By: Muñoz, Jr.

H.B. No. 1056

| | A BILL TO BE ENTITLED |
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| 1 | AN ACT |
| 2 | relating to the powers and duties of certain water districts, |
| 3 | including the power of eminent domain. |
| 4 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: |
| 5 | SECTION 1. CERTAIN IRRIGATION DISTRICTS. Subtitle D, Title |
| 6 | 6, Special District Local Laws Code, is amended by adding Chapters |
| 7 | 7505, 7506, and 7509 to read as follows: |
| 8 | CHAPTER 7505. HIDALGO COUNTY IRRIGATION DISTRICT NO. 6 |
| 9 | SUBCHAPTER A. GENERAL PROVISIONS |
| 10 | Sec. 7505.001. DEFINITION. In this chapter, "district" |
| 11 | means the Hidalgo County Irrigation District No. 6. |
| 12 | SUBCHAPTER B. POWERS AND DUTIES |
| 13 | Sec. 7505.051. EMINENT DOMAIN. (a) The district may |
| 14 | exercise the power of eminent domain as provided by this section |
| 15 | only if the district submits a letter to the comptroller not later |
| 16 | than December 31, 2017, in accordance with the requirements of |
| 17 | Section 2206.101(b), Government Code, other than the requirement |
| 18 | that the letter be submitted by the date specified by that |
| 19 | subsection. |
| 20 | (b) Notwithstanding the expiration of the district's |
| 21 | authority to exercise the power of eminent domain under Section |
| 22 | 2206.101(c), Government Code, the district may exercise the power |
| 23 | of eminent domain as provided by law applicable to the district on |
| 24 | or after the 90th day after the date the district submits a letter |

| 1 | in accordance with Subsection (a). |
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| 2 | CHAPTER 7506. HIDALGO COUNTY IRRIGATION DISTRICT NO. 16 |
| 3 | SUBCHAPTER A. GENERAL PROVISIONS |
| 4 | Sec. 7506.001. DEFINITION. In this chapter, "district" |
| 5 | means the Hidalgo County Irrigation District No. 16. |
| 6 | SUBCHAPTER B. POWERS AND DUTIES |
| 7 | Sec. 7506.051. EMINENT DOMAIN. (a) The district may |
| 8 | exercise the power of eminent domain as provided by this section |
| 9 | only if the district submits a letter to the comptroller not later |
| 10 | than December 31, 2017, in accordance with the requirements of |
| 11 | Section 2206.101(b), Government Code, other than the requirement |
| 12 | that the letter be submitted by the date specified by that |
| 13 | subsection. |
| 14 | (b) Notwithstanding the expiration of the district's |
| 15 | authority to exercise the power of eminent domain under Section |
| 16 | 2206.101(c), Government Code, the district may exercise the power |
| 17 | of eminent domain as provided by law applicable to the district on |
| 18 | or after the 90th day after the date the district submits a letter |
| 19 | in accordance with Subsection (a). |
| 20 | CHAPTER 7509. HIDALGO COUNTY IRRIGATION DISTRICT NO. 5 |
| 21 | SUBCHAPTER A. GENERAL PROVISIONS |
| 22 | Sec. 7509.001. DEFINITION. In this chapter, "district" |
| 23 | means the Hidalgo County Irrigation District No. 5. |
| 24 | SUBCHAPTER B. POWERS AND DUTIES |
| 25 | Sec. 7509.051. EMINENT DOMAIN. (a) The district may |
| 26 | exercise the power of eminent domain as provided by this section |
| 27 | only if the district submits a letter to the comptroller not later |

H.B. No. 1056 than December 31, 2017, in accordance with the requirements of 1 Section 2206.101(b), Government Code, other than the requirement 2 that the letter be submitted by the date specified by that 3 4 subsection. 5 (b) Notwithstanding the expiration of the district's authority to exercise the power of eminent domain under Section 6 7 2206.101(c), Government Code, the district may exercise the power 8 of eminent domain as provided by law applicable to the district on or after the 90th day after the date the district submits a letter 9 10 in accordance with Subsection (a). SECTION 2. HIDALGO COUNTY MUNICIPAL UTILITY DISTRICT NO. 1. 11 12 Subtitle F, Title 6, Special District Local Laws Code, is amended by adding Chapter 7963 to read as follows: 13 14 CHAPTER 7963. HIDALGO COUNTY MUNICIPAL UTILITY DISTRICT NO. 1 15 SUBCHAPTER A. GENERAL PROVISIONS Sec. 7963.001. DEFINITION. In this chapter, "district" 16 17 means the Hidalgo County Municipal Utility District No. 1. SUBCHAPTER B. POWERS AND DUTIES 18 Sec. 7963.051. EMINENT DOMAIN. (a) The district may 19 exercise the power of eminent domain as provided by this section 20 only if the district submits a letter to the comptroller not later 21 than December 31, 2017, in accordance with the requirements of 22 Section 2206.101(b), Government Code, other than the requirement 23 24 that the letter be submitted by the date specified by that 25 subsection. 26 (b) Notwithstanding the expiration of the district's authority to exercise the power of eminent domain under Section 27

1 2206.101(c), Government Code, the district may exercise the power 2 of eminent domain as provided by law applicable to the district on 3 or after the 90th day after the date the district submits a letter 4 in accordance with Subsection (a).

5 SECTION 3. VALLEY ACRES IRRIGATION DISTRICT. Chapter 261, 6 Acts of the 52nd Legislature, Regular Session, 1951, is amended by 7 amending Sections 1, 2, 3, 4, and 6 to read as follows:

8 Sec. 1. Under [and pursuant to the provisions of] Article XVI, Section 59, Texas [of the] Constitution, a conservation and 9 10 reclamation district within the counties of Hidalgo and Cameron $[\tau]$ is [hereby] created [and incorporated], to be known as "Valley 11 Acres Irrigation District" and ["Valley Acres Water District" 12 hereinafter] sometimes referred to in this Act as the "district." 13 14 ["District."] The boundaries of the district [thereof] shall be as 15 follows:

BEGINNING at the intersection of the West Right-of-Way line of the Main Canal of the Willacy County Water Control & Improvement Bistrict No. 1, with the South Right-of-Way line of the North Floodway of the International Boundary & Water Commission;

THENCE Southerly along the West Right-of-Way line of said Willacy County Water Control and Improvement District No. 1, Main Canal to Mile 12 of the North Capisallo District of the lands of the American Rio Grande Land & Irrigation Co.;

THENCE Westerly along said Mile 12, to the east Right-of-Way line of the West Levee of above stated North Floodway;

THENCE northerly along the east Right-of-Way line of said West levee of said North Flood Way to Mile 14-1/2 of lands of the

1 American Rio Grande Land & Irrigation Co.;

THENCE along the Mile 14-1/2 of the North Capisallo District of lands of American Rio Grande Land & Irrigation Co., Easterly to the East Right-of-Way line of the East Levee of International Boundary and Water Commission North Floodway;

6 THENCE northerly and easterly along the easterly and 7 southerly Right-of-Way line of said North Floodway to the place of 8 BEGINNING, except:

9 (a) All land in the right of way of the International 10 Boundary and Water Commission acquired for flood levees, containing 11 133.13 acres, more or less; and

12 (b) The following described land in the North Capisallo 13 District of the lands of the American Rio Grande Land and Irrigation 14 Company:

All of Farm Tract No. 2304, except the S. 5.77 acres being 27.73 acres

17 The North 8.31 acres of the West 15.92 acres of Farm Tract No. 2312, being ----- 8.31 acres 18 All of Farm Tract No. 2340 except that part in the 19 20 flood-way-levee of the International Boundary and Water Commission, being ----- 46.38 acres 21 All of Farm Tract No. 2346, containing ----- 31.08 acres 22 All of Farm Tract No. 2347, containing ----- 6.92 acres 23 24 The Southwest 3.77 acres of Farm Tract No. 2359, containing ----- 3.77 acres 25 Total ----- 124.19 acres 26 27 The above lands described in Paragraph (b) hereof being more

Particularly described in that certain deed dated September 25,
 1950 and recorded in Volume 699, page 295, of the Deed Records of
 Hidalgo County, Texas.

Total of lands to be excepted under Paragraphs (a)
and (b) ----- 257.32 acres
Leaving a total acreage within the above boundary in said
Conservation and Reclamation District of 10,202.58 acres, more or
less.

Sec. 2. (a) The district has [District shall have and 9 exercise, and is hereby vested with all of] the rights, powers, 10 privileges, and duties provided [conferred and imposed] by the 11 12 general <u>law</u> [laws] of this <u>state</u>, <u>including Chapter 58</u>, <u>Water Code</u> [State now in force or hereafter enacted], applicable to irrigation 13 14 districts [Water Control and Improvement Districts] created under 15 [authority of] Section 59, Article XVI, Texas [of the] 16 Constitution.

(b) This Act prevails over any provision of [, but to the extent that the provisions of any such] general <u>law that is</u> [laws may be] in conflict or inconsistent with [the provisions of] this Act [the provisions of this Act shall prevail. All such general laws are hereby incorporated by reference with the same effect as if incorporated in full in this Act].

23 Sec. 3. The <u>district</u> [management and control of the 24 <u>District</u>] is <u>governed by</u> [hereby vested in] a board of directors 25 [which shall have all of the powers and authority conferred and 26 imposed upon Board of Directors of Water Control and Improvement 27 Districts organized under the provisions of Chapter 51, Water Code.

The Board of Directors shall be] composed of five [(5)] members who 1 shall qualify to serve as directors in the same manner as elected 2 directors qualify under Chapter 58 [Chapter 51], Water Code. [In 3 the event, and to the extent that any of the provisions of the 4 general laws referred to in this Section are in conflict with or 5 inconsistent with any of the provisions of this Act relating to the 6 powers, authority and duties of the Board of Directors and its 7 8 members, the provisions of this Act shall prevail.] The commissioners of the Texas Commission on Environmental Quality 9 10 [Water Commission] shall appoint the members of the board of directors [Board of Directors] to staggered four-year terms. The 11 12 commissioners of the Texas Commission on Environmental Quality [Water Commission] shall appoint an individual to fill any vacancy 13 14 on the board of directors [Board of Directors].

15 Sec. 4. Bonds may be issued by the <u>district</u> [District] pursuant to a resolution [or resolutions] adopted by the board of 16 17 directors, when the proposition authorizing the bonds shall have first been submitted to the property taxpaying voters of the 18 19 district [such District] and adopted by not less than a majority of the [such] qualified voters voting at the [such] election. 20 The district [District] may issue bonds [thus] authorized for any and 21 all purposes permitted to irrigation districts [Water Control and 22 Improvement Districts, including, but without limitation of 23 24 purposes not specified, the following:

25 [(a) The improvement of rivers, creeks, and streams to 26 prevent overflows, and to permit of navigation thereof or of 27 irrigation thereof, or in aid of such purposes.

[(b) The construction and maintenance of pools, lakes,
 reservoirs, dams, canals and waterways for the purpose of
 irrigation, drainage or navigation or in aid thereof].

4 Bonds [Such bonds] may be issued to mature serially or otherwise as may be determined by the board of directors, the 5 maximum maturity date not to exceed 40 [forty (40)] years, and may 6 be sold at a price and under terms determined by the board of 7 8 directors to be the most advantageous reasonably obtainable, provided that the interest cost to the district, calculated by use 9 of standard bond interest tables currently in use by insurance 10 companies and investment houses does not exceed six percent [per 11 cent (6%)] per annum. Interest to accrue on the bonds for a period 12 not to exceed three [(3)] years from their date, may be appropriated 13 14 and paid from the proceeds from the sale of the bonds.

15 No bonds shall be issued by the <u>district</u> [District] until the record supporting the [such] bonds and the bonds shall first have 16 17 been approved by the attorney general [Attorney General]. Bonds thus approved shall be registered in the office of the comptroller 18 19 of public accounts [Comptroller of Public Accounts]. Bonds thus approved by the <u>attorney general</u> [Attorney General] after sale by 20 the <u>district</u> [District] shall be fully negotiable instruments and 21 shall be incontestable. 22

The bonds of the <u>district</u> [District] may be refunded, without the necessity of an election, either by the issuance and delivery to holders of refunding bonds in lieu of the outstanding bonds, or through the sale of refunding bonds and the use of the proceeds for retiring the outstanding bonds, provided that the average annual

1 interest rate of the refunding bonds, calculated to maturity shall 2 not be greater than the average interest rate of the bonds refunded, 3 calculated to maturity, and provided the maximum maturity of the 4 refunding bonds shall not exceed 40 [forty (40)] years.

5 The resolution [or resolutions] authorizing the issuance of the bonds may contain [such] covenants which in the discretion of 6 the board of directors [Board of Directors] are necessary to assure 7 8 the creation and maintenance of proper reserves and the payment of the principal of and interest on the bonds. Provisions of the law 9 10 pertaining to the issuance of bonds by irrigation districts [Water Control and Improvement Districts] when not in conflict with the 11 12 provisions of this Act shall apply [be applicable].

(a) The district [District] shall have authority to 13 Sec. 6. 14 acquire all property real and personal inside [within] or outside 15 of the district [District] which in [within] the discretion of the board of directors [Board of Directors] is needed in accomplishing 16 17 the objectives of the district. To [District and to] facilitate the acquisition of property, the district [it] shall have all of the 18 19 powers of eminent domain available to irrigation [water control and improvement] districts under the general law. 20

(b) The district may exercise the power of eminent domain as provided by this section only if the district submits a letter to the comptroller not later than December 31, 2017, in accordance with the requirements of Section 2206.101(b), Government Code, other than the requirement that the letter be submitted by the date specified by that subsection.

27 (c) Notwithstanding the expiration of the district's

authority to exercise the power of eminent domain under Section 1 2206.101(c), Government Code, the district may exercise the power 2 of eminent domain as provided by law applicable to the district on 3 4 or after the 90th day after the date the district submits a letter in accordance with Subsection (b). 5 6 SECTION 4. EFFECTIVE DATE. As provided by Section 17(c), 7 Article I, Texas Constitution, this Act takes effect only on a two-thirds vote of all the members elected to each house. If this 8

8 two-thirds vote of all the members elected to each house. If this 9 Act receives the vote necessary to take effect, this Act takes 10 effect September 1, 2017.