1-1 By: Bettencourt S.B. No. 2523 1-2 1-3 (In the Senate - Filed April 3, 2019; April 4, 2019, read first time and referred to Committee on Intergovernmental Relations; April 23, 2019, reported favorably by the following 1-4 vote: Yeas 6, Nays 0; April 23, 2019, sent to printer.) COMMITTEE VOTE 1-6 1 - 7Yea Absent PNV Nav 1-8 Lucio Schwertner X 1-9 1-10 1-11 Alvarado Campbell 1-12 Fallon Χ 1-13 Menéndez 1-14 Nichols A BILL TO BE ENTITLED 1-15 1-16 AN ACT relating to the creation of the Harris County Municipal Utility District No. 572; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose 1-17 ī**-**18 1-19 1-20 assessments, fees, and taxes. 1-21 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Subtitle F, Title 6, Special District Local Laws Code, is amended by adding Chapter 8026 to read as follows: 1-22 1-24 CHAPTER 8026. HARRIS COUNTY MUNICIPAL UTILITY DISTRICT NO. 572 1-25 SUBCHAPTER A. GENERAL PROVISIONS 8026.0101. DEFINITIONS. In this chapter: 1-26 "Board" means the district's board of directors. 1-27 "Commission" means Texas Commission 1-28 the Environmental Quality. 1-29 "Director" means a board member.
"District" means the Harris County Municipal 1-30 (3) 1-31 (4)572.

NATURE OF DISTRICT. Utility District No. 57 Sec. 8026.0102. 1-32 1-33 The <u>district</u> 1-34 municipal utility district created under Section 59, Article XVI, 1-35 Texas Constitution. 1-36 Sec. 8026.0103. CONFIRMATION AND DIRECTOR ELECTION REQUIRED. The temporary directors shall hold an election to confirm the creation of the district and to elect five permanent 1-37 1-38 directors as provided by Section 49.102, Water Code. 1-39 Sec. 8026.0104. CONSENT OF MUNICIPALITY REQUIRED. 1-40 temporary directors may not hold an election under Sec 8026.0103 until each municipality in whose corporate limit extraterritorial jurisdiction the district is located 1-41 hold an election under Section 1-42 limits or 1-43 has consented by ordinance or resolution to the creation of 1-44 the district and to the inclusion of land in the district. 1-45 AND BENEFIT. 1-46 Sec. 8026.0105. FINDINGS OF PUBLIC PURPOSE The district is created to serve a public purpose and benefit.

(b) The district is created to accomplish the purposes of: 1-47 (a) 1-48 1-49 (1) a municipal utility district as provided general law and Section 59, Article XVI, Texas Constitution; and 1-50 (2) Section 52, Article III, Texas Constitution, that 1-51 1-52 relate to the construction, acquisition, improvement, operation, or maintenance of macadamized, graveled, or paved roads, or 1-53 improvements, including storm drainage, in aid of those roads. 1-54 Sec. 8026.0106. INITIAL DISTRICT TERRITORY. (a) The district is initially composed of the territory described by 1-55 1-56 Section 2 of the Act enacting this chapter.
(b) The boundaries and field notes contained in Section 2 of

the Act enacting this chapter form a closure. A mistake made in the field notes or in copying the field notes in the legislative process

does not affect the district's:

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(1) organization, existence, or validity;(2) right to issue any type of bond for the purposes for which the district is created or to pay the principal of and interest on a bond;

(3) right to impose a tax; or

legality or operation.

SUBCHAPTER B. BOARD OF DIRECTORS

8026.0201. GOVERNING BODY; TERMS. The district is governed by a board of five elected directors.

(b) Except as provided by Section 8026.0202, directors serve staggered four-year terms.

Sec. 8026.0202. TEMPORARY DIRECTORS. (a) The temporary board consists of:

- (1) Steve Habachy;
- John Linker;

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- Mark Ramos;
- (4) Jonathan Sanders; and
- (5) Chris Barnes.
- Temporary directors serve until the earlier of: (b)
- (1)the date permanent directors are elected under Section 8026.0103; or

(2) the fourth anniversary of the effective date of the Act enacting this chapter.

(c) If permanent directors have not been elected under Section 8026.0103 and the terms of the temporary directors have expired, successor temporary directors shall be appointed or reappointed as provided by Subsection (d) to serve terms that expire on the earlier of:

(1) the date permanent directors are elected under Section 8026.0103; or (2) the

fourth anniversary of the date of the appointment or reappointment.

(d) If Subsection (c) applies, the owner or owners majority of the assessed value of the real property in the district may submit a petition to the commission requesting that the commission appoint as successor temporary directors the five persons named in the petition. The commission shall appoint as successor temporary directors the five persons named in the petition.

SUBCHAPTER C. POWERS AND DUTIES
Sec. 8026.0301. GENERAL POWERS AND DUTIES. The <u>district</u> has the powers and duties necessary to accomplish the purposes for which the district is created.

Sec. 8026.0302. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. The district has the powers and duties provided by the general law of this state, including Chapters 49 and 54, Water Code, applicable to municipal utility districts created under Section 59, Article XVI, Texas Constitution.

Sec. 8026.0303. AUTHORITY FOR ROAD PROJECTS. Under Section Article III, Texas Constitution, the district may design, 52, Article III, Texas Constitution, the district may design, acquire, construct, finance, issue bonds for, improve, operate, maintain, and convey to this state, a county, or a municipality for operation and maintenance macadamized, graveled, or paved roads, or

improvements, including storm drainage, in aid of those roads.

Sec. 8026.0304. ROAD STANDARDS AND REQUIREMENTS. (a) A road project must meet all applicable construction standards, zoning and subdivision requirements, and regulations of each municipality in whose corporate limits or extraterritorial jurisdiction the road project is located.

(b) If a road project is not located in the corporate limits extraterritorial jurisdiction of a municipality, the road project must meet all applicable construction standards, subdivision requirements, and regulations of each county in which

the road project is located.

(c) If the state will maintain and operate the road, the Texas Transportation Commission must approve the plans and specifications of the road project.

Sec. 8026.0305. COMPLIANCE Sec. 8026.0305. COMPLIANCE WITH MUNICIPAL CONSENT ORDINANCE OR RESOLUTION. The district shall comply with all

applicable requirements of any ordinance or resolution that is 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 3-1 3-2 in the district.

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SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS

8026.0401. ELECTIONS REGARDING TAXES OR BONDS. The district may issue, without an election, bonds and other obligations secured by:

(1) revenue other than ad valorem taxes; or

(2) contract payments described by Section 8026.0403.

(b) The district must hold an election in the manner provided by Chapters 49 and 54, Water Code, to obtain voter approval before the district may impose an ad valorem tax or issue bonds payable from ad valorem taxes.

The district may not issue bonds payable from ad valorem 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

election held for that purpose. Sec. 8026.0402. OPERATION AND MAINTENANCE TAX. (a) If authorized at an election held under Section 8026.0401, the district may impose an operation and maintenance tax on taxable property in the district in accordance with Section 49.107, Water Code.

The board shall determine the tax rate. The rate may not (b)

exceed the rate approved at the election.

Sec. 8026.0403. CONTRACT TAXES. (a) In accordance with Section 49.108, Water Code, the district may impose a tax other than an operation and maintenance tax and use the revenue derived from the tax to make payments under a contract after the provisions of the contract have been approved by a majority of the district voters voting at an election held for that purpose.

(b) A contract approved by the district voters may contain a provision stating that the contract may be modified or amended by

the board without further voter approval.

SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS
Sec. 8026.0501. AUTHORITY TO ISSUE BONDS AND OTHER OBLIGATIONS. The district may issue bonds or other obligations payable wholly or partly from ad valorem taxes, impact fees, revenue, contract payments, grants, or other district money, or any combination of those sources, to pay for any authorized district purpose.

8026.0502. TAXES FOR BONDS. At the time the district issues bonds payable wholly or partly from ad valorem taxes, the board shall provide for the annual imposition of a continuing 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 provided by Sections 54.601 and 54.602, Water Code.

Sec. 8026.0503. 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.

SECTION 2. The Harris County Municipal Utility District No. 572 initially includes all the territory contained in the following area:

Being 54.749 acres of land, in the William Hurd Survey, A-376 and the F. Benignus Survey, A-1463, Harris County, Texas, being a portion of PARKSIDE GRAND PARKWAY RESERVE, according to the plat thereof recorded under Film Code Number 683283 in the Map Records of Harris County, Texas, and being more particularly described by metes and bounds as follows: (All bearings based on the Texas

Coordinate System of 1983, South Central Zone)

COMMENCING at a 5/8 inch iron rod with cap stamped "Rods Surveying Inc." found for the northwest corner of said PARKSIDE GRAND PARKWAY RESERVE and being the northwest corner of a 0.2941 acre tract dedicated to the public for right-of-way purposes as shown on said plat of PARKSIDE GRAND PARKWAY RESERVE;

THENCE North 87° 26' 12" East - 20.00 feet, with the north line of said PARKSIDE GRAND PARKWAY RESERVE and said 0.2941 acre tract,

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to a 5/8-inch iron rod with "IDS" cap set for the northwest corner and POINT OF BEGINNING of the herein described tract and being the northeast corner of said 0.2941 acre tract;

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THENCE North 87° 26' 12" East - 1645.07 feet, with the north line of the herein described tract and the south line of the 15.668 acre tract described in the deed from Roy H. Barrett to Premier Baseball Real Estate recorded in File Number 20120587605 in the Official Public Records of Real Property of Harris County, Texas, to a 5/8-inch iron rod with cap stamped "IDS" found for the northeast corner of the herein described tract, in the west line of the 3.11 acre tract described in the deeds from Judith Mullen as Executrix for the Estate Of John W. Mullen to Lillian Jaeger Hall (1/2 Interest) recorded in File Number V164309 in the Official Public Records of Real Property of Harris County, Texas and the deed from Paul Fehrle to Lawrence Lind and Michael Fitzmaurice (1/2 Interest) recorded in File Number G130286 in the Official Public Records of Real Property of Harris County, Texas;

THENCE South 02° 31' 19" East - 1581.42 feet, with the west

line of said 3.11 acre tract, to a 5/8-inch iron rod with cap stamped "IDS" found for the southeast corner of the herein described tract and being the northeast corner of the residue of a called 111.8154 acre tract described in the deed from ${\tt HSIEN}$ DAO CHANG, TRUSTEE to ROSEHILL PROPERTIES, LLC recorded in File Number RP-2017-430616 in the Official Public Records of Real Property of

Harris County, Texas; THENCE South 88° 19' 57" West - 627.31 feet, with the line common to the herein described tract and said residue tract, to a 5/8-inch iron rod with cap stamped "IDS" found for an angle point on the north right-of-way line of State Highway 99 Grand Parkway (R.O.W. Varies);

THENCE with northerly lines of said State Highway 99 the following courses and distances:

North 13° 27' 48" East - 56.51 feet to a TXDOT monument found for the beginning of a non-tangent curve to the right; in a westerly direction, with said curve to the right, having a central angle of 00° 58' 17", a chord bearing and distance of North 76° 06' 03" West - 188.67 feet, a radius of 11127.71 feet, and an arc distance of 188.67 feet to a TXDOT monument found for the end of

North 75° 36' 54" West - 958.09 feet, to a 5/8-inch iron rod with cap stamped "IDS" set for the southwest corner of the herein described tract, at the northeast intersection of said State Highway 99 Grand Parkway and Cypress-Rosehill Road (width varies);

THENCE with the east right-of-way line

Cypress-Rosehill Road the following courses and distances:

North 02° 28' 33" East - 108.79 feet, to a 5/8-inch iron rod with cap stamped "MILLER" found for an angle corner;

North 11° 10' 09" East - 71.87 feet, to a TXDOT monument found for the beginning of a curve to the left; in a northerly direction, with said curve to the left, having a central angle of 17° 10' 54", a chord bearing and distance of North 06° 07' 34" East -253.91 feet, a radius of 849.89 feet, and an arc distance of 254.86 feet to a PK nail with washer stamped "IDS" set for the end of curve;

North 02° 27' 53" West - 138.89 feet, to a 5/8-inch iron rod with cap stamped "IDS" found for the southeast corner of said

0.2941 acre tract, from which a found TXDOT monument, bears South 87° 32' 07" West - 21.57 feet;

North 02° 34' 19'' West - 616.47 feet, to the POINT OF BEGINNING of the herein described tract and containing 54.749 acres of land.

SECTION 3. (a) The legal notice of the intention 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.

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

5-1 Environmental Quality.

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- (c) The Texas Commission on Environmental Quality has filed its recommendations relating to this Act with the governor, the of the house lieutenant governor, and the speaker 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 8026, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 8026.0306 to read as follows:

Sec. 8026.0306. NO EMINENT DOMAIN POWER. The district may 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.

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