By: Zerwas

H.B. No. 4696

#### A BILL TO BE ENTITLED 1 AN ACT 2 relating to the creation of the Fort Bend County Municipal Utility District No. 240; 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 8347 to read as follows: 8 9 CHAPTER 8347. FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 240 SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 8347.0101. DEFINITIONS. In this chapter: 11 12 (1) "Board" means the district's board of directors. (2) "Commission" means the Texas Commission on 13 Environmental Quality. 14 "Director" means a board member. 15 (3) 16 (4) "District" means the Fort Bend County Municipal Utility District No. 240. 17 Sec. 8347.0102. NATURE OF DISTRICT. The district is a 18 municipal utility district created under Section 59, Article XVI, 19 Texas Constitution. 20 21 Sec. 8347.0103. 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

<u>Sec. 8347.0104. CONSENT OF MUNICIPALITY REQUIRED.</u> The
 <u>temporary directors may not hold an election under Section</u>
 <u>8347.0103 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. 8347.0105. FINDINGS OF PUBLIC PURPOSE AND BENEFIT. 7 8 (a) The district is created to serve a public purpose and benefit. 9 (b) The district is created to accomplish the purposes of: (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. 8347.0106. 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:

# 23

(1) 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. 8347.0201. GOVERNING BODY; TERMS. (a) The district is
4	governed by a board of five elected directors.
5	(b) Except as provided by Section 8347.0202, directors
6	serve staggered four-year terms.
7	Sec. 8347.0202. 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 8347.0103; 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 8347.0103 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 8347.0103; 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. 8347.0301. 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. 8347.0302. 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. 8347.0303. 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. 8347.0304. 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. 4696 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. 8347.0305. 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 14 in the district. 15 Sec. 8347.0306. DIVISION OF DISTRICT. (a) The district may be divided into two or more new districts only if the district: 16 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 the 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 the division of the district 22 may 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	8347.0103 to confirm the creation of the district.
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 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 the division of the district
19	shall hold a confirmation and directors' election as required by
20	<u>Section 8347.0103.</u>
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) Any new district created by the division of the district
25	must 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. 4696 1 (k) Municipal consent to the creation of the district and to the inclusion of land in the district granted under Section 2 8347.0104 acts as municipal consent to the creation of any new 3 district created by the division of the district and to the 4 5 inclusion of land in the new district. 6 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 7 Sec. 8347.0401. 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 8347.0403. 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. 16 (c) The district may not issue bonds payable from ad valorem 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. 8347.0402. OPERATION AND MAINTENANCE TAX. (a) 20 Ιf authorized at an election held under Section 8347.0401, the 21 district may impose an operation and maintenance tax on taxable 22 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.

27 Sec. 8347.0403. 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. 8347.0501. 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. 8347.0502. 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. 8347.0503. BONDS FOR ROAD PROJECTS. At the time of issuance, the total principal amount of bonds or other obligations 23

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

26 real property in the district.

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SECTION 2. The Fort Bend County Municipal Utility District

No. 240 initially includes all the territory contained in the
 following area:

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## TRACT 1 - 203.50 ACRES

Being a 203.50 acre tract of land out of the Randolph Foster League, Abstract 28, and the Thomas Westfall League, Abstract 92 and the Noel F. Roberts League, Abstract 79 Fort Bend County, Texas; said 203.50 acre tract of land being more particularly described by metes and bounds as follows:

9 COMMENCING at the Northwest corner of Thomas Westfall League, 10 Abstract 92; THENCE North 89° 53' 37" East with the common line of 11 said Foster League and said Westfall League, 1645.89 feet to a point 12 in the East right-of-way line of F.M. 1489 for the POINT OF 13 BEGINNING of the herein tract of land;

14 THENCE with said East right-of-way line, along the arc of a 15 curve to the right, having a radius of 2166.91 feet, a central angle 16 of 01° 46' 20", an arc length of 67.02 feet, and a chord bearing 17 North 04° 34' 23" East, 67.02 feet to a point for corner;

18 THENCE South 88° 56' 17" East, 4353.01 feet to a point for 19 corner in the centerline of Big Bayou (Bessie's Creek);

THENCE with the meanders of said centerline as follows: 20 21 South  $46^{\circ}$  57' 47" East, 639.50 feet to a point for corner; South 49° 22' 47" East, 386.90 feet to a point for corner; 22 South 68° 19' 37" East, 544.00 feet to a point for corner; 23 24 South 23° 42' 07" East, 440.41 feet to a point for corner; \_ South 22° 08' 03" West, 221.91 feet to a point for corner; 25 South 53° 41' 23" West, 287.12 feet to a point for corner; 26 North 86° 22' 00" West, 2.51 feet to a point for corner; 27

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1 to the POINT OF BEGINNING; containing 203.50 acres of land, more or 2 less.

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### TRACT 2 - 47.74 ACRES

Being a 47.74 acre tract of land out of the Thomas Westfall League, Abstract 92 Fort Bend County, Texas; said 47.74 acre tract of land being more particularly described by metes and bounds as follows:

8 COMMENCING at a point in the East line of said Thomas Westfall 9 League, Abstract 92 and being in the South right-of-way line of 10 Vernon Frost Road; THENCE North 83° 31' 43" West with said South 11 right-of-way line, 979.03 feet to a point in the West line of a 12 Roadway for Ingress and Egress and Utilities and for the POINT OF 13 BEGINNING of the herein tract of land;

14 THENCE South 20° 02' 44" West with said West line, 1452.74 15 feet to a point for corner;

16 THENCE North 83° 42' 22" West, 930.30 feet to a point for 17 corner;

18 THENCE South 22° 36' 17" West, 8.24 feet to a point for corner; 19 THENCE South 71° 32' 11" West, 1961.02 to a point for corner in 20 the East right-of-way line of F.M. 1489;

21 THENCE North 33° 39' 18" West with said East right-of-way 22 line, 694.24 feet to a point for corner;

23 THENCE North  $64^{\circ}$  33' 59" East, 1369.17 feet to a point for 24 corner;

25 THENCE South 83° 31' 43" East, 1324.09 feet to a point for 26 corner;

27 THENCE North 06° 28' 17" East, 883.00 feet to a point for

1 corner in the South right-of-way line of the aforementioned Vernon
2 Frost Road;

THENCE South 83° 31' 43" East with said South right-of-way line, 23.23 to the POINT OF BEGINNING; containing 47.74 acres of land, more or less.

6 <u>TRACT 3 - 10.95 ACRES</u>

7 Being a 10.95 acre tract of land out of the Thomas Westfall 8 League, Abstract 92 Fort Bend County, Texas; said 10.95 acre tract 9 of land being more particularly described by metes and bounds as 10 follows:

11 COMMENCING at a point in the East line of said Thomas Westfall 12 League, Abstract 92 and being in the South right-of-way line of 13 Vernon Frost Road; THENCE North 83° 31' 43" East with said South 14 right-of-way line, 30.19 feet to the POINT OF BEGINNING of the 15 herein tract of land;

16 THENCE South  $00^{\circ}$  05' 00" West, 593.27 feet to a point for 17 corner;

18 THENCE North 83° 31' 42" West, 694.99 feet to a point for 19 corner in the East line of a Roadway for Ingress and Egress and 20 Utilities;

THENCE North 20° 02' 44" West with said East line, 658.90 feet to a point for corner in the South right-of-way line of the aforementioned Vernon Frost Road;

THENCE South 83° 31' 43" East with said South right-of-way line, 923.16 to the POINT OF BEGINNING; containing 10.95 acres of land, more or less.

27 TRACT 4 - 84.60 ACRES

Being a 95.93 acre tract of land out of the Randolph Foster League, Abstract 28, and the Thomas Westfall League, Abstract 92 Fort Bend County, Texas; said 95.93 acre tract of land being more particularly described by metes and bounds as follows:

5 COMMENCING at the Northwest corner of Thomas Westfall League, 6 Abstract 92; THENCE North 89° 53' 37" East with the common line of 7 said Foster League and said Westfall League, 1645.89 feet to a point 8 in the East right-of-way line of F.M. 1489;

9 THENCE with said East right-of-way line, along the arc of a 10 curve to the right, having a radius of 2166.91 feet, a central angle 11 of 01° 46' 20", an arc length of 67.02 feet, and a chord bearing 12 North 04° 34' 23" East, 67.02 feet to the POINT OF BEGINNING of the 13 herein tract of land;

14 THENCE with said East right-of-way line, along the arc of a 15 curve to the right, having a radius of 2166.91 feet, a central angle 16 of 05° 49' 38", an arc length of 220.39 feet, and a chord bearing 17 North 08° 22' 23" East, 220.29 feet to a point for corner;

18 THENCE North  $10^{\circ}$  25' 33" East, 567.79 feet to a point for 19 corner;

20 THENCE North 42° 48' 13" East, 161.59 feet to a point for 21 corner;

THENCE North 89° 49' 13" East, 776.80 feet to a point for corner;

THENCE North 89° 50' 13" East, 1300.00 feet to a point for corner;

THENCE North 89° 47' 53" East, 1493.99 feet to a point for corner;

H.B. No. 4696 1 THENCE South 05° 13' 23" West, 121.36 feet to a point for corner in the centerline of Big Bayou (Bessie's Creek); 2 3 THENCE with the meanders of said centerline as follows: South 20° 06' 37" East, 255.79 feet to a point for corner; 4 South 33° 09' 07" East, 391.61 feet to a point for corner; 5 - South 39° 30' 39" East, 386.36 feet to a point for corner; 6 South 46° 57' 47" East, 639.50 feet to a point for corner; 7 8 South 49° 22' 47" East, 386.90 feet to a point for corner; THENCE South  $40^{\circ}$  37' 13" West, 400.00 feet to a point for 9 10 corner; THENCE North  $49^{\circ}$  22' 47" West, 395.34 feet to a point for 11 12 corner; THENCE North  $46^{\circ}$  57' 47" West, 700.28 feet to a point for 13 14 corner; THENCE North 39° 00' 27" West, 342.84 feet to a point for 15 16 corner; THENCE North  $88^\circ$  56' 17" West, 3825.88 feet to the POINT OF 17 BEGINNING; containing 95.93 acres of land more or less; 18 19 SAVE AND EXCEPT an 11.33 acre tract of land being more particularly described by metes and bounds as follows: 20 21 COMMENCING at a point in the East right-of-way for the Southwest corner of said 95.93 acre tract of land; Thence South 88° 22 23 56' 17 East, 3825.88 feet to the PLACE OF BEGINNING; 24 THENCE South 88° 56' 17" East, 527.13 feet to a point for 25 corner in the centerline of Big Bayou (Bessie's Creek); 26 THENCE with the meanders of said centerline as follows: - South 46° 57' 47" East, 639.50 feet to a point for corner; 27

South 49° 22' 47" East, 386.90 feet to a point for corner;
THENCE South 40° 37' 13" West, 400.00 feet to a point for
corner;

4 THENCE North 49° 22' 47" West, 395.34 feet to a point for 5 corner;

6 THENCE North 46° 57' 47" West, 700.28 feet to a point for 7 corner;

8 THENCE North 39° 00' 27" West, 342.84 to the POINT OF 9 BEGINNING; containing 11.33 acres of land more or less.

10 SECTION 3. (a) The legal notice of the intention to 11 introduce this Act, setting forth the general substance of this 12 Act, has been published as provided by law, and the notice and a 13 copy of this Act have been furnished to all persons, agencies, 14 officials, or entities to which they are required to be furnished 15 under Section 59, Article XVI, Texas Constitution, and Chapter 313, 16 Government Code.

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

The Texas Commission on Environmental Quality has filed 20 (C) its recommendations relating to this Act with the governor, the 21 house 22 lieutenant governor, and the speaker of the of 23 representatives within the required time.

(d) All requirements of the constitution and 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. (a) If this Act does not receive a two-thirds vote of all the members elected to each house, Subchapter C, Chapter 3 8347, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 8347.0307 to read as follows: <u>Sec. 8347.0307. NO EMINENT DOMAIN POWER. The district may</u> not exercise the power of eminent domain.

7 (b) This section is not intended to be an expression of a
8 legislative interpretation of the requirements of Section 17(c),
9 Article I, Texas Constitution.

10 SECTION 5. This Act takes effect immediately if it receives 11 a vote of two-thirds of all the members elected to each house, as 12 provided by Section 39, Article III, Texas Constitution. If this 13 Act does not receive the vote necessary for immediate effect, this 14 Act takes effect September 1, 2019.