Amend HB 3750 (senate committee printing) by adding the following appropriately numbered SECTION to the bill and renumbering subsequent SECTIONS of the bill accordingly:

SECTION _____. Subchapter Z, Chapter 42, Local Government Code, is amended by adding Section 42.9025 to read as follows:

Sec. 42.9025. RESTRICTION ON IMPOSING FINE OR FEE IN CERTAIN AREAS IN EXTRATERRITORIAL JURISDICTION. (a) This section applies only to an area that is located in a municipality's extraterritorial jurisdiction and:

- (1) that has been disannexed from the municipality under Subchapter G, Chapter 43; or
- (2) for which the municipality has attempted and failed to obtain consent for annexation under Subchapter C-4 or C-5, Chapter 43.
- (b) Notwithstanding any other law, a municipality may not impose under a municipal ordinance a fine or fee on a person on the basis of:
- (1) an activity that occurs wholly in an area described by Subsection (a); or
- (2) the management or ownership of property located wholly in an area described by Subsection (a).
- (c) This section does not limit a municipality from adopting and enforcing rates, fines, and fees for retail water, wastewater, or drainage utility services provided to the area described by Subsection (a).
- (d) This section does not apply to development or redevelopment in an area in which an election was held under Section 43.0117.