	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

By: Creighton

1 directors as provided by Section 49.102, Water Code. 2 Sec. 9082.0104. CONSENT OF MUNICIPALITY REQUIRED. The temporary directors may not hold an election under Section 3 9082.0103 until each municipality in whose corporate limits or 4 extraterritorial jurisdiction the district is located has 5 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. FINDI<u>NGS OF PUBLIC PURPOSE AND BENEFIT.</u> 8 (a) The district is created to serve a public purpose and benefit. 9 10 (b) The district is created to accomplish the purposes of: (1) a water control and improvement district as 11 12 provided by general law and Section 59, Article XVI, Texas Constitution, including the collection, transportation, 13 processing, disposal, and control of domestic, industrial, or 14 15 communal waste and the gathering, conducting, diverting, and control of local storm water or other harmful excesses of water; and 16 17 (2) Section 52, Article III, Texas Constitution, that relate to the construction, acquisition, improvement, operation, 18 or maintenance of macadamized, graveled, or paved roads, or 19 improvements, including storm drainage, in aid of those roads. 20 21 Sec. 9082.0106. INITIAL DISTRICT TERRITORY. (a) The 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 26 field notes or in copying the field notes in the legislative process does not affect the district's: 27

1	(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 an<u>niversary of the date of the</u> 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 may submit a petition to the commission requesting that the 8 commission appoint as successor temporary directors the five 9 persons named in the petition. The commission shall appoint as 10 successor temporary directors the five persons named in the 11 12 petition. SUBCHAPTER C. POWERS AND DUTIES 13 Sec. 9082.0301. GENERAL POWERS AND DUTIES. The district 14 15 has the powers and duties necessary to accomplish the purposes for which the district is created. 16 Sec. 9082.0302. WATER CONTROL AND IMPROVEMENT DISTRICT 17 POWERS AND DUTIES. The district has the powers and duties provided 18 by the general law of this state, including Chapters 49 and 51, 19 Water Code, applicable to water control and improvement districts 20 created under Section 59, Article XVI, Texas Constitution, 21 specifically including the powers and duties authorized under 22 Subchapter H, Chapter 51, Water Code. 23 24 Sec. 9082.0303. AUTHORITY FOR ROAD PROJECTS. Under Section 52, Article III, Texas Constitution, the district may design, 25 26 acquire, construct, finance, issue bonds for, improve, operate, maintain, and convey to this state, a county, or a municipality for 27

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.
22	Sec. 9082.0306. LIMITATION ON USE OF EMINENT DOMAIN. The
23	district may not exercise the power of eminent domain outside the
24	district boundaries to acquire a site or easement for:
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.

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

1 (b) A contract approved by the district voters may contain a 2 provision stating that the contract may be modified or amended by 3 the board without further voter approval. 4 SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS Sec. 9082.0501. AUTHORITY TO ISSUE BONDS AND OTHER 5 OBLIGATIONS. The district may issue bonds or other obligations 6 7 payable wholly or partly from ad valorem taxes, impact fees, 8 revenue, contract payments, grants, or other district money, or any combination of those sources, to pay for any authorized district 9 10 purpose. Sec. 9082.0502. TAXES FOR BONDS. At the time the district 11 12 issues bonds payable wholly or partly from ad valorem taxes, the board shall provide for the annual imposition of a continuing 13 14 direct ad valorem tax, without limit as to rate or amount, while all 15 or part of the bonds are outstanding as required and in the manner provided by Chapter 51, Water Code. 16 17 Sec. 9082.0503. BONDS FOR ROAD PROJECTS. At the time of issuance, the total principal amount of bonds or other obligations 18 19 issued or incurred to finance road projects and payable from ad valorem taxes may not exceed one-fourth of the assessed value of the 20 real property in the district. 21 Sec. 9082.0504. BONDS FOR RECREATIONAL FACILITIES. 22 (a) The district may develop recreational facilities and issue bonds 23 24 for recreational facilities as provided by Chapter 49, Water Code, regardless of whether the district's territory overlaps with the 25

26 <u>territory of a political subdivision that is authorized to develop</u>
27 recreational facilities and issue bonds for recreational

1 <u>facilities under Chapter 49</u>, Water Code.

2 (b) The authority of the district to develop recreational 3 facilities and issue bonds for recreational facilities under this 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:

A METES & BOUNDS description of a certain 964.58 acre tract of 12 land situated in the Montgomery County School Land Survey, Abstract 13 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, Texas, being comprised of a called 364.70 acre tract of land (Tract 16 17 1) and a called 336.60 acre tract of land (Tract 2), SAVE AND EXCEPT a called 45.98 acre tract of land (Tract 3); PLUS a called 315.26 18 acre tract of land (Tract 4). 19

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TRACT 1: 364.70 Acres

21 364.70 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

Hilliard by partition deed dated July 20, 1957, recorded in Volume 434, Page 441 of the Deed Records of Montgomery County, Texas; said 364.70 acres, more or less, of land being more particularly 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;

15 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 Northeast corner of said Doris Eugenia Vaughan tract in the center 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°40' E, 759.2 feet] to Corner No. 6 26 hereof;

27 THENCE, N 70°06' E, 1110.0 feet continuing with said road

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

S.B. No. 2182

THENCE, S 01°12'39" W, 1549.45 feet [Deed (Clerk's File No. 2004-021196) call South 01°13' W, 1549.6 feet] along the West line of the S. Richardson Survey to the PLACE OF BEGINNING AND CONTAINING within these bounds 364.70 acres, more or less, of land.

hereof in the West boundary line of the S. Richardson Survey;

5

TRACT 2: 336.60 Acres 10 336.60 acres, more or less, of land, of which 110.5 acres, 11 12 more or less, lies in the Montgomery County School Land Survey, Abstract No. 351, and 220.1 acres, more or less, lies in the T. F. 13 14 Johnson Survey, Abstract No. 299, and being the same land as 15 conveyed to Winnie Helen Hilliard by deed dated August 3, 1967, recorded in Volume 646, Page 935 of the Montgomery County Deed 16 17 Records; said 336.60 acres, more or less, of land being more particularly described as follows: 18

BEGINNING at Corner No. 4 of the Tract 1 herein, and Corner No. 1 hereof;

THENCE, N 51°30' E, 2738.0 feet to a point for corner in the Southern boundary line of said Blanche Bender tract for Corner No. 2;

THENCE, East, 1009.6 feet with the Southern boundary line of said Blanche Bender tract to Corner No. 3 hereof on the Western edge of the Old Bender Tram Line;

27 THENCE, S 28°02' E, with said old Tram and/or road, 4024 feet

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°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.

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TRACT 3: 45.98 Acres

45.98 acres, more or less, of land situated in the Montgomery 13 14 County School Land Survey, Abstract Number 350, Montgomery County, 15 Texas; being the same 45.98 acre tract conveyed to Conroe Independent School District by Agreed Final Judgement (Cause 16 17 No. 15-06-06177) dated January 19, 2017 and filed for record under Clerk's File No. 2017011000 of the Montgomery County Official 18 19 Public Records of Real Property; said 45.98 acres being more particularly described as follows with all bearings based on the 20 Texas Coordinate System of 1983, Central Zone: 21

BEGINNING, at a found 5/8-inch iron rod (with cap stamped "Costello Inc") in the southwest line of said 364.70 acres, for the north corner of a called 1.5371 acre tract conveyed to Montgomery County Municipal Utility District No. 105 by Special Warranty Deed dated December 18, 2013 and filed for record under Clerk's File No. 2014010067 of the Montgomery County Official Public Records of

Real Property and an east corner of the remainder of a called
 692.342 acre tract conveyed to Toll Houston TX, LLC by Special
 Warranty Deed dated October 19, 2012 and filed for record under
 Clerk's File No. 2012103106 of the Montgomery County Official
 Public Records of Real Property;

6 THENCE, North 41°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");

16 THENCE, North 35°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°48'40" East, 150.00 feet along the southeast right-of-way of said State Highway 99 to a set 3/4-inch iron rod (with cap stamped "Cotton Surveying");

THENCE, South 35°11'20" East, 1513.02 feet, departing the southeast right-of-way of said State Highway 99 to a set 3/4-inch iron rod (with cap stamped "Cotton Surveying");

27 THENCE, South $54^{\circ}48'44''$ West, 14.30 feet to a set 3/4-inch

1 iron rod (with cap stamped "Cotton Surveying");

2 THENCE, South 38°13'15" West, 273.54 to a set 3/4-inch iron 3 rod (with cap stamped "Cotton Surveying");

THENCE, South 01°17'04" East, 500.95 feet to a set 3/4-inch iron rod (with cap stamped "Cotton Surveying");

6 THENCE, South 17°49'25" East, 153.77 feet to a set 3/4-inch 7 iron rod (with cap stamped "Cotton Surveying");

8 THENCE, South 54°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

315.26 acres of land, more or less of land situated in the 12 Thomas F. Johnson Survey, Abstract Number 299 and the Stephen 13 14 Richardson Survey, Abstract Number 460, Montgomery County, Texas; 15 being all of a called 320.833 acre tract conveyed to Bahr Capital Interests, LTD., Jack K. Leeka and Jack Keith Leeka, Jr. and 16 17 Elizabeth Leeka Albert, Co-Trustees of the Leeka Revocable Trust Agreement by Warranty Deed(s) and filed for record under Clerk's 18 File No.(s) 2006-003150, 2006-003151, and 2016042187 of the 19 Montgomery County Official Public Records of Real Property; said 20 315.26 acres being more particularly described as follows with all 21 bearings based on the Texas Coordinate System of 1983, Central 22 23 Zone:

BEGINNING at a point in the west line of said 320.833 acres and the east line of a called 364.7 acre tract conveyed to Winnie Helen Hilliard, et al (undivided 75% interest) by General Warranty Deed dated August 14, 1987 and filed for record under Clerk's File

No. 8737411 of the Montgomery County Official Public Records of
 Real Property and Bell Endeavors, LTD (undivided 25% interest) by
 Special Warranty Deed dated February 20, 2004 and filed for record
 under Clerk's File No. 2004-021196 of the Montgomery County
 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;

10 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°21'02" East, 3894.25 feet along the east line 14 of said 320.833 acres point for the southeast corner of said 320.833 15 acres and the herein described tract;

16 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 BEGINNING, CONTAINING within these bounds 315.26 acres, more or 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

under Section 59, Article XVI, Texas Constitution, and Chapter 313,
 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.

(c) The Texas Commission on Environmental Quality has filed 6 7 its recommendations relating to this Act with the governor, the 8 lieutenant governor, and the speaker of the house of representatives within the required time. 9

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.

14 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.

(b) If this Act does not receive a two-thirds vote of all the members elected to each house, Subchapter C, Chapter 9082, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 9082.0306 to read as follows:

22 <u>Sec. 9082.0306. NO EMINENT DOMAIN POWER. The district may</u> 23 <u>not exercise the power of eminent domain.</u>

(c) This section is not intended to be an expression of a
legislative interpretation of the requirements of Section 17(c),
Article I, Texas Constitution.

27 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, 2021.