By: Creighton S.B. No. 1959

A BILL TO BE ENTITLED

1 AN ACT

2 Relating to the provision of parks and recreational facilities by

3 water districts.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 49.4645(a), Water Code, is amended to

6 read as follows:

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7 (a) A district all or part of which is located in Bastrop County, Bexar County, Waller County, Travis County, Williamson 8 County, Harris County, Galveston County, Brazoria 9 County, 10 Montgomery County, or Fort Bend County may issue bonds supported by ad valorem taxes to pay for the development and maintenance of 11 12 recreational facilities only if the bonds are authorized by a 13 majority vote of the voters of the district voting in an election held for that purpose. Except for a district that is exempt from the 14 15 commission rule requiring developer cost participation in district construction projects or for bonds supported by contract taxes 16 under Section 49.108, the [The] outstanding principal amount of 17 bonds, notes, and other obligations issued to finance parks and 18 recreational facilities supported by ad valorem taxes may not 19 exceed an amount equal to one percent of the value of the taxable 20 property in the district [or, if supported by contract taxes under 21 22 Section 49.108, may not exceed an amount equal to one percent of the

value of the taxable property in the districts making payments

under the contract] as shown by the tax rolls of the central

- 1 appraisal district at the time of the issuance of the bonds, notes,
- 2 and other obligations or an amount greater than the estimated cost
- 3 provided in the park plan under Subsection (b), whichever is
- 4 smaller. To establish the value of the taxable property in a
- 5 district under this section, the district may use an estimate of the
- 6 value provided by the central appraisal district. The district may
- 7 not issue bonds supported by ad valorem taxes to pay for the
- 8 development and maintenance of:
- 9 (1) indoor or outdoor swimming pools; or
- 10 (2) golf courses.
- SECTION 2. Section 54.016(e), Water Code, is amended to
- 12 read as follows:
- 13 (e) A city may provide in its written consent to the
- 14 inclusion of land in a district, that the district construct all
- 15 facilities to serve the land in accordance with plans and
- 16 specifications which have been approved by the city. The city may
- 17 also provide in its written consent that the city shall have the
- 18 right to inspect all facilities being constructed by a district.
- 19 The city's consent to the inclusion of land in the district may also
- 20 contain restrictions on the terms and provisions of the district's
- 21 bonds and notes issued to provide service to the land and conditions
- $\,$ 22 $\,$ on the sale of the district's bonds and notes if the restrictions
- 23 and conditions do not generally render the bonds and notes of
- 24 districts in the city's extraterritorial jurisdiction
- 25 unmarketable. The city's consent to the inclusion of land in a
- 26 district may restrict the purposes for which a district may issue
- 27 bonds to those [the] purposes authorized by law for the district [of

- 1 the purchase, construction, acquisition, repair, extension and
- 2 improvement of land, easements, works, improvements, facilities,
- 3 plants, equipment and appliances necessary to:
- 4 (1) provide a water supply for municipal uses,
- 5 domestic uses and commercial purposes;
- 6 (2) collect, transport, process, dispose of and
- 7 control all domestic, industrial or communal wastes whether in
- 8 fluid, solid or composite state; and
- 9 (3) gather, conduct, divert and control local storm
- 10 water or other local harmful excesses of water in the district and
- 11 the payment of organization expenses, operation expenses during
- 12 construction and interest during construction].
- 13 SECTION 3. This Act takes effect immediately if it receives
- 14 a vote of two-thirds of all the members elected to each house, as
- 15 provided by Section 39, Article III, Texas Constitution. If this
- 16 Act does not receive the vote necessary for immediate effect, this
- 17 Act takes effect September 1, 2021.