By: Creighton S.B. No. 2182

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the creation of the Montgomery County Water Control and
3	Improvement District No. 205; granting a limited power of eminent
4	domain; providing authority to issue bonds; providing authority to
5	impose assessments, fees, and taxes.
6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
7	SECTION 1. Subtitle I, Title 6, Special District Local Laws
8	Code, is amended by adding Chapter 9082 to read as follows:
9	CHAPTER 9082. MONTGOMERY COUNTY WATER CONTROL AND IMPROVEMENT
10	DISTRICT NO. 205
11	SUBCHAPTER A. GENERAL PROVISIONS
12	Sec. 9082.0101. DEFINITIONS. In this chapter:
13	(1) "Board" means the district's board of directors.
14	(2) "Commission" means the Texas Commission on
15	Environmental Quality.
16	(3) "Director" means a board member.
17	(4) "District" means the Montgomery County Water
18	Control and Improvement District No. 205.
19	Sec. 9082.0102. NATURE OF DISTRICT. The district is a water
20	control and improvement district created under Section 59, Article
21	XVI, Texas Constitution.
22	Sec. 9082.0103. CONFIRMATION AND DIRECTOR ELECTION
23	REQUIRED. The temporary directors shall hold an election to
24	confirm the creation of the district and to elect five permanent

- directors as provided by Section 49.102, Water Code. 1 2 Sec. 9082.0104. CONSENT OF MUNICIPALITY REQUIRED. The 3 temporary directors may not hold an election under Section 9082.0103 until each municipality in whose corporate limits or 4 extraterritorial jurisdiction the district is located 5 has consented by ordinance or resolution to the creation of the 6 7 district and to the inclusion of land in the district. Sec. 9082.0105. FINDINGS OF PUBLIC PURPOSE AND BENEFIT. 8 9 (a) The district is created to serve a public purpose and benefit. 10 (b) The district is created to accomplish the purposes of: 11 (1) a water control and improvement district as provided by general law and Section 59, Article XVI, Texas 12 13 Constitution, including the collection, transportation, processing, disposal, and control of domestic, industrial, or 14 communal waste and the gathering, conducting, diverting, and 15 16 control of local storm water or other harmful excesses of water; and (2) Section 52, Article III, Texas Constitution, that 17 relate to the construction, acquisition, improvement, operation, 18 or maintenance of macadamized, graveled, or paved roads, or 19 20 improvements, including storm drainage, in aid of those roads. Sec. 9082.0106. INITIAL DISTRICT TERRITORY. (a) 21 district is initially composed of the territory described by 22 23 Section 2 of the Act enacting this chapter. 24 (b) The boundaries and field notes contained in Section 2 of the Act enacting this chapter form a closure. A mistake made in the 25
  - 2

field notes or in copying the field notes in the legislative process

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does not affect the district's:

Τ	(1) organization, existence, or validity;
2	(2) right to issue any type of bond for the purposes
3	for which the district is created or to pay the principal of and
4	interest on a bond;
5	(3) right to impose a tax; or
6	(4) legality or operation.
7	SUBCHAPTER B. BOARD OF DIRECTORS
8	Sec. 9082.0201. GOVERNING BODY; TERMS. (a) The district is
9	governed by a board of five elected directors.
10	(b) Except as provided by Section 9082.0202, directors
11	serve staggered four-year terms.
12	Sec. 9082.0202. TEMPORARY DIRECTORS. (a) The temporary
13	board consists of:
14	(1) Harris Allen Reynolds III;
15	(2) Elliott Brayshaw;
16	(3) Cindy Fields;
17	(4) Alene Efaw; and
18	(5) Robert Wanninger.
19	(b) Temporary directors serve until the earlier of:
20	(1) the date permanent directors are elected under
21	Section 9082.0103; or
22	(2) the fourth anniversary of the effective date of
23	the Act enacting this chapter.
24	(c) If permanent directors have not been elected under
25	Section 9082.0103 and the terms of the temporary directors have
26	expired, successor temporary directors shall be appointed or
27	reappointed as provided by Subsection (d) to serve terms that

- 1 expire on the earlier of:
- 2 (1) the date permanent directors are elected under
- 3 Section 9082.0103; or
- 4 (2) the fourth anniversary of the date of the
- 5 appointment or reappointment.
- 6 (d) If Subsection (c) applies, the owner or owners of a
- 7 majority of the assessed value of the real property in the district
- 8 may submit a petition to the commission requesting that the
- 9 commission appoint as successor temporary directors the five
- 10 persons named in the petition. The commission shall appoint as
- 11 successor temporary directors the five persons named in the
- 12 petition.
- SUBCHAPTER C. POWERS AND DUTIES
- Sec. 9082.0301. GENERAL POWERS AND DUTIES. The district
- 15 has the powers and duties necessary to accomplish the purposes for
- 16 which the district is created.
- 17 Sec. 9082.0302. WATER CONTROL AND IMPROVEMENT DISTRICT
- 18 POWERS AND DUTIES. The district has the powers and duties provided
- 19 by the general law of this state, including Chapters 49 and 51,
- 20 Water Code, applicable to water control and improvement districts
- 21 created under Section 59, Article XVI, Texas Constitution,
- 22 specifically including the powers and duties authorized under
- 23 Subchapter H, Chapter 51, Water Code.
- Sec. 9082.0303. AUTHORITY FOR ROAD PROJECTS. Under Section
- 25 52, Article III, Texas Constitution, the district may design,
- 26 acquire, construct, finance, issue bonds for, improve, operate,
- 27 maintain, and convey to this state, a county, or a municipality for

- 1 operation and maintenance macadamized, graveled, or paved roads, or
- 2 improvements, including storm drainage, in aid of those roads.
- 3 Sec. 9082.0304. ROAD STANDARDS AND REQUIREMENTS. (a) A
- 4 road project must meet all applicable construction standards,
- 5 zoning and subdivision requirements, and regulations of each
- 6 municipality in whose corporate limits or extraterritorial
- 7 jurisdiction the road project is located.
- 8 (b) If a road project is not located in the corporate limits
- 9 or extraterritorial jurisdiction of a municipality, the road
- 10 project must meet all applicable construction standards,
- 11 subdivision requirements, and regulations of each county in which
- 12 the road project is located.
- 13 (c) If the state will maintain and operate the road, the
- 14 Texas Transportation Commission must approve the plans and
- 15 specifications of the road project.
- 16 Sec. 9082.0305. COMPLIANCE WITH MUNICIPAL CONSENT
- 17 ORDINANCE OR RESOLUTION. The district shall comply with all
- 18 applicable requirements of any ordinance or resolution that is
- 19 adopted under Section 42.042 or 42.0425, Local Government Code, and
- 20 that consents to the creation of the district or to the inclusion of
- 21 land in the district.
- Sec. 9082.0306. LIMITATION ON USE OF EMINENT DOMAIN. The
- 23 district may not exercise the power of eminent domain outside the
- 24 <u>district boundaries to acquire a site or easement for:</u>
- 25 (1) a recreational facility, as defined by Section
- 26 49.462, Water Code; or
- 27 (2) a road project authorized by Section 9082.0303.

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 1 Sec. 9082.0401. ELECTIONS REGARDING TAXES OR BONDS. (a) 2 The district may issue, without an election, bonds and other 3 4 obligations secured by: 5 (1) revenue other than ad valorem taxes; or (2) contract payments described by Section 9082.0403. 6 7 (b) The district must hold an election in the manner provided by Chapters 49 and 51, Water Code, to obtain voter approval 8 9 before the district may impose an ad valorem tax or issue bonds payable from ad valorem taxes. 10 (c) The district may not issue bonds payable from ad valorem 11 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. Sec. 9082.0402. OPERATION AND MAINTENANCE TAX. (a) 15 16 authorized at an election held under Section 9082.0401, the district may impose an operation and maintenance tax on taxable 17 18 property in the district in accordance with Section 49.107, Water Code. 19 20 (b) The board shall determine the tax rate. The rate may not exceed the rate approved at the election. 21 22 Sec. 9082.0403. CONTRACT TAXES. (a) In accordance with 23 Section 49.108, Water Code, the district may impose a tax other than an operation and maintenance tax and use the revenue derived from 24 25 the tax to make payments under a contract after the provisions of the contract have been approved by a majority of the district voters 26

voting at an election held for that purpose.

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- 4 SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS
- Sec. 9082.0501. AUTHORITY TO ISSUE BONDS AND OTHER

  6 OBLIGATIONS. The district may issue bonds or other obligations

  7 payable wholly or partly from ad valorem taxes, impact fees,

  8 revenue, contract payments, grants, or other district money, or any

  9 combination of those sources, to pay for any authorized district

  10 purpose.
- Sec. 9082.0502. 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 Chapter 51, Water Code.
- Sec. 9082.0503. 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.
- Sec. 9082.0504. BONDS FOR RECREATIONAL FACILITIES. (a)
  The district may develop recreational facilities and issue bonds
  for recreational facilities as provided by Chapter 49, Water Code,
  regardless of whether the district's territory overlaps with the
  territory of a political subdivision that is authorized to develop
  recreational facilities and issue bonds for recreational

- 1 facilities under Chapter 49, Water Code.
- 2 (b) The authority of the district to develop recreational
- 3 <u>facilities and issue bonds for recreational facilities under this</u>
- 4 section does not limit the authority of another political
- 5 subdivision whose territory the territory of the district may
- 6 overlap, wholly or partly, to develop recreational facilities and
- 7 issue bonds for recreational facilities under Chapter 49, Water
- 8 Code.
- 9 SECTION 2. The Montgomery County Water Control and
- 10 Improvement District No. 205 initially includes all the territory
- 11 contained in the following area:
- 12 A METES & BOUNDS description of a certain 964.58 acre tract of
- 13 land situated in the Montgomery County School Land Survey, Abstract
- 14 No. 350 & 351, the T. F. Johnson Survey, Abstract No. 299 and the
- 15 Timothy O'Neil Survey, Abstract No. 406 in Montgomery County,
- 16 Texas, being comprised of a called 364.70 acre tract of land (Tract
- 17 1) and a called 336.60 acre tract of land (Tract 2), SAVE AND EXCEPT
- 18 a called 45.98 acre tract of land (Tract 3); PLUS a called 315.26
- 19 acre tract of land (Tract 4).
- 20 TRACT 1: 364.70 Acres
- 364.70 acres, more or less, of land, of which 286.5 acres,
- 22 more or less, lies in the Montgomery County School Land Survey,
- 23 Abstract No. 350, 69.2 acres, more or less, lies in the Montgomery
- 24 County School Land Survey, Abstract No. 350, 6.5 acres, more or
- 25 less, lies in the T. F. Johnson Survey, Abstract No. 299, and 2.5
- 26 acres, more or less, lies in the Timothy O'Neil Survey, Abstract
- 27 No. 406, and being the same land as conveyed to Winnie Helen

- S.B. No. 2182
- 1 Hilliard by partition deed dated July 20, 1957, recorded in Volume
- 2 434, Page 441 of the Deed Records of Montgomery County, Texas; said
- 3 364.70 acres, more or less, of land being more particularly
- 4 described as follows:
- 5 BEGINNING at the Southwest corner of the S. Richardson
- 6 Survey, Abstract No. 460 and the Northwest corner of the T. F.
- 7 Johnson Survey, the Eastern Southeast corner of the Montgomery
- 8 County School Land Survey, Abstract No. 350, a Northeast intra
- 9 corner of the Montgomery County School Land Survey, Abstract
- 10 No. 351, and being Corner No. 1 hereof;
- 11 THENCE, S 00°30' W, 199.3 feet to Corner No. 2 hereof at the
- 12 Southwest corner of the Bahr Capital Interests, Ltd land;
- 13 THENCE, East, 746.4 feet to Corner No. 3 hereof and the
- 14 Second Corner of Tract 2 hereof;
- THENCE, S 51°30' W, 2738 feet to Corner No. 4 hereof and
- 16 Corner No. 1 of said Tract Two hereof, also being in the Northern
- 17 boundary line of a 660 acre tract as conveyed to Winnifred Bender
- 18 Beaman by said partition deed recorded in Volume 434, Page 441 of
- 19 said Deed Records, and also being the Southeast corner of the Doris
- 20 Eugenia Vaughan tract as described in said partition deed;
- THENCE, N 38°35' W, 6268.4 feet to Corner No. 5 hereof and the
- 22 Northeast corner of said Doris Eugenia Vaughan tract in the center
- 23 of the Scott-Herrin Road;
- THENCE, N 47°30' E, 800.4 feet with said Road [Deed (Volume
- 25 434, Page 441) call of N  $46^{\circ}40'$  E, 759.2 feet] to Corner No. 6
- 26 hereof;
- THENCE, N 70°06' E, 1110.0 feet continuing with said road

- S.B. No. 2182
- 1 [Deed (Volume 434, Page 441) call of N 68°55' E, 1110 feet] to its
- 2 intersection with the old Bender Tram Line for Corner No. 7 hereof;
- 3 THENCE, S 57°27' E, with said old Tram, 4397 feet [Deed
- 4 (Volume 434, Page 441) call of S 57°12' E, 4397 feet] to Corner No. 8
- 5 hereof in the West boundary line of the S. Richardson Survey;
- 6 THENCE, S  $01^{\circ}12'39''$  W, 1549.45 feet [Deed (Clerk's File
- 7 No. 2004-021196) call South  $01^{\circ}13'$  W, 1549.6 feet] along the West
- 8 line of the S. Richardson Survey to the PLACE OF BEGINNING AND
- 9 CONTAINING within these bounds 364.70 acres, more or less, of land.
- 10 TRACT 2: 336.60 Acres
- 336.60 acres, more or less, of land, of which 110.5 acres,
- 12 more or less, lies in the Montgomery County School Land Survey,
- 13 Abstract No. 351, and 220.1 acres, more or less, lies in the T. F.
- 14 Johnson Survey, Abstract No. 299, and being the same land as
- 15 conveyed to Winnie Helen Hilliard by deed dated August 3, 1967,
- 16 recorded in Volume 646, Page 935 of the Montgomery County Deed
- 17 Records; said 336.60 acres, more or less, of land being more
- 18 particularly described as follows:
- 19 BEGINNING at Corner No. 4 of the Tract 1 herein, and Corner
- 20 No. 1 hereof;
- 21 THENCE, N 51°30' E, 2738.0 feet to a point for corner in the
- 22 Southern boundary line of said Blanche Bender tract for Corner
- 23 No. 2;
- THENCE, East, 1009.6 feet with the Southern boundary line of
- 25 said Blanche Bender tract to Corner No. 3 hereof on the Western edge
- 26 of the Old Bender Tram Line;
- 27 THENCE, S 28°02' E, with said old Tram and/or road, 4024 feet

- S.B. No. 2182
- 1 [Deed (Volume 434, Page 441) call of S 28°50' E, 3966.4 feet] to
- 2 Corner No. 4 hereof, on the Western side of said road, and being a
- 3 most Eastern corner of the Doris E. Vaughan 330 acres as described
- 4 in a deed recorded in Volume 646, Page 933 of said Deed Records;
- 5 THENCE, S 52°43' W, 2797.2 feet, [Deed (Volume 434, Page 441)
- 6 call of S 53° W, 2797.2 feet] to Corner No. 5 hereof and being a
- 7 re-entrant corner of the Doris E. Vaughan 330 acre tract;
- 8 THENCE, S 38°30'25" W, 4526.14 feet [Deed (Clerk's File
- 9 No. 2004-021196) call N  $38^{\circ}30'$  W, 4525.7 feet] to the PLACE OF
- 10 BEGINNING AND CONTAINING within these bounds 336.60 acres, more or
- 11 less, of land.
- 12 TRACT 3: 45.98 Acres
- 45.98 acres, more or less, of land situated in the Montgomery
- 14 County School Land Survey, Abstract Number 350, Montgomery County,
- 15 Texas; being the same 45.98 acre tract conveyed to Conroe
- 16 Independent School District by Agreed Final Judgement (Cause
- 17 No. 15-06-06177) dated January 19, 2017 and filed for record under
- 18 Clerk's File No. 2017011000 of the Montgomery County Official
- 19 Public Records of Real Property; said 45.98 acres being more
- 20 particularly described as follows with all bearings based on the
- 21 Texas Coordinate System of 1983, Central Zone:
- BEGINNING, at a found 5/8-inch iron rod (with cap stamped
- 23 "Costello Inc") in the southwest line of said 364.70 acres, for the
- 24 north corner of a called 1.5371 acre tract conveyed to Montgomery
- 25 County Municipal Utility District No. 105 by Special Warranty Deed
- 26 dated December 18, 2013 and filed for record under Clerk's File
- 27 No. 2014010067 of the Montgomery County Official Public Records of

- S.B. No. 2182
- 1 Real Property and an east corner of the remainder of a called
- 2 692.342 acre tract conveyed to Toll Houston TX, LLC by Special
- 3 Warranty Deed dated October 19, 2012 and filed for record under
- 4 Clerk's File No. 2012103106 of the Montgomery County Official
- 5 Public Records of Real Property;
- 6 THENCE, North  $41^{\circ}42'31''$  West, 1865.72 feet along the
- 7 northeast line of said 692.342 acres and the southwest line of said
- 8 364.70 acres to a set 3/4-inch iron rod (with cap stamped "Cotton
- 9 Surveying") from which a found 5/8-inch iron rod (with cap stamped
- 10 "VTSM 4070") in the southeast right-of-way of Riley Fuzzel Road
- 11 (width varies) bears North 41°42' 31" West, 667.13 feet;
- 12 THENCE, North 54°48'40" East, 1157.39 feet, departing the
- 13 northeast line of said 692.342 acres and the southwest line of said
- 14 364.70 acres to a set 3/4-inch iron rod (with cap stamped "Cotton
- 15 Surveying");
- THENCE, North  $35^{\circ}11'20''$  West, 300.00 feet to a set 3/4-inch
- 17 iron rod (with cap stamped "Cotton Surveying") in the southeast
- 18 right-of-way of State Highway 99 (width varies) as recorded under
- 19 Clerk's File No. 2014081107 of the Montgomery County Official
- 20 Public Records of Real Property;
- THENCE, North  $54^{\circ}48'40''$  East, 150.00 feet along the southeast
- 22 right-of-way of said State Highway 99 to a set 3/4-inch iron rod
- 23 (with cap stamped "Cotton Surveying");
- 24 THENCE, South 35°11'20" East, 1513.02 feet, departing the
- 25 southeast right-of-way of said State Highway 99 to a set 3/4-inch
- 26 iron rod (with cap stamped "Cotton Surveying");
- THENCE, South  $54^{\circ}48'44''$  West, 14.30 feet to a set 3/4-inch

- 1 iron rod (with cap stamped "Cotton Surveying");
- THENCE, South  $38^{\circ}13'15''$  West, 273.54 to a set 3/4-inch iron
- 3 rod (with cap stamped "Cotton Surveying");
- 4 THENCE, South  $01^{\circ}17'04''$  East, 500.95 feet to a set 3/4-inch
- 5 iron rod (with cap stamped "Cotton Surveying");
- 6 THENCE, South  $17^{\circ}49'25''$  East, 153.77 feet to a set 3/4-inch
- 7 iron rod (with cap stamped "Cotton Surveying");
- 8 THENCE, South  $54^{\circ}48'40''$  West, 493.76 feet to the PLACE OF
- 9 BEGINNING AND CONTAINING within these bounds 45.98 acres, more or
- 10 less, of land.
- 11 TRACT 4: 315.26 Acres
- 12 315.26 acres of land, more or less of land situated in the
- 13 Thomas F. Johnson Survey, Abstract Number 299 and the Stephen
- 14 Richardson Survey, Abstract Number 460, Montgomery County, Texas;
- 15 being all of a called 320.833 acre tract conveyed to Bahr Capital
- 16 Interests, LTD., Jack K. Leeka and Jack Keith Leeka, Jr. and
- 17 Elizabeth Leeka Albert, Co-Trustees of the Leeka Revocable Trust
- 18 Agreement by Warranty Deed(s) and filed for record under Clerk's
- 19 File No.(s) 2006-003150, 2006-003151, and 2016042187 of the
- 20 Montgomery County Official Public Records of Real Property; said
- 21 315.26 acres being more particularly described as follows with all
- 22 bearings based on the Texas Coordinate System of 1983, Central
- 23 Zone:
- 24 BEGINNING at a point in the west line of said 320.833 acres
- 25 and the east line of a called 364.7 acre tract conveyed to Winnie
- 26 Helen Hilliard, et al (undivided 75% interest) by General Warranty
- 27 Deed dated August 14, 1987 and filed for record under Clerk's File

- 1 No. 8737411 of the Montgomery County Official Public Records of
- 2 Real Property and Bell Endeavors, LTD (undivided 25% interest) by
- 3 Special Warranty Deed dated February 20, 2004 and filed for record
- 4 under Clerk's File No. 2004-021196 of the Montgomery County
- 5 Official Public Records of Real Property;
- 6 THENCE, North 01°53'31" West, 3711.28 feet along the west line
- 7 of said 320.833 acres and the east line of said 364.7 acres to a
- 8 point for the northwest corner of said 320.833 acres and the
- 9 northwest corner of the herein described tract;
- THENCE, North 87°56'56" East, 3444.04 feet along the north
- 11 line of said 320.833 acres to point for the northeast corner of said
- 12 320.833 acres and the herein described tract;
- 13 THENCE, South  $04^{\circ}21'02''$  East, 3894.25 feet along the east line
- of said 320.833 acres point for the southeast corner of said 320.833
- 15 acres and the herein described tract;
- THENCE, South 87°53'33" West, 3611.10 feet along the south
- 17 line of said 320.833 acres point for the southwest corner of said
- 18 320.833 acres, same being the southwest corner of the herein
- 19 described tract;
- THENCE, North 01°53'31" West, 183.41 feet to the PLACE OF
- 21 BEGINNING, CONTAINING within these bounds 315.26 acres, more or
- 22 less, or land.
- 23 SECTION 3. (a) The legal notice of the intention to
- 24 introduce this Act, setting forth the general substance of this
- 25 Act, has been published as provided by law, and the notice and a
- 26 copy of this Act have been furnished to all persons, agencies,
- 27 officials, or entities to which they are required to be furnished

- 1 under Section 59, Article XVI, Texas Constitution, and Chapter 313,
- 2 Government Code.
- 3 (b) The governor, one of the required recipients, has
- 4 submitted the notice and Act to the Texas Commission on
- 5 Environmental Quality.
- 6 (c) The Texas Commission on Environmental Quality has filed
- 7 its recommendations relating to this Act with the governor, the
- 8 lieutenant governor, and the speaker of the house of
- 9 representatives within the required time.
- 10 (d) All requirements of the constitution and laws of this
- 11 state and the rules and procedures of the legislature with respect
- 12 to the notice, introduction, and passage of this Act are fulfilled
- 13 and accomplished.
- SECTION 4. (a) Section 9082.0306, Special District Local
- 15 Laws Code, as added by Section 1 of this Act, takes effect only if
- 16 this Act receives a two-thirds vote of all the members elected to
- 17 each house.
- 18 (b) If this Act does not receive a two-thirds vote of all the
- 19 members elected to each house, Subchapter C, Chapter 9082, Special
- 20 District Local Laws Code, as added by Section 1 of this Act, is
- 21 amended by adding Section 9082.0306 to read as follows:
- Sec. 9082.0306. NO EMINENT DOMAIN POWER. The district may
- 23 not exercise the power of eminent domain.
- (c) This section is not intended to be an expression of a
- 25 legislative interpretation of the requirements of Section 17(c),
- 26 Article I, Texas Constitution.
- 27 SECTION 5. This Act takes effect immediately if it receives

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- 1 a vote of two-thirds of all the members elected to each house, as
- 2 provided by Section 39, Article III, Texas Constitution. If this
- 3 Act does not receive the vote necessary for immediate effect, this
- 4 Act takes effect September 1, 2021.