By: Zerwas

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## A BILL TO BE ENTITLED 1 AN ACT 2 relating to the creation of the Fort Bend County Municipal Utility District No. 222; granting a limited power of eminent domain; 3 providing authority to issue bonds; providing authority to impose 4 5 assessments, fees, and taxes. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 6 7 SECTION 1. Subtitle F, Title 6, Special District Local Laws Code, is amended by adding Chapter 8076 to read as follows: 8 9 CHAPTER 8076. FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 222 SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 8076.0101. DEFINITIONS. In this chapter: 11 12 (1) "Board" means the district's board of directors. (2) "Commission" means the Texas Commission on 13 14 Environmental Quality. "Director" means a board member. 15 (3) 16 (4) "District" means the Fort Bend County Municipal Utility District No. 222. 17 Sec. 8076.0102. NATURE OF DISTRICT. The district is a 18 municipal utility district created under Section 59, Article XVI, 19 Texas Constitution. 20 21 Sec. 8076.0103. CONFIRMATION AND DIRECTOR ELECTION REQUIRED. The temporary directors shall hold an election to 22 23 confirm the creation of the district and to elect five permanent directors as provided by Section 49.102, Water Code. 24

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<u>Sec. 8076.0104. CONSENT OF MUNICIPALITY REQUIRED. The</u>
 <u>temporary directors may not hold an election under Section</u>
 <u>8076.0103 until each municipality in whose corporate limits or</u>
 <u>extraterritorial jurisdiction the district is located has</u>
 <u>consented by ordinance or resolution to the creation of the</u>
 <u>district and to the inclusion of land in the district.</u>

Sec. 8076.0105. FINDINGS OF PUBLIC PURPOSE AND BENEFIT. 7 8 (a) The district is created to serve a public purpose and benefit. (b) The district is created to accomplish the purposes of: 9 (1) a municipal utility district as provided by 10 general law and Section 59, Article XVI, Texas Constitution; and 11 12 (2) Section 52, Article III, Texas Constitution, that relate to the construction, acquisition, improvement, operation, 13 or maintenance of macadamized, graveled, or paved roads, or 14 15 improvements, including storm drainage, in aid of those roads.

Sec. 8076.0106. INITIAL DISTRICT TERRITORY. (a) The district is initially composed of the territory described by Section 2 of the Act enacting this chapter.

19 (b) The boundaries and field notes contained in Section 2 of 20 the Act enacting this chapter form a closure. A mistake made in the 21 field notes or in copying the field notes in the legislative process 22 does not affect the district's:

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<u>(1)</u> organization, existence, or validity;

24 (2) right to issue any type of bond for the purposes 25 for which the district is created or to pay the principal of and 26 interest on a bond;

27 (3) right to impose a tax; or

1	(4) legality or operation.
2	SUBCHAPTER B. BOARD OF DIRECTORS
3	Sec. 8076.0201. GOVERNING BODY; TERMS. (a) The district is
4	governed by a board of five elected directors.
5	(b) Except as provided by Section 8076.0202, directors
6	serve staggered four-year terms.
7	Sec. 8076.0202. TEMPORARY DIRECTORS. (a) On or after the
8	effective date of the Act enacting this chapter, the owner or owners
9	of a majority of the assessed value of the real property in the
10	district may submit a petition to the commission requesting that
11	the commission appoint as temporary directors the five persons
12	named in the petition. The commission shall appoint as temporary
13	directors the five persons named in the petition.
14	(b) Temporary directors serve until the earlier of:
15	(1) the date permanent directors are elected under
16	Section 8076.0103; or
17	(2) the fourth anniversary of the effective date of
18	the Act enacting this chapter.
19	(c) If permanent directors have not been elected under
20	Section 8076.0103 and the terms of the temporary directors have
21	expired, successor temporary directors shall be appointed or
22	reappointed as provided by Subsection (d) to serve terms that
23	expire on the earlier of:
24	(1) the date permanent directors are elected under
25	Section 8076.0103; or
26	(2) the fourth anniversary of the date of the
27	appointment or reappointment.

1 (d) If Subsection (c) applies, the owner or owners of a 2 majority of the assessed value of the real property in the district may submit a petition to the commission requesting that the 3 commission appoint as successor temporary directors the five 4 persons named in the petition. The commission shall appoint as 5 successor temporary directors the five persons named in the 6 7 petition. 8 SUBCHAPTER C. POWERS AND DUTIES 9 Sec. 8076.0301. GENERAL POWERS AND DUTIES. The district 10 has the powers and duties necessary to accomplish the purposes for which the district is created. 11 12 Sec. 8076.0302. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. The district has the powers and duties provided by the 13 general law of this state, including Chapters 49 and 54, Water Code, 14 applicable to municipal utility districts created under Section 59, 15 Arti<u>cle XVI, Texas Constitution.</u> 16 Sec. 8076.0303. AUTHORITY FOR ROAD PROJECTS. Under Section 17 52, Article III, Texas Constitution, the district may design, 18 acquire, construct, finance, issue bonds for, improve, operate, 19 maintain, and convey to this state, a county, or a municipality for 20 operation and maintenance macadamized, graveled, or paved roads, or 21 22 improvements, including storm drainage, in aid of those roads. Sec. 8076.0304. ROAD STANDARDS AND REQUIREMENTS. (a) A 23 24 road project must meet all applicable construction standards, zoning and subdivision requirements, and regulations of each 25 26 municipality in whose corporate limits or extraterritorial jurisdiction the road project is located. 27

H.B. No. 4675 1 (b) If a road project is not located in the corporate limits or extraterritorial jurisdiction of a municipality, the road 2 project must meet all applicable construction standards, 3 subdivision requirements, and regulations of each county in which 4 5 the road project is located. (c) If the state will maintain and operate the road, the 6 7 Texas Transportation Commission must approve the plans and 8 specifications of the road project. Sec. 8076.0305. COMPLIANCE WITH MUNICIPAL 9 CONSENT ORDINANCE OR RESOLUTION. The district shall comply with all 10 applicable requirements of any ordinance or resolution that is 11 12 adopted under Section 54.016 or 54.0165, Water Code, and that consents to the creation of the district or to the inclusion of land 13 in the district. 14 15 Sec. 8076.0306. DIVISION OF DISTRICT. (a) The district may 16 be divided into two or more new districts only if the district: 17 (1) has never issued any bonds; and (2) is not imposing ad valorem taxes. 18 19 (b) This chapter applies to any new district created by division of the district, and a new district has all the powers and 20 duties of the district. 21 (c) A new district created by division of the district may 22 not, at the time the new district is created, contain any land 23 24 outside the area described by Section 2 of the Act enacting this 25 chapter. 26 (d) The board, on its own motion or on receipt of a petition signed by the owner or owners of a majority of the assessed value of 27

1	the real property in the district, may adopt an order dividing the
2	<u>district.</u>
3	(e) The board may adopt an order dividing the district
4	before or after the date the board holds an election under Section
5	8076.0103 to confirm the district's creation.
6	(f) An order dividing the district shall:
7	(1) name each new district;
8	(2) include the metes and bounds description of the
9	territory of each new district;
10	(3) appoint temporary directors for each new district;
11	and
12	(4) provide for the division of assets and liabilities
13	between or among the new districts.
14	(g) On or before the 30th day after the date of adoption of
15	an order dividing the district, the district shall file the order
16	with the commission and record the order in the real property
17	records of each county in which the district is located.
18	(h) A new district created by division of the district shall
19	hold a confirmation and directors' election as required by Section
20	8076.0103.
21	(i) If the creation of the new district is confirmed, the
22	new district shall provide the election date and results to the
23	commission.
24	(j) A new district created by division of the district must
25	hold an election as required by this chapter to obtain voter
26	approval before the district may impose a maintenance tax or issue
27	bonds payable wholly or partly from ad valorem taxes.

H.B. No. 4675 1 (k) Municipal consent to the creation of the district and to the inclusion of land in the district granted under Section 2 8076.0104 acts as municipal consent to the creation of any new 3 district created by division of the district and to the inclusion of 4 5 land in the new district. 6 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 7 Sec. 8076.0401. ELECTIONS REGARDING TAXES OR BONDS. (a) The district may issue, without an election, bonds and other 8 obligations secured by: 9 10 (1) revenue other than ad valorem taxes; or 11 (2) contract payments described by Section 8076.0403. 12 (b) The district must hold an election in the manner provided by Chapters 49 and 54, Water Code, to obtain voter approval 13 14 before the district may impose an ad valorem tax or issue bonds 15 payable from ad valorem taxes. (c) The district may not issue bonds payable from ad valorem 16 17 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 18 19 election held for that purpose. Sec. 8076.0402. OPERATION AND MAINTENANCE TAX. (a) 20 Ιf authorized at an election held under Section 8076.0401, the 21 22 district may impose an operation and maintenance tax on taxable property in the district in accordance with Section 49.107, Water 23 24 Code. (b) The board shall determine the tax rate. The rate may not 25 26 exceed the rate approved at the election.

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Sec. 8076.0403. CONTRACT TAXES. (a) In accordance with

1 Section 49.108, Water Code, the district may impose a tax other than 2 an operation and maintenance tax and use the revenue derived from 3 the tax to make payments under a contract after the provisions of the contract have been approved by a majority of the district voters 4 5 voting at an election held for that purpose. 6 (b) A contract approved by the district voters may contain a 7 provision stating that the contract may be modified or amended by 8 the board without further voter approval. 9 SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS 10 Sec. 8076.0501. AUTHORITY TO ISSUE BONDS AND OTHER OBLIGATIONS. The district may issue bonds or other obligations 11 12 payable wholly or partly from ad valorem taxes, impact fees, 13 revenue, contract payments, grants, or other district money, or any combination of those sources, to pay for any authorized district 14 15 purpose. Sec. 8076.0502. TAXES FOR BONDS. At the time the district 16 issues bonds payable wholly or partly from ad valorem taxes, the 17 board shall provide for the annual imposition of a continuing 18 19 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 20 provided by Sections 54.601 and 54.602, Water Code. 21 22 Sec. 8076.0503. BONDS FOR ROAD PROJECTS. At the time of issuance, the total principal amount of bonds or other obligations 23

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24 issued or incurred to finance road projects and payable from ad 25 valorem taxes may not exceed one-fourth of the assessed value of the

- 26 real property in the district.
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SECTION 2. The Fort Bend County Municipal Utility District

1 No. 222 initially includes all the territory contained in the 2 following area:

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BEING a 1,309.2 acre tract of land situated in the Micajah 3 Autrey Survey, Abstract No. 100, the H. & T.C. R.R. Co. Survey, 4 5 Section 75, Abstract No. 732, and the John J. Bond Survey, Abstract No. 113 of Fort Bend County, Texas and being a portion of a called 6 1,316.47 acre tract of land as described in an instrument to F, H, & 7 8 L 2012 Trust U/T/A, et. al. recorded under Fort Bend County Clerk's File Number (F.B.C.C.F. No.) 2012149037, said 1,309.2 acre tract of 9 10 land described by metes and bounds as follows:

BEGINNING at a 1/2-inch iron pipe with cap stamped "KALKOMEY 11 SURVEYING" found for the Southwest corner of the herein described 12 tract, lying in the South line of said John J. Bond Survey, same 13 14 being the common North line of the Rufus Wright Survey, Abstract 15 No. 344 and a called 461.36 acre tract of land described as Tract 2 in an instrument to FF Texas Holdings LP recorded under F.B.C.C.F. 16 17 No. 2013104491, lying on the East right-of-way line of Jordan Road (80 feet wide) as recorded under Volume 398, Page 94 through 100 of 18 19 the Deed Records of Fort Bend County (D.R.F.B.C.), and bears N  $87^{\circ}$ 31'41" E, 39.79 feet from the common Southwest corner of said 20 1,316.47 acre tract and said John J. Bond Survey lying on the 21 centerline of said Jordan Road and the East line of the Nathan 22 23 Brookshire League, Abstract No. 14;

THENCE, along and with the East right-of-way line of said Jordan Road, the following courses and distance:

26 N 02° 21' 18" W, a distance of 1,588.78 feet to a 1/2-inch 27 pipe with cap stamped "BGE INC" for an angle point in the West line

1 of the herein described tract;

N 02° 16' 07" W, continuing along the East right-of-way line of said Jordan Road for a total distance of 5,174.62 feet to a 1/2-inch pipe with cap stamped "BGE INC" for an angle point in the West line of the herein described tract;

6 N 02° 30' 17" W, continuing along and with the East 7 right-of-way line of said Jordan Road for a total distance of 8 1,757.92 feet to a 1/2-inch pipe with cap stamped "BGE INC" for the 9 Northwest corner of the herein described tract from which the 10 centerline of Jordan Road and the Northwest corner of said 1,316.47 11 acre tract bears S 87° 38' 20" W, 40.00 feet;

12 THENCE, N 87° 38' 20" E, continuing along and with the North 13 line of said 1,316.47 acre tract for a total distance of 5,994.26 14 feet to a 2-inch pipe found for the common Northeast corner of said 15 1,316.47 acre tract and the herein described tract,

16 THENCE, S 01° 59' 02" E, along and with the common East line 17 of said 1,316.47 acre tract and said H. & T.C. R.R. Co. Survey, 18 Section 75, A-732 for a total distance of 5,617.04 feet to a 19 1/2-inch iron pipe with cap stamped "BGE INC" for the common 20 interior corner of said 1,316.47 acre tract, said Micajah Autrey 21 Survey, and the herein described tract;

THENCE, N 87° 50' 09" E, a distance of 2,143.64 feet along and with the common line of said 1,316.47 acre tract and said Micajah Autrey Survey, to a 1-1/2-inch iron pipe found for a common corner of said 1,316.47 acre tract and the herein described tract;

THENCE, S  $02^{\circ}$  28' 42" E, along and with the East line of said 1,316.47 acre tract for a total distance of 2,879.51 feet to a

1 1-inch iron pipe found for the common Southeast corner of said 2 1,316.47 acre tract, said John J. Bond Survey, and the herein 3 described tract;

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THENCE, S 87° 29' 13" W, a distance of 2,539.09 feet along and
with the common South line of said 1,316.47 acre tract and said John
J. Bond Survey to a found 5/8-inch iron rod;

7 THENCE, S 87° 31' 41" W, a distance of 5,571.85 feet along and 8 with the common South line of said 1,316.47 acre tract and said John 9 J. Bond Survey to the POINT OF BEGINNING and containing 1,309.2 10 acres of land.

Bearing orientation is based on the Texas Coordinate System of 1983 (NAD83), South Central Zone 4204 and is referenced to monuments found along the perimeter of a called 1,316.47 acre tract of land as cited herein and as shown on a survey plat of even date prepared by the undersigned in conjunction with this metes and bounds description.

17 SECTION 3. (a) The legal notice of the intention to 18 introduce this Act, setting forth the general substance of this 19 Act, has been published as provided by law, and the notice and a 20 copy of this Act have been furnished to all persons, agencies, 21 officials, or entities to which they are required to be furnished 22 under Section 59, Article XVI, Texas Constitution, and Chapter 313, 23 Government Code.

(b) The governor, one of the required recipients, has
 submitted the notice and Act to the Texas Commission on
 Environmental Quality.

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(c) The Texas Commission on Environmental Quality has filed

1 its recommendations relating to this Act with the governor, the 2 lieutenant governor, and the speaker of the house of 3 representatives within the required time.

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

8 SECTION 4. (a) If this Act does not receive a two-thirds 9 vote of all the members elected to each house, Subchapter C, Chapter 10 8076, Special District Local Laws Code, as added by Section 1 of 11 this Act, is amended by adding Section 8076.0307 to read as follows: 12 Sec. 8076.0307. NO EMINENT DOMAIN POWER. The district may

13 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 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, 2019.