By: Guillen H.B. No. 2692

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the codification and clarification of local laws
3	concerning the San Antonio River Authority.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subtitle G, Title 6, Special District Local Laws
6	Code, is amended by adding Chapter 8513 to read as follows:
7	CHAPTER 8513. SAN ANTONIO RIVER AUTHORITY
8	SUBCHAPTER A. GENERAL PROVISIONS
9	Sec. 8513.0101. DEFINITIONS
10	Sec. 8513.0102. NATURE OF AUTHORITY
11	Sec. 8513.0103. FINDINGS OF BENEFIT AND PUBLIC PURPOSE
12	Sec. 8513.0104. REVIEW SCHEDULE UNDER SUNSET ACT
13	Sec. 8513.0105. TERRITORY
14	Sec. 8513.0106. EFFECT OF CHAPTER ON CERTAIN PERSONS OF
15	ENTITIES
16	Sec. 8513.0107. LIBERAL CONSTRUCTION OF CHAPTER
17	Sec. 8513.0108. CORRECTION OF INVALID PROCEDURES
18	SUBCHAPTER B. BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS
19	Sec. 8513.0201. DIRECTORS; TERMS; QUALIFICATIONS
20	Sec. 8513.0202. DIRECTOR ELECTIONS
21	Sec. 8513.02025. CERTAIN DIRECTOR TERMS
22	Sec. 8513.0203. SUSPENSION AND REMOVAL
23	Sec. 8513.0204. VACANCY
24	Sec. 8513.0205. BYLAWS

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1 Sec. 8513.0206. ORDINANCES Sec. 8513.0207. BOND REQUIREMENT FOR DIRECTORS AND OFFICERS 2 3 Sec. 8513.0208. FILING OF OATH Sec. 8513.0209. COMPENSATION OF DIRECTORS 4 5 Sec. 8513.0210. CERTAIN INTERESTS PROHIBITED Sec. 8513.0211. OFFICERS 6 7 Sec. 8513.0212. DIRECTOR TRAINING PROGRAM 8 Sec. 8513.0213. MEETINGS 9 Sec. 8513.0214. POLICIES TO SEPARATE POLICY-MAKING AND 10 STAFF FUNCTIONS Sec. 8513.0215. AGENTS, EMPLOYEES, AND PROFESSIONAL 11 12 CONSULTANTS Sec. 8513.0216. MANAGER 13 14 Sec. 8513.0217. AUTHORITY'S DOMICILE AND OFFICE 15 Sec. 8513.0218. COMPLAINTS Sec. 8513.0219. PUBLIC TESTIMONY AT BOARD MEETINGS 16 17 Sec. 8513.0220. CONTRACT WITH BEXAR COUNTY SUBCHAPTER C. GENERAL POWERS AND DUTIES 18 Sec. 8513.0301. GENERAL POWERS 19 Sec. 8513.0302. TITLE AND RIGHT TO CONTROL; TRUST 20 Sec. 8513.0303. POWERS RELATING TO CONSERVATION AND 21 22 BENEFICIAL USE OF WATER Sec. 8513.0304. POWERS REGARDING CANALS, WATERWAYS, AND 23 24 RELATED FACILITIES Sec. 8513.0305. FEDERALLY CONSTRUCTED OR MAINTAINED 25 26 CANALS, WATERWAYS, AND FACILITIES 27 Sec. 8513.0306. POWER TO CONTROL, DEVELOP, STORE, AND USE

- 1 WATER FOR NAVIGATIONAL USE
- 2 Sec. 8513.0307. POWERS RELATING TO PARKS, RECREATIONAL
- 3 FACILITIES, AND PRESERVATION OF FISH AND WILDLIFE
- 4 Sec. 8513.0308. POWERS RELATING TO FLOOD CONTROL AND FLOOD
- 5 PLAIN MANAGEMENT
- 6 Sec. 8513.0309. ACQUISITION OF WATER OR WATER RIGHTS
- 7 Sec. 8513.0310. GENERAL WATER SUPPLY POWERS
- 8 Sec. 8513.0311. CONTRACTS TO SUPPLY WATER AND OPERATE
- 9 FACILITIES
- 10 Sec. 8513.0312. POWERS RELATING TO SOIL CONSERVATION
- 11 Sec. 8513.0313. WASTE MANAGEMENT
- 12 Sec. 8513.0314. POLLUTION PREVENTION
- 13 Sec. 8513.0315. FORESTATION AND REFORESTATION
- 14 Sec. 8513.0316. GENERAL AUTHORITY TO MAKE CONTRACTS AND
- 15 EXECUTE INSTRUMENTS
- Sec. 8513.0317. AWARD OF CERTAIN WATER SUPPLY CONTRACTS
- 17 Sec. 8513.0318. AWARD OF CERTAIN CONSTRUCTION AND SERVICE
- 18 CONTRACTS
- 19 Sec. 8513.0319. ACQUISITION, MAINTENANCE, AND OPERATION OF
- 20 PROPERTY; EMINENT DOMAIN
- 21 Sec. 8513.0320. PRELIMINARY INVESTIGATIONS AND SURVEYS
- Sec. 8513.0321. SALE, LEASE, MORTGAGE, OR OTHER DISPOSITION
- 23 OF AUTHORITY PROPERTY
- Sec. 8513.0322. OVERFLOW OR INUNDATION OF PUBLIC PROPERTY;
- 25 RELOCATION OF ROADS
- Sec. 8513.0323. COST OF RELOCATING OR ALTERING PROPERTY
- Sec. 8513.0324. CONSTRUCTION, MAINTENANCE, AND OPERATION

1	OF FACILITIES
2	Sec. 8513.0325. FRANCHISES AND RIGHTS RELATING TO NAVIGABLE
3	CANALS AND WATERWAYS
4	Sec. 8513.0326. CONCESSIONS AND FRANCHISES RELATING TO
5	WORKS OF IMPROVEMENT, PARKS, RECREATIONAL FACILITIES, AND FISH OR
6	WILDLIFE PRESERVES AND RESERVES
7	Sec. 8513.0327. OFFICIAL NEWSPAPER
8	Sec. 8513.0328. AUTHORITY CONSTABULARY
9	Sec. 8513.0329. STATE SUPERVISION AND APPROVAL
10	Sec. 8513.0330. COORDINATION WITH NONPROFIT ORGANIZATION
11	SUBCHAPTER D. REGULATORY POWERS; ENFORCEMENT AND COURT REVIEW
12	PROVISIONS
13	Sec. 8513.0401. ADOPTION OF RULES
14	Sec. 8513.0402. ENFORCEMENT OF RULES; PENALTY
15	Sec. 8513.0403. NOTICE OF RULE PROVIDING PENALTY
16	Sec. 8513.0404. JUDICIAL NOTICE OF RULES
17	Sec. 8513.0405. RECOVERY OF LITIGATION FEES AND COSTS
18	Sec. 8513.0406. APPEAL BOND NOT REQUIRED
19	SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS
20	Sec. 8513.0501. OBLIGATION PAYABLE
21	Sec. 8513.0502. FISCAL YEAR
22	SUBCHAPTER F. TAX PROVISIONS
23	Sec. 8513.0601. MAINTENANCE AND ADMINISTRATION TAX
24	Sec. 8513.0602. ELECTION FOR AD VALOREM TAX
25	Sec. 8513.0603. PUBLIC HEARING; NOTICE
26	Sec. 8513.0604. MAXIMUM TAX RATE
27	Sec. 8513.0605. ASSESSMENT AND COLLECTION OF TAXES

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1 Sec. 8513.0606. LEGISLATIVE INTENT 2 Sec. 8513.0607. APPLICABILITY 3 SUBCHAPTER G. BONDS, BORROWED MONEY, AND GRANTS Sec. 8513.0701. BORROWED MONEY AND GRANTS 4 5 Sec. 8513.0702. POWER TO ISSUE BONDS Sec. 8513.0703. TERMS OF ISSUANCE 6 7 Sec. 8513.0704. DEPOSIT OF PROCEEDS 8 Sec. 8513.0705. RESOLUTION PROVISIONS Sec. 8513.0706. DEFAULT PROCEDURES 9 10 Sec. 8513.0707. POWER OF AUTHORITY TO PURCHASE BONDS ISSUED BY AUTHORITY 11 12 Sec. 8513.0708. BONDS EXEMPT FROM TAXATION SUBCHAPTER H. POLLUTION CONTROL DISTRICT 13 14 Sec. 8513.0801. POWER TO ESTABLISH POLLUTION CONTROL 15 DISTRICT Sec. 8513.0802. RESOLUTION PROCEDURES CALLING FOR CREATION 16 OF POLLUTION CONTROL DISTRICT 17 Sec. 8513.0803. PUBLIC HEARING ON CREATION OF POLLUTION 18 19 CONTROL DISTRICT; NOTICE Sec. 8513.0804. PUBLIC TESTIMONY ON CREATION OF POLLUTION 20 CONTROL DISTRICT 21 22 Sec. 8513.0805. MAINTENANCE TAX AND BOND ELECTION FOR POLLUTION CONTROL DISTRICT 23 Sec. 8513.0806. JUDICIAL REVIEW OF RESOLUTION CALLING FOR 24 CREATION OF POLLUTION CONTROL DISTRICT 25 26 Sec. 8513.0807. FILING REQUIREMENT Sec. 8513.0808. POLLUTION CONTROL DISTRICT TERRITORY 2.7

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1	Sec. 8513.0809. ANNEXATION OF TERRITORY TO POLLUTION
2	CONTROL DISTRICT
3	Sec. 8513.0810. POWER TO ISSUE BONDS; TAX FOR POLLUTION
4	CONTROL DISTRICT
5	CHAPTER 8513. SAN ANTONIO RIVER AUTHORITY
6	SUBCHAPTER A. GENERAL PROVISIONS
7	Sec. 8513.0101. DEFINITIONS. In this chapter:
8	(1) "Authority" means the San Antonio River Authority.
9	(2) "Board" means the authority's board of directors.
10	(3) "Commission" means the Texas Commission on
11	Environmental Quality.
12	(4) "Director" means a board member.
13	(5) "Flood plain" means the area of the channel of a river or
14	stream and those portions of land abutting and adjacent to the
15	channel that are reasonably required to carry floodwaters.
16	(6) "San Antonio River Basin" means all of the area except
17	for Bandera, Real, and Kerr Counties that has topographic
18	characteristics causing surface waters to flow into the San Antonio
19	River and its tributaries.
20	(7) "State" means the State of Texas or any of its agencies,
21	departments, boards, political subdivisions, or other entities.
22	Sec. 8513.0102. NATURE OF AUTHORITY. (a) The authority is
23	a conservation and reclamation district under Section 59, Article
24	XVI, Texas Constitution.
25	(b) The authority's creation is essential to accomplish the

purposes of Section 59, Article XVI, Texas Constitution, including:

(1) construction, maintenance, and operation of

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- 1 <u>navigable canals and waterways; and</u>
- 2 (2) control of the waters of all rivers, streams, and
- 3 tributaries of rivers and streams inside the authority.
- 4 Sec. 8513.0103. FINDINGS OF BENEFIT AND PUBLIC PURPOSE.
- 5 All land included in the authority will benefit by the exercise of
- 6 power conferred by this chapter.
- 7 Sec. 8513.0104. REVIEW SCHEDULE UNDER SUNSET ACT. A review
- 8 of the authority under Section 325.025, Government Code, shall be
- 9 conducted as if the authority were a state agency scheduled to be
- 10 abolished September 1, 2035, and every 12th year after that year.
- Sec. 8513.0105. TERRITORY. Unless modified under
- 12 Subchapter J, Chapter 49, Water Code, or other law, the authority's
- 13 territory includes all of that part of this state in the boundaries
- 14 of Bexar, Wilson, Karnes, and Goliad Counties.
- Sec. 8513.0106. EFFECT OF CHAPTER ON CERTAIN PERSONS OR
- 16 ENTITIES. (a) If any power granted to the authority by this chapter
- 17 overlaps or conflicts with any power of the Guadalupe-Blanco River
- 18 Authority, as created by Chapter 410 (H.B. 138), Acts of the 44th
- 19 Legislature, 1st Called Session, 1935, the power granted to the
- 20 Guadalupe-Blanco River Authority supersedes the power granted to
- 21 the authority by this chapter, unless the Guadalupe-Blanco River
- 22 Authority consents to the authority's exercise of the power.
- (b) No provision of this chapter divests any person of any
- 24 vested:
- 25 (1) riparian right;
- 26 (2) right derived under an existing permit for the
- 27 appropriation and use of public waters issued by the commission; or

1	(3) right derived under any certified filing with the
2	commission.
3	Sec. 8513.0107. LIBERAL CONSTRUCTION OF CHAPTER. This
4	chapter shall be liberally construed to effect its purposes.
5	Sec. 8513.0108. CORRECTION OF INVALID PROCEDURES. If the
6	board determines that any procedure under this chapter violates the
7	Texas Constitution or the United States Constitution, the board by
8	ordinance may provide an alternative procedure that conforms with
9	the constitution.
10	SUBCHAPTER B. BOARD OF DIRECTORS; ADMINISTRATIVE PROVISIONS
11	Sec. 8513.0201. DIRECTORS; TERMS; QUALIFICATIONS. (a) The
12	board consists of 12 directors elected as follows:
13	(1) two directors elected at large from Goliad County;
14	(2) two directors elected at large from Karnes County;
15	(3) two directors elected at large from Wilson County;
16	(4) two directors elected at large from Bexar County;
17	and
18	(5) one director elected from each single-member
19	district representing the four county commissioner precincts in
20	Bexar County.
21	(b) Directors serve staggered four-year terms. An elected
22	director's term begins January 1 following the date of the
23	director's election.
24	(c) A director must:
25	(1) be at least 21 years of age;
26	(2) reside within the authority;
7	(3) reside in the county from which the director is

- 1 <u>elected or appointed; and</u>
- 2 (4) possess the qualifications of a juror.
- 3 (d) A director elected from a single-member district must
- 4 reside in the district from which the director is elected.
- 5 Sec. 8513.0202. DIRECTOR ELECTIONS. (a) The authority
- 6 shall hold an election to elect the appropriate number of directors
- 7 on the uniform election date in November of each odd-numbered year.
- 8 (b) The placing of the names of the candidates on the
- 9 ballots shall be determined by lot. A candidate or a designated
- 10 representative of the candidate may be present at the drawing.
- 11 (c) In the event of a tie for any director position, the
- 12 winner shall be determined by a majority of the board.
- 13 (e) Directors serving from single-member districts at the
- 14 time new single-member districts are adopted shall serve for the
- 15 remainder of the terms to which they were elected regardless of the
- 16 <u>redistricting.</u>
- 17 Sec. 8513.02025. CERTAIN DIRECTOR TERMS. (a) This section
- 18 applies only to the term of a director who is appointed or elected
- 19 on or after May 24, 2023.
- 20 (b) The two at-large director positions for Bexar County
- 21 shall be scheduled for election on the November uniform election
- 22 date in 2023. The person who receives the highest number of votes
- 23 shall be elected to the first at-large Bexar County director
- 24 position and shall serve a four-year term beginning January 1,
- 25 2024, and ending December 31, 2027. An election shall be scheduled
- 26 for that position on the November uniform election date in 2027 and
- 27 every four years thereafter. The person who receives the second

- 1 highest number of votes shall be elected to the second at-large
- 2 Bexar County director position and shall serve a two-year term
- 3 beginning January 1, 2024, and ending December 31, 2025. An
- 4 election shall be scheduled for that position on the November
- 5 uniform election date in 2025 and every four years thereafter for a
- 6 four-year term beginning on January 1 of the year following each
- 7 election.
- 8 (c) The following director positions shall be scheduled for
- 9 election on the November uniform election date in 2025 and every
- 10 four years thereafter, and the directors elected to each position
- 11 shall serve four-year terms beginning January 1 of the year
- 12 following each election:
- 13 (1) the single-member district director elected from
- 14 Bexar County commissioners court precinct 1;
- 15 (2) the single-member district director elected from
- 16 Bexar County commissioners court precinct 2;
- 17 (3) the at-large director position for Karnes County
- 18 for which an election was held, or scheduled to be held but canceled
- 19 because of an unopposed candidate, in November 2019;
- 20 (4) the at-large director position for Goliad County
- 21 for which an election was held, or scheduled to be held but canceled
- 22 because of an unopposed candidate, in November 2019; and
- 23 (5) the at-large director position for Wilson County
- 24 for which an election was held, or scheduled to be held but canceled
- 25 because of an unopposed candidate, in November 2019.
- 26 (d) The following director positions shall be scheduled for
- 27 election on the November uniform election date in 2027 and every

- 1 four years thereafter, and the directors elected to those director
- 2 positions shall serve four-year terms beginning January 1 of the
- 3 year following each election:
- 4 (1) the single-member district director elected from
- 5 Bexar County commissioners court precinct 3;
- 6 (2) the single-member district director elected from
- 7 Bexar County commissioners court precinct 4;
- 8 (3) the at-large director position for Karnes County
- 9 for which an election was held, or scheduled to be held but canceled
- 10 because of an unopposed candidate, in November 2021;
- 11 (4) the at-large director position for Goliad County
- 12 for which an election was held, or scheduled to be held but canceled
- 13 because of an unopposed candidate, in November 2021; and
- 14 (5) the at-large director position for Wilson County
- 15 for which an election was held, or scheduled to be held but canceled
- 16 because of an unopposed candidate, in November 2021.
- 17 (e) The members of the board of directors serving in the
- 18 director positions described by Subsections (b), (c), and (d) on
- 19 May 23, 2023, shall continue to serve until their successors have
- 20 been elected and qualified.
- 21 (f) This section expires September 1, 2029.
- Sec. 8513.0203. SUSPENSION AND REMOVAL. (a) A director or
- 23 officer may be suspended or removed from office for:
- 24 (1) incompetency;
- 25 (2) official misconduct;
- 26 (3) official gross negligence;
- 27 (4) habitual drunkenness; or

- 1 (5) nonattendance at six consecutive regular board
- 2 meetings.
- 3 (b) A director or officer may not be suspended or removed
- 4 from office unless:
- 5 (1) charges against the director or officer are filed
- 6 in writing; and
- 7 (2) the director or officer is given an opportunity
- 8 for a fair hearing before the board.
- 9 (c) An affirmative vote of not fewer than eight of the
- 10 directors is required to suspend or remove a director or officer.
- Sec. 8513.0204. VACANCY. The governor, with the advice and
- 12 consent of the senate, shall fill a vacancy on the board for the
- 13 unexpired term.
- Sec. 8513.0205. BYLAWS. The board shall adopt bylaws for
- 15 the management of the authority's affairs.
- Sec. 8513.0206. ORDINANCES. (a) The board may, by a
- 17 majority and to the extent necessary to exercise the authority's
- 18 powers and rights, adopt an ordinance:
- (1) not adequately provided by Chapters 49 or 51,
- 20 Water Code;
- 21 (2) germane and appropriate to the accomplishment and
- 22 purposes of this chapter; and
- 23 (3) consistent with a specific power conferred on a
- 24 county, municipality, water improvement district, water control
- 25 and improvement district, drainage district, navigation district,
- 26 canal corporation, channel and dock corporation, deep water
- 27 corporation, railway corporation, terminal railway corporation,

- 1 telegraph and telephone corporation, or other similar entity.
- 2 (b) The board is not required to provide notice before
- 3 adopting an ordinance, except as otherwise required for a regular
- 4 or special board meeting.
- 5 (c) The board:
- 6 (1) shall file an adopted ordinance in the authority's
- 7 official records; and
- 8 (2) may, if the board considers it necessary and
- 9 proper:
- 10 (A) file certified copies of the ordinance in the
- 11 office of the county clerk in each county in the authority where the
- 12 ordinance applies; or
- 13 <u>(B) publish the ordinance at least once per week</u>
- 14 for two weeks in a newspaper of general circulation in each county
- 15 where the ordinance applies.
- 16 (d) An adopted ordinance takes effect after the filing
- 17 requirements of Subsection (c) are met.
- (e) After an ordinance takes effect, the county clerk shall
- 19 file and record all certified copies of the ordinance in the county.
- 20 The county clerk shall charge the same fee for filing and recording
- 21 the ordinance as for recording a deed of conveyance.
- 22 <u>(f) An ordinance granting a power or mode of procedure</u>
- 23 <u>adopted under this section does not limit the accomplishment of the</u>
- 24 purposes of this chapter.
- Sec. 8513.0207. BOND REQUIREMENT FOR DIRECTORS AND
- 26 OFFICERS. (a) Not later than the 15th day after the date of
- 27 election or appointment, a director or officer shall file a good and

- 1 sufficient bond with the board secretary.
- 2 (b) The bond must be:
- 3 (1) in the amount of \$5,000;
- 4 (2) payable to the authority;
- 5 (3) conditioned on the faithful performance of duties
- 6 as a director or officer; and
- 7 (4) subject to approval by the board secretary.
- 8 Sec. 8513.0208. FILING OF OATH. Before assuming the duties
- 9 of office, each director shall file with the board secretary a copy
- 10 of the constitutional oath of office taken by the director.
- Sec. 8513.0209. COMPENSATION OF DIRECTORS. (a) A director
- 12 is entitled to receive reimbursement for reasonable expenses and an
- 13 allowance as provided under Section 49.060, Water Code.
- 14 (b) A director is not entitled to receive a per diem
- 15 allowance for more than 60 days in a fiscal year.
- 16 (c) In all areas of conflict with this section, Section
- 17 49.060, Water Code, takes precedence.
- 18 Sec. 8513.0210. CERTAIN INTERESTS PROHIBITED. (a) A
- 19 director may not engage in a transaction with the authority for gain
- 20 or profit.
- 21 (b) An officer of the authority may not have any interest,
- 22 direct or indirect, in any contract awarded by the authority.
- Sec. 8513.0211. OFFICERS. (a) The board shall appoint by
- 24 majority vote a chair, a vice-chair, a secretary, a treasurer, and
- 25 other officers or assistant officers the board considers necessary.
- 26 (b) The chair, the vice-chair, the secretary, and the
- 27 treasurer must each be a director. Assistant officers are not

required to be directors. 2 (c) An officer shall serve a term of two years. 3 (d) A non-director assistant officer: (1) holds office at the pleasure of the board; and 4 5 (2) may be granted limited powers in the authority 6 bylaws. 7 (e) The authority may appoint officers, prescribe their duties, and set their compensation. 8 Sec. 8513.0212. DIRECTOR TRAINING PROGRAM. (a) A person 9 who is elected or appointed to and qualifies for office as a 10 director may not vote, deliberate, or be counted as a director in 11 12 attendance at a board meeting until the person completes a training program that complies with this section. 13 14 (b) The training program must provide the person with 15 information regarding: 16 (1) the law governing authority operations; 17 (2) the authority's programs, functions, rules, and 18 budget; 19 (3) the scope of and limitations on the rulemaking authority of the board; 20 21 (4) the results of the authority's most recent formal 22 audit; (5) the requirements of: 23 24 (A) laws relating to open meetings, public information, administrative procedure, and disclosure of conflicts 25 26 of interest; and (B) other laws applicable to members of the 27

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- 1 governing body of a river authority in performing their duties; and
- 2 (6) any applicable ethics policies adopted by the
- 3 authority or the Texas Ethics Commission.
- 4 (c) A person elected or appointed to the board is entitled
- 5 to reimbursement for the travel expenses incurred in attending the
- 6 training program regardless of whether the attendance at the
- 7 program occurs before or after the person qualifies for office.
- 8 (d) The manager of the authority shall create a training
- 9 manual that includes the information required by Subsection (b).
- 10 The manager shall distribute a copy of the training manual annually
- 11 to each director. Each director shall sign and submit to the manager
- 12 a statement acknowledging that the director has received and
- 13 reviewed the training manual.
- 14 Sec. 8513.0213. MEETINGS. (a) Regular and special board
- 15 meetings shall be held as provided by general law and the bylaws.
- 16 (b) Notice of regular and special board meetings shall be
- 17 given as required by general law and the bylaws.
- 18 (c) All meetings of the board shall be open to the public.
- 19 Sec. 8513.0214. POLICIES TO SEPARATE POLICY-MAKING AND
- 20 STAFF FUNCTIONS. The board shall develop and implement policies
- 21 that clearly separate the board's policy-making responsibilities
- 22 and the management responsibilities of the manager and authority
- 23 staff.
- Sec. 8513.0215. AGENTS, EMPLOYEES, AND PROFESSIONAL
- 25 CONSULTANTS. (a) The authority may appoint agents, employees, and
- 26 professional consultants, prescribe their duties, and set their
- 27 compensation.

- 1 (b) An agent, employee, or professional consultant may not
- 2 have any interest, direct or indirect, in any contract awarded by
- 3 the authority.
- 4 Sec. 8513.0216. MANAGER. (a) The board may employ a
- 5 manager to be the authority's chief executive officer.
- 6 (b) The board shall set the compensation to be paid to the
- 7 manager.
- 8 (c) The manager shall employ and supervise, subject to
- 9 policies promulgated by the Board, all employees, agents,
- 10 accountants, attorneys, engineers and others rendering
- 11 professional services to the authority. The manager may execute on
- 12 behalf of the authority, without specific board authorization, a
- 13 contract for which competitive bidding is not required. The manager
- 14 may execute any other contract with specific board authorization.
- Sec. 8513.0217. AUTHORITY'S DOMICILE AND OFFICE. The
- 16 general office and place of domicile of the authority shall be in
- 17 the City of San Antonio, Bexar County.
- Sec. 8513.0218. COMPLAINTS. (a) The authority shall
- 19 maintain a system to act promptly and efficiently on complaints
- 20 filed with the authority.
- 21 (b) The authority shall maintain information about:
- 22 (1) the parties to the complaint;
- 23 (2) the subject matter of the complaint;
- 24 (3) a summary of the results of the review or
- 25 investigation of the complaint; and
- 26 (4) the complaint's disposition.
- 27 (c) The authority shall periodically notify the parties to

- 1 the complaint of the complaint's status until final disposition
- 2 unless the notice would jeopardize an investigation.
- 3 (d) The authority shall make information available
- 4 describing its procedures for complaint investigation and
- 5 resolution.
- 6 Sec. 8513.0219. PUBLIC TESTIMONY AT BOARD MEETINGS. The
- 7 board shall develop and implement policies that provide the public
- 8 with a reasonable opportunity to appear before the board and to
- 9 speak on any issue under the jurisdiction of the authority.
- 10 Sec. 8513.0220. CONTRACT WITH BEXAR COUNTY. (a) This
- 11 section applies only to a contract between the authority and the
- 12 Commissioners Court of Bexar County entered into before May 26,
- 13 1961, to finance the construction of certain flood control and soil
- 14 conservation works of improvement in Bexar County.
- (b) Except as provided by Subsection (c), the authority may
- 16 not spend any income or revenue derived from the contract for a
- 17 purpose other than a purpose specifically provided for by the
- 18 contract.
- 19 (c) The board may allocate a reasonable amount of income or
- 20 revenue derived from the contract to pay for:
- 21 <u>(1) authority overhead costs;</u>
- 22 <u>(2) operational costs; and</u>
- 23 (3) fees of directors who reside in Bexar County.
- SUBCHAPTER C. GENERAL POWERS AND DUTIES
- Sec. 8513.0301. GENERAL POWERS. (a) The authority shall:
- 26 (1) administer this chapter; and
- 27 (2) use the authority's facilities and powers to

- 1 accomplish the purposes of this chapter.
- 2 (b) The authority may:
- 3 (1) exercise the powers, rights, privileges, and
- 4 functions in this chapter;
- 5 (2) exercise all powers, rights, privileges, and
- 6 functions necessary or convenient for accomplishing the purposes of
- 7 this chapter; and
- 8 (3) perform any other act necessary or convenient to
- 9 the exercise of the powers, rights, privileges, and functions
- 10 conferred by this chapter or other law.
- 11 <u>(c) The authority has the powers and rights and is subject</u>
- 12 to the regulations for government and procedure contained in
- 13 Chapters 49 and 51, Water Code.
- 14 (d) The authority may spend any amount reasonably necessary
- or expedient for seeking cooperation from the federal government or
- 16 any other person in accomplishing the purposes of this chapter.
- 17 Sec. 8513.0302. TITLE AND RIGHT TO CONTROL; TRUST. (a) The
- 18 authority is vested with such title and right of control to the
- 19 extent the state has, or may have, title and right of control of:
- 20 (1) the natural bed and banks of the entirety of the
- 21 San Antonio River;
- (2) a tributary of the San Antonio River inside the
- 23 authority; and
- 24 (3) the natural beds and banks of any navigable stream
- 25 or tributary inside the authority.
- 26 (b) The authority's title and right of control shall be in
- 27 trust for the accomplishment of the purposes of this chapter.

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(c) The authority may use or dispose of land or rights,
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 2
   including any proceeds, income, revenue, or trading values received
   from the use or disposition, that may be reasonably required for or
 3
   aid the accomplishment of the purposes of this chapter.
4
          Sec. 8513.0303. POWERS RELATING TO CONSERVATION AND
5
   BENEFICIAL USE OF WATER. (a) The authority has the powers of this
6
   state under Section 59, Article XVI, Texas Constitution, to:
7
8
               (1) effectuate:
                    (A) the construction, maintenance, and operation
9
10
   of navigable canals or waterways;
11
                    (B) flood control;
12
                    (C) the conservation and use of ground, storm,
   flood, and unappropriated flow waters in the authority for all
13
14
   beneficial purposes;
15
                    (D) irrigation;
16
                    (E) soil conservation;
17
                    (F) sewage treatment;
                    (G) pollution prevention; and
18
19
                    (H) forestation and reforestation;
20
               (2) encourage and develop parks and recreational
   facilities;
21
22
               (3) preserve fish; and
                   do all things that are required to accomplish the
23
               (4)
24
   purposes of this section.
25
          (b) The powers described by Subsection (a) are subject only
26
   to:
27
               (1) the legislature's policy declarations regarding
```

- 1 water use;
- 2 (2) the commission's continuing supervision and
- 3 control;
- 4 (3) the provisions of Section 11.024, Water Code,
- 5 prescribing the priorities of water uses; and
- 6 (4) the water rights acquired by municipalities and
- 7 other users.
- 8 (c) The authority shall store and conserve to the greatest
- 9 beneficial use the storm, flood, and unappropriated flow waters of
- 10 any river or stream or tributary of a river or stream within the
- 11 <u>authority to prevent the escape of water without maximum beneficial</u>
- 12 use inside or outside the authority's boundaries.
- 13 Sec. 8513.0304. POWERS REGARDING CANALS, WATERWAYS, AND
- 14 RELATED FACILITIES. The authority may:
- 15 <u>(1) promote, construct, maintain and operate, make</u>
- 16 practicable, or aid and encourage the construction, maintenance,
- 17 and operation of navigable canals or waterways and all navigational
- 18 systems or facilities auxiliary to navigable canals or waterways
- 19 using the natural bed and banks of the San Antonio River, where
- 20 practicable, and then traversing a route the authority may find to
- 21 be more feasible and practicable to connect the San Antonio River
- 22 with any new navigable canals to be constructed in the lower reaches
- 23 of the San Antonio River or to connect the San Antonio River with
- 24 the Gulf Intracoastal Waterway, the San Antonio Bay, or the Gulf of
- 25 Mexico;
- 26 (2) construct a system of artificial waterways and canals,
- 27 together with all locks and other works, structures, and artificial

- 1 facilities as may be necessary and convenient for the construction,
- 2 maintenance, and operation of:
- 3 (A) navigable canals or waterways; and
- 4 (B) all navigational systems and facilities auxiliary
- 5 to navigable canals or waterways; and
- 6 (3) in the case of construction of navigable canals or
- 7 waterways and all auxiliary navigational systems or facilities by
- 8 the federal government or otherwise:
- 9 (A) construct, maintain, and operate lateral
- 10 connecting canals and turning basins to serve local needs; and
- 11 (B) provide, construct, acquire, take over, maintain,
- 12 operate, develop, lease, regulate, or by franchise control wharves,
- 13 docks, warehouses, grain elevators, bunkering facilities, belt or
- 14 terminal railroads, floating plants, lighterage, towing
- 15 <u>facilities</u>, and all other facilities incident to or in aid of the
- 16 efficient operation and development of canals or waterways and all
- 17 navigational systems or auxiliary facilities and ports, whether on
- 18 land or water.
- 19 Sec. 8513.0305. FEDERALLY CONSTRUCTED OR MAINTAINED
- 20 CANALS, WATERWAYS, AND FACILITIES. If the construction or
- 21 maintenance and operation of navigable canals or waterways and all
- 22 navigational systems or facilities auxiliary to navigable canals or
- 23 <u>waterways on the San Antonio River is</u> taken over by the federal
- 24 government or an agency of the federal government, the authority
- 25 may:
- 26 (1) enter into contracts that may be required by the federal
- 27 government, including assignments and transfers of property,

- 1 property rights, easements, and privileges; and
- 2 (2) take any other action required by the federal government
- 3 or an agency of the federal government.
- 4 Sec. 8513.0306. POWER TO CONTROL, DEVELOP, STORE, AND USE
- 5 WATER FOR NAVIGATIONAL USE. (a) The authority may control,
- 6 develop, store, and use the natural flow and floodwaters of the San
- 7 Antonio River and its tributaries for the purpose of operating and
- 8 maintaining:
- 9 (1) navigable canals or waterways; and
- 10 (2) navigational systems or facilities auxiliary to
- 11 <u>navigable canals or waterways.</u>
- 12 (b) The navigational use of water authorized by Subsection
- 13 (a) is subordinate and incidental to consumptive use of water.
- 14 Sec. 8513.0307. POWERS RELATING TO PARKS, RECREATIONAL
- 15 FACILITIES, AND PRESERVATION OF FISH AND WILDLIFE. (a) The
- 16 authority may acquire:
- 17 (1) additional land adjacent to a permanent
- 18 improvement constructed inside the authority for the purpose of
- 19 developing parks or recreational facilities; and
- 20 (2) necessary rights-of-way to construct, operate,
- 21 and maintain roads necessary for ingress and egress to an area
- 22 <u>described by Subdivision (1) or to a fish or wildlife preserve or</u>
- 23 <u>reserve.</u>
- 24 (b) The authority may provide recreational facilities and
- 25 services and may enter into a contract or agreement with any person
- 26 for the operation or maintenance of a park or recreational
- 27 facility.

- 1 (c) The preservation of fish shall be in accordance with any
- 2 rules prescribed by the Parks and Wildlife Department.
- 3 Sec. 8513.0308. POWERS RELATING TO FLOOD CONTROL AND FLOOD
- 4 PLAIN MANAGEMENT. (a) The authority shall prevent and aid in the
- 5 prevention of damage to persons and property by the overflow of any
- 6 rivers, streams, or tributaries of those rivers and streams within
- 7 the authority.
- 8 (b) The authority may study, designate, and regulate flood
- 9 plains within the authority.
- Sec. 8513.0309. ACQUISITION OF WATER OR WATER RIGHTS. (a)
- 11 The authority may acquire water appropriation permits or certified
- 12 filings within or outside the authority directly from the
- 13 commission or from permit owners.
- 14 (b) The authority may purchase water, water supply
- 15 facilities, or conservation storage capacity from any person.
- Sec. 8513.0310. GENERAL WATER SUPPLY POWERS.
- 17 <u>(a) The authority, inside or outside its boundaries, may:</u>
- 18 (1) construct, acquire, equip, acquire storage rights
- 19 at, operate, or maintain a dam or reservoir;
- 20 (2) construct, operate, maintain, or otherwise
- 21 provide water supply lines, water purification, and water pumping
- 22 systems and facilities;
- 23 (3) provide water supply for municipalities,
- 24 including selling water and standby service to any person;
- 25 (4) provide water for irrigation of lands and the
- 26 development of commercial and industrial enterprises; and
- 27 (5) acquire storage capacity in any dam constructed or

to be constructed by or with the assistance of this state or the 1 United States from any person, this state, or the United States. 2 (b) The authority may bring water into the authority. 3 4 (c) It is the intent of this chapter that the authority is primarily concerned with the conservation, control, storage, 5 distribution, and sale of water in bulk quantities in the public 6 7 interest and only incidentally with the retail sale of water 8 insofar as it does not compete with municipal water distributors and then only when necessary or convenient as a service to the 10 public. Sec. 8513.0311. CONTRACTS TO SUPPLY WATER AND OPERATE 11 12 FACILITIES. (a) The authority may contract with a user of water inside or outside the authority for services for which the 13 14 authority may charge, including standby service and delivery of 15 water. (b) The authority may contract with any person in the manner 16 17 provided by Section 552.020, Local Government Code, for: 18 (1) constructing: 19 (A) reservoirs; 20 (B) dams; 21 (C) water supply lines; and 2.2 (D) water purification and pumping facilities; 23 and 24 (2) furnishing water supply service.

operation, maintenance, and ownership of property subject to the

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26

27

contract.

(c) A contract under Subsection (b) may provide for the

- 1 Sec. 8513.0312. POWERS RELATING TO SOIL CONSERVATION.
- 2 (a) The authority may act as a local sponsoring agent for or
- 3 otherwise aid and supplement upstream soil and water conservation
- 4 and flood prevention projects authorized by a state or federal
- 5 agency in conjunction with a soil and water conservation district.
- 6 (b) The authority may make arrangements satisfactory to the
- 7 United States Secretary of Agriculture to defray the cost of
- 8 maintaining or operating a project under Subsection (a). An
- 9 arrangement made under this section must be in accordance with
- 10 regulations presented by the secretary of agriculture.
- 11 (c) Any portion of the total construction costs of a project
- 12 described by Subsection (a) allocable to flood control or soil
- 13 conservation shall be paid for or financed by money originating in
- 14 the county in which the project is situated. The money may be of any
- 15 kind, except from a tax imposed under Subchapter F.
- Sec. 8513.0313. WASTE MANAGEMENT. (a) As a necessary aid
- 17 to the conservation, control, preservation, purification, and
- 18 distribution of surface and ground waters within the authority, the
- 19 authority may, within the San Antonio River Basin:
- (1) construct, own, operate, maintain, or otherwise
- 21 provide sewage gathering, treatment, and disposal services,
- 22 including solid waste disposal services;
- 23 (2) charge for services described by Subdivision (1);
- 24 and
- 25 (3) make contracts with counties, municipalities, and
- 26 others regarding services described by Subdivision (1) or charges
- 27 described by Subdivision (2).

- 1 (b) The authority may not exercise the powers described by
- 2 Subsection (a) in Kerr, Real, or Bandera County unless consented to
- 3 by a majority vote of the commissioners court of that county.
- 4 Sec. 8513.0314. POLLUTION PREVENTION. (a) The authority
- 5 may study, correct, and control pollution, including natural,
- 6 artificial, organic, inorganic, and thermal pollution, of the
- 7 groundwater and surface water within the San Antonio River Basin.
- 8 (b) The authority may not adopt or enforce an ordinance
- 9 regarding pollution in any county outside the authority's
- 10 <u>boundaries</u>.
- 11 Sec. 8513.0315. FORESTATION AND REFORESTATION. The
- 12 authority may forest, reforest, or aid in foresting or reforesting
- 13 of all areas within the authority.
- 14 Sec. 8513.0316. GENERAL AUTHORITY TO MAKE CONTRACTS AND
- 15 EXECUTE INSTRUMENTS. The authority may enter into a contract or
- 16 execute an instrument necessary or convenient to exercising a
- 17 power, right, privilege, or function conferred on the authority by
- 18 this chapter.
- 19 Sec. 8513.0317. AWARD OF CERTAIN WATER SUPPLY CONTRACTS.
- 20 (a) This section applies to:
- 21 (1) a wholesale contract for:
- (A) the sale, purchase, procurement,
- 23 distribution, or supply of water or conservation storage capacity;
- 24 or
- 25 (B) construction of a navigable canal or
- 26 waterway; or
- 27 (2) a contract authorized under Section 561.003, Local

- 1 Government Code.
- 2 (b) Before entering into a contract under this section, the
- 3 manager shall publish notice describing the general nature of the
- 4 contract in a newspaper of general circulation in each county
- 5 within the authority where the contract is to have effect.
- 6 (c) The board may consider and act on a contract at any
- 7 regular board meeting following the last date of publication of
- 8 notice required under this section.
- 9 (d) The board shall confirm or ratify a contract by a
- 10 majority vote.
- 11 (e) A contract may be the sole basis or a supplement to the
- 12 basis for securing a bond of the authority.
- Sec. 8513.0318. AWARD OF CERTAIN CONSTRUCTION AND SERVICE
- 14 CONTRACTS. (a) The board shall award any construction,
- 15 maintenance, operation, or repair contract, contract for the
- 16 purchase of material, equipment, or supplies, or contract for
- 17 services if the contract will require an estimated expenditure of
- 18 more than the maximum amount for which competitive bidding is
- 19 required by Chapter 49, Water Code, to the lowest and best bidder.
- 20 (b) The board:
- 21 <u>(1)</u> shall:
- (A) before awarding a contract under this
- 23 section, publish notice to bidders once each week for two
- 24 consecutive weeks; and
- 25 (B) adopt bylaws for the publication of notice to
- 26 bidders and any related procedures; and
- 27 (2) may prescribe the amount of estimated expenditures

- 1 <u>subject to competitive bidding.</u>
- 2 (c) In the event of an emergency, the authority may award a
- 3 contract necessary to protect and preserve the public health and
- 4 welfare or the authority's property without using bidding
- 5 procedures.
- 6 (d) A director is ineligible to submit a bid for a contract
- 7 <u>under this section.</u>
- 8 (e) Notwithstanding this section, the authority may:
- 9 (1) purchase surplus property from the United States
- 10 by negotiated contract and without advertising for bids; and
- 11 (2) use any procurement method under:
- 12 (A) Chapter 49, Water Code; or
- 13 <u>(B) other applicable general law.</u>
- 14 (f) This section does not apply to a purchase contract, a
- 15 procurement contract, or a contract described by Section 49.278,
- 16 Water Code.
- 17 Sec. 8513.0319. ACQUISITION, MAINTENANCE, AND OPERATION OF
- 18 PROPERTY; EMINENT DOMAIN. (a) The authority may acquire by
- 19 purchase, lease, gift, or any other manner and maintain, use, and
- 20 operate property of any kind inside or outside the authority
- 21 necessary to the exercise of the powers, rights, privileges, and
- 22 functions conferred on the authority by this chapter and by the
- 23 exercise of the power of eminent domain in the manner provided by
- 24 Subsection (b).
- 25 (b) The authority may exercise the power of eminent domain
- 26 in the manner provided by the general law applicable to a district
- 27 created under Section 59, Article XVI, Texas Constitution.

- 1 (c) The authority's authority under this section to
- 2 exercise the power of eminent domain expired on September 1, 2013,
- 3 unless the authority submitted a letter to the comptroller in
- 4 accordance with Section 2206.101(b), Government Code, not later
- 5 than December 31, 2012.
- 6 Sec. 8513.0320. PRELIMINARY INVESTIGATIONS AND SURVEYS.
- 7 (a) The authority may make preliminary investigations and surveys
- 8 in the manner and for the purposes specified in Chapters 49 and 51,
- 9 Water Code, or other applicable general law.
- 10 (b) The authority may make a preliminary investigation or
- 11 survey independently at its own cost or jointly with others or may
- 12 contribute to the cost of a preliminary investigation or survey
- 13 made by another.
- 14 (c) For purposes of procuring cooperation by the federal
- 15 government, any project lawfully within the scope of the purposes
- 16 of this chapter may be approved for construction as a federal
- 17 project under such contractual terms as may be demanded by the
- 18 United States Congress.
- 19 Sec. 8513.0321. SALE, LEASE, MORTGAGE, OR OTHER DISPOSITION
- 20 OF AUTHORITY PROPERTY. (a) The authority may not:
- 21 (1) mortgage or otherwise encumber authority property
- 22 of any kind, or any interest in authority property; or
- 23 (2) acquire any property or interest in property
- 24 subject to a mortgage or conditional sale.
- 25 (b) Subsection (a) does not prevent pledging authority
- 26 revenue or income of any kind, except an ad valorem tax imposed by
- 27 the authority under Section 8513.0601.

- 1 (c) This chapter does not authorize the sale, lease, or
- 2 other disposition of authority property of any kind, or an interest
- 3 in authority property, by the authority or a receiver of any
- 4 authority property unless authorized under this chapter or
- 5 applicable general law.
- 6 (d) Notwithstanding Subsection (c), the authority may sell
- 7 or otherwise dispose of authority property of any kind, or an
- 8 interest in authority property, if the board, by the affirmative
- 9 vote of a majority of members of the board present at a regular or
- 10 special meeting, determines that the property or interest is not
- 11 convenient to the business of the authority and is surplus.
- 12 (e) The board shall publish notice of a proposed sale once
- 13 each week for two consecutive weeks in a newspaper of general
- 14 circulation in the county or counties where the property or
- 15 <u>interest is located if:</u>
- 16 (1) the appraised value of the property or interest
- 17 exceeds \$5,000; and
- 18 (2) the property or interest is not partial or total
- 19 consideration in a transaction for the exchange of property.
- 20 <u>(f)</u> Authority property is exempt from forced sale. The sale
- 21 of authority property under a judgment rendered in a suit is
- 22 prohibited.
- 23 Sec. 8513.0322. OVERFLOW OR INUNDATION OF PUBLIC PROPERTY;
- 24 RELOCATION OF ROADS. The authority may overflow and inundate any
- 25 public land or public property and require the relocation of a road
- 26 or highway in the manner and to the extent permitted to a district
- 27 organized under general law pursuant to Section 59, Article XVI,

- 1 <u>Texas Constitution</u>.
- 2 Sec. 8513.0323. COST OF RELOCATING OR ALTERING PROPERTY.
- 3 If the authority's exercise of the power of eminent domain, the
- 4 power of relocation, or any other power granted by this chapter
- 5 makes necessary relocating, raising, rerouting, changing the grade
- 6 of, or altering the construction of a railroad or street railway,
- 7 the necessary action shall be accomplished at the authority's sole
- 8 expense.
- 9 Sec. 8513.0324. CONSTRUCTION, MAINTENANCE, AND OPERATION
- 10 OF FACILITIES. The authority may construct, extend, improve,
- 11 maintain, and reconstruct, cause to be constructed, extended,
- 12 improved, maintained, and reconstructed, and use and operate
- 13 facilities of any kind necessary or convenient to the exercise of
- 14 the authority's powers, rights, privileges, and functions.
- 15 Sec. 8513.0325. FRANCHISES AND RIGHTS RELATING TO NAVIGABLE
- 16 CANALS AND WATERWAYS. (a) The authority may grant a franchise or
- 17 right to any person for the use of navigable canals or waterways and
- 18 all auxiliary navigational systems or facilities to aid navigation
- 19 of navigable canals or waterways of the San Antonio River.
- 20 (b) Unless granted a franchise by the authority, a person
- 21 may not provide, maintain, or operate a facility of aid of
- 22 navigation connected with a navigable canal or waterway described
- 23 by Subsection (a) or an auxiliary navigational system or facility
- 24 that is intended for public use.
- 25 (c) The board may grant a franchise by ordinance. A
- 26 franchise:
- 27 (1) may not exceed a term of 50 years; and

1	(2) may be for the design, construction, repair,
2	enlargement, alteration, maintenance, operation of, and service
3	from or use of any facility to be provided for use in navigation or
4	navigable canals or waterways and all auxiliary navigational
5	systems or facilities, whether on land or in or on water.
6	(d) An ordinance granting a franchise:
7	<u>(1) must:</u>
8	(A) contain provisions:
9	(i) adequate to regulate the fees, tolls,
10	rates, or exactions to be demanded for the use of, or service to be
11	rendered by any means or facility to be provided or operated under,
12	the franchise; and
13	(ii) reasonably required to procure service
14	adequate to serve the public necessity and convenience; and
15	(B) be uniform, reasonable, and without
16	discrimination against any person with regard to any charges or
17	conditions of use or service; and
18	(2) may:
19	(A) contain provisions for the payment of
20	reasonable fees or other charges to be paid to the authority; and
21	(B) provide reasonable and commensurate
22	penalties as provided by Section 49.004, Water Code, to procure
23	observance of the conditions of a franchise granted or compliance
24	with the rules established by the ordinance.
25	(e) The board may:
26	(1) require uniform and adequate analytic accounting
27	systems and forms and periodic reports based on those systems and

1 forms; 2 (2) audit a franchise holder; 3 (3) provide for other reasonable regulations designed to protect the public; and 4 5 (4) by ordinance: (A) establish rules necessary or designed to: 6 7 (i) protect physical property owned by the 8 authority or owned or operated by a franchise holder; or 9 (ii) effect the safety or efficient use of 10 property described by Subparagraph (i); and (B) provide for reasonable and commensurate 11 12 penalties for a violation of this section, as provided by Section 49.004, <u>Water Code</u>. 13 14 (f) Unless otherwise provided, a franchise granted under 15 this section may only be revoked or suspended by order of a district court within the county in which the authority may maintain its 16 17 general office. Sec. 8513.0326. CONCESSIONS AND FRANCHISES RELATING TO 18 WORKS OF IMPROVEMENT, PARKS, RECREATIONAL FACILITIES, AND FISH OR 19 WILDLIFE PRESERVES AND RESERVES. The authority my grant to any 20 person a concession or franchise on the premises of any work of 21 improvement, park, recreational facility, or fish or wildlife 22 23 preserve or reserve. 24 Sec. 8513.0327. OFFICIAL NEWSPAPER. The authority may designate an official newspaper in each county in the authority. An 25 26 official newspaper must have general circulation in the county in which the newspaper is situated. 27

- Sec. 8513.0328. AUTHORITY CONSTABULARY. (a) The authority
- 2 may constitute and maintain an independent constabulary.
- 3 (b) A constabulary constituted under this section is
- 4 subject to the oath and bond requirements of a county sheriff under
- 5 Section 85.001, Local Government Code.
- 6 (c) A constabulary shall police authority property and
- 7 facilities controlled by the authority.
- 8 <u>(d) A constabulary may make arrests:</u>
- 9 (1) to prevent injury to authority property and
- 10 facilities controlled by the authority or for a violation of a penal
- 11 ordinance of the authority; and
- 12 (2) inside or outside the authority, upon complaint or
- 13 indictment for a violation of a penal ordinance of the authority.
- 14 Sec. 8513.0329. STATE SUPERVISION AND APPROVAL. (a) The
- 15 commission shall cooperate with the authority to:
- 16 (1) make investigations and plans; and
- 17 (2) to the extent provided by Subsection (b), approve
- 18 investigations and plans for improvements provided by the
- 19 authority.
- 20 (b) This section applies only to commission approval of
- 21 plans that are appropriate under general law.
- (c) Except for a plan regarding the use of water that is
- 23 permitted by the state, a plan for improvements adopted by the
- 24 federal government controls.
- Sec. 8513.0330. COORDINATION WITH NONPROFIT ORGANIZATION.
- 26 (a) In this section, "affiliated nonprofit organization" means a
- 27 nonprofit organization:

- (1) created by the authority; or

 (2) for which the authority, board, or authority

 employees have a right to appoint one or more of the members of the

 nonprofit organization's governing body.

 (b) The authority may contract or otherwise coordinate with

 a nonprofit organization, including an affiliated nonprofit

 organization, to accomplish the purposes of the authority.
- 8 (c) Directors may not constitute a majority of the board of
 9 directors or other governing body of an affiliated nonprofit
 10 organization. An authority employee may not serve on the board of
 11 directors or other governing body of an affiliated nonprofit
 12 organization.
- (d) The board shall develop a policy regarding fund-raising activities of a nonprofit organization that enters into a contract or otherwise coordinates with the authority. The policy must:
- 16 <u>(1) include acceptable and prohibited fund-raising</u>
 17 <u>activities;</u>
- 18 <u>(2) specify how fund-raising is conducted and</u>
 19 supervised; and
- 20 <u>(3) include criteria for seeking and selecting</u>
 21 corporate sponsors to ensure that sponsorships serve the public
 22 interest and are consistent with the purposes of the authority.
- (e) A memorandum of understanding between the authority and an affiliated nonprofit organization entered into under this section must include the policy developed under Subsection (d).

1	CUDCUADED D. DECULAEODA DOUDDO ENDODORMENE AND COUDE DELITERA
1	SUBCHAPTER D. REGULATORY POWERS; ENFORCEMENT AND COURT REVIEW
2	PROVISIONS
3	Sec. 8513.0401. ADOPTION OF RULES. The authority may by
4	ordinance adopt reasonable rules to:
5	(1) carry out this chapter;
6	(2) protect and secure authority property and works of
7	<pre>improvement; and</pre>
8	(3) regulate pollution, residence, hunting, fishing,
9	boating, and camping, and any other recreational and business
10	privileges on any navigable river or reservoir in the authority or
11	on any land owned by the authority.
12	Sec. 8513.0402. ENFORCEMENT OF RULES; PENALTY. The
13	authority by rule may prescribe reasonable and commensurate
14	penalties for the violation of an authority rule, as provided by
15	Section 49.004, Water Code.
16	Sec. 8513.0403. NOTICE OF RULE PROVIDING PENALTY. (a) If
17	the authority adopts a rule that provides a penalty, the authority
18	must publish a substantive statement of the rule and the penalty
19	once a week for two consecutive weeks in a newspaper of general
20	circulation in each county in which the rule applies.
21	(b) The substantive statement must be as condensed as
22	possible so that the act prohibited by the rule can be easily
23	understood.
24	(c) The statement may include notice of any number of rules.
25	(d) The notice must state that:
26	(1) a person who violates the rule is subject to a
	(1) a person and violates one rate is subject to e

27 penalty; and

- 1 (2) the rule is on file in the authority's principal
- 2 office, where the rule may be read by any interested person.
- 3 (e) A rule takes effect five days after the date of second
- 4 publication of the statement under this section.
- 5 Sec. 8513.0404. JUDICIAL NOTICE OF RULES. A court shall
- 6 take judicial notice of a rule adopted under this subchapter and
- 7 published as required by Section 8513.0403.
- 8 Sec. 8513.0405. RECOVERY OF LITIGATION FEES AND COSTS.
- 9 Section 49.004, Water Code, governs recovery of fees for attorneys,
- 10 expert witnesses, and other court costs incurred by the authority
- 11 in any suit by the authority to enforce its rules.
- 12 Sec. 8513.0406. APPEAL BOND NOT REQUIRED. The authority is
- 13 not required to give bond on any appeal from judgment in any court.
- 14 SUBCHAPTER E. GENERAL FINANCIAL PROVISIONS
- Sec. 8513.0501. OBLIGATION PAYABLE. A debt, liability, or
- 16 obligation of the authority for the payment of money, however
- 17 entered into or incurred and whether arising from an express or
- 18 implied contract or otherwise, is payable solely:
- 19 (1) out of the revenue received by the authority with
- 20 respect to its properties; or
- 21 (2) from any other money or income from any source
- 22 coming into the authority's possession, including proceeds of sale
- 23 of bonds.
- Sec. 8513.0502. FISCAL YEAR. The authority's fiscal year
- 25 ends on September 30 of each year.
- SUBCHAPTER F. TAX PROVISIONS
- Sec. 8513.0601. MAINTENANCE AND ADMINISTRATION TAX. (a)

- 1 The authority may impose ad valorem taxes throughout the territory
- 2 of the authority in amounts approved at an election held in
- 3 accordance with Section 8511.0602 for:
- 4 (1) the maintenance of the authority and its
- 5 improvements;
- 6 (2) general administration; or
- 7 (3) planning and other services with respect to any of
- 8 the purposes, rights, privileges, and functions of the authority.
- 9 (b) An ad valorem tax imposed by the authority may not:
- 10 (1) be used to pay for or finance:
- 11 (A) the construction of a dam, reservoir, levee,
- 12 channel, pipeline, or other major physical work of the authority;
- 13 (B) the cost or expenses of a right-of-way
- 14 acquisition; or
- (C) damages awarded by a court for a suit brought
- 16 under Section 17, Article I, Texas Constitution; or
- 17 (2) be pledged to the issue or redemption of bonds
- 18 authorized under Section 8513.0702.
- 19 (c) The maintenance tax and administration tax may not
- 20 exceed the maximum rate approved at the election. The tax rate may
- 21 not exceed the limit specified by Section 8513.0604.
- Sec. 8513.0602. ELECTION FOR AD VALOREM TAX. (a) The board
- 23 may impose an ad valorem tax within the maximum tax rate for a
- 24 purpose authorized by this chapter if the taxes are approved at an
- 25 election held in the authority by a majority of the votes cast:
- 26 (1) throughout the authority; and
- 27 (2) in any three counties in the authority.

- 1 (b) The election must be ordered by ordinance of the board.
- 2 The ordinance must include for each applicable county in the
- 3 authority the polling places in that county where the election is to
- 4 be held.
- 5 Sec. 8513.0603. PUBLIC HEARING; NOTICE. (a) If the board
- 6 orders an election under Section 8513.0602, the board must hold a
- 7 public hearing in each county in the authority to discuss the
- 8 proposed tax issue.
- 9 (b) Each public hearing must be held:
- 10 (1) not fewer than 10 days before the date of the
- 11 scheduled election; and
- 12 (2) not more than 25 days before the date of the
- 13 scheduled election.
- 14 (c) Notice of the public hearing must be given by publishing
- 15 the notice in at least one newspaper of general circulation in each
- 16 county where the hearing is to be held. The notice must:
- 17 (1) be published at least 10 days before the date of
- 18 the hearing; and
- 19 (2) include the time, day, date, place, and purpose of
- 20 the hearing.
- Sec. 8513.0604. MAXIMUM TAX RATE. The maximum tax rate that
- 22 <u>may be imposed for any year under this subchapter is two cents on</u>
- 23 <u>each \$100 of assessed valuation of taxable property.</u>
- Sec. 8513.0605. ASSESSMENT AND COLLECTION OF TAXES.
- 25 (a) The authority's tax rate shall be uniform throughout the
- 26 authority. The chair and secretary of the board shall certify the
- 27 tax rate to the assessor-collector of each included county.

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- 1 (b) It shall be the duty of each county tax assessor-collector in the authority to cause to be placed on the 2 county tax rolls such additional column or columns as are needed to 3 show the tax levied by the authority and the amount thereof. The 4 fee of each county tax assessor-collector for assessing and 5 collecting the authority's taxes may not exceed two percent of the 6 7 taxes collected, to be paid over and disbursed in each county in the 8 same manner as other fees of office.
- 9 <u>Sec. 8513.0606. LEGISLATIVE INTENT. It is the intent of the</u>
 10 <u>legislature that:</u>
- 11 (1) an ad valorem tax imposed by the authority:
- (A) enables the authority to accomplish its

 purposes, including the maximum development of the authority's soil

 and water resources, it being hereby found and determined that the

 benefits to be realized from the maximum development can be

 obtained only through area-wide participation and planning; and
- (B) may be used to pay for the operation, repair,
 or maintenance of any flood control, soil conservation, watershed
 protection, or erosion structure or work of improvement constructed
 in cooperation with the federal government, provided that any
 operation, repair, or maintenance cost shall be paid for out of
 taxes thus collected in the county in which the particular
 structure or work of improvement is situated; and
- (2) the construction of any dam, reservoir, levee,
 channel, pipeline, or other major physical work of the authority
 shall be paid for or financed by revenue bonds of the authority to

- 1 by a county or municipality and paid over to the authority as an
- 2 independent contractor of the county or municipality.
- 3 Sec. 8513.0607. APPLICABILITY. This subchapter does not
- 4 apply to the assessment of a tax under Subchapter H.
- 5 SUBCHAPTER G. BONDS, BORROWED MONEY, AND GRANTS
- 6 Sec. 8513.0701. BORROWED MONEY AND GRANTS. (a) The
- 7 <u>authority may:</u>
- 8 <u>(1) borrow money for the authority's corporate</u>
- 9 purposes;
- 10 (2) execute proper notes and other evidence of
- 11 indebtedness;
- 12 (3) borrow money or accept a grant from the United
- 13 States or this state and, in connection with the loan or grant,
- 14 enter into any agreement the United States or the corporation or
- 15 <u>agency may require;</u>
- 16 (4) make and issue bonds for money borrowed, in the
- 17 manner and to the extent provided by Sections 8513.0702, 8513.0703,
- 18 8513.0704, 8513.0705, and 8513.0706; and
- 19 (5) participate in and be the beneficiary of any plan
- 20 that may be evolved by this state or the United States for
- 21 guaranteeing or otherwise subsidizing the authority's obligations.
- (b) After an ad valorem tax is approved at an election held
- 23 under Section 8513.0602, the board may borrow money payable from
- 24 the tax and may evidence the loan by a note given in the authority's
- 25 name.
- Sec. 8513.0702. POWER TO ISSUE BONDS. (a) For the purpose
- 27 of constructing improvements related to the exercise of any power

- 1 conferred on the authority by law, the authority may, without an
- 2 election, issue bonds secured by a pledge of revenues of the
- 3 authority without reference to their source and with the priority
- 4 of liens prescribed in the proceedings authorizing the issuance of
- 5 the bonds.
- 6 (b) The bonds must be authorized by a board resolution
- 7 <u>concurred in by at least eight directors.</u>
- 8 Sec. 8513.0703. TERMS OF ISSUANCE. Authority bonds may be:
- 9 (1) sold for cash;
- 10 (2) issued on terms the board determines in exchange for any
- 11 property, or any interest in property, that the board considers
- 12 necessary or convenient for the corporate purpose for which the
- 13 bonds are issued; or
- 14 (3) issued in exchange for principal amounts or other
- obligations of the authority, whether matured or unmatured.
- Sec. 8513.0704. DEPOSIT OF PROCEEDS. The proceeds of sale
- 17 of authority bonds may be deposited in one or more banks or trust
- 18 companies and may be paid out according to the terms on which the
- 19 authority and the purchasers of the bonds agree.
- Sec. 8513.0705. RESOLUTION PROVISIONS. (a) A resolution
- 21 authorizing bonds may contain provisions approved by the board that
- 22 are not inconsistent with this chapter, including provisions:
- 23 (1) reserving the right to redeem the bonds at a time,
- 24 in an amount, and at a price not to exceed 105 percent of the
- 25 principal amount of the bonds, plus accrued interest;
- 26 (2) providing for the setting aside of sinking funds
- 27 or reserve funds and the regulation and disposition of those funds;

- 1 (3) securing the payment of the principal of and 2 interest on the bonds and of the sinking fund or reserve fund
- 3 payments associated with the bonds by pledging all or any part of
- 4 the gross or net revenue subsequently received by the authority
- 5 from any source;
- 6 (4) prescribing the purposes to which the bonds or any
- 7 bonds subsequently issued, or the proceeds of the bonds, may be
- 8 applied;
- 9 (5) agreeing to set and collect rates and charges
- 10 sufficient to produce net revenue adequate to pay the items
- 11 described by Subdivisions (1), (2), and (3), and prescribing the
- 12 use and disposition of all revenue;
- 13 (6) prescribing limitations on the issuance of
- 14 additional bonds and on the agreements that may be made with the
- 15 purchasers and successive holders of those bonds;
- 16 (7) regarding the construction, extension,
- 17 improvement, reconstruction, operation, maintenance, and repair of
- 18 the authority's properties and the carrying of insurance on all or
- 19 any part of those properties covering:
- 20 (A) loss, damage, or loss of use and
- 21 reconstruction, operation, maintenance, and repair; and
- 22 <u>(B) loss, damage, or loss of use and occupancy</u>
- 23 <u>resulting from specified risks;</u>
- 24 (8) setting the procedure by which the authority may
- 25 change the terms of a contract with the bondholders, the amount of
- 26 bonds the holders of which must consent to that change, and the
- 27 manner in which the consent may be given; and

- 1 (9) providing for the execution and delivery by the
- 2 authority to a bank or trust company authorized by law to accept
- 3 trusts, or to the United States or any officer of the United States,
- 4 of indentures and agreements for the benefit of the bondholders
- 5 setting forth any of the agreements authorized by this chapter to be
- 6 made with or for the benefit of the bondholders and any other
- 7 provisions that are customary in such indentures or agreements.
- 8 (b) A provision authorized by this section that is contained
- 9 in a bond resolution is part of the contract between the authority
- 10 and the bondholders.
- Sec. 8513.0706. DEFAULT PROCEDURES. (a) This section
- 12 applies only to a default in:
- 13 (1) the payment of the interest on bonds as the
- 14 interest becomes due and payable;
- 15 (2) the payment of the principal of bonds as they
- 16 become due and payable, whether at maturity, by call for
- 17 redemption, or otherwise; or
- 18 (3) the performance of an agreement made with the
- 19 purchasers or successive holders of bonds.
- 20 (b) A resolution authorizing bonds and any indenture or
- 21 agreement entered into under the resolution may provide that in the
- 22 event of a default described by Subsection (a) that continues for a
- 23 period, if any, prescribed by the resolution, the trustee under the
- 24 indenture entered into with respect to the bonds authorized by the
- 25 resolution, or, if there is no indenture, a trustee appointed in the
- 26 manner provided in the resolution by the holders of 25 percent in
- 27 aggregate principal amount of the bonds authorized by the

- 1 resolution and then outstanding, and on the written request of the
- 2 holders of 25 percent in aggregate principal amount of the bonds
- 3 authorized by the resolution then outstanding, shall, in the
- 4 trustee's own name, but for the equal and proportionate benefit of
- 5 the holders of all of the bonds, and with or without having
- 6 possession of the bonds:
- 7 (1) by mandamus or other suit, action, or proceeding
- 8 at law or in equity, enforce all rights of the bondholders;
- 9 (2) bring suit on the bonds or the appurtenant
- 10 coupons;
- 11 (3) by action or suit in equity, require the authority
- 12 to account as if it were the trustee of an express trust for the
- 13 bondholders;
- 14 (4) by action or suit in equity, enjoin any acts or
- 15 things that may be unlawful or in violation of the rights of the
- 16 bondholders; or
- 17 (5) after such notice to the authority as the
- 18 resolution may provide, declare the principal of all of the bonds
- 19 due and payable, and if all defaults have been made good, then with
- 20 the written consent of the holders of 25 percent in aggregate
- 21 principal amount of the bonds then outstanding, annul the
- 22 <u>declaration and its consequences.</u>
- (c) Notwithstanding Subsection (b), the holders of more
- 24 than a majority in principal amount of the bonds authorized by the
- 25 resolution and then outstanding, by written instrument delivered to
- 26 the trustee, are entitled to direct and control any and all action
- 27 taken or to be taken by the trustee under this section.

- 1 (d) A resolution, indenture, or agreement relating to bonds
- 2 may provide that in a suit, action, or proceeding under this
- 3 section, the trustee, whether or not all of the bonds have been
- 4 declared due and payable and with or without possession of any of
- 5 the bonds, is entitled to the appointment of a receiver who may:
- 6 (1) enter and take possession of all or any part of the
- 7 properties of the authority;
- 8 (2) operate and maintain the properties;
- 9 <u>(3)</u> set, collect, and receive rates and charges
- 10 sufficient to provide revenue adequate to pay the items specified
- 11 by Sections 8513.0705(a)(1), (2), and (3) and the costs and
- 12 disbursements of the suit, action, or proceeding; and
- 13 (4) apply the revenue in conformity with this chapter
- 14 and the resolution authorizing the bonds.
- 15 (e) In a suit, action, or proceeding by a trustee under this
- 16 section, the reasonable fees, attorney's fees, and expenses of the
- 17 trustee and of the receiver, if any, constitute taxable
- 18 disbursements, and all costs and disbursements allowed by the court
- 19 are a first charge on any revenue pledged to secure the payment of
- 20 the bonds.
- 21 (f) The courts of Bexar County have jurisdiction of a suit,
- 22 action, or proceeding by a trustee on behalf of the bondholders and
- 23 of all property involved in the suit, action, or proceeding.
- 24 (g) In addition to the powers specifically provided by this
- 25 section, a trustee has all powers necessary or appropriate for the
- 26 exercise of the powers specifically provided or incident to the
- 27 general representation of the bondholders in the enforcement of

- 1 their rights.
- 2 Sec. 8513.0707. POWER OF AUTHORITY TO PURCHASE BONDS ISSUED
- 3 BY AUTHORITY. (a) Using any money available for the purpose, the
- 4 authority may purchase bonds issued by it at a price not exceeding
- 5 the redemption price applicable at the time of purchase, or, if the
- 6 bonds are not redeemable, at a price not exceeding the principal
- 7 amount of the bonds plus accrued interest.
- 8 (b) All bonds purchased under this section shall be
- 9 canceled, and bonds may not be issued in lieu of those bonds.
- Sec. 8513.0708. BONDS EXEMPT FROM TAXATION. A bond issued
- 11 under this chapter and the interest on the bond are exempt from
- 12 taxation, except inheritance taxes, by this state or by any
- 13 political subdivision of this state.
- 14 SUBCHAPTER H. POLLUTION CONTROL DISTRICT
- Sec. 8513.0801. POWER TO ESTABLISH POLLUTION CONTROL
- 16 DISTRICT. (a) The authority may establish one or more pollution
- 17 control districts for the purpose of accomplishing any of the
- 18 powers, purposes, rights, or privileges vested in the authority.
- 19 (b) A pollution control district may be established by
- 20 resolution of the board.
- 21 Sec. 8513.0802. RESOLUTION PROCEDURES CALLING FOR CREATION
- 22 OF POLLUTION CONTROL DISTRICT. (a) A resolution of the board
- 23 <u>calling for the creation of a pollution control district must:</u>
- 24 (1) define the boundaries of the proposed district;
- 25 and
- 26 (2) set a time and place for a public hearing on the
- 27 matters described in the resolution.

- 1 (b) If the authority does not intend to issue bonds on
- 2 behalf of the proposed district, in addition to the requirements of
- 3 Subsection (a), the resolution must declare taxes for the
- 4 maintenance of the authority and the authority's improvements shall
- 5 be imposed on the taxable property in the proposed district.
- 6 (c) If the authority intends to issue bonds on behalf of the
- 7 proposed district, in addition to the requirements of Subsection
- 8 (a), the resolution must:
- 9 (1) estimate the principle amount and state the
- 10 purpose of those bonds; and
- 11 (2) declare that taxes for the payment of bonded
- 12 indebtedness shall be imposed exclusively on the taxable property
- 13 in the proposed district.
- 14 (d) The board may adopt resolutions described by
- 15 <u>Subsections</u> (b) and (c) and hold public hearings for those
- 16 <u>resolutions and any applicable proposed bond and maintenance taxes</u>
- 17 at the same time.
- (e) After a public hearing is held in accordance with
- 19 Section 8513.0803, the board shall review any findings and
- 20 recommendations resulting from the hearing. The board may alter,
- 21 modify, or change any provision of the resolution, except as
- 22 provided by Section 8513.0809. The board may adopt a resolution
- 23 creating the proposed pollution control district. The resolution
- 24 creating a pollution control district must:
- 25 (1) state the purposes for which the proposed district
- 26 has been created;
- 27 (2) designate the proposed district's boundaries;

(3) declare that the indebtedness to be incurred or
the cost of services to be rendered by the authority for the
proposed district's benefit shall be payable from taxes imposed on
property in the district;
(4) find that the property in the proposed district
will benefit from the indebtedness proposed to be incurred or the
services proposed to be rendered by the authority on the district's
behalf; and
(5) order an election in the proposed district to
authorize the indebtedness or maintenance tax, stating:
(A) the date of the election;
(B) the proposition or propositions to be voted
<u>on;</u>
(C) the location of the polling places; and
(D) the names of the election officers.
Sec. 8513.0803. PUBLIC HEARING ON CREATION OF POLLUTION
CONTROL DISTRICT; NOTICE. (a) The authority must hold a public
hearing on the matters set forth in a resolution calling for the
creation of a pollution control district before the proposed
district is established.
(b) The hearing may be held in connection or concurrently
with another public hearing, meeting, or proceeding conducted by
the board.
(c) The hearing must be held within the boundaries of the
proposed pollution control district.
(d) The hearing may be conducted by:

(1) a majority of the board;

27

- 1 (2) one or more directors; or
- 2 (3) one or more authority employees, as designated by
- 3 the board.
- 4 (e) If the hearing is conducted by fewer than a majority of
- 5 directors in accordance with Subsection (d)(2) or (3), the
- 6 individual or individuals conducting the hearing may accept
- 7 evidence and make recommendations to the board on any proposed
- 8 changes to the resolution.
- 9 (f) Notice of the hearing must be published in a newspaper
- 10 of general circulation within the boundaries of the proposed
- 11 pollution control district not more than 30 days before the date of
- 12 the hearing and not fewer than 15 days before the date of the
- 13 hearing. Except as otherwise provided by this section, Chapter
- 14 551, Government Code, applies to notice of a public hearing under
- 15 this section.
- Sec. 8513.0804. PUBLIC TESTIMONY ON CREATION OF POLLUTION
- 17 CONTROL DISTRICT. (a) A hearing on the matters set forth in a
- 18 resolution calling for the creation of a pollution control district
- 19 must include an opportunity for:
- 20 (1) any interested person, including a person who owns
- 21 property or resides in the authority, to appear and present
- 22 evidence relevant to a matter set forth in the resolution calling
- 23 for the creation of the proposed district; and
- 24 (2) a person who resides or owns property in the
- 25 boundaries of the proposed district to appear and present evidence
- 26 regarding whether the person will receive benefits from the
- 27 proposed improvements or tax.

- 1 (b) Failure to appear at the public hearing constitutes a
- 2 waiver of all objections that the absent person might have had to
- 3 any matters set forth in the resolution calling for the creation of
- 4 the proposed pollution control district.
- 5 Sec. 8513.0805. MAINTENANCE TAX AND BOND ELECTION FOR
- 6 POLLUTION CONTROL DISTRICT. An election ordered within the
- 7 boundaries of a proposed pollution control district to authorize
- 8 the imposition of a maintenance tax or the issuance of bonds may be
- 9 held at the same time as any general or special election.
- 10 Sec. 8513.0806. JUDICIAL REVIEW OF RESOLUTION CALLING FOR
- 11 CREATION OF POLLUTION CONTROL DISTRICT. (a) A resolution of the
- 12 board calling for the creation of a pollution control district
- 13 adopted under Section 8513.0802(e) is final and not subject to
- 14 judicial review except on the basis of whether the resolution is
- 15 <u>supported by substantial evidence.</u>
- (b) An action or proceeding questioning, contesting, or
- 17 denying the validity of a resolution calling for the creation of a
- 18 pollution control district or any related proceeding must be
- 19 brought within 30 days of the effective date of the resolution. If
- 20 an action or proceeding is not brought within the 30 days, the
- 21 resolution and any related proceedings are valid and incontestable.
- Sec. 8513.0807. FILING REQUIREMENT. A resolution of the
- 23 board creating a pollution control district adopted under Section
- 24 8513.0802(e) shall be filed in the deed records of each county in
- 25 the district's territory.
- Sec. 8513.0808. POLLUTION CONTROL DISTRICT TERRITORY.
- 27 (a) A pollution control district may include any territory,

- 1 whether or not contiguous, in the authority.
- 2 (b) If any portion of the territory of a proposed pollution
- 3 control district falls within the boundaries or the exclusive
- 4 extraterritorial jurisdiction of a municipality, the board must
- 5 obtain the municipality's consent before creating the proposed
- 6 district. Consent of a municipality:
- 7 (1) may contain any conditions agreed on by the
- 8 authority and the municipality; and
- 9 (2) shall be evidenced by an enacted ordinance of the
- 10 municipality's governing body.
- 11 Sec. 8513.0809. ANNEXATION OF TERRITORY TO POLLUTION
- 12 CONTROL DISTRICT. (a) Territory may be annexed to an existing
- 13 pollution control district in the manner provided by this section.
- 14 (b) The board may annex territory under this section by
- 15 resolution of the board or by a petition requesting annexation. The
- 16 petition must:
- 17 (1) to the extent practicable, set forth the matters
- 18 described in a resolution calling for the creation of the pollution
- 19 control district, as described by Section 8513.0802(b) or (c);
- 20 (2) request a public hearing by the board on the
- 21 petition; and
- 22 (3) be signed by:
- (A) the owners of 50 percent or more of the value
- 24 of the territory to be annexed;
- 25 (B) a majority of the residents of the territory
- 26 <u>to be annexed;</u> or
- (C) if fewer than three registered voters reside

- 1 in the territory to be annexed, by the owner or owners of the
- 2 territory.
- 3 (c) The board shall hold a public hearing on the petition in
- 4 the same manner as a public hearing under Section 8513.0803.
- 5 (d) If the board finds that the territory should be annexed,
- 6 the board may adopt a resolution:
- 7 (1) ordering an election on the annexation:
- 8 (A) in the territory contained in the existing
- 9 pollution control district; and
- 10 (B) in the territory to be annexed; or
- 11 (2) if the petition for annexation was brought under
- 12 Subdivision (b)(3)(C), annexing the territory to the district.
- 13 (e) Except as provided by Subsection (f), the board may not
- 14 annex the territory until a majority of registered voters:
- 15 (1) in the territory of the existing pollution control
- 16 district are in favor of annexation; and
- 17 (2) in the territory to be annexed to the pollution
- 18 control district are in favor of annexation and, if applicable, in
- 19 favor of:
- 20 (A) allowing a maintenance tax on the land to be
- 21 <u>annexed;</u>
- (B) assuming the pro rata share of any previously
- 23 <u>authorized indebtedness of the existing district; or</u>
- (C) allowing any taxes necessary to support tax
- 25 or tax-revenue bonds previously voted on that have not yet been
- 26 issued on behalf of the existing pollution control district and
- 27 authorizing the board to impose a tax on the property for payment of

- 1 the unissued bonds when those bonds are issued.
- 2 (f) A resolution of the board annexing territory adopted
- 3 under Subsection (d)(2) is temporary until a majority of registered
- 4 voters in an election held in the pollution control district
- 5 including the annexed territory are in favor of:
- 6 (1) annexing the territory;
- 7 (2) ratifying any unissued tax or revenue bonds of the
- 8 authority to be issued on behalf of the district; and
- 9 (3) authorizing the board to impose within the
- 10 district a maintenance tax or a tax to pay for any unissued bonds
- 11 when issued.
- 12 (g) If a majority of registered voters in an election held
- 13 under Subsection (d) or (f) are in favor of the annexation, the
- 14 board shall adopt a resolution redefining the boundaries of the
- 15 pollution control district and record the resolution in the deed
- 16 records of each county containing the annexed territory.
- 17 Sec. 8513.0810. POWER TO ISSUE BONDS; TAX FOR POLLUTION
- 18 CONTROL DISTRICT. (a) The board may:
- 19 (1) incur any indebtedness necessary to provide all
- 20 improvements and the maintenance of those improvements required to
- 21 achieve the purposes for which any pollution control district is
- 22 <u>organized;</u>
- (2) impose taxes necessary for the payment of the
- 24 interest of any bonds issued under this section; and
- 25 (3) create a sinking fund for the payment of bonds
- 26 issued under this section.
- 27 (b) Taxes imposed under this section are a lien on the

- 1 property assessed for the payment of the taxes.
- 2 (c) If the majority of votes in an election held under
- 3 Section 8513.0805 or 8513.0809 are in favor of authorizing the
- 4 authority to incur indebtedness for the benefit of a pollution
- 5 control district, the board may issue bonds for that purpose.
- 6 (d) If the board issues bonds under Subsection (c), the
- 7 board may impose a tax only on property in the pollution control
- 8 district to pay the principal or interest of the bonds.
- 9 (e) If the majority of votes in an election held under
- 10 Section 8513.0805 or 8513.0809 are in favor of authorizing the
- 11 authority to impose an ad valorem tax, the board may impose the tax
- 12 only on property in the pollution control district.
- 13 <u>(f) The exercise by the board of its authority to tax and</u>
- 14 issue bonds for a pollution control district must be consistent
- 15 with its authority under Chapter 49 and 51, Water Code, and this
- 16 <u>subchapter</u>. If a conflict exists between Chapter 49 and 51, Water
- 17 Code, and a provision of this subchapter, this subchapter prevails.
- 18 SECTION 2. The following statutes are repealed:
- 19 (1) Chapter 276, Acts of the 45th Legislature, Regular
- 20 Session, 1937;
- 21 (2) Chapter 9, Acts of the 46th Legislature, Regular
- 22 Session, 1939;
- 23 (3) Chapter 60, Acts of the 53rd Legislature, Regular
- 24 Session, 1953;
- 25 (4) Chapter 504, Acts of the 55th Legislature, Regular
- 26 Session, 1957;
- 27 (5) Chapter 37, Acts of the 56th Legislature, Regular

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- 1 Session, 1959;
- 2 (6) Chapter 233, Acts of the 57th Legislature, Regular
- 3 Session, 1961;
- 4 (7) Chapter 836, Acts of the 61st Legislature, Regular
- 5 Session, 1969;
- 6 (8) Chapter 301, Acts of the 64th Legislature, Regular
- 7 Session, 1975;
- 8 (9) Chapter 604, Acts of the 64th Legislature, Regular
- 9 Session, 1975;
- 10 (10) Chapter 60, Acts of the 67th Legislature, Regular
- 11 Session, 1981;
- 12 (11) Chapter 701, Acts of the 70th Legislature,
- 13 Regular Session, 1987; and
- 14 (12) Sections 1(b)(13) and Section 15, Chapter 1148,
- 15 Acts of the 84th Legislature, Regular Session, 2015; and
- 16 (13) Chapter 179, Acts of the 88th Legislature,
- 17 Regular Session, 2023.
- SECTION 3. This Act takes effect immediately if it receives
- 19 a vote of two-thirds of all the members elected to each house, as
- 20 provided by Section 39, Article III, Texas Constitution. If this
- 21 Act does not receive the vote necessary for immediate effect, this
- 22 Act takes effect September 1, 2025.