

## **BILL ANALYSIS**

Senate Research Center  
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C.S.S.B. 2445  
By: West  
Intergovernmental Relations  
5/3/2019  
Committee Report (Substituted)

### **AUTHOR'S / SPONSOR'S STATEMENT OF INTENT**

C.S.S.B. 2445 amends the Special District Local Laws Code to create the New Park Municipal Management District within the corporate limits of the City of Dallas, subject to voter approval at a confirmation election, to provide certain improvements, projects, and services for public use and benefit.

The bill provides for, among other provisions, municipal management district powers, including water district powers, road district powers, public improvement district powers, and district eligibility for inclusion in special zones under the Tax Code. The bill allows the district to form a nonprofit corporation for the implementation of services, contract to provide law enforcement services, and engage in economic development programs. The bill also provides for the annexation or exclusion of district land and dissolution of the district.

The district's powers and duties include, subject to certain requirements, the power to levy taxes and impose assessments and the power to issue obligations secured by ad valorem taxes, assessments, or any other district source of revenue. The district may issue bonds in the manner provided by Chapter 372, Local Government Code, only if the improvements financed by those bonds will be conveyed to or operated by a municipality or other retail provider pursuant to an agreement with that entity. Voter approval at an election is required for the district to impose an ad valorem tax or operation and maintenance tax. The bill prohibits the district from exercising the power of eminent domain.

Certain tax exempt properties will not be subject to any assessment, tax, fee, or other revenue source charged by the MMD. The bill provides for municipal oversight.

C.S.S.B. 2445 amends current law relating to the creation of the New Park Municipal Management District, provides authority to issue bonds, and provides authority to impose assessments, fees, and taxes.

### **RULEMAKING AUTHORITY**

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

### **SECTION BY SECTION ANALYSIS**

SECTION 1. Amends Subtitle C, Title 4, Special District Local Laws Code, by adding Chapter 3966, as follows:

#### CHAPTER 3966. NEW PARK MUNICIPAL MANAGEMENT DISTRICT

Sets forth standard language for the creation of the New Park Municipal Management District (district) in the City of Dallas. Sets forth standards, procedures, requirements, and criteria for:

Creation, nature, and purpose of the district, including eligibility for inclusion in special zones (Sections 3966.0101–3966.0108);

Size, composition, election, compensation, and terms of the board of directors of the district, including naming of and provisions related to initial temporary directors (Sections 3966.0201–3966.0205);

Powers and duties of the district, including authority to create a nonprofit corporation and prohibition on exercising eminent domain power (Sections 3966.0301–0313);

General financial provisions, including provisions related to assessments (Section 3966.0401–3966.0402);

Authority to impose taxes and to issue bonds and obligations for the district (Section 3966.0501–3966.0507); and

Dissolution of the district (Section 3966.0901).

Prohibits the district from exercising the power of eminent domain.

SECTION 2. Sets forth the initial boundaries of the district.

SECTION 3. Provides that all requirements of the constitution and the laws of this state and the rules and procedures of the legislature with respect to the notice, introduction, and passage of this Act are fulfilled and accomplished.

SECTION 4. Effective date: upon passage or September 1, 2019.