| **House Bill 4156**  Senate Amendments  Section-by-Section Analysis | | |
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| HOUSE VERSION | SENATE VERSION (CS) | CONFERENCE |
| SECTION 1. Subtitle C, Title 4, Special District Local Laws Code, is amended by adding Chapter 3932 to read as follows:  CHAPTER 3932. MISSOURI CITY MANAGEMENT DISTRICT NO. 2  SUBCHAPTER A. GENERAL PROVISIONS  Sec. 3932.001. DEFINITIONS. In this chapter:  (1) "Board" means the district's board of directors.  (2) "City" means the City of Missouri City.  (3) "County" means Fort Bend County.  (4) "Director" means a board member.  (5) "District" means the Missouri City Management District No. 2.  Sec. 3932.002. NATURE OF DISTRICT. The Missouri City Management District No. 2 is a special district created under Section 59, Article XVI, Texas Constitution.  Sec. 3932.003. PURPOSE; DECLARATION OF INTENT. (a) The creation of the district is essential to accomplish the purposes of Sections 52 and 52-a, Article III, and Section 59, Article XVI, Texas Constitution, and other public purposes stated in this chapter. By creating the district and in authorizing the city, the county, and other political subdivisions to contract with the district, the legislature has established a program to accomplish the public purposes set out in Section 52-a, Article III, Texas Constitution.  (b) The creation of the district is necessary to promote, develop, encourage, and maintain employment, commerce, transportation, housing, tourism, recreation, the arts, entertainment, economic development, safety, and the public welfare in the district.  (c) This chapter and the creation of the district may not be interpreted to relieve the city or the county from providing the level of services provided as of the effective date of the Act enacting this chapter to the area in the district. The district is created to supplement and not to supplant city or county services provided in the district.  Sec. 3932.004. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) The district is created to serve a public use and benefit.  (b) All land and other property included in the district will benefit from the improvements and services to be provided by the district under powers conferred by Sections 52 and 52-a, Article III, and Section 59, Article XVI, Texas Constitution, and other powers granted under this chapter.  (c) The creation of the district is in the public interest and is essential to further the public purposes of:  (1) developing and diversifying the economy of the state;  (2) eliminating unemployment and underemployment; and  (3) developing or expanding transportation and commerce.  (d) The district will:  (1) promote the health, safety, and general welfare of residents, employers, potential employees, employees, visitors, and consumers in the district, and of the public;  (2) provide needed funding for the district to preserve, maintain, and enhance the economic health and vitality of the district territory as a community and business center;  (3) promote the health, safety, welfare, and enjoyment of the public by providing pedestrian ways and by landscaping and developing certain areas in the district, which are necessary for the restoration, preservation, and enhancement of scenic beauty; and  (4) provide for water, wastewater, drainage, road, and recreational facilities for the district.  (e) Pedestrian ways along or across a street, whether at grade or above or below the surface, and street lighting, street landscaping, parking, and street art objects are parts of and necessary components of a street and are considered to be a street or road improvement.  (f) The district will not act as the agent or instrumentality of any private interest even though the district will benefit many private interests as well as the public.  Sec. 3932.005. INITIAL DISTRICT TERRITORY. (a) The district is initially composed of the territory described by Section 2 of the Act enacting this chapter.  (b) The boundaries and field notes contained in Section 2 of the Act enacting this chapter form a closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect the district's:  (1) organization, existence, or validity;  (2) right to issue any type of bonds for the purposes for which the district is created or to pay the principal of and interest on the bonds;  (3) right to impose or collect an assessment or tax; or  (4) legality or operation.  Sec. 3932.006. ELIGIBILITY FOR INCLUSION IN SPECIAL ZONES. All or any part of the area of the district is eligible to be included in:  (1) a tax increment reinvestment zone created under Chapter 311, Tax Code;  (2) a tax abatement reinvestment zone created under Chapter 312, Tax Code;  (3) an enterprise zone created under Chapter 2303, Government Code; or  (4) an industrial district created under Chapter 42, Local Government Code.  Sec. 3932.007. APPLICABILITY OF MUNICIPAL MANAGEMENT DISTRICTS LAW. Except as otherwise provided by this chapter, Chapter 375, Local Government Code, applies to the district.  Sec. 3932.008. CONSTRUCTION OF CHAPTER. This chapter shall be liberally construed in conformity with the findings and purposes stated in this chapter.  SUBCHAPTER B. BOARD OF DIRECTORS  Sec. 3932.051. GOVERNING BODY; TERMS. (a) The district is governed by a board of seven voting directors who serve staggered terms of four years, with three or four directors' terms expiring June 1 of each odd-numbered year.  (b) The board by resolution may change the number of voting directors on the board if the board determines that the change is in the best interest of the district. The board may not consist of fewer than 5 or more than 11 voting directors.  Sec. 3932.052. APPOINTMENT OF VOTING DIRECTORS. The mayor and members of the governing body of the city shall appoint voting directors from persons recommended by the board. A person is appointed if a majority of the members of the governing body, including the mayor, vote to appoint that person.  Sec. 3932.053. NONVOTING DIRECTORS. The board may appoint nonvoting directors to serve at the pleasure of the voting directors.  Sec. 3932.054. QUORUM. For purposes of determining the requirements for a quorum of the board, the following are not counted:  (1) a board position vacant for any reason, including death, resignation, or disqualification;  (2) a director who is abstaining from participation in a vote because of a conflict of interest; or  (3) a nonvoting director.  Sec. 3932.055. COMPENSATION. A director is entitled to receive fees of office and reimbursement for actual expenses as provided by Section 49.060, Water Code. Sections 375.069 and 375.070, Local Government Code, do not apply to the board.  Sec. 3932.056. INITIAL VOTING DIRECTORS. (a) The initial board consists of the following voting directors:  Pos. No.Name of Director  1John A. Van De Wiele  2Jim Brown  3Jack McDonald  4Charles L. Howell, Jr.  5Larry Pullen  6Steven Perez  7Rodney Griffin  (b) Of the initial directors, the terms of directors appointed for positions one through four expire June 1, 2019, and the terms of directors appointed for positions five through seven expire June 1, 2017.  (c) Section 3932.052 does not apply to this section.  SUBCHAPTER C. POWERS AND DUTIES  Sec. 3932.101. GENERAL POWERS AND DUTIES. The district has the powers and duties necessary to accomplish the purposes for which the district is created.  Sec. 3932.102. IMPROVEMENT PROJECTS AND SERVICES. The district may provide, design, construct, acquire, improve, relocate, operate, maintain, or finance an improvement project or service using any money available to the district, or contract with a governmental or private entity to provide, design, construct, acquire, improve, relocate, operate, maintain, or finance an improvement project or service authorized under this chapter or Chapter 375, Local Government Code.  Sec. 3932.103. DEVELOPMENT CORPORATION POWERS. The district, using money available to the district, may exercise the powers given to a development corporation under Chapter 505, Local Government Code, including the power to own, operate, acquire, construct, lease, improve, or maintain a project under that chapter.  Sec. 3932.104. NONPROFIT CORPORATION. (a) The board by resolution may authorize the creation of a nonprofit corporation to assist and act for the district in implementing a project or providing a service authorized by this chapter.  (b) The nonprofit corporation:  (1) has each power of and is considered to be a local government corporation created under Subchapter D, Chapter 431, Transportation Code; and  (2) may implement any project and provide any service authorized by this chapter.  (c) The board shall appoint the board of directors of the nonprofit corporation. The board of directors of the nonprofit corporation shall serve in the same manner as the board of directors of a local government corporation created under Subchapter D, Chapter 431, Transportation Code, except that a board member is not required to reside in the district.  Sec. 3932.105. AGREEMENTS; GRANTS. (a) As provided by Chapter 375, Local Government Code, the district may make an agreement with or accept a gift or grant from any person. The district shall promptly notify the city of any gift or grant accepted by the district.  (b) The implementation of a project is a governmental function or service for the purposes of Chapter 791, Government Code.  Sec. 3932.106. LAW ENFORCEMENT SERVICES. To protect the public interest, the district may contract with a qualified party, including the county or the city, to provide law enforcement services in the district for a fee.  Sec. 3932.107. MEMBERSHIP IN CHARITABLE ORGANIZATIONS. The district may join and pay dues to a charitable or nonprofit organization that performs a service or provides an activity consistent with the furtherance of a district purpose.  Sec. 3932.108. PARKING FACILITIES. (a) The district may acquire, lease as lessor or lessee, construct, develop, own, operate, and maintain parking facilities or a system of parking facilities, including lots, garages, parking terminals, or other structures or accommodations for parking motor vehicles off the streets and related appurtenances.  (b) The district's parking facilities serve the public purposes of the district and are owned, used, and held for a public purpose even if leased or operated by a private entity for a term of years.  (c) The district's parking facilities are parts of and necessary components of a street and are considered to be a street or road improvement.  (d) The development and operation of the district's parking facilities may be considered an economic development program.  Sec. 3932.109. ANNEXATION OF LAND. The district may annex land as provided by Subchapter J, Chapter 49, Water Code.  Sec. 3932.110. APPROVAL BY CITY. (a) Except as provided by Subsection (c), the district must obtain the approval of the city for:  (1) the issuance of bonds;  (2) the plans and specifications of an improvement project financed by bonds; and  (3) the plans and specifications of an improvement project related to the use of land owned by the city, an easement granted to or by the city, or a right-of-way of a street, road, or highway.  (b) The district may not issue bonds until the governing body of the city adopts a resolution or ordinance authorizing the issuance of the bonds.  (c) If the district obtains the approval of the city's governing body of a capital improvements budget for a period not to exceed five years, the district may finance the capital improvements and issue bonds specified in the budget without further approval from the city.  (d) The governing body of the city:  (1) is not required to adopt a resolution or ordinance to approve plans and specifications described by Subsection (a); and  (2) may establish an administrative process to approve plans and specifications described by Subsection (a) without the involvement of the governing body.  Sec. 3932.111. CONSENT OF CITY REQUIRED. The district may not take any of the following actions until the city has consented by ordinance or resolution to the creation of the district and to the inclusion of land in the district:  (1) hold an election under Subchapter L, Chapter 375, Local Government Code;  (2) impose an ad valorem tax;  (3) impose an assessment;  (4) issue bonds; or  (5) enter into an agreement to reimburse the costs of facilities.  Sec. 3932.112. NO EMINENT DOMAIN POWER. The district may not exercise the power of eminent domain.  SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS; ASSESSMENTS  Sec. 3932.151. DISBURSEMENTS AND TRANSFERS OF MONEY. The board by resolution shall establish the number of directors' signatures and the procedure required for a disbursement or transfer of district money.  Sec. 3932.152. MONEY USED FOR IMPROVEMENTS OR SERVICES. The district may acquire, construct, finance, operate, or maintain any improvement or service authorized under this chapter or Chapter 375, Local Government Code, using any money available to the district.  Sec. 3932.153. PETITION REQUIRED FOR FINANCING SERVICES AND IMPROVEMENTS WITH ASSESSMENTS. (a) The board may not finance a service or improvement project with assessments under this chapter unless a written petition requesting that service or improvement has been filed with the board.  (b) A petition filed under Subsection (a) must be signed by the owners of a majority of the assessed value of real property in the district subject to assessment according to the most recent certified tax appraisal roll for the county.  Sec. 3932.154. ASSESSMENTS; LIENS FOR ASSESSMENTS. (a) The board by resolution may impose and collect an assessment for any purpose authorized by this chapter in all or any part of the district.  (b) An assessment, a reassessment, or an assessment resulting from an addition to or correction of the assessment roll by the district, penalties and interest on an assessment or reassessment, an expense of collection, and reasonable attorney's fees incurred by the district:  (1) are a first and prior lien against the property assessed;  (2) are superior to any other lien or claim other than a lien or claim for county, school district, or municipal ad valorem taxes; and  (3) are the personal liability of and a charge against the owners of the property even if the owners are not named in the assessment proceedings.  (c) The lien is effective from the date of the board's resolution imposing the assessment until the date the assessment is paid. The board may enforce the lien in the same manner that the board may enforce an ad valorem tax lien against real property.  (d) The board may make a correction to or deletion from the assessment roll that does not increase the amount of assessment of any parcel of land without providing notice and holding a hearing in the manner required for additional assessments.  SUBCHAPTER E. TAXES AND BONDS  Sec. 3932.201. ELECTIONS REGARDING TAXES AND BONDS. (a) The district may issue, without an election, bonds, notes, and other obligations secured by:  (1) revenue other than ad valorem taxes; or  (2) contract payments described by Section 3932.203.  (b) The district must hold an election in the manner provided by Subchapter L, Chapter 375, Local Government Code, to obtain voter approval before the district may impose an ad valorem tax or issue bonds payable from ad valorem taxes.  (c) Section 375.243, Local Government Code, does not apply to the district.  (d) All or any part of any facilities or improvements that may be acquired by a district by the issuance of its bonds may be submitted as a single proposition or as several propositions to be voted on at the election.  Sec. 3932.202. OPERATION AND MAINTENANCE TAX. (a) If authorized by a majority of the district voters voting at an election held in accordance with Section 3932.201, the district may impose an operation and maintenance tax on taxable property in the district in accordance with Section 49.107, Water Code, for any district purpose, including to:  (1) maintain and operate the district;  (2) construct or acquire improvements; or  (3) provide a service.  (b) The board shall determine the tax rate. The rate may not exceed the rate approved at the election.  (c) Section 49.107(h), Water Code, does not apply to the district.  Sec. 3932.203. CONTRACT TAXES. (a) In accordance with Section 49.108, Water Code, the district may impose a tax other than an operation and maintenance tax and use the revenue derived from the tax to make payments under a contract after the provisions of the contract have been approved by a majority of the district voters voting at an election held for that purpose.  (b) A contract approved by the district voters may contain a provision stating that the contract may be modified or amended by the board without further voter approval.  Sec. 3932.204. AUTHORITY TO BORROW MONEY AND TO ISSUE BONDS AND OTHER OBLIGATIONS. (a) The district may borrow money on terms determined by the board. Section 375.205, Local Government Code, does not apply to a loan, line of credit, or other borrowing from a bank or financial institution secured by revenue other than ad valorem taxes.  (b) The district may issue bonds, notes, or other obligations payable wholly or partly from ad valorem taxes, assessments, impact fees, revenue, contract payments, grants, or other district money, or any combination of those sources of money, to pay for any authorized district purpose.  (c) The limitation on the outstanding principal amount of bonds, notes, and other obligations provided by Section 49.4645, Water Code, does not apply to the district.  Sec. 3932.205. TAXES FOR BONDS. At the time the district issues bonds payable wholly or partly from ad valorem taxes, the board shall provide for the annual imposition of a continuing direct annual ad valorem tax, without limit as to rate or amount, for each year that all or part of the bonds are outstanding as required and in the manner provided by Sections 54.601 and 54.602, Water Code.  Sec. 3932.206. CITY NOT REQUIRED TO PAY DISTRICT OBLIGATIONS. Except as provided by Section 375.263, Local Government Code, the city is not required to pay a bond, note, or other obligation of the district. | SECTION 1. Subtitle C, Title 4, Special District Local Laws Code, is amended by adding Chapter 3932 to read as follows:  CHAPTER 3932. MISSOURI CITY MANAGEMENT DISTRICT NO. 2  SUBCHAPTER A. GENERAL PROVISIONS  Sec. 3932.001. DEFINITIONS. In this chapter:  (1) "Board" means the district's board of directors.  (2) "City" means the City of Missouri City.  (3) "County" means Fort Bend County.  (4) "Director" means a board member.  (5) "District" means the Missouri City Management District No. 2.  Sec. 3932.002. NATURE OF DISTRICT. The Missouri City Management District No. 2 is a special district created under Section 59, Article XVI, Texas Constitution.  Sec. 3932.003. PURPOSE; DECLARATION OF INTENT. (a) The creation of the district is essential to accomplish the purposes of Sections 52 and 52-a, Article III, and Section 59, Article XVI, Texas Constitution, and other public purposes stated in this chapter. By creating the district and in authorizing the city, the county, and other political subdivisions to contract with the district, the legislature has established a program to accomplish the public purposes set out in Section 52-a, Article III, Texas Constitution.  (b) The creation of the district is necessary to promote, develop, encourage, and maintain employment, commerce, transportation, housing, tourism, recreation, the arts, entertainment, economic development, safety, and the public welfare in the district.  (c) This chapter and the creation of the district may not be interpreted to relieve the city or the county from providing the level of services provided as of the effective date of the Act enacting this chapter to the area in the district. The district is created to supplement and not to supplant city or county services provided in the district.  Sec. 3932.004. FINDINGS OF BENEFIT AND PUBLIC PURPOSE. (a) The district is created to serve a public use and benefit.  (b) All land and other property included in the district will benefit from the improvements and services to be provided by the district under powers conferred by Sections 52 and 52-a, Article III, and Section 59, Article XVI, Texas Constitution, and other powers granted under this chapter.  (c) The creation of the district is in the public interest and is essential to further the public purposes of:  (1) developing and diversifying the economy of the state;  (2) eliminating unemployment and underemployment; and  (3) developing or expanding transportation and commerce.  (d) The district will:  (1) promote the health, safety, and general welfare of residents, employers, potential employees, employees, visitors, and consumers in the district, and of the public;  (2) provide needed funding for the district to preserve, maintain, and enhance the economic health and vitality of the district territory as a community and business center;  (3) promote the health, safety, welfare, and enjoyment of the public by providing pedestrian ways and by landscaping and developing certain areas in the district, which are necessary for the restoration, preservation, and enhancement of scenic beauty; and  (4) provide for water, wastewater, drainage, road, and recreational facilities for the district.  (e) Pedestrian ways along or across a street, whether at grade or above or below the surface, and street lighting, street landscaping, parking, and street art objects are parts of and necessary components of a street and are considered to be a street or road improvement.  (f) The district will not act as the agent or instrumentality of any private interest even though the district will benefit many private interests as well as the public.  Sec. 3932.005. INITIAL DISTRICT TERRITORY. (a) The district is initially composed of the territory described by Section 2 of the Act enacting this chapter.  (b) The boundaries and field notes contained in Section 2 of the Act enacting this chapter form a closure. A mistake in the field notes or in copying the field notes in the legislative process does not affect the district's:  (1) organization, existence, or validity;  (2) right to issue any type of bonds for the purposes for which the district is created or to pay the principal of and interest on the bonds;  (3) right to impose or collect an assessment or tax; or  (4) legality or operation.  Sec. 3932.006. ELIGIBILITY FOR INCLUSION IN SPECIAL ZONES. All or any part of the area of the district is eligible to be included in:  (1) a tax increment reinvestment zone created under Chapter 311, Tax Code;  (2) a tax abatement reinvestment zone created under Chapter 312, Tax Code;  (3) an enterprise zone created under Chapter 2303, Government Code; or  (4) an industrial district created under Chapter 42, Local Government Code.  Sec. 3932.007. APPLICABILITY OF MUNICIPAL MANAGEMENT DISTRICTS LAW. Except as otherwise provided by this chapter, Chapter 375, Local Government Code, applies to the district.  Sec. 3932.008. CONSTRUCTION OF CHAPTER. This chapter shall be liberally construed in conformity with the findings and purposes stated in this chapter.  SUBCHAPTER B. BOARD OF DIRECTORS  Sec. 3932.051. GOVERNING BODY; TERMS. (a) The district is governed by a board of seven voting directors who serve staggered terms of four years, with three or four directors' terms expiring June 1 of each odd-numbered year.  (b) The board by resolution may change the number of voting directors on the board if the board determines that the change is in the best interest of the district. The board may not consist of fewer than 5 or more than 11 voting directors.  Sec. 3932.052. APPOINTMENT OF VOTING DIRECTORS. The mayor and members of the governing body of the city shall appoint voting directors from persons recommended by the board. A person is appointed if a majority of the members of the governing body, including the mayor, vote to appoint that person.  Sec. 3932.053. NONVOTING DIRECTORS. The board may appoint nonvoting directors to serve at the pleasure of the voting directors.  Sec. 3932.054. QUORUM. For purposes of determining the requirements for a quorum of the board, the following are not counted:  (1) a board position vacant for any reason, including death, resignation, or disqualification;  (2) a director who is abstaining from participation in a vote because of a conflict of interest; or  (3) a nonvoting director.  Sec. 3932.055. COMPENSATION. A director is entitled to receive fees of office and reimbursement for actual expenses as provided by Section 49.060, Water Code. Sections 375.069 and 375.070, Local Government Code, do not apply to the board.  Sec. 3932.056. INITIAL VOTING DIRECTORS. (a) The initial board consists of the following voting directors:  Pos. No.Name of Director  1John A. Van De Wiele  2Jim Brown  3Jack McDonald  4Charles L. Howell, Jr.  5Dawn Hurd  6Ivy Levingston  7Bobby Merchant  (b) Of the initial directors, the terms of directors appointed for positions one through four expire June 1, 2019, and the terms of directors appointed for positions five through seven expire June 1, 2017.  (c) Section 3932.052 does not apply to this section.  SUBCHAPTER C. POWERS AND DUTIES  Sec. 3932.101. GENERAL POWERS AND DUTIES. The district has the powers and duties necessary to accomplish the purposes for which the district is created.  Sec. 3932.102. IMPROVEMENT PROJECTS AND SERVICES. The district may provide, design, construct, acquire, improve, relocate, operate, maintain, or finance an improvement project or service using any money available to the district, or contract with a governmental or private entity to provide, design, construct, acquire, improve, relocate, operate, maintain, or finance an improvement project or service authorized under this chapter or Chapter 375, Local Government Code.  Sec. 3932.103. DEVELOPMENT CORPORATION POWERS. The district, using money available to the district, may exercise the powers given to a development corporation under Chapter 505, Local Government Code, including the power to own, operate, acquire, construct, lease, improve, or maintain a project under that chapter.  Sec. 3932.104. NONPROFIT CORPORATION. (a) The board by resolution may authorize the creation of a nonprofit corporation to assist and act for the district in implementing a project or providing a service authorized by this chapter.  (b) The nonprofit corporation:  (1) has each power of and is considered to be a local government corporation created under Subchapter D, Chapter 431, Transportation Code; and  (2) may implement any project and provide any service authorized by this chapter.  (c) The board shall appoint the board of directors of the nonprofit corporation. The board of directors of the nonprofit corporation shall serve in the same manner as the board of directors of a local government corporation created under Subchapter D, Chapter 431, Transportation Code, except that a board member is not required to reside in the district.  Sec. 3932.105. AGREEMENTS; GRANTS. (a) As provided by Chapter 375, Local Government Code, the district may make an agreement with or accept a gift or grant from any person. The district shall promptly notify the city of any gift or grant accepted by the district.  (b) The implementation of a project is a governmental function or service for the purposes of Chapter 791, Government Code.  Sec. 3932.106. LAW ENFORCEMENT SERVICES. To protect the public interest, the district may contract with a qualified party, including the county or the city, to provide law enforcement services in the district for a fee.  Sec. 3932.107. MEMBERSHIP IN CHARITABLE ORGANIZATIONS. The district may join and pay dues to a charitable or nonprofit organization that performs a service or provides an activity consistent with the furtherance of a district purpose.  Sec. 3932.108. PARKING FACILITIES. (a) The district may acquire, lease as lessor or lessee, construct, develop, own, operate, and maintain parking facilities or a system of parking facilities, including lots, garages, parking terminals, or other structures or accommodations for parking motor vehicles off the streets and related appurtenances.  (b) The district's parking facilities serve the public purposes of the district and are owned, used, and held for a public purpose even if leased or operated by a private entity for a term of years.  (c) The district's parking facilities are parts of and necessary components of a street and are considered to be a street or road improvement.  (d) The development and operation of the district's parking facilities may be considered an economic development program.  Sec. 3932.109. ANNEXATION OF LAND. The district may annex land as provided by Subchapter J, Chapter 49, Water Code.  Sec. 3932.110. APPROVAL BY CITY. (a) Except as provided by Subsection (c), the district must obtain the approval of the city for:  (1) the issuance of bonds;  (2) the plans and specifications of an improvement project financed by bonds; and  (3) the plans and specifications of an improvement project related to the use of land owned by the city, an easement granted to or by the city, or a right-of-way of a street, road, or highway.  (b) The district may not issue bonds until the governing body of the city adopts a resolution or ordinance authorizing the issuance of the bonds.  (c) If the district obtains the approval of the city's governing body of a capital improvements budget for a period not to exceed five years, the district may finance the capital improvements and issue bonds specified in the budget without further approval from the city.  (d) The governing body of the city:  (1) is not required to adopt a resolution or ordinance to approve plans and specifications described by Subsection (a); and  (2) may establish an administrative process to approve plans and specifications described by Subsection (a) without the involvement of the governing body.  Sec. 3932.111. CONSENT OF CITY REQUIRED. The district may not take any of the following actions until the city has consented by ordinance or resolution to the creation of the district and to the inclusion of land in the district:  (1) hold an election under Subchapter L, Chapter 375, Local Government Code;  (2) impose an ad valorem tax;  (3) impose an assessment;  (4) issue bonds; or  (5) enter into an agreement to reimburse the costs of facilities.  Sec. 3932.112. NO EMINENT DOMAIN POWER. The district may not exercise the power of eminent domain.  SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS; ASSESSMENTS  Sec. 3932.151. DISBURSEMENTS AND TRANSFERS OF MONEY. The board by resolution shall establish the number of directors' signatures and the procedure required for a disbursement or transfer of district money.  Sec. 3932.152. MONEY USED FOR IMPROVEMENTS OR SERVICES. The district may acquire, construct, finance, operate, or maintain any improvement or service authorized under this chapter or Chapter 375, Local Government Code, using any money available to the district.  Sec. 3932.153. PETITION REQUIRED FOR FINANCING SERVICES AND IMPROVEMENTS WITH ASSESSMENTS. (a) The board may not finance a service or improvement project with assessments under this chapter unless a written petition requesting that service or improvement has been filed with the board.  (b) A petition filed under Subsection (a) must be signed by the owners of a majority of the assessed value of real property in the district subject to assessment according to the most recent certified tax appraisal roll for the county.  Sec. 3932.154. ASSESSMENTS; LIENS FOR ASSESSMENTS. (a) The board by resolution may impose and collect an assessment for any purpose authorized by this chapter in all or any part of the district.  (b) An assessment, a reassessment, or an assessment resulting from an addition to or correction of the assessment roll by the district, penalties and interest on an assessment or reassessment, an expense of collection, and reasonable attorney's fees incurred by the district:  (1) are a first and prior lien against the property assessed;  (2) are superior to any other lien or claim other than a lien or claim for county, school district, or municipal ad valorem taxes; and  (3) are the personal liability of and a charge against the owners of the property even if the owners are not named in the assessment proceedings.  (c) The lien is effective from the date of the board's resolution imposing the assessment until the date the assessment is paid. The board may enforce the lien in the same manner that the board may enforce an ad valorem tax lien against real property.  (d) The board may make a correction to or deletion from the assessment roll that does not increase the amount of assessment of any parcel of land without providing notice and holding a hearing in the manner required for additional assessments.  SUBCHAPTER E. TAXES AND BONDS  Sec. 3932.201. ELECTIONS REGARDING TAXES AND BONDS. (a) The district may issue, without an election, bonds, notes, and other obligations secured by:  (1) revenue other than ad valorem taxes; or  (2) contract payments described by Section 3932.203.  (b) The district must hold an election in the manner provided by Subchapter L, Chapter 375, Local Government Code, to obtain voter approval before the district may impose an ad valorem tax or issue bonds payable from ad valorem taxes.  (c) Section 375.243, Local Government Code, does not apply to the district.  (d) All or any part of any facilities or improvements that may be acquired by a district by the issuance of its bonds may be submitted as a single proposition or as several propositions to be voted on at the election.  Sec. 3932.202. OPERATION AND MAINTENANCE TAX. (a) If authorized by a majority of the district voters voting at an election held in accordance with Section 3932.201, the district may impose an operation and maintenance tax on taxable property in the district in accordance with Section 49.107, Water Code, for any district purpose, including to:  (1) maintain and operate the district;  (2) construct or acquire improvements; or  (3) provide a service.  (b) The board shall determine the tax rate. The rate may not exceed the rate approved at the election.  (c) Section 49.107(h), Water Code, does not apply to the district.  Sec. 3932.203. CONTRACT TAXES. (a) In accordance with Section 49.108, Water Code, the district may impose a tax other than an operation and maintenance tax and use the revenue derived from the tax to make payments under a contract after the provisions of the contract have been approved by a majority of the district voters voting at an election held for that purpose.  (b) A contract approved by the district voters may contain a provision stating that the contract may be modified or amended by the board without further voter approval.  Sec. 3932.204. AUTHORITY TO BORROW MONEY AND TO ISSUE BONDS AND OTHER OBLIGATIONS. (a) The district may borrow money on terms determined by the board. Section 375.205, Local Government Code, does not apply to a loan, line of credit, or other borrowing from a bank or financial institution secured by revenue other than ad valorem taxes.  (b) The district may issue bonds, notes, or other obligations payable wholly or partly from ad valorem taxes, assessments, impact fees, revenue, contract payments, grants, or other district money, or any combination of those sources of money, to pay for any authorized district purpose.  (c) The limitation on the outstanding principal amount of bonds, notes, and other obligations provided by Section 49.4645, Water Code, does not apply to the district.  Sec. 3932.205. TAXES FOR BONDS. At the time the district issues bonds payable wholly or partly from ad valorem taxes, the board shall provide for the annual imposition of a continuing direct annual ad valorem tax, without limit as to rate or amount, for each year that all or part of the bonds are outstanding as required and in the manner provided by Sections 54.601 and 54.602, Water Code.  Sec. 3932.206. CITY NOT REQUIRED TO PAY DISTRICT OBLIGATIONS. Except as provided by Section 375.263, Local Government Code, the city is not required to pay a bond, note, or other obligation of the district. |  |
| SECTION 2. The Missouri City Management District No. 2 initially includes all territory contained in the following area:  TRACT 1  BEING a 152.586 acre tract situated in the Elijah Roark League Survey, Abstract 77, Fort Bend County, Texas same being Tract 11A of Olympia Estates. Said 152.586 acre tract being more particularly described by metes and bounds as follows (all bearings are referenced to the Texas Coordinate System, South Central Zone (nad83):  BEGINNING at a 5/8-inch iron rod with cap stamped "COTTON" found for the intersection of the northwest line of a 80-foot wide H L & P Fee Strip recorded in Volume 495, Page 659, Fort Bend County Deed Records (FBCDR) and the east boundary line of Olympia Estates;  THENCE, South 19'38'12", West, 2339.12 feet along said northwest line of the 80-foot wide H L & P Fee Strip to the centerline of a Proposed 80-foot wide Collector Road;  THENCE, along the centerline of said Collector Road, THE FOLLOWING:  273.94 feet along the arc of the curve to the left having a radius of 800.00 feet, a central angle of 19'37'11" and chord which bears North 23"17"47' West, 272.61 feet to a point of tangency,  North 33'06'22' West, 519.69 feet to a point of curvature;  1008.22 feet along the arc of a curve to the right having a radius of 2010.00 fee, a central angle of 28'44'23" and a chord which bears North 18'44'11" West, 997.68 feet to a point of tangency;  North 04'21'59" West, 330.66 feet to a point of curvature;  708.67 feet along the arc of a curve to the right, having a radius of 2010.00 feet a central angle of 20'12'03" and a chord which bears North 05'44'02" East, 705.00 feet to a point of tangency;  North 15'50'03" East, 178.96 feet to a point of curvature;  687.32 feet along the arc of a curve to left, having a radius of 1190.00 feet, a central angle of 33'05'34", and a chord which bears North 00'42'43" West, 677.80 feet to a point of tangency;  North 17'15'30" West, 130.28 feet to a point of curvature;  890.16 feet along the arc of a curve to the right having a radius of 3010.00 feet a central angle of 16'56'39" and a chord which bears North 08'47'10" West, 886.92 feet to a point of tangency;  North 00'18'51" West, 793.93 feet to a point for corner in the north line of Senior Road (variable width Roadway Easement) as recorded in Volume 446, page 42 and Volume 446, page 49 FBCDR;  THENCE, South 89'54'41" East, 1606.62 feet to the east boundary line of Olympia Estates;  THENCE, South 00'17'18" West, 3100.93 feet to the POINT OF BEGINNING and containing a computed area of 152.586 acres (6,646,629 square feet) of land.  TRACT 2  BEING a 116.302 acre tract situated in the Cochran and McCluer Survey, Abstract 191, Fort Bend County, Texas. Said 116.302 acre tract being more particularly described by metes and bounds as follows, (all bearings are referenced to the Texas Coordinate System, South Central Zone (NAD83):  BEGINNING at a 1/2-inch iron rod set for the southwest corner of said 116.302 acre tract, same also being east R.O.W. corner of a Proposed Fort Bend County Toll Road with a variable R. O. W. width;  THENCE, Northwesterly along west property line, same also being the east R.O.W. line of said Proposed Fort Bend County Toll Road, with a curve to the left, having a radius of 5,879,60 feet on arc length of 4,992.03' a chord bearing of N00'20'03"W, and a chord length of 4752.91' to a point of tangency;  THENCE, N 24'10'28" W, continuing along west property line, a distance of 807.08 feet to an angle point;  THENCE, N 11'34'52" W, continuing along west property line, a distance of 68'96 feet to a point of curvature;  THENCE Northwesterly, continuing along west property line, with a curve to the left, having a radius of 1,453.39 feet, an arc length of 319.45', a chord bearing of N 17'52'40"W, a chord length of 318.81 feet to a point of tangency;  THENCE, N 24'10'28" W, continuing along west property line, a distance of 289.05 feet to an angle point;  THENCE, N 23'37'13" W, continuing along west property line, a distance of 106.91 feet to an angle point;  THENCE, N 38'55'39" E, continuing along west property line, a distance of 61.27 feet to an angle point;  THENCE, N 00'04'56" E, continuing along west property line, a distance of 98.12 feet to an angle point;  THENCE, N 89'55'04" W, continuing along west property line, a distance of 15.22 feet to an angle point;  THENCE, N 53'23'49" W, continuing along west property line, a distance of 9/98 feet to a point marking the northwest corner and the north property line of said 116.302 acre tract;  THENCE, S, 89'54'41" E, along north property line, a distance of 1,300.91 feet to an angle point marking the northeast corner of said 116.302 acre tract;  THENCE, S. 00'18'51" E, along east property line, a distance of 793.93 feet to a point of curvature;  THENCE, Southeasterly, continuing along east property line, with a curve to the left, having a radius of 3,010.00 feet an arc length of 890.16', a chord bearing of S 08'47'10" E and a chord length of 886.92 feet to a point of tangency;  THENCE, S 17'15'30" E, continuing along east property line, a distance of 130.28 feet to a point of curvature;  THENCE, Southeasterly, continuing along east property line, with a curve to the right, having a radius of 1,190.00 feet, an arch length of 687.32, a chord bearing of S 00'42'43" E, and a chord length of 677.80 feet to a point of tangency;  THENCE, S 15'50'03" W, continuing along east property line, a distance of 178.96 feet to a point of curvature;  THENCE, Southwesterly, continuing along east property line, with a curve to the right, having a radius of 2010.00 feet, and an arc length of 708.66 feet, a chord bearing of S 05'44'02" W, a chord length of 705.00 feet to a point of tangency;  THENCE, S 04'21'59" E, continuing along east property line, a distance of 330.66 feet to appoint of curvature;  THENCE, Southeasterly, continuing along the east property line, with a curve to the left, having a radius of 2010.00 feet and an arc length of 1008.22 feet a chord bearing of S 18'44'11" E, a chord length of 997.68 feet to a point of tangency;  THENCE, S 33'06'22" E, continuing along east property line, a distance of 519.69 feet to a point of curvature;  THENCE, Southeasterly, continuing along eh east property line, with a curve to the right, having a radius of 800.00 feet, and an arc length of 273.94 feet, a chord bearing of S 23'17'47" E, a chord length of 272.71 feet to an angle point;  THENCE, S 19'38'12" W, along the east property line, a distance of 1188.58 feet to an angle point marking the southeast corner of said 116.302 acre tract;  THENCE, S 89'06'43" W, along the south property line, a distance of 257.43 feet to a point of curvature;  THENCE, Westerly, continuing along the south property line, with a curve to the left, having a radius of 117130.73 feet, and an arc length of 118.10 feet, a chord bearing of S 89'18'33" W, a chord length of 118.10 feet to a point of tangency;  THENCE, S 89'30'22" W, continuing along south property line, a distance of 40.75 feet to an angle point;  THENCE, N 86'20'48" W, continuing along south property line, a distance of 401.05 feet to an angle point;  THENCE, N 82'48'17" W, continuing along south property line, a distance of 276.38 feet to the POINT OF BEGINNING and containing 116.302 acres and 5,066,122.07 square feet;  TRACT 3  OF 38.4163 acres or 1,678.415 Square Feet of land being part of the remainder of that certain 80 acres tract of land, conveyed to HERMANN HEALTH CARE SYSTEM, Inc. by a deed recorded under Clerk's File No. 9774265, of the Fort Bend County Deed Records (F.B.C.D.R.) lying in the ELIJAH ROARK LEAGUE Survey, Abstract No. 77, in Fort Bend County, Texas, said 38.4163 Acre tract is more particularly described by metes and bounds as follows:  BEGINNING at the North Right-of-Way of Trammel-Fresno Road, (A variable Width Right-of Way as monument and occupied), at the Southwest corner of that certain 961.03 acre tract of land conveyed to TEAL RUN, LTD & TEAL RUN No. 2, LTD BY A DEED RECORDED UNDER Volume 1923, Page 968, F.B.C.D.R., from which a 5/8 inch iron rod with a Cotton Cap found North, 1.98 feet and west, 0.39 feet;  THENCE South 84 deg. 17 min. 58 sec. West , along the North Right-of-Way of said Trammel-Fresno Road, a distance of 380.11 feet to a point for corner, from which a 5/8 inch iron rod was found North 0.15 feet and East 0.14 feet;  THENCE South 89 deg. 08 min. 32 sec. West along the North Right-of-Way of said Trammel- Fresno Road, a distance of 711.97 feet to a 5/8 inch iron rod found at a point for corner at the Southeast corner of that certain 6.269 acre tract of land conveyed to HOUSTON LIGHTING AND POWER Co. by a deed reordered under Volume 495, Page 659, F.B.C.D.R.;  THENCE North 19 deg. 38 min. 12 sec. East along the Southeast line of said 6.269 acre tract of land, a distance of 3289.59 feet to a point for corner, from which a 5/8 inch iron rod with a Cotton Cap was found North, 0.08 feet;  THENCE South 00 deg. 17 min. 18 sec. West along the West line of said 961.03 acre tract of land a distance of 3049.90 feet to the POINT OF BEGINNING, containing within these calls 38.4163 acres or 1,673,415 Square Feet of land as depicted on sheet 4 of 4 of a plat prepared by Donald K. Hall, R.P.L.S. No. 4070, dated November 20, 2000, revised February 13, 2001, and June 28, 2001. | SECTION 2. Same as House version. |  |
| SECTION 3. (a) The legal notice of the intention to introduce this Act, setting forth the general substance of this Act, has been published as provided by law, and the notice and a copy of this Act have been furnished to all persons, agencies, officials, or entities to which they are required to be furnished under Section 59, Article XVI, Texas Constitution, and Chapter 313, Government Code.  (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, lieutenant governor, and speaker of the house of representatives within the required time.  (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 have been fulfilled and accomplished. | SECTION 3. Same as House version. |  |
| SECTION 4. This Act takes effect immediately if it 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. | SECTION 4. Same as House version. |  |