# **BILL ANALYSIS**

C.S.H.B. 4301 By: Isaac Special Purpose Districts Committee Report (Substituted)

## BACKGROUND AND PURPOSE

Interested parties contend that an area located in Central Texas, including Hays County, would benefit from the creation of a conservation district. C.S.H.B. 4301 seeks to provide for the creation of such a district.

### CRIMINAL JUSTICE IMPACT

It is the committee's opinion that this bill does not expressly create a criminal offense, increase the punishment for an existing criminal offense or category of offenses, or change the eligibility of a person for community supervision, parole, or mandatory supervision.

### **RULEMAKING AUTHORITY**

It is the committee's opinion that this bill does not expressly grant any additional rulemaking authority to a state officer, department, agency, or institution.

### ANALYSIS

C.S.H.B. 4301 amends the Special District Local Laws Code to create the Driftwood Conservation District, subject to municipal consent and voter approval at a confirmation election. The bill grants the district the power to undertake certain road and improvement projects and provides for the application of laws applicable to road districts to the district, water sources for the district, the division of the district, and defined areas or designated property within the district. The bill authorizes the district, subject to certain requirements, to issue obligations and impose assessments and property, operation and maintenance, and contract taxes. The bill expressly prohibits the district from imposing impact fees or assessments on certain utility property and, if the bill does not receive a two-thirds vote of all the members elected to each house, from exercising the power of eminent domain.

### EFFECTIVE DATE

On passage, or, if the bill does not receive the necessary vote, September 1, 2017.

### **COMPARISON OF ORIGINAL AND SUBSTITUTE**

While C.S.H.B. 4301 may differ from the original in minor or nonsubstantive ways, the following comparison is organized and formatted in a manner that indicates the substantial differences between the introduced and committee substitute versions of the bill.

#### INTRODUCED

HOUSE COMMITTEE SUBSTITUTE

SECTION 1. Subtitle F, Title 6, Special District Local Laws Code, is amended by

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adding Chapter 7982 to read as follows: <u>CHAPTER 7982. DRIFTWOOD</u> <u>CONSERVATION DISTRICT</u>

SUBCHAPTER A. GENERAL PROVISIONS

SUBCHAPTER B. BOARD OF DIRECTORS

<u>SUBCHAPTER C. POWERS AND</u> <u>DUTIES</u>

Sec. 7982.101. GENERAL POWERS AND DUTIES.

Sec. 7982.102. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES.

Sec. 7982.103. AUTHORITY FOR ROAD PROJECTS.

Sec. 7982.104. ROAD STANDARDS AND REQUIREMENTS.

Sec. 7982.105. IMPROVEMENT PROJECTS.

<u>(a)</u>

(b) The district may inject stormwater as authorized by Subsection (a)(1)(D) without the consent, concurrence, or authorization of a groundwater conservation district, but only if the district acquires a permit as required by Section 27.011, Water Code.

<u>(c)</u>

<u>(d)</u>

Sec. 7982.106. COMPLIANCE WITH MUNICIPAL CONSENT ORDINANCE OR RESOLUTION. adding Chapter 7982 to read as follows:CHAPTER7982.DRIFTWOODCONSERVATION DISTRICT

SUBCHAPTER A. GENERAL PROVISIONS

<u>SUBCHAPTER B. BOARD OF</u> <u>DIRECTORS</u>

SUBCHAPTER C. POWERS AND DUTIES

Sec. 7982.101. GENERAL POWERS AND DUTIES.

Sec. 7982.102. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES.

Sec. 7982.103. AUTHORITY FOR ROAD PROJECTS.

Sec. 7982.104. ROAD STANDARDS AND REQUIREMENTS.

Sec. 7982.105. IMPROVEMENT PROJECTS.

<u>(a)</u>

(b) The district may inject stormwater as authorized by Subsection (a)(1)(D) without the consent, concurrence, or authorization of a groundwater conservation district, but only if the district:

(1) acquires a permit as required by Section 27.011, Water Code; and

(2) consults with the groundwater conservation district with jurisdiction over the injection well before and while the district injects stormwater.

(c) Substantially the same as introduced version.

## <u>(d)</u>

Sec. 7982.106. COMPLIANCE WITH MUNICIPAL CONSENT ORDINANCE OR RESOLUTION.

Sec. 7982.107. DEVELOPMENT OF WATER. (a) The district may: (1) import groundwater or surface water from outside the district; and

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(2) purchase water from a water supply corporation.

(b) The district may not:

(1) develop groundwater on land owned by the district; or

(2) purchase or lease the rights to groundwater related to land inside the district.

Sec. 7982.107. DIVISION OF DISTRICT.

Sec. 7982.108. STRATEGIC PARTNERSHIP AGREEMENT.

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

SUBCHAPTERE.ASSESSMENTS;APPLICABILITYOFIMPACTFEESAND ASSESSMENTS

### SUBCHAPTER F. BONDS AND OTHER OBLIGATIONS

### SUBCHAPTER G. DEFINED AREAS

SECTION 2. Sets out the metes and bounds of the district.

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, the lieutenant governor, and the 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 Sec. 7982.108. DIVISION OF DISTRICT.

Sec. 7982.109. STRATEGIC PARTNERSHIP AGREEMENT.

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

SUBCHAPTERE.ASSESSMENTS;APPLICABILITYOFIMPACTFEESAND ASSESSMENTS

SUBCHAPTER F. BONDS AND OTHER OBLIGATIONS

SUBCHAPTER G. DEFINED AREAS

SECTION 2. Same as introduced version.

SECTION 3. Same as introduced version.

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Act are fulfilled and accomplished.

SECTION 4. (a) If this Act does not receive a two-thirds vote of all the members elected to each house, Subchapter C, Chapter 7982, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 7982.109 to read as follows:

Sec. 7982.109. 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.

SECTION 5. This Act takes effect immediately if it receives a vote of twothirds 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, 2017. SECTION 4. Substantially the same as introduced version.

SECTION 5. Same as introduced version.