By: Nichols

S.B. No. 2516

## A BILL TO BE ENTITLED 1 AN ACT 2 relating to the creation of the Montgomery County Municipal Utility District No. 179; 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 8082 to read as follows: 8 9 CHAPTER 8082. MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 179 SUBCHAPTER A. GENERAL PROVISIONS 10 Sec. 8082.0101. 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 Montgomery County Municipal Utility District No. 179. 17 Sec. 8082.0102. NATURE OF DISTRICT. The district is a 18 municipal utility district created under Section 59, Article XVI, 19 Texas Constitution. 20 21 Sec. 8082.0103. 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

86R16001 SLB-F

<u>Sec. 8082.0104. CONSENT OF MUNICIPALITY REQUIRED. The</u>
 <u>temporary directors may not hold an election under Section</u>
 <u>8082.0103 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. 8082.0105. 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. 8082.0106. 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. 8082.0201. GOVERNING BODY; TERMS. (a) The district is
4	governed by a board of five elected directors.
5	(b) Except as provided by Section 8082.0202, directors
6	serve staggered four-year terms.
7	Sec. 8082.0202. 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 8082.0103; 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 8082.0103 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 8082.0103; 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 majority of the assessed value of the real property in the district 2 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. 8082.0301. 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. 8082.0302. 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. 8082.0303. 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. 8082.0304. 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

1 (b) If a road project is not located in the corporate limits 2 or extraterritorial jurisdiction of a municipality, the road 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. 8082.0305. 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. Sec. 8082.0306. CERTAIN NAVIGATION IMPROVEMENTS. (a) The 15 district is created for the following purposes and has the power to 16 17 purchase, construct, acquire, own, operate, maintain, improve, or extend, inside or outside the district, a canal or other waterway, 18 19 bulkhead, dock, or improvement in aid of such canals, waterways, bulkheads, or docks. 20 21 (b) Notwithstanding any other law, the powers provided by Subsection (a) are subject to the applicable rules, regulations, 22 23 and approval of the San Jacinto River Authority. 24 (c) In the event the district adopts a rule or regulation relating to boating or navigation, the rule or regulation must be 25 26 consistent with the applicable rules or regulations of the San 27 Jacinto River Authority.

1	SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS
2	Sec. 8082.0401. ELECTIONS REGARDING TAXES OR BONDS. (a)
3	The district may issue, without an election, bonds and other
4	obligations secured by:
5	(1) revenue other than ad valorem taxes; or
6	(2) contract payments described by Section 8082.0403.
7	(b) The district must hold an election in the manner
8	provided by Chapters 49 and 54, Water Code, to obtain voter approval
9	before the district may impose an ad valorem tax or issue bonds
10	payable from ad valorem taxes.
11	(c) The district may not issue bonds payable from ad valorem
12	taxes to finance a road project unless the issuance is approved by a
13	vote of a two-thirds majority of the district voters voting at an
14	election held for that purpose.
15	Sec. 8082.0402. OPERATION AND MAINTENANCE TAX. (a) If
16	authorized at an election held under Section 8082.0401, the
17	district may impose an operation and maintenance tax on taxable
18	property in the district in accordance with Section 49.107, Water
19	Code.
20	(b) The board shall determine the tax rate. The rate may not
21	exceed the rate approved at the election.
22	Sec. 8082.0403. CONTRACT TAXES. (a) In accordance with
23	Section 49.108, Water Code, the district may impose a tax other than
24	an operation and maintenance tax and use the revenue derived from
25	the tax to make payments under a contract after the provisions of
26	the contract have been approved by a majority of the district voters
27	voting at an election held for that purpose.

1 (b) A contract approved by the district voters may contain a provision stating that the contract may be modified or amended by 2 3 the board without further voter approval. 4 SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS Sec. 8082.0501. AUTHORITY TO ISSUE BONDS AND OTHER 5 OBLIGATIONS. The district may issue bonds or other obligations 6 payable wholly or partly from ad valorem taxes, impact fees, 7 revenue, contract payments, grants, or other district money, or any 8 combination of those sources, to pay for any authorized district 9 10 purpose. Sec. 8082.0502. TAXES FOR BONDS. At the time the district 11 12 issues bonds payable wholly or partly from ad valorem taxes, the board shall provide for the annual imposition of a continuing 13 direct ad valorem tax, without limit as to rate or amount, while all 14

15 or part of the bonds are outstanding as required and in the manner 16 provided by Sections 54.601 and 54.602, Water Code.

Sec. 8082.0503. BONDS FOR ROAD PROJECTS. At the time of issuance, the total principal amount of bonds or other obligations issued or incurred to finance road projects and payable from ad valorem taxes may not exceed one-fourth of the assessed value of the real property in the district.

22 SECTION 2. The Montgomery County Municipal Utility District 23 No. 179 initially includes all the territory contained in the 24 following area:

BEING 56.7111 NET ACRES of land, situated in the John Corner Survey, Abstract Number 8 in Montgomery County, Texas, consisting of a 50.61 acre tract and 7.16 acre tract, described in Deed to

General Monitors Transnational, LLC., recorded under Clerk's File

S.B. No. 2516

Number 2007-020435 and a 2.4988 acre tract described in Deed to 2 General Monitors Transnational, LLC., recorded under Clerk's File 3 Number 2007-121045, together with a called 0.83 acre tract and a 4 called 0.04 acre tract, described in that certain Boundary Line 5 Agreement between Philip LeFevre and wife, Holly LeFevre and 6 Grandview Development, Inc., recorded under Clerk's File Number 7 8 2006-093056, all in the Real Property Records of Montgomery County, Texas; said 56.7111 acres being more particularly described by 9 10 metes and bounds as follows with all bearings referenced to the North line of Lonestar Parkway, a variable width right-of-way 11 12 recorded under Clerk's File Number 2004-134115 Real Property 13 Records as found monumented on the ground:

BEGINNING at an iron rod with a survey cap marked "C&R", found for the Southeast corner of the herein described tract and the Southwest corner of the Replat of Grandview, Section 4, the plat thereof recorded in Cabinet Z, Sheet 2594 of the Map Records of Montgomery County, Texas, and being located in the North line of Lonestar Parkway;

20 THENCE with the following courses and distances along the 21 North line of Lonestar Parkway:

North 74°14'01" West, a chord distance of 345.27 feet along a curve to the left, having as its elements: a central angle of 09°15'16", a radius of 2140.00 feet and an arc length of 345.65 feet to an iron rod with a survey cap marked "C&R", found for an angle point;

27

1

North 74°57'21" West, a distance of 105.35 feet to a 5/8 inch

1 iron rod with a survey cap marked "Glezman, RPLS 4627", set for the 2 beginning of a curve to the left;

S.B. No. 2516

North 87°15'30" West, a chord distance of 418.73 feet along a curve to the left, having as its elements: a central angle of 11°10'36", a radius of 2150.00 feet and an arc length of 419.39 feet to an iron rod with a survey cap marked "Carter Burgess", found for an angle point;

8 South 80°31'57" West, a distance of 104.82 feet, to an iron 9 rod with a survey cap marked "Carter Burgess", found for the 10 beginning of a curve to the left;

South 80°06'43" West, a chord distance of 309.95 feet along a curve to the left, having as its elements: a central angle of 08°18'21", a radius of 2140.00 feet and an arc length of 310.22 feet to an iron rod with a survey cap marked "Carter Burgess", found for an angle point;

South 76°06'31" West, a distance of 43.83 feet to a 5/8 inch iron rod with survey cap, set for the Southwest corner of the herein described tract and the Southeast corner of the LeFevre Development, Inc., called 33.527 acre tract as described in Deed recorded under Clerk's File Number 2008-096315 Real Property Records;

THENCE North 13°56'40" West, a distance of 631.37 feet, leaving the North line of Lonestar Parkway, along the East line of the called 33.527 acre tract, to a 5/8 inch iron rod with survey cap, set for an angle point;

THENCE North 03°32'31" West, a distance of 568.53 feet to a 5/8 inch iron rod, found for an angle point at the Northeast corner

of the called 33.527 acre tract at the Southeast corner of Buffalo
 Crossing, a subdivision with the plat thereof recorded in Cabinet
 Z, Sheet 1462 of the Montgomery County Map Records;

S.B. No. 2516

THENCE North 27°56'22" East, a distance of 659.88 feet along the Southeast line of Buffalo Crossing and the Northwesterly line of the called 50.61 acre tract and the called 7.16 acre tract, to an iron rod with a survey cap marked "Town & Country", found for an angle point at the Northwest corner of the called 7.16 acre tract and the Southwest corner of the called 2.4988 acre tract;

10 THENCE North 00°12'04" West, a distance of 100.04 feet along 11 the East line of Buffalo Crossing, passing at 70.92 feet, a "PK" 12 nail in a wood bulkhead; in all, a distance of 100.04 feet to the 13 Northwest corner of the herein described tract, in the South line of 14 Reserve "F" of the Amending Plat Of Waterstone On Lake Conroe, 15 Section 1, the plat thereof recorded in Cabinet Z, Sheet 1356 of the 16 Map Records;

THENCE South 89°47'03" East, a distance of 372.87 feet along the South line of Reserve "F" of the Amending Plat Of Waterstone On Lake Conroe, Section 1 and the North line of the called 2.4988 acre tract, to an angle point;

THENCE North 75°17'26" East, a distance of 457.41 feet along the South line of Reserve "F" of the Amending Plat Of Waterstone On Lake Conroe, Section 1 and the North line of the called 2.4988 acre tract, to an angle point;

THENCE North 83°09'49" East, a distance of 294.06 feet along the South line of Reserve "F" of the Amending Plat Of Waterstone On Lake Conroe, Section 1 and the North line of the called 2.4988 acre

1 tract, to an angle point;

THENCE South 54°29'34" East, a distance of 181.92 feet along 2 the South line of Reserve "F" of the Amending Plat Of Waterstone On 3 Lake Conroe, Section 1 and passing the East corner the called 2.4988 4 acre tract, along the North line of the called 0.83 acre tract 5 Boundary Line Agreement and the Southwesterly line of the 6 Waterstone On Lake Conroe, Inc. called 155.2494 acre tract as 7 recorded under Clerk's File Number 2007-109227 Real Property 8 Records, to an angle point; 9

10 THENCE North 69°37'08" East, a distance of 50.61 feet along 11 the North line of the called 0.83 acre tract Boundary Line Agreement 12 to an angle point;

13 THENCE South 38°05'40" East, a distance of 110.95 feet along 14 the North line of the called 0.83 acre tract Boundary Line Agreement 15 to the Northeast corner of the herein described tract at the 16 Northwest corner of Grandview Section 2, the plat thereof recorded 17 in Cabinet Z, Sheet 280 of the Map Records;

18 THENCE along the West line of Grandview Section 2 and the 19 aforesaid Boundary Line Agreement, with the following bearings and 20 distance:

South 87°14'15" West, passing at a distance of 17.12 feet, a "PK" nail with washer marker "Glezman Surveying", set for reference in a wood bulkhead; a total distance of 114.00 feet to an angle point;

25 South 23°44'52" West, a distance of 294.00 feet to an 26 angle point;

27 South 05°20'19" West, a distance of 91.97 feet to an

S.B. No. 2516 1 angle point; South 05°20'56" West, a distance of 84.97 feet to an 2 3 angle point; South 14°28'08" West, a distance of 171.11 feet to an 4 5 angle point; 6 South 26°24'26" East, a distance of 90.34 feet to an 7 angle point; South  $05^{\circ}57'54''$  East, a distance of 127.78 feet to an 8 angle point; 9 10 South 11°05'43" West, a distance of 147.63 feet to an angle point; 11 12 South 40°13'26" East, a distance of 64.64 feet to an 13 angle point; 14 South 40°13'26" East, a distance of 49.21 feet to an 15 angle point; South 25°23'41" East, a distance of 207.16 feet to an 16 17 angle point; South 03°53'33" East, a distance of 376.46 feet to a 5/8 inch 18 19 iron rod with survey cap, set at the Northwest corner of the Replat of Grandview Section 4, the plat thereof recorded in Cabinet Z, 20 21 Sheet 2594 of the Map Records; THENCE South 21°39'21" West, a distance of 300.00 feet along 22 the West line of the Replat of Grandview Section 4, back to the 23 24 Point of Beginning and containing 60.293 gross acres of land, based on the survey and plat prepared by Glezman Surveying Inc., dated 25 26 July 3, 2014.

27 SAVE AND EXCEPT the following described tract or parcel of

1 land:

Being 3.5819 acres (156,029 square feet) of land, situated in 2 3 the John Corner Survey, Abstract Number 8 in Montgomery County, Texas and being out of the Consolidated Ventures, Inc. 60.293 acre 4 5 tract as recorded under Clerk's File Number 2015056092 Real Property Records of Montgomery County, Texas; said 3.5819 acres 6 being more particularly described by metes and bounds as follows 7 8 with all bearings referenced to the North line of Lonestar Parkway, a variable width right-of-way recorded under Clerk's File Number 9 10 2004-134115 Real Property Records, as found monumented on the ground: 11

BEGINNING at an iron rod with a survey cap marked "C&R", found at the Southeast corner of the herein described tract and Southeast corner of the 60.293 acre tract, at the Southwest comer of the Replat of Grandview, Section 4, the plat thereof recorded in Cabinet Z, Sheet 2594 of the Map Records of Montgomery County, Texas and being the North line of Lonestar Parkway;

18 THENCE with the following courses and distances along the 19 North line of Lonestar Parkway:

20 North 74°14'01" West, a chord distance of 345.27 feet along a 21 curve to the left, having as its elements: a central angle of 22 09°15'15", a radius of 2140.00 feet and an arc length of 345.65 feet 23 to an iron rod with a survey cap marked "C&R", found for an angle 24 point;

North 74°57'21" West, a distance of 105.35 feet to a 5/8 inch iron rod with a survey cap marked "Glezman, RPLS 4627", set for the beginning of a curve to the left;

North 81°55'50" West, a chord distance of 19.54 feet along a curve to the left, having as its elements: a central angle of 00°31'15", a radius of 2150.00 feet and an arc length of 19.54 feet to an iron rod with a survey cap marked "Glezman RPLS 4627", set for the Southwest corner of the herein described tract;

6 THENCE North 15°17'07" East, a distance of 325.00 feet, 7 severing the 60.293 acre tract to a 5/8 inch iron rod with survey 8 cap, set for the Northwest corner of the herein described tract;

9 THENCE South 74°42'53" East, a distance of 493.95 feet, 10 severing the 60.293 acre tract, to an iron rod with survey cap, set 11 for the Northeast corner of the herein described tract and being in 12 the East line of the 60.293 acre tract and the West line of 13 Grandview Section 2, the plat thereof recorded in Cabinet Z, Sheet 14 280 of the Map Records of Montgomery County, Texas;

15 THENCE South 03°53'33" East, a distance of 28.43 feet along 16 the East line of the 60.293 acre tract and West line of Grandview 17 Section 2, to a 5/8 inch iron rod with survey cap, set for an angle 18 point and being the Northwest corner of the aforementioned Replat 19 of Grandview, Section 4;

THENCE South 21°39'21" West, a distance of 300.00 feet along the West line of the Replat of Grandview, Section 4, back to the Point of beginning and containing 3.5819 acres of land based on the survey and plat prepared by Glezman Surveying, Inc., dated March 7, 24 2017.

25 Resulting in 56.7111 net acres of land.

26 SECTION 3. (a) The legal notice of the intention to 27 introduce this Act, setting forth the general substance of this

Act, has been published as provided by law, and the notice and a
 copy of this Act have been furnished to all persons, agencies,
 officials, or entities to which they are required to be furnished
 under Section 59, Article XVI, Texas Constitution, and Chapter 313,
 Government Code.

6 (b) The governor, one of the required recipients, has 7 submitted the notice and Act to the Texas Commission on 8 Environmental Quality.

9 The Texas Commission on Environmental Quality has filed (c) 10 its recommendations relating to this Act with the governor, the lieutenant governor, and the speaker 11 of the house of 12 representatives within the required time.

13 (d) All requirements of the constitution and laws of this 14 state and the rules and procedures of the legislature with respect 15 to the notice, introduction, and passage of this Act are fulfilled 16 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 8082, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 8082.0307 to read as follows: <u>Sec. 8082.0307. NO EMINENT DOMAIN POWER. The district may</u> 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.

26 SECTION 5. This Act takes effect immediately if it receives 27 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.

S.B. No. 2516