

1-1 By: Zaffirini S.B. No. 1083
 1-2 (In the Senate - Filed February 25, 2019; March 7, 2019,
 1-3 read first time and referred to Committee on Intergovernmental
 1-4 Relations; April 15, 2019, reported favorably by the following
 1-5 vote: Yeas 6, Nays 0; April 15, 2019, sent to printer.)

1-6 COMMITTEE VOTE

	Yea	Nay	Absent	PNV
1-7 Lucio	X			
1-8 Schwertner	X			
1-9 Alvarado	X			
1-10 Campbell	X			
1-11 Fallon	X			
1-12 Menéndez			X	
1-13 Nichols	X			

1-15 A BILL TO BE ENTITLED
 1-16 AN ACT

1-17 relating to compensation to be paid to an emergency services
 1-18 district for a municipality's annexation of the district's
 1-19 territory.

1-20 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

1-21 SECTION 1. Section 775.022, Health and Safety Code, is
 1-22 amended by amending Subsections (c) and (e) and adding Subsection
 1-23 (e-1) to read as follows:

1-24 (c) If a municipality removes territory from a district that
 1-25 the municipality has annexed, the municipality shall compensate the
 1-26 district immediately after disannexation of the territory under
 1-27 Subsection (a) in an amount equal to the annexed territory's pro
 1-28 rata share of the district's bonded and other indebtedness as
 1-29 computed according to the formula in Subsection (e) or (e-1),
 1-30 whichever yields the greater amount. The district shall apply
 1-31 compensation received from a municipality under this subsection
 1-32 exclusively to the payment of the annexed territory's pro rata
 1-33 share of the district's bonded and other indebtedness.

1-34 (e) Unless Subsection (e-1) would yield a greater amount,
 1-35 the ~~the~~ amount of compensation under Subsection (c) shall be
 1-36 determined by multiplying the district's total indebtedness at the
 1-37 time of the annexation by a fraction the numerator of which is the
 1-38 assessed value of the property to be annexed based on the most
 1-39 recent certified county property tax rolls at the time of
 1-40 annexation and the denominator of which is the total assessed value
 1-41 of the property of the district based on the most recent certified
 1-42 county property tax rolls at the time of annexation.

1-43 (e-1) Unless Subsection (e) would yield a greater amount,
 1-44 the amount of compensation under Subsection (c) shall be determined
 1-45 by multiplying the district's total indebtedness at the time of the
 1-46 annexation by a fraction:

1-47 (1) the numerator of which is the assessed value of the
 1-48 property to be annexed based on the most recent certified county
 1-49 property tax rolls at the time of annexation plus the total amount
 1-50 of the district's sales and use tax revenue collected by retailers
 1-51 located in the property to be annexed in the 12 months preceding the
 1-52 date of annexation, as reported by the comptroller; and

1-53 (2) the denominator of which is the total assessed
 1-54 value of the property of the district based on the most recent
 1-55 certified county property tax rolls at the time of annexation plus
 1-56 the total amount of the district's sales and use tax revenue
 1-57 collected by retailers located in the district in the 12 months
 1-58 preceding the date of annexation, as reported by the comptroller.

1-59 SECTION 2. Section 8437.002(d), Special District Local Laws
 1-60 Code, is amended to read as follows:

1-61 (d) Sections 775.022(b), (c), (d), (e), (e-1), and (f),

2-1 Health and Safety Code, apply to a disannexation under this
2-2 section, as if the disannexation occurred under the provisions of
2-3 Section 775.022(a), Health and Safety Code.

2-4 SECTION 3. Section 9036.002(d), Special District Local Laws
2-5 Code, is amended to read as follows:

2-6 (d) Sections 775.022(b), (c), (d), (e), (e-1), and (f),
2-7 Health and Safety Code, apply to a disannexation under this
2-8 section, as if the disannexation occurred under the provisions of
2-9 Section 775.022(a), Health and Safety Code.

2-10 SECTION 4. Section 9042.002(d), Special District Local Laws
2-11 Code, is amended to read as follows:

2-12 (d) Sections 775.022(b), (c), (d), (e), (e-1), and (f),
2-13 Health and Safety Code, apply to a disannexation under this
2-14 section, as if the disannexation occurred under the provisions of
2-15 Section 775.022(a), Health and Safety Code.

2-16 SECTION 5. This Act takes effect September 1, 2019.

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