SENATE AMENDMENTS

2nd Printing

	By: Bell of Montgomery, Oliverson H.B. No. 3140
	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the creation of the Harris-Waller Counties Municipal
3	Utility District No. 5; 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 7903A to read as follows:
9	CHAPTER 7903A. HARRIS-WALLER COUNTIES MUNICIPAL UTILITY DISTRICT
10	<u>NO. 5</u>
11	SUBCHAPTER A. GENERAL PROVISIONS
12	Sec. 7903A.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 Harris-Waller Counties
18	Municipal Utility District No. 5.
19	Sec. 7903A.0102. NATURE OF DISTRICT. The district is a
20	municipal utility district created under Section 59, Article XVI,
21	Texas Constitution.
22	Sec. 7903A.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

1	directors as provided by Section 49.102, Water Code.
2	Sec. 7903A.0104. CONSENT OF MUNICIPALITY REQUIRED. The
3	temporary directors may not hold an election under Section
4	7903A.0103 until each municipality in whose corporate limits or
5	extraterritorial jurisdiction the district is located has
6	consented by ordinance or resolution to the creation of the
7	district and to the inclusion of land in the district.
8	Sec. 7903A.0105. FINDINGS OF PUBLIC PURPOSE AND BENEFIT.
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 municipal utility district as provided by
12	general law and Section 59, Article XVI, Texas Constitution; and
13	(2) Section 52, Article III, Texas Constitution, that
14	relate to the construction, acquisition, improvement, operation,
15	or maintenance of macadamized, graveled, or paved roads, or
16	improvements, including storm drainage, in aid of those roads.
17	Sec. 7903A.0106. INITIAL DISTRICT TERRITORY. (a) The
18	district is initially composed of the territory described by
19	Section 2 of the Act enacting this chapter.
20	(b) The boundaries and field notes contained in Section 2 of
21	the Act enacting this chapter form a closure. A mistake made in the
22	field notes or in copying the field notes in the legislative process
23	does not affect the district's:
24	(1) organization, existence, or validity;
25	(2) right to issue any type of bond for the purposes
26	for which the district is created or to pay the principal of and
27	interest on a bond;

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H.B. No. 3140 1 (3) right to impose a tax; or 2 (4) legality or operation. SUBCHAPTER B. BOARD OF DIRECTORS 3 4 Sec. 7903A.0201. GOVERNING BODY; TERMS. (a) The district 5 is governed by a board of five elected directors. 6 (b) Except as provided by Section 7903A.0202, directors 7 serve staggered four-year terms. Sec. 7903A.0202. TEMPORARY DIRECTORS. (a) The temporary 8 board consists of: 9 10 (1) Josh Trlicek; (2) Sarah Sessum; 11 12 (3) Courtney Wilcox; (4) Jonathan Corb; and 13 14 (5) Tyler Brown. 15 (b) Temporary directors serve until the earlier of: 16 (1) the date permanent directors are elected under 17 Section 7903A.0103; or (2) the fourth anniversary of the effective date of 18 19 the Act enacting this chapter. (c) If permanent directors have not been elected under 20 Section 7903A.0103 and the terms of the temporary directors have 21 expired, successor temporary directors shall be appointed or 22 reappointed as provided by Subsection (d) to serve terms that 23 24 expire on the earlier of: 25 (1) the date permanent directors are elected under 26 Section 7903A.0103; or 27 (2) the fourth anniversary of the date of the

1	appointment or reappointment.
2	(d) If Subsection (c) applies, the owner or owners of a
3	majority of the assessed value of the real property in the district
4	may submit a petition to the commission requesting that the
5	commission appoint as successor temporary directors the five
6	persons named in the petition. The commission shall appoint as
7	successor temporary directors the five persons named in the
8	petition.
9	SUBCHAPTER C. POWERS AND DUTIES
10	Sec. 7903A.0301. GENERAL POWERS AND DUTIES. The district
11	has the powers and duties necessary to accomplish the purposes for
12	which the district is created.
13	Sec. 7903A.0302. MUNICIPAL UTILITY DISTRICT POWERS AND
14	DUTIES. The district has the powers and duties provided by the
15	general law of this state, including Chapters 49 and 54, Water Code,
16	applicable to municipal utility districts created under Section 59,
17	Article XVI, Texas Constitution.
18	Sec. 7903A.0303. AUTHORITY FOR ROAD PROJECTS. Under
19	Section 52, Article III, Texas Constitution, the district may
20	design, acquire, construct, finance, issue bonds for, improve,
21	operate, maintain, and convey to this state, a county, or a
22	municipality for operation and maintenance macadamized, graveled,
23	or paved roads, or improvements, including storm drainage, in aid
24	of those roads.
25	Sec. 7903A.0304. ROAD STANDARDS AND REQUIREMENTS. (a) A
26	road project must meet all applicable construction standards,
27	zoning and subdivision requirements, and regulations of each

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1 municipality in whose corporate limits the road project is located. 2 (b) If a road project is not located in the corporate limits of a municipality, the road project must meet all applicable 3 construction standards, subdivision requirements, and regulations 4 5 of each county in which the road project is located. 6 (c) If a road project extends across the boundary of the 7 corporate limits of a municipality, the road project must meet: (1) for a segment of a road project located in a 8 municipality, the applicable construction standards, subdivision 9 10 requirements, and regulations of that municipality; and (2) for a segment of a road project located in the 11 12 unincorporated area of a county, the applicable construction standards, subdivision requirements, and regulations of that 13 14 county. 15 (d) If the state will maintain and operate the road, the Texas Transportation Commission must approve the plans and 16 17 specifications of the road project. Sec. 7903A.0305. COMPLIANCE 18 WITH MUNICIPAL CONSENT 19 ORDINANCE OR RESOLUTION. The district shall comply with all applicable requirements of any ordinance or resolution that is 20 adopted under Section 54.016 or 54.0165, Water Code, and that 21 22 consents to the creation of the district or to the inclusion of land 23 in the district. 24 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS Sec. 7903A.0401. ELECTIONS REGARDING TAXES OR BONDS. (a) 25 26 The district may issue, without an election, bonds and other

27 <u>obligations secured by:</u>

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1	(1) revenue other than ad valorem taxes; or
2	(2) contract payments described by Section
3	<u>7903A.0403.</u>
4	(b) The district must hold an election in the manner
5	provided by Chapters 49 and 54, Water Code, to obtain voter approval
6	before the district may impose an ad valorem tax or issue bonds
7	payable from ad valorem taxes.
8	(c) The district may not issue bonds payable from ad valorem
9	taxes to finance a road project unless the issuance is approved by a
10	vote of a two-thirds majority of the district voters voting at an
11	election held for that purpose.
12	Sec. 7903A.0402. OPERATION AND MAINTENANCE TAX. (a) If
13	authorized at an election held under Section 7903A.0401, the
14	district may impose an operation and maintenance tax on taxable
15	property in the district in accordance with Section 49.107, Water
16	<u>Code.</u>
17	(b) The board shall determine the tax rate. The rate may not
18	exceed the rate approved at the election.
19	Sec. 7903A.0403. CONTRACT TAXES. (a) In accordance with
20	Section 49.108, Water Code, the district may impose a tax other than
21	an operation and maintenance tax and use the revenue derived from
22	the tax to make payments under a contract after the provisions of
23	the contract have been approved by a majority of the district voters
24	voting at an election held for that purpose.
25	(b) A contract approved by the district voters may contain a
26	provision stating that the contract may be modified or amended by
27	the board without further voter approval.

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1 SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS 2 Sec. 7903A.0501. AUTHORITY TO ISSUE BONDS AND OTHER 3 OBLIGATIONS. The district may issue bonds or other obligations payable wholly or partly from ad valorem taxes, impact fees, 4 5 revenue, contract payments, grants, or other district money, or any combination of those sources, to pay for any authorized district 6 7 purpose. 8 Sec. 7903A.0502. TAXES FOR BONDS. At the time the district issues bonds payable wholly or partly from ad valorem taxes, the 9 board shall provide for the annual imposition of a continuing 10 direct ad valorem tax, without limit as to rate or amount, while all 11 12 or part of the bonds are outstanding as required and in the manner provided by Sections 54.601 and 54.602, Water Code. 13 Sec. 7903A.0503. BONDS FOR ROAD PROJECTS. At the time of 14 15 issuance, the total principal amount of bonds or other obligations issued or incurred to finance road projects and payable from ad 16 17 valorem taxes may not exceed one-fourth of the assessed value of the real property in the district. 18

19 SECTION 2. The Harris-Waller Counties Municipal Utility 20 District No. 5 initially includes all the territory contained in 21 the following area:

Being a tract of land containing 45.924 acres (2,000,467 square feet) located in the J. Gibbons, Abstract Number (No.) 133 in Harris County and the J. Gibbons Survey, Abstract No. 286 in Waller County, Texas; Said 45.924 acre tract being all of a called 45.7143 acre tract recorded in the name of Thomas F. Mathis, Jr., Ronald Gene Mathis and Cathy Mathis Willhoite in Volume 339, Page 6 of the

Waller County Deed Records (W.C.D.R.) and in Harris County Clerk's File Number (H.C.C.F. No.) H603706, (all bearings are based on the Texas Coordinate System of 1983 (NAD83), South Central Zone, per GPS observations):

5 Beginning at a 1-inch iron pipe found on the occupied West Right-Of-Way (R.O.W.) line of Mathis Road (called 99 feet wide in 6 Volume 17, Page 222 of the Harris County Deed Records (H.C.D.R.) and 7 8 shown as 66 feet wide on the Harris County Engineering Department R.O.W. Map No. 3912, Sec. 1, 1984), said pipe being at the northeast 9 10 corner of a called 45.86 acre tract recorded in the name of Laretta Rena Callaway in H.C.C.F. No. U998001, for the southeast corner of 11 12 the herein described tract, from which found 1/2-inch iron pipe for the southeast corner of said 45.86 acre tract bears South 02 degrees 13 14 31 minutes 13 seconds East, a distance of 605.89 feet;

15 Thence, with the line common to said 45.86 acre tract and said 45.7143 acre tract, South 87 degrees 45 minutes 20 seconds West, a 16 17 distance of 3314.83 feet (called 3297.22 feet) to a 5/8-inch iron rod with a Miller Survey Group (MSG) cap set on the east line of a 18 19 called 36.3038 acre tract, recorded in the name of Leslie W. Lofton and Catherine A. Lofton in Volume 670, Page 885 of the W.C.D.R., 20 same being the northwest corner of said 45.86 acre tract for the 21 southwest corner of said 45.7143 acre tract and the herein 22 described tract, from which a found 3/4-inch pinch top pipe bears 23 South 01 degrees 57 minutes 35 seconds East, a distance of 604.28 24 25 feet;

Thence, with the line common to said 36.3038 acre tract and said 45.7143 acre tract, North 01 degrees 57 minutes 35 seconds

West, a distance of 603.94 feet to a 5/8-inch iron rod with a MSG cap 1 set at the southwest corner of a called 37.759 acre tract of land 2 3 recorded in the name of Brandon J. Cotton, et.al. in H.C.C.F. No. W570059, for the northwest corner of said 45.7143 acre tract 4 and the herein described tract, from which a found 5/8-inch iron rod 5 at the northwest corner of said 37.759 acre tract bears North 01 6 degrees 57 minutes 35 seconds West, a distance of 697.56 feet and 7 8 from which a found 5/8-inch iron rod bears North 07 degrees 06 minutes West, a distance of 7.0 feet; 9

10 Thence, with the south line of a called 37.759 acre tract and the south line of a called 5.7142 acre tract recorded in the name of 11 Jesus Duran in RP-2016-303676 of the Official Public Records of 12 Real Property of Harris County, Texas (O.P.R.R.P.H.C.T.), same 13 being the north line of said 45.7143 acre tract, North 87 degrees 45 14 15 minutes 20 seconds East, at a distance of 1649.83 feet pass a found 2-inch iron pipe at the common south corner of said 37.759 acre 16 tract and said 5.7142 acre tract, and continue for a total distance 17 of 3309.87 feet (called 3297.22 feet) to a 5/8-inch iron rod with a 18 19 MSG cap set on the west R.O.W. line of said Mathis Road, at the southeast corner of said 5.7142 acre tract, for the northeast 20 corner of said 45.7143 acre tract and the herein described tract, 21 from which a found 3/4-inch iron pipe at the northeast corner of 22 said 5.7142 acre tract, bears North 02 degrees 25 minutes 47 seconds 23 West, a distance of 150.00 feet; 24

Thence, with the west R.O.W. line of said Mathis Road, same being the east line of said 45.7143 acre tract, South 02 degrees 25 minutes 47 seconds East, a distance of 603.94 feet to the Point of

1 Beginning and containing 45.924 acres (2,000,467 square feet) of 2 land.

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3 SECTION 3. (a) The legal notice of the intention to 4 introduce this Act, setting forth the general substance of this 5 Act, has been published as provided by law, and the notice and a 6 copy of this Act have been furnished to all persons, agencies, 7 officials, or entities to which they are required to be furnished 8 under Section 59, Article XVI, Texas Constitution, and Chapter 313, 9 Government Code.

10 (b) The governor, one of the required recipients, has 11 submitted the notice and Act to the Texas Commission on 12 Environmental Quality.

The Texas Commission on Environmental Quality has filed 13 (C) 14 its recommendations relating to this Act with the governor, the 15 lieutenant governor, and the speaker of the house of representatives within the required time. 16

17 (d) All requirements of the constitution and laws of this 18 state and the rules and procedures of the legislature with respect 19 to the notice, introduction, and passage of this Act are fulfilled 20 and accomplished.

SECTION 4. (a) If this Act does not receive a two-thirds vote of all the members elected to each house, Subchapter C, Chapter 7903A, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 7903A.0306 to read as follows:

26 <u>Sec. 7903A.0306. NO EMINENT DOMAIN POWER. The district may</u> 27 <u>not exercise the power of eminent domain.</u>

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

4 SECTION 5. This Act takes effect immediately if it receives 5 a vote of two-thirds of all the members elected to each house, as 6 provided by Section 39, Article III, Texas Constitution. If this 7 Act does not receive the vote necessary for immediate effect, this 8 Act takes effect September 1, 2021.

	By:
	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the creation of the Harris-Waller Counties Municipal
3	Utility District No. 7; 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 7903A to read as follows:
9	CHAPTER 7903A. HARRIS-WALLER COUNTIES MUNICIPAL UTILITY DISTRICT
10	<u>NO. 7</u>
11	SUBCHAPTER A. GENERAL PROVISIONS
12	Sec. 7903A.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 Harris-Waller Counties
18	Municipal Utility District No. 7.
19	Sec. 7903A.0102. NATURE OF DISTRICT. The district is a
20	municipal utility district created under Section 59, Article XVI,
21	Texas Constitution.
22	Sec. 7903A.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

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1 directors as provided by Section 49.102, Water Code. Sec. 7903A.0104. CONSENT OF MUNICIPALITY REQUIRED. The 2 temporary directors may not hold an election under Section 3 7903A.0103 until each municipality in whose corporate limits or 4 5 extraterritorial jurisdiction the district is located has 6 consented by ordinance or resolution to the creation of the district and to the inclusion of land in the district. 7 8 Sec. 7903A.0105. FINDINGS OF PUBLIC PURPOSE AND BENEFIT. (a) The district is created to serve a public purpose and benefit. 9 10 (b) The district is created to accomplish the purposes of: 11 (1) a municipal utility district as provided by general law and Section 59, Article XVI, Texas Constitution; and 12 13 (2) Section 52, Article III, Texas Constitution, that relate to the construction, acquisition, improvement, operation, 14 15 or maintenance of macadamized, graveled, or paved roads, or improvements, including storm drainage, in aid of those roads. 16 Sec. 7903A.0106. INITIAL DISTRICT TERRITORY. (a) The 17 district is initially composed of the territory described by 18 Section 2 of the Act enacting this chapter. 19 20 (b) The boundaries and field notes contained in Section 2 of the Act enacting this chapter form a closure. A mistake made in the 21 field notes or in copying the field notes in the legislative process 22 does not affect the district's: 23 (1) organization, existence, or validity; 24 25 (2) right to issue any type of bond for the purposes for which the district is created or to pay the principal of and 26 27 interest on a bond;

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1	(3) right to impose a tax; or
2	(4) legality or operation.
3	SUBCHAPTER B. BOARD OF DIRECTORS
4	Sec. 7903A.0201. GOVERNING BODY; TERMS. (a) The district
5	is governed by a board of five elected directors.
6	(b) Except as provided by Section 7903A.0202, directors
7	serve staggered four-year terms.
8	Sec. 7903A.0202. TEMPORARY DIRECTORS. (a) The temporary
9	board consists of:
10	(1) Josh Trlicek;
11	(2) Sarah Sessum;
12	(3) Courtney Wilcox;
13	(4) Jonathan Corb; and
14	(5) Tyler Brown.
15	(b) Temporary directors serve until the earlier of:
16	(1) the date permanent directors are elected under
17	Section 7903A.0103; or
18	(2) the fourth anniversary of the effective date of
19	the Act enacting this chapter.
20	(c) If permanent directors have not been elected under
21	Section 7903A.0103 and the terms of the temporary directors have
22	expired, successor temporary directors shall be appointed or
23	reappointed as provided by Subsection (d) to serve terms that
24	expire on the earlier of:
25	(1) the date permanent directors are elected under
26	Section 7903A.0103; or
27	(2) the fourth anniversary of the date of the

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1	appointment or reappointment.
2	(d) If Subsection (c) applies, the owner or owners of a
3	majority of the assessed value of the real property in the district
4	may submit a petition to the commission requesting that the
5	commission appoint as successor temporary directors the five
6	persons named in the petition. The commission shall appoint as
7	successor temporary directors the five persons named in the
8	petition.
9	SUBCHAPTER C. POWERS AND DUTIES
10	Sec. 7903A.0301. GENERAL POWERS AND DUTIES. The district
11	has the powers and duties necessary to accomplish the purposes for
12	which the district is created.
13	Sec. 7903A.0302. MUNICIPAL UTILITY DISTRICT POWERS AND
14	DUTIES. The district has the powers and duties provided by the
15	general law of this state, including Chapters 49 and 54, Water Code,
16	applicable to municipal utility districts created under Section 59,
17	Article XVI, Texas Constitution.
18	Sec. 7903A.0303. AUTHORITY FOR ROAD PROJECTS. Under
19	Section 52, Article III, Texas Constitution, the district may
20	design, acquire, construct, finance, issue bonds for, improve,
21	operate, maintain, and convey to this state, a county, or a
22	municipality for operation and maintenance macadamized, graveled,
23	or paved roads, or improvements, including storm drainage, in aid
24	of those roads.
25	Sec. 7903A.0304. ROAD STANDARDS AND REQUIREMENTS. (a) A
26	road project must meet all applicable construction standards,
27	zoning and subdivision requirements, and regulations of each

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1 municipality in whose corporate limits or extraterritorial 2 jurisdiction the road project is located. 3 (b) If a road project is not located in the corporate limits 4 or extraterritorial jurisdiction of a municipality, the road project must meet all applicable construction standards, 5 subdivision requirements, and regulations of each county in which 6 7 the road project is located. (c) If the state will maintain and operate the road, the 8 Texas Transportation Commission must approve the plans and 9 10 specifications of the road project. Sec. 7903A.0305. COMPLIANCE WITH MUNICIPAL CONSENT 11 12 ORDINANCE OR RESOLUTION. The district shall comply with all 13 applicable requirements of any ordinance or resolution that is adopted under Section 54.016 or 54.0165, Water Code, and that 1415 consents to the creation of the district or to the inclusion of land 16 in the district. 17 SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS Sec. 7903A.0401. ELECTIONS REGARDING TAXES OR BONDS. (a) 18 19 The district may issue, without an election, bonds and other 20 obligations secured by: 21 (1) revenue other than ad valorem taxes; or 22 (2) contract payments described by Section 23 7903A.0403. 24 (b) The district must hold an election in the manner 25 provided by Chapters 49 and 54, Water Code, to obtain voter approval 26 before the district may impose an ad valorem tax or issue bonds 27 payable from ad valorem taxes.

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(c) The district may not issue bonds payable from ad valorem 1 taxes to finance a road project unless the issuance is approved by a 2 vote of a two-thirds majority of the district voters voting at an 3 election held for that purpose. 4 Sec. 7903A.0402. OPERATION AND MAINTENANCE TAX. (a) If 5 authorized at an election held under Section 7903A.0401, the 6 district may impose an operation and maintenance tax on taxable 7 property in the district in accordance with Section 49.107, Water 8 Code. 9 10 (b) The board shall determine the tax rate. The rate may not exceed the rate approved at the election. 11 Sec. 7903A.0403. CONTRACT TAXES. (a) In accordance with 12 Section 49.108, Water Code, the district may impose a tax other than 13 an operation and maintenance tax and use the revenue derived from 14 the tax to make payments under a contract after the provisions of 15 the contract have been approved by a majority of the district voters 16 voting at an election held for that purpose. 17 (b) A contract approved by the district voters may contain a 18 provision stating that the contract may be modified or amended by 19 the board without further voter approval. 20 21 SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS Sec. 7903A.0501. AUTHORITY TO ISSUE BONDS AND OTHER 22 OBLIGATIONS. The district may issue bonds or other obligations 23 payable wholly or partly from ad valorem taxes, impact fees, 24 revenue, contract payments, grants, or other district money, or any 25 26 combination of those sources, to pay for any authorized district 27 purpose.

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Sec. 7903A.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 Sections 54.601 and 54.602, Water Code.

Sec. 7903A.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.

12 SECTION 2. The Harris-Waller Counties Municipal Utility 13 District No. 7 initially includes all the territory contained in 14 the following area:

15 Being a tract of land containing 45.924 acres (2,000,467 16 square feet) located in the J. Gibbons, Abstract Number (No.) 133 in 17 Harris County and the J. Gibbons Survey, Abstract No. 286 in Waller 18 County, Texas; Said 45.924 acre tract being all of a called 45.7143 19 acre tract recorded in the name of Thomas F. Mathis, Jr., Ronald Gene Mathis and Cathy Mathis Willhoite in Volume 339, Page 6 of the 20 Waller County Deed Records (W.C.D.R.) and in Harris County Clerk's 21 22 File Number (H.C.C.F. No.) H603706, (all bearings are based on the 23 Texas Coordinate System of 1983 (NAD83), South Central Zone, per GPS observations): 24

Beginning at a 1-inch iron pipe found on the occupied West Right-Of-Way (R.O.W.) line of Mathis Road (called 99 feet wide in Volume 17, Page 222 of the Harris County Deed Records (H.C.D.R.) and

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shown as 66 feet wide on the Harris County Engineering Department R.O.W. Map No. 3912, Sec. 1, 1984), said pipe being at the northeast corner of a called 45.86 acre tract recorded in the name of Laretta Rena Callaway in H.C.C.F. No. U998001, for the southeast corner of the herein described tract, from which found 1/2-inch iron pipe for the southeast corner of said 45.86 acre tract bears South 02 degrees 31 minutes 13 seconds East, a distance of 605.89 feet;

Thence, with the line common to said 45.86 acre tract and said 8 45.7143 acre tract, South 87 degrees 45 minutes 20 seconds West, a 9 distance of 3314.83 feet (called 3297.22 feet) to a 5/8-inch iron 10 rod with a Miller Survey Group (MSG) cap set on the east line of a 11 called 36.3038 acre tract, recorded in the name of Leslie W. Lofton 12 and Catherine A. Lofton in Volume 670, Page 885 of the W.C.D.R., 13 same being the northwest corner of said 45.86 acre tract for the 14 southwest corner of said 45.7143 acre tract and the herein 15 described tract, from which a found 3/4-inch pinch top pipe bears 16 South 01 degrees 57 minutes 35 seconds East, a distance of 604.28 17 18 feet;

Thence, with the line common to said 36.3038 acre tract and 19 said 45.7143 acre tract, North 01 degrees 57 minutes 35 seconds 20 West, a distance of 603.94 feet to a 5/8-inch iron rod with a MSG cap 21 set at the southwest corner of a called 37.759 acre tract of land 22 recorded in the name of Brandon J. Cotton, et.al. in H.C.C.F. 23 No. W570059, for the northwest corner of said 45.7143 acre tract 24 and the herein described tract, from which a found 5/8-inch iron rod 25 at the northwest corner of said 37.759 acre tract bears North 01 26 degrees 57 minutes 35 seconds West, a distance of 697.56 feet and 27

1 from which a found 5/8-inch iron rod bears North 07 degrees 06
2 minutes West, a distance of 7.0 feet;

Thence, with the south line of a called 37.759 acre tract and 3 4 the south line of a called 5.7142 acre tract recorded in the name of 5 Jesus Duran in RP-2016-303676 of the Official Public Records of Real Property of Harris County, Texas (O.P.R.R.P.H.C.T.), same 6 7 being the north line of said 45.7143 acre tract, North 87 degrees 45 minutes 20 seconds East, at a distance of 1649.83 feet pass a found 8 9 2-inch iron pipe at the common south corner of said 37.759 acre 10 tract and said 5.7142 acre tract, and continue for a total distance of 3309.87 feet (called 3297.22 feet) to a 5/8-inch iron rod with a 11 12 MSG cap set on the west R.O.W. line of said Mathis Road, at the southeast corner of said 5.7142 acre tract, for the northeast 13 14 corner of said 45.7143 acre tract and the herein described tract, 15 from which a found 3/4-inch iron pipe at the northeast corner of said 5.7142 acre tract, bears North 02 degrees 25 minutes 47 seconds 16 West, a distance of 150.00 feet; 17

Thence, with the west R.O.W. line of said Mathis Road, same being the east line of said 45.7143 acre tract, South 02 degrees 25 minutes 47 seconds East, a distance of 603.94 feet to the Point of Beginning and containing 45.924 acres (2,000,467 square feet) of 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

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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.

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) If this Act does not receive a two-thirds vote of all the members elected to each house, Subchapter C, Chapter 7903A, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 7903A.0306 to read as follows:

19 Sec. 7903A.0306. NO EMINENT DOMAIN POWER. The district may
 20 not exercise the power of eminent domain.

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

24 SECTION 5. This Act takes effect immediately if it receives 25 a vote of two-thirds of all the members elected to each house, as 26 provided by Section 39, Article III, Texas Constitution. If this 27 Act does not receive the vote necessary for immediate effect, this

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1 Act takes effect September 1, 2021.

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FISCAL NOTE, 87TH LEGISLATIVE REGULAR SESSION

May 27, 2021

TO: Honorable Dade Phelan, Speaker of the House, House of Representatives

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HB3140 by Bell, Cecil (Relating to the creation of the Harris-Waller Counties Municipal Utility District No. 7; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), **As Passed 2nd House**

No significant fiscal implication to the State is anticipated.

The bill would amend the Special District Local Laws Code to create a certain municipal utility district and establish its powers and duties.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: LBB Staff: JMc, SD, AF, CMA, DPE, AJL

FISCAL NOTE, 87TH LEGISLATIVE REGULAR SESSION

May 21, 2021

TO: Honorable Paul Bettencourt, Chair, Senate Committee on Local Government

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HB3140 by Bell, Cecil (Relating to the creation of the Harris-Waller Counties Municipal Utility District No. 7; granting limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), **Committee Report 2nd House, Substituted**

No significant fiscal implication to the State is anticipated.

The bill would amend the Special District Local Laws Code to create a certain municipal utility district and establish its powers and duties.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: LBB Staff: JMc, AF, CMA, DPE, AJL

FISCAL NOTE, 87TH LEGISLATIVE REGULAR SESSION

May 20, 2021

TO: Honorable Paul Bettencourt, Chair, Senate Committee on Local Government

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HB3140 by Bell, Cecil (Relating to the creation of the Harris-Waller Counties Municipal Utility District No. 5; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), **As Engrossed**

No significant fiscal implication to the State is anticipated.

The bill would amend the Special District Local Laws Code to create a certain municipal utility district and establish its powers and duties.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: LBB Staff: JMc, AF, DPE, AJL, CMA

FISCAL NOTE, 87TH LEGISLATIVE REGULAR SESSION

April 19, 2021

TO: Honorable Joe Deshotel, Chair, House Committee on Land & Resource Management

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HB3140 by Bell, Cecil (Relating to the creation of the Harris-Waller Counties Municipal Utility District No. 5; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), **Committee Report 1st House, Substituted**

No significant fiscal implication to the State is anticipated.

The bill would amend the Special District Local Laws Code to create a certain municipal utility district and establish its powers and duties.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: LBB Staff: JMc, AJL, CMA, DPE

FISCAL NOTE, 87TH LEGISLATIVE REGULAR SESSION

April 12, 2021

TO: Honorable Joe Deshotel, Chair, House Committee on Land & Resource Management

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HB3140 by Bell, Cecil (Relating to the creation of the Harris-Waller Counties Municipal Utility District No. 5; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), **As Introduced**

No significant fiscal implication to the State is anticipated.

The bill would amend the Special District Local Laws Code to create a certain municipal utility district and establish its powers and duties.

Local Government Impact

No significant fiscal implication to units of local government is anticipated.

Source Agencies: LBB Staff: JMc, AJL, CMA, DPE

WATER DEVELOPMENT POLICY IMPACT STATEMENT

87TH LEGISLATIVE REGULAR SESSION

April 19, 2021

TO: Honorable Joe Deshotel, Chair, House Committee on Land & Resource Management

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HB3140 by Bell, Cecil (Relating to the creation of the Harris-Waller Counties Municipal Utility District No. 5; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), **Committee Report 1st House**, **Substituted**

The Legislative Budget Board, in cooperation with the Texas Water Development Board (TWDB) and the Texas Commission on Environmental Quality (TCEQ), has determined that:

This bill creates Harris-Waller Counties Municipal Utility District No. 5 (District) with the powers and duties of a standard municipal utility district under Water Code Chapters 49 and 54.

Population: The very specific description of the proposed boundaries does not allow staff to develop precise population estimates.

Population growth in the specific area since the 2010 census is unknown. The 2010 population estimate for areas of Harris County served by small water systems or private wells ('County-Other') was 35,856. The Harris County-Other population projections adopted for the 2022 State Water Plan projects the population to grow to 153,437 in 2030 and 166,386 in 2040.

The 2010 population estimate for areas of Waller County served by small water systems or private wells ('County-Other') was 19,280. The Waller County-Other population projections adopted for the 2022 State Water Plan projects the population to grow to 27,579 in 2030 and 32,807 in 2040.

Location: The proposed district's initial boundaries are described with a combination of Original Texas Land Surveys, Harris County Deed Records, Waller County Deed Records, and metes and bounds. Due to the complexity of these boundaries for the various subareas of the district, staff is only able to determine the general location of the proposed district.

The proposed district's area is approximately 0.07 square miles along the border of Harris County and Waller County, located west of the City of Hockley, and south of the City of Waller. The proposed boundary appears to be near the intersection of Highway 290 and Farm to Market Road 362.

Comments on Powers/Duties Different from Similar Types of Districts:

House Committee Substitute (HCS):

The HCS removes language related to road powers that made reference to territory within the extraterritorial jurisdiction of a municipality. The HCS specifies that if a road project extends across the boundary of the corporate limits of a municipality, the road project must meet: for a segment of a road project located in a municipality; the applicable construction standards, subdivision requirements, and regulations of that municipality; and for a segment of a road project located in the unincorporated area of a county, the applicable construction standards, and regulations of that county. The HCS does not make any other changes to the Introduced version of the bill.

Introduced:

The District must receive consent to the creation of the District from each municipality in whose corporate limits or extraterritorial jurisdiction the District is located prior to holding a confirmation election. The bill grants the District authority for road projects. The bill specifies that 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 real property in the District. If the bill does not receive a two-thirds vote of all members elected to each house, the District may not exercise the power of eminent domain.

Overlapping Services: TCEQ does not have mapping information for water and/or wastewater providers because this function was transferred from the TCEQ to the Public Utility Commission on September 1, 2014. As a result, TCEQ is unaware of possible overlapping service providers.

TCEQ's Supervision: As with general law districts, the TCEQ will have general supervisory authority, including bond review authority and review of financial reports.

Water Use: Within Harris County, 76% of the total water use was supplied by surface water, and municipal use was the largest volume water use category comprising 67% of the county total water use in 2018.

Within Waller County, 96% of the total water use was supplied by groundwater (Gulf Coast Aquifer), and irrigation use was the largest volume water use category comprising 64% of the county total water use in 2018. 30% of the county total water use was for municipal use in 2018.

Source 580 Water Development Board, 582 Commission on Environmental Quality
LBB Staff: JMc, AJL

WATER DEVELOPMENT POLICY IMPACT STATEMENT

87TH LEGISLATIVE REGULAR SESSION

April 12, 2021

TO: Honorable Joe Deshotel, Chair, House Committee on Land & Resource Management

FROM: Jerry McGinty, Director, Legislative Budget Board

IN RE: HB3140 by Bell, Cecil (Relating to the creation of the Harris-Waller Counties Municipal Utility District No. 5; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.), **As Introduced**

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Location: The proposed district's initial boundaries are described with a combination of Original Texas Land Surveys, Harris County Deed Records, Waller County Deed Records, and metes and bounds. Due to the complexity of these boundaries for the various subareas of the district, staff is only able to determine the general location of the proposed district.

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Comments on Powers/Duties Different from Similar Types of Districts: The District must receive consent to the creation of the District from each municipality in whose corporate limits or extraterritorial jurisdiction the District is located prior to holding a confirmation election. The bill grants the District authority for road projects. The bill specifies that 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 real property in the District. If the bill does not receive a two-thirds vote of all members elected to each house, the District may not exercise the power of eminent domain.

Overlapping Services: TCEQ does not have mapping information for water and/or wastewater providers because this function was transferred from the TCEQ to the Public Utility Commission on September 1, 2014. As a result, TCEQ is unaware of possible overlapping service providers.

TCEQ's Supervision: As with general law districts, the TCEQ will have general supervisory authority, including bond review authority and review of financial reports.

Water Use: Within Harris County, 76% of the total water use was supplied by surface water, and municipal use was the largest volume water use category comprising 67% of the county total water use in 2018.

Within Waller County, 96% of the total water use was supplied by groundwater (Gulf Coast Aquifer), and irrigation use was the largest volume water use category comprising 64% of the county total water use in 2018. 30% of the county total water use was for municipal use in 2018. The water source the proposed district might pursue is unknown.

Source 580 Water Development Board, 582 Commission on Environmental Quality LBB Staff: JMc, AJL

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