except that a rule relating to or 11 12 affecting the use of the public right-of-way or a requirement for 13 off-street parking is subject to all applicable county 14 requirements. 15 SECTION 12. Subchapter C-1, Chapter 3901, Special District Local Laws Code, is amended by adding Section 3901.156 to read as 16 17 follows: Sec. 3901.156. MASS TRANSIT SYSTEMS. This subchapter does 18 19 not limit the authority of the district to provide mass transit systems under Chapter 375, Local Government Code. 20 21 SECTION 13. Chapter 3901, Special District Local Laws Code, is amended by adding Subchapter C-2 to read as follows: 22 23 SUBCHAPTER C-2. CONDUIT FACILITIES Sec. 3901.171. CONDUIT FACILITIES. (a) The district may 24 finance, acquire, construct, improve, operate, maintain, or charge 25 26 a fee for the use of conduits for: 27 (1) fiber-optic cable and supporting facilities;

	S.B. No. 1362
1	(2) electronic transmission and distribution lines
2	and supporting facilities; or
3	(3) other types of transmission and distribution lines
4	and supporting facilities.
5	(b) The district may not require a person to use a district
6	conduit for a purpose described by Subsection (a)(1) or another
7	telecommunications purpose.
8	SECTION 14. Section 3901.204(a), Special District Local
9	Laws Code, is amended to read as follows:
10	(a) The board by resolution may impose and collect an
11	assessment for any purpose authorized by this chapter in all or any
12	part of the district regardless of whether the part of the district
13	where the assessment is to be imposed is subject to an assessment
14	previously imposed by the board.
15	SECTION 15. Subchapter D, Chapter 3901, Special District
16	Local Laws Code, is amended by adding Section 3901.209 to read as
17	follows:
18	Sec. 3901.209. AUDIT EXEMPTION. (a) The district may elect
19	to complete an annual financial report in lieu of an annual audit
20	under Section 375.096(a)(6), Local Government Code, if:
21	(1) the district had no bonds or other long-term (more
22	than one year) liabilities outstanding during the fiscal period;
23	(2) the district did not have gross receipts from
24	operations, loans, taxes, assessments, or contributions in excess
25	of \$250,000 during the fiscal period; and
26	(3) the district's cash and temporary investments were
27	not in excess of \$250,000 during the fiscal period.

(b) Each annual financial report prepared in accordance 1 with this section must be open to public inspection and accompanied 2 by an affidavit signed by a duly authorized representative of the 3 district attesting to the accuracy and authenticity of the 4 5 financial report. 6 (c) The annual financial report and affidavit shall be 7 substantially similar in form to the annual financial report and 8 affidavit forms prescribed by the executive director of the Texas Commission on Environmental Quality under Section 49.198, Water 9 10 Code. SECTION 16. Section 3901.351, Special District Local Laws 11 12 Code, is amended to read as follows: Sec. 3901.351. DISSOLUTION OF DISTRICT [WITH OUTSTANDING 13 14 DEBT]. (a) Sections 375.262 and 375.264, Local Government Code, do 15 not apply to the district. 16 (b) The board may dissolve the district regardless of 17 whether the district has debt. [Section 375.264, Local Government Code, does not apply to the district. 18 [(b)] If the district has debt when it is dissolved, the 19 district shall remain in existence solely for the purpose of 20 discharging its debts. The dissolution is effective when all debts 21 have been discharged. 22 (c) Notwithstanding Section 375.263(b), Local Government 23 24 Code, on dissolution of the district, the board shall determine whether the district's assets will escheat to the state or are 25 26 transferred to a political subdivision of the state. SECTION 17. The change in law made by Section 3901.054, 27

1 Special District Local Laws Code, as added by this Act, does not 2 affect the entitlement of a member serving on the board of directors 3 of the Bridgeland Management District immediately before the 4 effective date of this Act to continue to carry out the board's 5 functions for the remainder of the member's term. The change in law 6 applies only to a member elected on or after the effective date of 7 this Act.

8 SECTION 18. (a) The legal notice of the intention to introduce this Act, setting forth the general substance of this 9 10 Act, has been published as provided by law, and the notice and a copy of this Act have been furnished to all persons, agencies, 11 12 officials, or entities to which they are required to be furnished under Section 59, Article XVI, Texas Constitution, and Chapter 313, 13 14 Government Code.

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

The Texas Commission on Environmental Quality has filed 18 (c) 19 its recommendations relating to this Act with the governor, the 20 lieutenant governor, and the speaker of the house of representatives within the required time. 21

(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
and accomplished.

26 SECTION 19. This Act takes effect immediately if it 27 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, 2015.

S.B. No. 1362