By: Stephenson H.B. No. 4642

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the creation of the Fort Bend County Municipal Utility
3	District No. 253; granting a limited power of eminent domain;
4	providing authority to issue bonds; providing authority to impose
5	assessments, fees, and taxes.
6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
7	SECTION 1. Subtitle F, Title 6, Special District Local Laws
8	Code, is amended by adding Chapter 7940A to read as follows:
9	CHAPTER 7940A. FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 253
10	SUBCHAPTER A. GENERAL PROVISIONS
11	Sec. 7940A.0101. DEFINITIONS. In this chapter:
12	(1) "Board" means the district's board of directors.
13	(2) "Commission" means the Texas Commission or
14	Environmental Quality.
15	(3) "Director" means a board member.
16	(4) "District" means the Fort Bend County Municipal
17	Utility District No. 253.
18	Sec. 7940A.0102. NATURE OF DISTRICT. The district is a
19	municipal utility district created under Section 59, Article XVI,
20	Texas Constitution.
21	Sec. 7940A.0103. CONFIRMATION AND DIRECTOR ELECTION
22	REQUIRED. The temporary directors shall hold an election to
23	confirm the creation of the district and to elect five permanent
24	directors as provided by Section 49.102, Water Code.

Sec. 7940A.0104. CONSENT OF MUNICIPALITY REQUIRED. 1 2 temporary directors may not hold an election under Section 7940A.0103 until each municipality in whose corporate limits or 3 extraterritorial jurisdiction the district is located 4 consented by ordinance or resolution to the creation of the 5 district and to the inclusion of land in the district. 6 Sec. 7940A.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. 7940A.0106. INITIAL DISTRICT TERRITORY. (a) The 16 17 district is initially composed of the territory described by Section 2 of the Act enacting this chapter. 18 19 (b) The boundaries and field notes contained in Section 2 of the Act enacting this chapter form a closure. A mistake made in the 20 field notes or in copying the field notes in the legislative process 21

27 (3) right to impose a tax; or

does not affect the district's:

interest on a bond;

22

23

24

25

26

(1) organization, existence, or validity;

for which the district is created or to pay the principal of and

(2) right to issue any type of bond for the purposes

H.B. No. 4642 1 (4) legality or operation. 2 SUBCHAPTER B. BOARD OF DIRECTORS Sec. 7940A.0201. GOVERNING BODY; TERMS. (a) The district 3 is governed by a board of five elected directors. 4 5 (b) Except as provided by Section 7940A.0202, directors serve staggered four-year terms. 6 Sec. 7940A.0202. TEMPORARY DIRECTORS. (a) On or after the 7 8 effective date of the Act enacting this chapter, the owner or owners of a majority of the assessed value of the real property in the 9 district may submit a petition to the commission requesting that 10 the commission appoint as temporary directors the five persons 11 12 named in the petition. The commission shall appoint as temporary directors the five persons named in the petition. 13 14 (b) Temporary directors serve until the earlier of: 15 (1) the date permanent directors are elected under Section 7940A.0103; or 16 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 Section 7940A.0103 and the terms of the temporary directors have 20 expired, successor temporary directors shall be appointed or 21 reappointed as provided by Subsection (d) to serve terms that 22

3

(1) the date permanent directors are elected under

(2) the fourth anniversary of the date of the

23

24

25

26

27

expire on the earlier of:

Section 7940A.0103; or

appointment or reappointment.

- 1 (d) If Subsection (c) applies, the owner or owners of a
- 2 majority of the assessed value of the real property in the district
- 3 may submit a petition to the commission requesting that the
- 4 commission appoint as successor temporary directors the five
- 5 persons named in the petition. The commission shall appoint as
- 6 successor temporary directors the five persons named in the
- 7 petition.
- 8 SUBCHAPTER C. POWERS AND DUTIES
- 9 Sec. 7940A.0301. GENERAL POWERS AND DUTIES. The district
- 10 has the powers and duties necessary to accomplish the purposes for
- 11 which the district is created.
- 12 Sec. 7940A.0302. MUNICIPAL UTILITY DISTRICT POWERS AND
- 13 DUTIES. The district has the powers and duties provided by the
- 14 general law of this state, including Chapters 49 and 54, Water Code,
- 15 applicable to municipal utility districts created under Section 59,
- 16 Article XVI, Texas Constitution.
- 17 Sec. 7940A.0303. AUTHORITY FOR ROAD PROJECTS. Under
- 18 <u>Section 52</u>, Article III, Texas Constitution, the district may
- 19 design, acquire, construct, finance, issue bonds for, improve,
- 20 operate, maintain, and convey to this state, a county, or a
- 21 municipality for operation and maintenance macadamized, graveled,
- 22 or paved roads, or improvements, including storm drainage, in aid
- 23 <u>of those roads.</u>
- Sec. 7940A.0304. ROAD STANDARDS AND REQUIREMENTS. (a) A
- 25 road project must meet all applicable construction standards,
- 26 zoning and subdivision requirements, and regulations of each
- 27 municipality in whose corporate limits or extraterritorial

- 1 jurisdiction the road project is located.
- 2 (b) If a road project is not located in the corporate limits
- 3 or extraterritorial jurisdiction of a municipality, the road
- 4 project must meet all applicable construction standards,
- 5 subdivision requirements, and regulations of each county in which
- 6 the road project is located.
- 7 (c) If the state will maintain and operate the road, the
- 8 Texas Transportation Commission must approve the plans and
- 9 specifications of the road project.
- 10 Sec. 7940A.0305. COMPLIANCE WITH MUNICIPAL CONSENT
- 11 ORDINANCE OR RESOLUTION. The district shall comply with all
- 12 applicable requirements of any ordinance or resolution that is
- 13 adopted under Section 54.016 or 54.0165, Water Code, and that
- 14 consents to the creation of the district or to the inclusion of land
- 15 <u>in the district.</u>
- Sec. 7940A.0306. DIVISION OF DISTRICT. (a) The district
- 17 may be divided into two or more new districts only if the district:
- 18 (1) has no outstanding bonded debt; and
- 19 (2) is not imposing ad valorem taxes.
- 20 (b) This chapter applies to any new district created by the
- 21 division of the district, and a new district has all the powers and
- 22 <u>duties of the district.</u>
- 23 <u>(c) A new district created by the division of the district</u>
- 24 may not, at the time the new district is created, contain any land
- 25 outside the area described by Section 2 of the Act enacting this
- 26 chapter.
- 27 (d) The board, on its own motion or on receipt of a petition

- 1 signed by the owner or owners of a majority of the assessed value of
- 2 the real property in the district, may adopt an order dividing the
- 3 district.
- 4 (e) The board may adopt an order dividing the district
- 5 before or after the date the board holds an election under Section
- 6 7940A.0103 to confirm the district's creation.
- 7 <u>(f) An order dividing the district shall:</u>
- 8 (1) name each new district;
- 9 (2) include the metes and bounds description of the
- 10 territory of each new district;
- 11 (3) appoint temporary directors for each new district;
- 12 and
- 13 (4) provide for the division of assets and liabilities
- 14 between the new districts.
- 15 (g) On or before the 30th day after the date of adoption of
- 16 an order dividing the district, the district shall file the order
- 17 with the commission and record the order in the real property
- 18 records of each county in which the district is located.
- 19 (h) Any new district created by the division of the district
- 20 shall hold a confirmation and directors' election as required by
- 21 <u>Section 7940A.0103.</u>
- (i) If the creation of the new district is confirmed, the
- 23 new district shall provide the election date and results to the
- 24 commission.
- 25 (j) Any new district created by the division of the district
- 26 must hold an election as required by this chapter to obtain voter
- 27 approval before the district may impose a maintenance tax or issue

- 1 bonds payable wholly or partly from ad valorem taxes.
- 2 (k) Municipal consent to the creation of the district and to
- 3 the inclusion of land in the district granted under Section
- 4 7940A.0104 acts as municipal consent to the creation of any new
- 5 district created by the division of the district and to the
- 6 inclusion of land in the new district.
- 7 <u>SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS</u>
- 8 Sec. 7940A.0401. ELECTIONS REGARDING TAXES OR BONDS. (a)
- 9 The district may issue, without an election, bonds and other
- 10 obligations secured by:
- 11 (1) revenue other than ad valorem taxes; or
- 12 (2) contract payments described by Section
- 13 7940A.0403.
- 14 (b) The district must hold an election in the manner
- 15 provided by Chapters 49 and 54, Water Code, to obtain voter approval
- 16 before the district may impose an ad valorem tax or issue bonds
- 17 payable from ad valorem taxes.
- 18 (c) The district may not issue bonds payable from ad valorem
- 19 taxes to finance a road project unless the issuance is approved by a
- 20 vote of a two-thirds majority of the district voters voting at an
- 21 election held for that purpose.
- Sec. 7940A.0402. OPERATION AND MAINTENANCE TAX. (a) If
- 23 authorized at an election held under Section 7940A.0401, the
- 24 district may impose an operation and maintenance tax on taxable
- 25 property in the district in accordance with Section 49.107, Water
- 26 Code.
- 27 (b) The board shall determine the tax rate. The rate may not

- 1 exceed the rate approved at the election.
- Sec. 7940A.0403. CONTRACT TAXES. (a) In accordance with
- 3 Section 49.108, Water Code, the district may impose a tax other than
- 4 an operation and maintenance tax and use the revenue derived from
- 5 the tax to make payments under a contract after the provisions of
- 6 the contract have been approved by a majority of the district voters
- 7 voting at an election held for that purpose.
- 8 (b) A contract approved by the district voters may contain a
- 9 provision stating that the contract may be modified or amended by
- 10 the board without further voter approval.
- SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS
- 12 Sec. 7940A.0501. AUTHORITY TO ISSUE BONDS AND OTHER
- 13 OBLIGATIONS. The district may issue bonds or other obligations
- 14 payable wholly or partly from ad valorem taxes, impact fees,
- 15 revenue, contract payments, grants, or other district money, or any
- 16 combination of those sources, to pay for any authorized district
- 17 purpose.
- 18 Sec. 7940A.0502. TAXES FOR BONDS. At the time the district
- 19 issues bonds payable wholly or partly from ad valorem taxes, the
- 20 board shall provide for the annual imposition of a continuing
- 21 direct ad valorem tax, without limit as to rate or amount, while all
- 22 or part of the bonds are outstanding as required and in the manner
- 23 provided by Sections 54.601 and 54.602, Water Code.
- Sec. 7940A.0503. BONDS FOR ROAD PROJECTS. At the time of
- 25 issuance, the total principal amount of bonds or other obligations
- 26 issued or incurred to finance road projects and payable from ad
- 27 valorem taxes may not exceed one-fourth of the assessed value of the

- 1 real property in the district.
- 2 SECTION 2. The Fort Bend County Municipal Utility District
- 3 No. 253 initially includes all the territory contained in the
- 4 following area:
- 5 A 854.6 ACRE TRACT OF LAND IN THE H. & T.C. RR. CO. SURVEY,
- 6 SECTION 6, ABSTRACT NO. 553, 612, AND 535, AND IN THE H. & T. C. RR.
- 7 CO. SURVEY SETION 5, ABSTRACT NO. 209 FORT BEND COUNTY, TEXAS, BEING
- 8 ALL OF THE A. VALLET SURVEY, A-535, AND ALL OF A CALLED 320 ACRES
- 9 DESCRIBED IN GIFT DEED TO SHARON VELLET WALLINGFORD TRUST, RECORDED
- 10 UNDER FORT BEND COUNTY CLERK'S FILE NUMBER (F.B.C.C.F. NO.)
- 11 9484031, AND ALL OF A CALLED 211.78 ACRE TRACT FOUND IN PROBABTE
- 12 DOCUMENT NO. 14839, SAVE AND EXCEPT THE AREA WITHIN THE CITY LIMITS
- 13 OF CITY OF ROSENBERG, APPROXIMATELY 1.6 ACRES OUT OF THE A. VALLET
- 14 SURVEY, ABSTRACT NO. 535., THE SAID 853.0 ACRE TRACT BEING MORE
- 15 PARTICULARLY DESCRIBED BY METES AND BOUNDS AS FOLLOWS, (WITH
- 16 BEARINGS BASED ON THE SOUTHWEST RIGHT-OF-WAY LINE OF FINNEY VALLET
- 17 ROAD BEING SOUTH 45 DEGREES EAST):
- BEGINNING at the north corner of said A. Vallet Survey,
- 19 (A-535), and the southeast corner of the S.A. & M.G. RR. CO. Survey,
- 20 A-331 and the north corner of the herein described tract, being in
- 21 the centerline of said Finney Vallet Road (based on a width of 60
- 22 feet);
- 23 THENCE, South 45° East, along the centerline of said Finney
- 24 Valley Road, and the easterly line of said A. Vallet Survey, a
- 25 distance of 5,280.00 feet, to the north corner of said A-209, and
- 26 the north corner of a called 3.2500 acre tract conveyed to Annette
- 27 M. Pittman, ET UX. as described in document recorded under

- H.B. No. 4642
- 1 F.B.C.C.F. NO. 2003157605, and the southeast corner of said A-535,
- 2 and an exterior corner of the herein described tract;
- 3 THENCE, South  $45^{\circ}$  West, along the southeasterly line of said
- 4 A-535, common with the northwesterly line of said 3.2500 acre
- 5 tract, and a called 3.0000 acre tract described in document
- 6 recorded under F.B.C.C.F. NO. 2001073086, and a called 58.0744 acre
- 7 tract as described in document recorded under F.B.C.C.F. NO.
- 8 2017119706, a distance of 2,638.46 feet, to the northerly corner of
- 9 said 211.78 acre tract, and an interior corner of the herein
- 10 described tract;
- 11 THENCE, South 45° East, along the easterly line of said 211.78
- 12 acre tract, a distance of 5280.00 feet, to the south line of said
- 13 A-209, common with the north line of the H.&T. C. RR. Co. Survey
- 14 Abstract No. 208, marking the southeast corner of said 211.78 acre
- 15 tract and the most southerly corner of the herein described tract;
- THENCE, South  $45^{\circ}$  West, along said common line, a distance of
- 17 1,770.82 feet, to the most southerly corner of the herein described
- 18 tract;
- THENCE, North  $45^{\circ}$  West, departing said common line, and along
- 20 the southwesterly line of said 211.78 acre tract, a distance of
- 21 5,280.00 feet, to the south line of said A-612, common with the
- 22 north line of said A-209, and an interior corner of the herein
- 23 described tract;
- 24 THENCE, South 45° West, along said common line a distance of
- 25 870.72 feet, to the southwest corner of said A-612, and an exterior
- 26 corner of the herein described tract;
- 27 THENCE, North 45° West, along the west line of said A-612, and

H.B. No. 4642

- 1 A-553, a distance of 5,280.00 feet, to the northwest corner of said
- 2 A-553 and the herein described tract;
- 3 THENCE, North 45° East, along the northerly line of said
- 4 A-553, and said A-535, a distance of 5,280.00 feet, to the POINT OF
- 5 BEGINNING, SAVE AND EXCEPT THE AREA WITHIN THE CITY LIMITS OF CITY
- 6 OF ROSENBERG, APPROXIMATELY 1.6 ACRES OUT OF THE A. VALLET SURVEY,
- 7 ABSTRACT NO. 535., and containing 854.6 acres of land.
- 8 SECTION 3. (a) The legal notice of the intention to
- 9 introduce this Act, setting forth the general substance of this
- 10 Act, has been published as provided by law, and the notice and a
- 11 copy of this Act have been furnished to all persons, agencies,
- 12 officials, or entities to which they are required to be furnished
- 13 under Section 59, Article XVI, Texas Constitution, and Chapter 313,
- 14 Government Code.
- 15 (b) The governor, one of the required recipients, has
- 16 submitted the notice and Act to the Texas Commission on
- 17 Environmental Quality.
- 18 (c) The Texas Commission on Environmental Quality has filed
- 19 its recommendations relating to this Act with the governor, the
- 20 lieutenant governor, and the speaker of the house of
- 21 representatives within the required time.
- 22 (d) All requirements of the constitution and laws of this
- 23 state and the rules and procedures of the legislature with respect
- 24 to the notice, introduction, and passage of this Act are fulfilled
- 25 and accomplished.
- SECTION 4. (a) If this Act does not receive a two-thirds
- 27 vote of all the members elected to each house, Subchapter C, Chapter

H.B. No. 4642

- 1 7940A, Special District Local Laws Code, as added by Section 1 of
- 2 this Act, is amended by adding Section 7940A.0307 to read as
- 3 follows:
- 4 Sec. 7940A.0307. NO EMINENT DOMAIN POWER. The district may
- 5 not exercise the power of eminent domain.
- 6 (b) This section is not intended to be an expression of a
- 7 legislative interpretation of the requirements of Section 17(c),
- 8 Article I, Texas Constitution.
- 9 SECTION 5. This Act takes effect immediately if it receives
- 10 a vote of two-thirds of all the members elected to each house, as
- 11 provided by Section 39, Article III, Texas Constitution. If this
- 12 Act does not receive the vote necessary for immediate effect, this
- 13 Act takes effect September 1, 2021.