By: Kolkhorst S.B. No. 2470

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the creation of the Richfield Ranch Management District
3	of Harris County, Texas; providing authority to issue bonds;
4	providing authority to impose assessments, fees, and taxes.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subtitle C, Title 4, Special District Local Laws
7	Code, is amended by adding Chapter 3975 to read as follows:
8	CHAPTER 3975. RICHFIELD RANCH MANAGEMENT DISTRICT OF HARRIS
9	COUNTY, TEXAS
10	SUBCHAPTER A. GENERAL PROVISIONS
11	Sec. 3975.0101. DEFINITIONS. In this chapter:
12	(1) "Board" means the district's board of directors.
13	(2) "Commission" means the Texas Commission on
14	Environmental Quality.
15	(3) "County" means Harris County.
16	(4) "Director" means a board member.
17	(5) "District" means the Richfield Ranch Management
18	District of Harris County, Texas.
19	Sec. 3975.0102. CREATION AND NATURE OF DISTRICT; IMMUNITY.
20	(a) The district is a special district created under Section 59,
21	Article XVI, Texas Constitution.
22	(b) The district is a governmental unit, as provided by
23	Section 375.004, Local Government Code.
24	(c) This chapter does not waive any governmental or

- 1 sovereign immunity from suit, liability, or judgment that would
- 2 otherwise apply to the district.
- 3 Sec. 3975.0103. PURPOSE; DECLARATION OF INTENT. (a) The
- 4 creation of the district is essential to accomplish the purposes of
- 5 Sections 52 and 52-a, Article III, and Section 59, Article XVI,
- 6 Texas Constitution, and other public purposes stated in this
- 7 chapter.
- 8 (b) By creating the district, the legislature has
- 9 established a program to accomplish the public purposes set out in
- 10 Sections 52 and 52-a, Article III, Texas Constitution.
- 11 <u>(c) The creation of the district is necessary to promote,</u>
- 12 develop, encourage, and maintain employment, commerce,
- 13 transportation, housing, tourism, recreation, the arts,
- 14 entertainment, economic development, safety, and the public
- 15 welfare in the district.
- 16 (d) This chapter and the creation of the district may not be
- 17 <u>interpreted to relieve the county or a municipality from providing</u>
- 18 the level of services provided as of the effective date of the Act
- 19 enacting this chapter to the area in the district. The district is
- 20 created to supplement and not to supplant county or municipal
- 21 services provided in the district.
- Sec. 3975.0104. FINDINGS OF BENEFIT AND PUBLIC PURPOSE.
- 23 (a) All land and other property included in the district will
- 24 benefit from the improvements and services to be provided by the
- 25 district under powers conferred by Sections 52 and 52-a, Article
- 26 III, and Section 59, Article XVI, Texas Constitution, and other
- 27 powers granted under this chapter.

- 1 <u>(b) The district is created to serve a public use and</u>
 2 <u>benefit.</u>
- 3 <u>(c) The creation of the district is in the public interest</u>
- 4 and is essential to further the public purposes of:
- 5 <u>(1) developing and diversifying the economy of the</u>
- 6 state;
- 7 (2) eliminating unemployment and underemployment; and
- 8 <u>(3) developing or expanding transportation and</u>
- 9 commerce.
- 10 (d) The district will:
- 11 (1) promote the health, safety, and general welfare of
- 12 residents, employers, potential employees, employees, visitors,
- 13 and consumers in the district, and of the public;
- 14 (2) provide needed funding for the district to
- 15 preserve, maintain, and enhance the economic health and vitality of
- 16 the district territory as a community and business center;
- 17 (3) promote the health, safety, welfare, and enjoyment
- 18 of the public by providing pedestrian ways, road facilities,
- 19 transit facilities, parking facilities, recreational facilities,
- 20 and public art objects and by landscaping and developing certain
- 21 areas in the district, which are necessary for the restoration,
- 22 preservation, and enhancement of scenic beauty; and
- 23 (4) provide for water, wastewater, and drainage
- 24 <u>facilities for the district.</u>
- (e) Pedestrian ways along or across a street, whether at
- 26 grade or above or below the surface, and street lighting, street
- 27 landscaping, parking, and street art objects are parts of and

- 1 necessary components of a street and are considered to be a street
- 2 <u>or road improvement.</u>
- 3 (f) The district will not act as the agent or
- 4 instrumentality of any private interest even though the district
- 5 will benefit many private interests as well as the public.
- 6 Sec. 3975.0105. INITIAL DISTRICT TERRITORY. (a) The
- 7 district is initially composed of the territory described by
- 8 Section 2 of the Act enacting this chapter.
- 9 (b) The boundaries and field notes contained in Section 2 of
- 10 the Act enacting this chapter form a closure. A mistake in the
- 11 <u>field notes or in copying the field notes in the legislative process</u>
- 12 does not affect the district's:
- 13 (1) organization, existence, or validity;
- 14 (2) right to issue any type of bonds for the purposes
- 15 for which the district is created or to pay the principal of and
- 16 <u>interest on the bonds;</u>
- 17 (3) right to impose or collect an assessment or tax; or
- 18 (4) legality or operation.
- 19 Sec. 3975.0106. ELIGIBILITY FOR INCLUSION IN SPECIAL ZONES.
- 20 All or any part of the area of the district is eligible to be
- 21 included in:
- (1) a tax increment reinvestment zone created under
- 23 Chapter 311, Tax Code;
- 24 (2) a tax abatement reinvestment zone created under
- 25 Chapter 312, Tax Code;
- 26 (3) an enterprise zone created under Chapter 2303,
- 27 Government Code; or

- 1 (4) an industrial district created under Chapter 42,
- 2 Local Government Code.
- 3 Sec. 3975.0107. APPLICABILITY OF MUNICIPAL MANAGEMENT
- 4 DISTRICTS LAW. Except as otherwise provided by this chapter,
- 5 Chapter 375, Local Government Code, applies to the district.
- 6 Sec. 3975.0108. LIBERAL CONSTRUCTION OF CHAPTER. This
- 7 chapter shall be liberally construed in conformity with the
- 8 findings and purposes stated in this chapter.
- 9 Sec. 3975.0109. CONFLICTS OF LAW. This chapter prevails
- 10 over any provision of general law, including a provision of Chapter
- 11 375, Local Government Code, or Chapter 49, Water Code, that is in
- 12 conflict or inconsistent with this chapter.
- SUBCHAPTER B. BOARD OF DIRECTORS
- Sec. 3975.0201. GOVERNING BODY; TERMS. (a) The district
- is governed by a board of five directors elected or appointed as
- 16 provided by this chapter and Subchapter D, Chapter 49, Water Code.
- (b) Except as provided by Section 3975.0203, directors
- 18 serve staggered four-year terms.
- 19 Sec. 3975.0202. COMPENSATION. A director is entitled to
- 20 receive fees of office and reimbursement for actual expenses as
- 21 provided by Section 49.060, Water Code. Sections 375.069 and
- 22 <u>375.070</u>, Local Government Code, do not apply to the board.
- Sec. 3975.0203. TEMPORARY DIRECTORS. (a) On or after the
- 24 effective date of the Act enacting this chapter, the owner or owners
- 25 of a majority of the assessed value of the real property in the
- 26 <u>district according to the most recent certified tax appraisal</u> roll
- 27 for the county may submit a petition to the commission requesting

- 1 that the commission appoint as temporary directors the five persons
- 2 named in the petition. The commission shall appoint as temporary
- 3 directors the five persons named in the petition.
- 4 (b) The temporary directors shall hold an election to elect
- 5 five permanent directors as provided by Section 49.102, Water Code.
- 6 (c) Temporary directors serve until the earlier of:
- 7 (1) the date permanent directors are elected under
- 8 Subsection (b); or
- 9 (2) the fourth anniversary of the effective date of
- 10 the Act enacting this chapter.
- 11 <u>(d) If permanent directors have not been elected under</u>
- 12 Subsection (b) and the terms of the temporary directors have
- 13 expired, successor temporary directors shall be appointed or
- 14 reappointed as provided by Subsection (e) to serve terms that
- 15 expire on the earlier of:
- 16 (1) the date permanent directors are elected under
- 17 Subsection (b); or
- 18 (2) the fourth anniversary of the date of the
- 19 appointment or reappointment.
- (e) If Subsection (d) applies, the owner or owners of a
- 21 majority of the assessed value of the real property in the district
- 22 according to the most recent certified tax appraisal roll for the
- 23 county may submit a petition to the commission requesting that the
- 24 commission appoint as successor temporary directors the five
- 25 persons named in the petition. The commission shall appoint as
- 26 successor temporary directors the five persons named in the
- 27 petition.

- 1 Sec. 3975.0204. DISQUALIFICATION OF DIRECTORS. Section
- 2 49.052, Water Code, applies to the members of the board.
- 3 SUBCHAPTER C. POWERS AND DUTIES
- 4 Sec. 3975.0301. GENERAL POWERS AND DUTIES. The district
- 5 has the powers and duties necessary to accomplish the purposes for
- 6 which the district is created.
- 7 Sec. 3975.0302. IMPROVEMENT PROJECTS AND SERVICES.
- 8 (a) The district, using any money available to the district for
- 9 the purpose, may provide, design, construct, acquire, improve,
- 10 relocate, operate, maintain, or finance an improvement project or
- 11 service authorized under this chapter or Chapter 375, Local
- 12 Government Code.
- 13 (b) The district may contract with a governmental or private
- 14 entity to carry out an action under Subsection (a).
- 15 (c) The implementation of a district project or service is a
- 16 governmental function or service for the purposes of Chapter 791,
- 17 Government Code.
- 18 Sec. 3975.0303. RECREATIONAL FACILITIES. The district may
- 19 develop or finance recreational facilities as authorized by Chapter
- 20 375, Local Government Code, Sections 52 and 52-a, Article III,
- 21 Texas Constitution, Section 59, Article XVI, Texas Constitution,
- 22 and any other law that applies to the district.
- Sec. 3975.0304. AUTHORITY FOR ROAD PROJECTS. Under Section
- 24 52, Article III, Texas Constitution, the district may own, operate,
- 25 maintain, design, acquire, construct, finance, issue bonds, notes,
- 26 or other obligations for, improve, and convey to this state, a
- 27 county, or a municipality for ownership, operation, and maintenance

- 1 macadamized, graveled, or paved roads or improvements, including
- 2 storm drainage, in aid of those roads.
- 3 Sec. 3975.0305. CONVEYANCE AND APPROVAL OF ROAD PROJECT.
- 4 (a) The district may convey a road project authorized by Section
- 5 3975.0304 to:
- 6 (1) a municipality or county that will operate and
- 7 maintain the road if the municipality or county has approved the
- 8 plans and specifications of the road project; or
- 9 (2) the state if the state will operate and maintain
- 10 the road and the Texas Transportation Commission has approved the
- 11 plans and specifications of the road project.
- 12 (b) Except as provided by Subsection (c), the district shall
- 13 operate and maintain a road project authorized by Section 3975.0304
- 14 that the district implements and does not convey to a municipality,
- 15 a county, or this state under Subsection (a).
- 16 (c) The district may agree in writing with a municipality, a
- 17 county, or this state to assign operation and maintenance duties to
- 18 the district, the municipality, the county, or this state in a
- 19 manner other than the manner described in Subsections (a) and (b).
- Sec. 3975.0306. NONPROFIT CORPORATION. (a) The board by
- 21 resolution may authorize the creation of a nonprofit corporation to
- 22 assist and act for the district in implementing a project or
- 23 providing a service authorized by this chapter.
- (b) The nonprofit corporation:
- 25 (1) has each power of and is considered to be a local
- 26 government corporation created under Subchapter D, Chapter 431,
- 27 Transportation Code; and

- 1 (2) may implement any project and provide any service
- 2 <u>authorized by this chapter.</u>
- 3 (c) The board shall appoint the board of directors of the
- 4 nonprofit corporation. The board of directors of the nonprofit
- 5 corporation shall serve in the same manner as the board of directors
- 6 of a local government corporation created under Subchapter D,
- 7 Chapter 431, Transportation Code, except that a board member is not
- 8 required to reside in the district.
- 9 Sec. 3975.0307. LAW ENFORCEMENT SERVICES. Section 49.216,
- 10 Water Code, applies to the district.
- 11 Sec. 3975.0308. MEMBERSHIP IN CHARITABLE ORGANIZATIONS.
- 12 The district may join and pay dues to a charitable or nonprofit
- 13 organization that performs a service or provides an activity
- 14 consistent with the furtherance of a district purpose.
- 15 Sec. 3975.0309. ECONOMIC DEVELOPMENT PROGRAMS. (a) The
- 16 district may engage in activities that accomplish the economic
- 17 <u>development purposes of the district.</u>
- 18 (b) The district may establish and provide for the
- 19 administration of one or more programs to promote state or local
- 20 economic development and to stimulate business and commercial
- 21 activity in the district, including programs to:
- (1) make loans and grants of public money; and
- 23 (2) provide district personnel and services.
- 24 <u>(c) The district may create economic development programs</u>
- 25 and exercise the economic development powers that:
- 26 (1) Chapter 380, Local Government Code, provides to a
- 27 municipality; and

- 1 (2) Subchapter A, Chapter 1509, Government Code,
- 2 provides to a municipality.
- 3 Sec. 3975.0310. STRATEGIC PARTNERSHIP AGREEMENT. The
- 4 <u>district may negotiate and enter into a written strategic</u>
- 5 partnership agreement with a municipality under Section 43.0751,
- 6 Local Government Code.
- 7 Sec. 3975.0311. REGIONAL PARTICIPATION AGREEMENT. The
- 8 district may negotiate and enter into a written regional
- 9 participation agreement with a municipality under Section 43.0754,
- 10 Local Government Code.
- Sec. 3975.0312. PARKING FACILITIES. (a) The district may
- 12 acquire, lease as lessor or lessee, construct, develop, own,
- 13 operate, and maintain parking facilities or a system of parking
- 14 facilities, including lots, garages, parking terminals, or other
- 15 structures or accommodations for parking motor vehicles off the
- 16 streets and related appurtenances.
- 17 <u>(b) The district's parking facilities serve the public</u>
- 18 purposes of the district and are owned, used, and held for a public
- 19 purpose even if leased or operated by a private entity for a term of
- 20 years.
- 21 (c) The district's parking facilities are parts of and
- 22 necessary components of a street and are considered to be a street
- 23 <u>or road improvement.</u>
- 24 (d) The development and operation of the district's parking
- 25 facilities may be considered an economic development program.
- Sec. 3975.0313. ADDING OR EXCLUDING LAND. (a) The
- 27 district may add land as provided by Subchapter J, Chapter 49, Water

- 1 Code.
- 2 (b) The district may exclude land as provided by Subchapter
- 3 J, Chapter 49, Water Code. Section 375.044(b), Local Government
- 4 Code, does not apply to the district.
- 5 (c) The district may include and exclude land as provided by
- 6 Sections 54.739-54.747, Water Code. A reference in those sections
- 7 to a "tax" means an ad valorem tax for the purposes of this
- 8 subsection.
- 9 (d) If the district adopts a sales and use tax authorized at
- 10 an election held under Section 3975.0602 and subsequently includes
- 11 new territory in the district under this section, the district:
- 12 (1) is not required to hold another election to
- 13 approve the imposition of the sales and use tax in the included
- 14 territory; and
- 15 (2) shall impose the sales and use tax in the included
- 16 territory as provided by Chapter 321, Tax Code.
- 17 (e) If the district adopts a sales and use tax authorized at
- 18 an election held under Section 3975.0602 and subsequently excludes
- 19 territory in the district under this section, the sales and use tax
- 20 is inapplicable to the excluded territory, as provided by Chapter
- 21 321, Tax Code, but is applicable to the territory remaining in the
- 22 <u>district.</u>
- Sec. 3975.0314. DISBURSEMENTS AND TRANSFERS OF MONEY. The
- 24 board by resolution shall establish the number of directors'
- 25 signatures and the procedure required for a disbursement or
- 26 transfer of district money.
- Sec. 3975.0315. AUDIT EXEMPTION. (a) The district may

- 1 elect to complete an annual financial report in lieu of an annual
- 2 audit under Section 375.096(a)(6), Local Government Code, if:
- 3 (1) the district had no bonds or other long-term (more
- 4 than one year) liabilities outstanding during the fiscal period;
- 5 (2) the district did not have gross receipts from
- 6 operations, loans, taxes, assessments, or contributions in excess
- 7 of \$250,000 during the fiscal period; and
- 8 (3) the district's cash and temporary investments were
- 9 not in excess of \$250,000 during the fiscal period.
- 10 (b) Each annual financial report prepared in accordance
- 11 with this section must be open to public inspection and accompanied
- 12 by an affidavit signed by a duly authorized representative of the
- 13 district attesting to the accuracy and authenticity of the
- 14 financial report.
- 15 (c) The annual financial report and affidavit shall be
- 16 substantially similar in form to the annual financial report and
- 17 affidavit forms prescribed by the executive director of the
- 18 commission under Section 49.198, Water Code.
- 19 Sec. 3975.0316. NO EMINENT DOMAIN POWER. The district may
- 20 not exercise the power of eminent domain.
- SUBCHAPTER D. ASSESSMENTS
- 22 Sec. 3975.0401. PETITION REQUIRED FOR FINANCING SERVICES
- 23 AND IMPROVEMENTS WITH ASSESSMENTS. (a) The board may not finance
- 24 <u>a service or improvement project with assessments under this</u>
- 25 chapter unless a written petition requesting that service or
- 26 <u>improvement has been filed with the b</u>oard.
- 27 (b) A petition filed under Subsection (a) must be signed by

- 1 the owners of a majority of the assessed value of real property in
- 2 the district subject to assessment according to the most recent
- 3 certified tax appraisal roll for the county.
- 4 Sec. 3975.0402. METHOD OF NOTICE FOR HEARING. The district
- 5 may mail the notice required by Section 375.115(c), Local
- 6 Government Code, by certified or first class United States mail.
- 7 The board shall determine the method of notice.
- 8 <u>Sec. 3975.0403. ASSESSMENTS; LIENS FOR ASSESSMENTS.</u>
- 9 (a) The board by resolution may impose and collect an assessment
- 10 for any purpose authorized by this chapter in all or any part of the
- 11 <u>district.</u>
- 12 (b) An assessment, a reassessment, or an assessment
- 13 resulting from an addition to or correction of the assessment roll
- 14 by the district, penalties and interest on an assessment or
- 15 reassessment, an expense of collection, and reasonable attorney's
- 16 fees incurred by the district:
- 17 (1) are a first and prior lien against the property
- 18 assessed;
- 19 (2) are superior to any other lien or claim other than
- 20 <u>a lien or claim for county, school district, or municipal ad valorem</u>
- 21 taxes; and
- 22 (3) are the personal liability of and a charge against
- 23 the owners of the property even if the owners are not named in the
- 24 <u>assessment proceedings.</u>
- 25 (c) The lien is effective from the date of the board's
- 26 resolution imposing the assessment until the date the assessment is
- 27 paid. The board may enforce the lien in the same manner that the

- 1 board may enforce an ad valorem tax lien against real property.
- 2 (d) The board may make a correction to or deletion from the
- 3 assessment roll that does not increase the amount of assessment of
- 4 any parcel of land without providing notice and holding a hearing in
- 5 the manner required for additional assessments.
- 6 SUBCHAPTER E. TAXES AND BONDS
- 7 Sec. 3975.0501. TAX ELECTION REQUIRED. The district must
- 8 hold an election in the manner provided by Chapter 49, Water Code,
- 9 or, if applicable, Chapter 375, Local Government Code, to obtain
- 10 voter approval before the district may impose an ad valorem tax.
- 11 Sec. 3975.0502. OPERATION AND MAINTENANCE TAX. (a) If
- 12 authorized by a majority of the district voters voting at an
- 13 election under Section 3975.0501, the district may impose an
- 14 operation and maintenance tax on taxable property in the district
- 15 in the manner provided by Section 49.107, Water Code, for any
- 16 district purpose, including to:
- 17 (1) maintain and operate the district;
- 18 (2) construct or acquire improvements; or
- 19 (3) provide a service.
- 20 (b) The board shall determine the operation and maintenance
- 21 tax rate. The rate may not exceed the rate approved at the
- 22 <u>election</u>.
- (c) Section 49.107(h), Water Code, does not apply to the
- 24 district.
- Sec. 3975.0503. AUTHORITY TO BORROW MONEY AND TO ISSUE
- 26 BONDS AND OTHER OBLIGATIONS. (a) The district may borrow money on
- 27 terms determined by the board.

- 1 (b) The district, by competitive bid or negotiated sale, may
- 2 issue bonds, notes, or other obligations payable wholly or partly
- 3 from ad valorem taxes, assessments, impact fees, revenue, contract
- 4 payments, grants, or other district money, or any combination of
- 5 those sources of money, to pay for any authorized district purpose.
- 6 (c) The limitation on the outstanding principal amount of
- 7 bonds, notes, or other obligations provided by Section 49.4645,
- 8 Water Code, does not apply to the district.
- 9 <u>Sec. 3975.0504.</u> BONDS SECURED BY REVENUE OR CONTRACT
- 10 PAYMENTS. The district may issue, without an election, bonds
- 11 secured by:
- 12 (1) revenue other than ad valorem taxes, including
- 13 contract revenues; or
- 14 (2) contract payments, provided that the requirements
- of Section 49.108, Water Code, have been met.
- Sec. 3975.0505. BONDS SECURED BY AD VALOREM TAXES;
- 17 ELECTIONS. (a) If authorized at an election under Section
- 18 3975.0501, the district may issue bonds payable from ad valorem
- 19 taxes.
- 20 (b) Section 375.243, Local Government Code, does not apply
- 21 to the district.
- 22 (c) At the time the district issues bonds payable wholly or
- 23 partly from ad valorem taxes, the board shall provide for the annual
- 24 imposition of a continuing direct annual ad valorem tax, without
- 25 limit as to rate or amount, for each year that all or part of the
- 26 bonds are outstanding as required and in the manner provided by
- 27 Sections 54.601 and 54.602, Water Code.

- 1 (d) All or any part of any facilities or improvements that
- 2 may be acquired by a district by the issuance of its bonds may be
- 3 submitted as a single proposition or as several propositions to be
- 4 voted on at the election.
- 5 Sec. 3975.0506. CONSENT OF MUNICIPALITY REQUIRED. (a) The
- 6 board may not issue bonds until each municipality in whose
- 7 corporate limits or extraterritorial jurisdiction the district is
- 8 <u>located has consented by ordinance or resolution to the creation of</u>
- 9 the district and to the inclusion of land in the district.
- 10 (b) This section applies only to the district's first
- 11 issuance of bonds payable from ad valorem taxes.
- 12 SUBCHAPTER F. SALES AND USE TAX
- 13 Sec. 3975.0601. APPLICABILITY OF CERTAIN TAX CODE
- 14 PROVISIONS. (a) Chapter 321, Tax Code, governs the imposition,
- 15 computation, administration, enforcement, and collection of the
- 16 sales and use tax authorized by this subchapter except to the extent
- 17 Chapter 321, Tax Code, is inconsistent with this chapter.
- 18 (b) A reference in Chapter 321, Tax Code, to a municipality
- 19 or the governing body of a municipality is a reference to the
- 20 <u>district or the board, respectively.</u>
- Sec. 3975.0602. ELECTION; ADOPTION OF TAX. (a) The
- 22 district may adopt a sales and use tax if authorized by a majority
- 23 of the voters of the district voting at an election held for that
- 24 purpose.
- (b) The board by order may call an election to authorize the
- 26 adoption of the sales and use tax. The election may be held on any
- 27 uniform election date and in conjunction with any other district

- 1 election.
- 2 (c) The ballot shall be printed to provide for voting for or
- 3 against the proposition: "Authorization of a sales and use tax in
- 4 the Richfield Ranch Management District of Harris County, Texas, at
- 5 <u>a rate not to exceed ____ percent" (insert rate of one or more</u>
- 6 increments of one-eighth of one percent).
- 7 Sec. 3975.0603. SALES AND USE TAX RATE. (a) On or after
- 8 the date the results are declared of an election held under Section
- 9 3975.0602, at which the voters approved imposition of the tax
- 10 authorized by this subchapter, the board shall determine and adopt
- 11 by resolution or order the initial rate of the tax, which must be in
- 12 one or more increments of one-eighth of one percent.
- 13 (b) After the election held under Section 3975.0602, the
- 14 board may increase or decrease the rate of the tax by one or more
- 15 increments of one-eighth of one percent.
- (c) The initial rate of the tax or any rate resulting from
- 17 <u>subsequent increases or decreases may not exceed the lesser of:</u>
- 18 (1) the maximum rate authorized by the district voters
- 19 at the election held under Section 3975.0602; or
- 20 (2) a rate that, when added to the rates of all sales
- 21 and use taxes imposed by other political subdivisions with
- 22 territory in the district, would result in the maximum combined
- 23 rate prescribed by Section 321.101(f), Tax Code, at any location in
- 24 the district.
- Sec. 3975.0604. TAX AFTER MUNICIPAL ANNEXATION. (a) This
- 26 section applies to the district after a municipality annexes part
- 27 of the territory in the district and imposes the municipality's

- 1 sales and use tax in the annexed territory.
- 2 (b) If at the time of annexation the district has
- 3 outstanding debt or other obligations payable wholly or partly from
- 4 district sales and use tax revenue, Section 321.102(g), Tax Code,
- 5 applies to the district.
- 6 (c) If at the time of annexation the district does not have
- 7 outstanding debt or other obligations payable wholly or partly from
- 8 district sales and use tax revenue, the district may:
- 9 <u>(1) exclude the annexed territory from the district,</u>
- 10 if the district has no outstanding debt or other obligations
- 11 payable from any source; or
- 12 (2) reduce the sales and use tax in the annexed
- 13 territory by resolution or order of the board to a rate that, when
- 14 added to the sales and use tax rate imposed by the municipality in
- 15 the annexed territory, is equal to the sales and use tax rate
- 16 imposed by the district in the district territory that was not
- 17 <u>annexed by the municipality.</u>
- 18 Sec. 3975.0605. NOTIFICATION OF RATE CHANGE. The board
- 19 shall notify the comptroller of any changes made to the tax rate
- 20 under this subchapter in the same manner the municipal secretary
- 21 provides notice to the comptroller under Section 321.405(b), Tax
- 22 <u>Code.</u>
- Sec. 3975.0606. USE OF REVENUE. Revenue from the sales and
- 24 use tax imposed under this subchapter is for the use and benefit of
- 25 the district and may be used for any district purpose. The district
- 26 may pledge all or part of the revenue to the payment of bonds,
- 27 notes, or other obligations, and that pledge of revenue may be in

- 1 combination with other revenue, including tax revenue, available to
- 2 the district.
- 3 Sec. 3975.0607. ABOLITION OF TAX. (a) Except as provided
- 4 by Subsection (b), the board may abolish the tax imposed under this
- 5 subchapter without an election.
- 6 (b) The board may not abolish the tax imposed under this
- 7 subchapter if the district has outstanding debt secured by the tax,
- 8 and repayment of the debt would be impaired by the abolition of the
- 9 tax.
- 10 (c) If the board abolishes the tax, the board shall notify
- 11 the comptroller of that action in the same manner the municipal
- 12 secretary provides notice to the comptroller under Section
- 13 321.405(b), Tax Code.
- 14 (d) If the board abolishes the tax or decreases the tax rate
- 15 to zero, a new election to authorize a sales and use tax must be held
- 16 under Section 3975.0602 before the district may subsequently impose
- 17 the tax.
- 18 (e) This section does not apply to a decrease in the sales
- 19 and use tax authorized under Section 3975.0604(c)(2).
- 20 SUBCHAPTER I. DISSOLUTION
- Sec. 3975.0901. DISSOLUTION. (a) The board shall dissolve
- 22 the district on written petition filed with the board by the owners
- 23 of:
- (1) 66 percent or more of the assessed value of the
- 25 property subject to assessment by the district based on the most
- 26 recent certified county property tax rolls; or
- 27 (2) 66 percent or more of the surface area of the

- 1 district, excluding roads, streets, highways, utility
- 2 rights-of-way, other public areas, and other property exempt from
- 3 assessment by the district according to the most recent certified
- 4 county property tax rolls.
- 5 (b) The board by majority vote may dissolve the district at
- 6 any time.
- 7 (c) The district may not be dissolved by its board under
- 8 Subsection (a) or (b) if the district:
- 9 (1) has any outstanding bonded indebtedness until that
- 10 bonded indebtedness has been repaid or defeased in accordance with
- 11 the order or resolution authorizing the issuance of the bonds;
- 12 (2) has a contractual obligation to pay money until
- 13 that obligation has been fully paid in accordance with the
- 14 contract; or
- 15 (3) owns, operates, or maintains public works,
- 16 facilities, or improvements unless the district contracts with
- 17 another person for the ownership, operation, or maintenance of the
- 18 public works, facilities, or improvements.
- 19 (d) Sections 375.261, 375.262, and 375.264, Local
- 20 Government Code, do not apply to the district.
- 21 SECTION 2. The Richfield Ranch Management District of
- 22 Harris County, Texas, initially includes all the territory
- 23 contained in the following area:
- Being a 296.69 acre tract of land located within the John W.
- 25 Baker Survey, A-116, the Edward Goodsir Survey, A-285, and the
- 26 H.T.&B.R.R. Co. Survey, A-402, all in Harris County, Texas; said
- 27 296.69 acre tract being a part of a call 2523.670 acre tract of land

- 1 recorded in Clerk's File Number U036618 of the Official Public
- 2 Records of Real Property of Harris County (O.P.R.R.P.H.C); said
- 3 296.69 acre tract being more particularly described by metes and
- 4 bounds as follows (all bearings are referenced to the south line of
- 5 said 2523.670 acre tract):
- 6 Beginning at a 3/4-inch iron rod found at an interior corner
- 7 of said 2523.670 acre tract and the northeast corner of a call 3.220
- 8 acre tract of land recorded in Volume 6368, Page 357 of the Harris
- 9 County Deed Records (H.C.D.R.), and being on the south Right-of-Way
- 10 (R.O.W.) line of the Union Pacific Railroad (100 feet wide)
- 11 recorded in Volume 964, Page 88 of the H.C.D.R.;
- 1. Thence with common line of said 2523.670 acre tract and
- 13 said Union Pacific Railroad, South 68 degrees 09 minutes 04 seconds
- 14 East, a distance of 3,468.29 feet to the west R.O.W. line of State
- 15 Highway 99 (Grand Parkway) recorded in Clerk's File Number
- 16 20120310531 of the O.P.R.R.P.H.C.;
- 17 Thence, with said west R.O.W. line, the following thirteen
- 18 (13) courses
- 19 2. South 03 degrees 24 minutes 19 seconds East, a distance
- 20 of 389.11 feet;
- 3. South 14 degrees 45 minutes 04 seconds East, a distance
- 22 of 620.00 feet;
- 4. South 02 degrees 04 minutes 37 seconds East, a distance
- 24 of 182.04 feet;
- 5. 843.74 feet along the arc of a curve to the right, said
- 26 curve having a central angle of 04 degrees 17 minutes 37 seconds, a
- 27 radius of 11,259.16 feet and a chord that bears South 00 degrees 04

- 1 minutes 11 seconds West, a distance of 843.54 feet;
- 2 6. South 02 degrees 12 minutes 59 seconds West, a distance
- 3 of 74.10 feet;
- 7. South 47 degrees 12 minutes 59 seconds West, a distance
- 5 of 49.50 feet;
- 8. South 02 degrees 12 minutes 59 seconds West, a distance
- 7 of 100.00 feet;
- 9. South 42 degrees 47 minutes 01 seconds East, a distance
- 9 of 49.50 feet;
- 10. South 02 degrees 12 minutes 59 seconds West, a distance
- 11 of 1,486.42 feet;
- 12 11. 1,398.54 feet along the arc of a curve to the left, said
- 13 curve having a central angle of 03 degrees 27 minutes 58 seconds, a
- 14 radius of 23,118.32 feet and a chord that bears South 00 degrees 29
- 15 minutes 00 seconds West, a distance of 1,398.33 feet;
- 16 12. South 01 degrees 14 minutes 59 seconds East, a distance
- 17 of 1,972.40 feet;
- 13. South 43 degrees 22 minutes 43 seconds West, a distance
- 19 of 71.17 feet;
- 20 14. South 01 degrees 14 minutes 59 seconds East, a distance
- 21 of 70.13 feet to the common line of aforesaid 2523.670 acre tract
- 22 and a call 1158.2 acre tract recorded in Volume 3131, Page 393 of
- 23 the H.C.D.R.;
- 15. Thence, with said common line, South 88 degrees 00
- 25 minutes 19 seconds West, a distance of 1,250.11 feet;
- Thence, through said 2523.670 acre tract, the following five
- 27 (5) courses:

- 1 16. North 01 degrees 14 minutes 59 seconds West, a distance
- 2 of 2,109.44 feet;
- 3 17. 1,477.19 feet along the arc of a curve to the right, said
- 4 curve having a central angle of 03 degrees 27 minutes 58 seconds, a
- 5 radius of 24,418.32 feet and a chord that bears North 00 degrees 29
- 6 minutes 00 seconds East, a distance of 1,476.96 feet;
- 7 18. North 02 degrees 12 minutes 59 seconds East, a distance
- 8 of 1,730.52 feet;
- 9 19. 1,014.11 feet along the arc of a curve to the left, said
- 10 curve having a central angle of 05 degrees 50 minutes 03 seconds, a
- 11 radius of 9,959.16 feet and a chord that bears North 00 degrees 42
- 12 minutes 03 seconds West, a distance of 1,013.67 feet;
- 13 20. North 68 degrees 09 minutes 04 seconds West, a distance
- of 2,829.49 feet to the common line of said 2523.670 acre tract and
- 15 a call 523.376 acre tract of land recorded in Clerk's File Number
- 16 H793053 of the O.P.R.R.H.C.;
- 17 21. Thence, with said common line, North 02 degrees 09
- 18 minutes 14 seconds West, a distance of 157.88 feet;
- 19 22. Thence, through said 2523.670 acre tract, North 27
- 20 degrees 35 minutes 08 seconds East, at a distance of 306.42 feet
- 21 passing an interior corner of said 2523.670 acre tract and the south
- 22 corner of aforesaid 3.220 acre tract, in all, a total distance of
- 23 1161.59 feet to the Point of Beginning and containing 296.69 acres
- 24 of land.
- 25 SECTION 3. (a) The legal notice of the intention to
- 26 introduce this Act, setting forth the general substance of this
- 27 Act, has been published as provided by law, and the notice and a

- 1 copy of this Act have been furnished to all persons, agencies,
- 2 officials, or entities to which they are required to be furnished
- 3 under Section 59, Article XVI, Texas Constitution, and Chapter 313,
- 4 Government Code.
- 5 (b) The governor, one of the required recipients, has
- 6 submitted the notice and Act to the Texas Commission on
- 7 Environmental Quality.
- 8 (c) The Texas Commission on Environmental Quality has filed
- 9 its recommendations relating to this Act with the governor,
- 10 lieutenant governor, and speaker of the house of representatives
- 11 within the required time.
- 12 (d) All requirements of the constitution and laws of this
- 13 state and the rules and procedures of the legislature with respect
- 14 to the notice, introduction, and passage of this Act have been
- 15 fulfilled and accomplished.
- 16 SECTION 4. This Act takes effect immediately if it receives
- 17 a vote of two-thirds of all the members elected to each house, as
- 18 provided by Section 39, Article III, Texas Constitution. If this
- 19 Act does not receive the vote necessary for immediate effect, this
- 20 Act takes effect September 1, 2019.