By: IsaacH.B. No. 4270Substitute the following for H.B. No. 4270:Example 100 C.S.H.B. No. 4270By: LangC.S.H.B. No. 4270

A BILL TO BE ENTITLED

1 AN ACT 2 relating to the Anthem Municipal Utility District; providing authority to issue bonds; providing authority to impose 3 assessments, fees, and taxes. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 6 SECTION 1. Subtitle F, Title 6, Special District Local Laws 7 Code, is amended by adding Chapter 7979 to read as follows: CHAPTER 7979. ANTHEM MUNICIPAL UTILITY DISTRICT 8 9 SUBCHAPTER A. GENERAL PROVISIONS Sec. 7979.001. DEFINITIONS. In this chapter: 10 11 (1) "Board" means the district's board of directors. 12 (2) "Commission" means the Texas Commission on 13 Environmental Quality. 14 (3) "Director" means a board member. (4) "District" means the Anthem Municipal Utility 15 16 District. Sec. 7979.002. NATURE OF DISTRICT. The district is a 17 municipal utility district created under Section 59, Article XVI, 18 19 Texas Constitution. Sec. 7979.003. FINDINGS OF PUBLIC PURPOSE AND BENEFIT. (a) 20 21 The district is created to serve a public purpose and benefit. 22 (b) The district is created to accomplish the purposes of: 23 (1) a municipal utility district as provided by 24 general law and Section 59, Article XVI, Texas Constitution; and

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C.S.H.B. No. 4270 1 (2) Section 52, Article III, Texas Constitution, that 2 relate to the construction, acquisition, improvement, operation, or maintenance of macadamized, graveled, or paved roads, or 3 improvements, including storm drainage and landscaping, in aid of 4 5 those roads. 6 SUBCHAPTER B. POWERS AND DUTIES 7 Sec. 7979.051. GENERAL POWERS AND DUTIES. The district has 8 the powers and duties necessary to accomplish the purposes for which the district is created. 9 10 Sec. 7979.052. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. The district has the powers and duties provided by the 11 12 general law of this state, including Chapters 49 and 54, Water Code, applicable to municipal utility districts created under Section 59, 13 14 Article XVI, Texas Constitution. 15 Sec. 7979.053. AUTHORITY FOR ROAD PROJECTS. Under Section 52, Article III, Texas Constitution, the district may design, 16 17 acquire, construct, finance, issue bonds for, improve, operate, maintain, and convey to this state, a county, or a municipality for 18 19 operation and maintenance macadamized, graveled, or paved roads, or 20 improvements, including storm drainage and landscaping, in aid of those roads. 21 Sec. 7979.054. ROAD STANDARDS AND REQUIREMENTS. (a) A road 22 project must meet all applicable construction standards, zoning and 23 24 subdivision requirements, and regulations of each municipality in 25 whose corporate limits or extraterritorial jurisdiction the road 26 project is located. 27 (b) If a road project is not located in the corporate limits

C.S.H.B. No. 4270 or extraterritorial jurisdiction of a municipality, the road 1 2 project must meet all applicable construction standards, subdivision requirements, and regulations of each county in which 3 the road project is located. 4 5 (c) If the state will maintain and operate the road, the Texas Transportation Commission must approve the plans and 6 7 specifications of the road project. Sec. 7979.055. STRATEGIC PARTNERSHIP AGREEMENT. 8 The district may negotiate and enter into a written strategic 9 10 partnership agreement with: (1) a municipality under Section 43.0751, Local 11 12 Government Code; and 13 (2) a municipality that provides water and wastewater 14 services to the district. 15 SUBCHAPTER C. GENERAL FINANCIAL PROVISIONS 16 Sec. 7979.101. ELECTIONS REGARDING TAXES OR BONDS. (a) The 17 district may issue, without an election, bonds and other obligations secured by: 18 19 (1) revenue other than ad valorem taxes; or 20 (2) contract payments described by Section 7979.103. 21 (b) The district must hold an election in the manner provided by Chapters 49 and 54, Water Code, to obtain voter approval 22 before the district may impose an ad valorem tax or issue bonds 23 24 payable from ad valorem taxes. 25 (c) The district may not issue bonds payable from ad valorem 26 taxes to finance a road project unless the issuance is approved by a vote of a two-thirds majority of the district voters voting at an 27

1 election held for that purpose.

2 <u>Sec. 7979.102. OPERATION AND MAINTENANCE TAX. (a) If</u> 3 <u>authorized at an election held under Section 7979.101, the district</u> 4 <u>may impose an operation and maintenance tax on taxable property in</u> 5 <u>the district in accordance with Section 49.107, Water Code.</u>

6 (b) The board shall determine the tax rate. The rate may not
7 exceed the rate approved at the election.

8 <u>Sec. 7979.103. CONTRACT TAXES. (a) In accordance with</u> 9 <u>Section 49.108, Water Code, the district may impose a tax other than</u> 10 <u>an operation and maintenance tax and use the revenue derived from</u> 11 <u>the tax to make payments under a contract after the provisions of</u> 12 <u>the contract have been approved by a majority of the district voters</u> 13 <u>voting at an election held for that purpose.</u>

14 (b) A contract approved by the district voters may contain a 15 provision stating that the contract may be modified or amended by 16 the board without further voter approval.

17 SUBCHAPTER D. ASSESSMENTS; APPLICABILITY OF IMPACT FEES AND 18 ASSESSMENTS Sec. 7979.151. PETITION 19 REQUIRED FOR FINANCING RECREATIONAL FACILITIES, IMPROVEMENTS, AND SERVICES WITH 20 ASSESSMENTS. (a) The board may finance the construction or 21 22 maintenance of a recreational facility or improvement or finance the provision of a recreational service with assessments on 23 24 commercial or residential property, or both, under this subchapter, 25 but only if:

26 (1) a written petition requesting that facility, 27 improvement, or service has been filed with the board; and

1	(2) the board holds a hearing on the proposed
2	assessments.
3	(b) The petition must be signed by the owners of a majority
4	of the assessed value of real property in the district subject to
5	assessment according to the most recent certified tax appraisal
6	roll for the county.
7	Sec. 7979.152. METHOD OF NOTICE FOR HEARING. The district
8	shall mail notice of the hearing to each property owner in the
9	district who will be subject to the assessment at the current
10	address to be assessed as reflected on the tax rolls. The district
11	may mail the notice by certified or first class United States mail.
12	The board shall determine the method of notice.
13	Sec. 7979.153. ASSESSMENTS; LIENS FOR ASSESSMENTS. (a) An
14	assessment or a reassessment imposed under this subchapter by the
15	district, penalties and interest on an assessment or reassessment,
16	an expense of collection, and reasonable attorney's fees incurred
17	by the district:
18	(1) are a first and prior lien against the property
19	assessed;
20	(2) are superior to any other lien or claim other than
21	a lien or claim for county, school district, or municipal ad valorem
22	taxes; and
23	(3) are the personal liability of and a charge against
24	the owners of the property even if the owners are not named in the
25	assessment proceedings.
26	(b) The lien is effective from the date of the board's
27	resolution imposing the assessment until the date the assessment is

1 paid. The board may enforce the lien in the same manner that the 2 board may enforce an ad valorem tax lien against real property. (c) The board may make a correction to or deletion from the 3 assessment roll that does not increase the amount of assessment of 4 5 any parcel of land without providing notice and holding a hearing in the manner required for additional assessments. 6 7 Sec. 7979.154. UTILITY PROPERTY EXEMPT FROM IMPACT FEES AND ASSESSMENTS. The district may not impose an impact fee or 8 assessment on the property, including the 9 equipment, 10 rights-of-way, facilities, or improvements, of: (1) an electric utility or a power generation company 11 12 as defined by Section 31.002, Utilities Code; (2) a gas utility as defined by Section 101.003 or 13 14 121.001, Utilities Code; 15 (3) a telecommunications provider as defined by Section 51.002, Utilities Code; or 16 (4) a person who provides to the public cable 17 television or advanced telecommunications services. 18 19 SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS Sec. 7979.201. AUTHORITY TO ISSUE 20 BONDS AND OTHER OBLIGATIONS. The district may issue bonds or other obligations 21 payable wholly or partly from ad valorem taxes, impact fees, 22 23 revenue, contract payments, grants, or other district money, or any 24 combination of those sources, to pay for any authorized district 25 purpose. 26 Sec. 7979.202. TAXES FOR BONDS. At the time the district issues bonds payable wholly or partly from ad valorem taxes, the 27

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board shall provide for the annual imposition of a continuing direct ad valorem tax, without limit as to rate or amount, while 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. 7979.203. BONDS FOR ROAD PROJECTS. At the time of

6 issuance, the total principal amount of bonds or other obligations 7 issued or incurred to finance road projects and payable from ad 8 valorem taxes may not exceed one-fourth of the assessed value of the 9 real property in the district.

10 SECTION 2. (a) All governmental and proprietary actions 11 and proceedings of the Anthem Municipal Utility District taken 12 before the effective date of this Act are validated, ratified, and 13 confirmed in all respects as of the dates on which they occurred.

14 (b) This section does not apply to any matter that on the 15 effective date of this Act:

16 (1) is involved in litigation if the litigation 17 ultimately results in the matter being held invalid by a final court 18 judgment; or

19 (2) has been held invalid by a final court judgment.

20 SECTION 3. (a) The legal notice of the intention to 21 introduce this Act, setting forth the general substance of this 22 Act, has been published as provided by law, and the notice and a 23 copy of this Act have been furnished to all persons, agencies, 24 officials, or entities to which they are required to be furnished 25 under Section 59, Article XVI, Texas Constitution, and Chapter 313, 26 Government Code.

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(b) The governor, one of the required recipients, has

submitted the notice and Act to the Texas Commission on
 Environmental Quality.

3 (c) The Texas Commission on Environmental Quality has filed 4 its recommendations relating to this Act with the governor, the 5 lieutenant governor, and the speaker of the house of 6 representatives within the required time.

7 (d) All requirements of the constitution and laws of this 8 state and the rules and procedures of the legislature with respect 9 to the notice, introduction, and passage of this Act are fulfilled 10 and accomplished.

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, 2017.