BILL ANALYSIS

Senate Research Center 87R9405 SGM-F H.B. 4583 By: Stephenson (Kolkhorst) Local Government 5/21/2021 Engrossed

AUTHOR'S / SPONSOR'S STATEMENT OF INTENT

H.B. 4583 creates Fort Bend County Municipal Utility District No. 232 (district). The district will encompass approximately 100.5 acres of land located within Fort Bend County, Texas. The district is located within the corporate limits of the City of Rosenberg, Texas. H.B. 4583 is a standard template bill and provides for water, sewer, drainage, and road facilities facilities, which need to be secured because the land to be located within the district will be developed for residential purposes. H.B. 4583 follows the template in all regards. The district is created under Water Code provisions applicable to all water districts and to municipal utility districts and under constitutional provisions relating to conservation and reclamation districts. The district will have standard road powers and must comply with all applicable road standards. The district will have the authority to issue tax-exempt bonds to purchase, acquire, or construct the facilities. It is also necessary to empower the district with authority to impose a tax and to grant the district a limited power of eminent domain. This bill provides for the creation, administration, powers, duties, operation, and financing of the district.

H.B. 4583 amends current law relating to the creation of the Fort Bend County Municipal Utility District No. 232, grants a limited power of eminent domain, provides authority to issue bonds, and provides authority to impose fees and taxes.

RULEMAKING AUTHORITY

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Subtitle F, Title 6, Special District Local Laws Code, by adding Chapter 7907A, as follows:

CHAPTER 7907A. FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 232

Sets forth standard language for the creation of the Fort Bend County Municipal Utility District No. 232 (district) in Fort Bend County. Sets forth standards, procedures, requirements, and criteria for:

Creation and approval of and public purpose for the district (Sections 7907A.0101-7907A.0106);

Size, composition, appointment, and compensation and reimbursement of expenses for the board of directors, including composition of the initial district (Sections 7907A.0201-7907A.0203);

Powers and duties of the district (Sections 7907A.0301-7907A.0305); and

General financial provisions and authority to impose a tax and issue bonds and obligations for the district (Sections 7907A.0401-7907A.0503).

SECTION 2. Sets forth the initial boundaries of the district.

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SECTION 3. Provides that 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) Provides that, if this Act does not receive a two-thirds vote of all the members elected to each house, Subchapter C, Chapter 7907A, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 7907A.0306, as follows:

Sec. 7907A.0306. NO EMINENT DOMAIN POWER. Prohibits the district from exercising the power of eminent domain.

(b) Provides that 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. Effective date: upon passage or September 1, 2021.