By: Bettencourt S.B. No. 2053

## A BILL TO BE ENTITLED

|    | TO DE ENTEREDE   |
|----|--|
| 1  | AN ACT   |
| 2  | relating to the powers and duties of the Pine Forest Municipal     |
| 3  | Utility District; providing authority to issue bonds and impose a  |
| 4  | tax.   |
| 5  | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:            |
| 6  | SECTION 1. Chapter 427, Acts of the 62nd Legislature,              |
| 7  | Regular Session, 1971, is amended by amending Sections 1 and 5 and |
| 8  | adding Sections 1-a, 5-a, 5-b, 5-c, 5-d, 10, and 11 to read as     |
| 9  | follows:   |
| 10 | Sec. 1. <u>DEFINITIONS</u> . In this Act:                          |
| 11 | (1) "Board" means the district's board of directors.               |
| 12 | (2) "District" means the Pine Forest Municipal Utility             |
| 13 | <u>District.</u>   |
| 14 | Sec. 1-a. NATURE AND PURPOSES OF DISTRICT. (a) The                 |
| 15 | district is a municipal utility district in Harris County created  |
| 16 | under Section 59, Article XVI, Texas Constitution.                 |
| 17 | (b) The district is created to accomplish the purposes of:         |
| 18 | (1) a municipal utility district as provided by                    |
| 19 | general law and Section 59, Article XVI, Texas Constitution; and   |
| 20 | (2) Section 52, Article III, Texas Constitution, that              |
| 21 | relate to the construction, acquisition, improvement, operation,   |
| 22 | or maintenance of macadamized, graveled, or paved roads, or        |

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improvements, including storm drainage, in aid of those roads.

[Notwithstanding provisions of the general laws relating to consent

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by political subdivisions for the creation of conservation and 1 reclamation districts, there is hereby created and established 2 under and pursuant to the provisions of Article XVI, Section 59 of the Constitution of Texas, a conservation and reclamation district 4 in Harris County, Texas, to be known as "Pine Forest Municipal 5 Utility District," hereinafter called the "district," which shall 6 be a governmental agency and a body politic and corporate. The 7 8 creation and establishment of the district is hereby declared to be essential to the accomplishment of the purposes of Article XVI, 9 Section 59 of the Constitution of Texas. 10 Sec. 5. GENERAL POWERS AND DUTIES. The district has the 11 12 powers and duties necessary to accomplish the purposes for which the district is created. 13 Sec. 5-a. MUNICIPAL UTILITY DISTRICT POWERS AND DUTIES. 14 15 The district has [is hereby vested with, and shall have and exercise, all of] the [rights,] powers[, privileges, authority] and 16 17 duties provided [functions conferred] by the general law [laws] of this state [applicable to municipal utility districts], including 18 19 Chapters 49 and [without limitation those conferred by Chapter] 54, [Title 4, ] Water Code, [but if any provision of such general laws 20 21 shall be in conflict or inconsistent with the provisions of this Act, the provisions of this Act shall prevail. All such general 22 laws] applicable to municipal utility districts created under 23 24 Section 59, Article XVI, Texas Constitution [not in conflict or inconsistent with the provisions of this Act are hereby adopted and 25 26 incorporated by reference with the same effect as if copied in full 27 in this Act].

- 1 Sec. 5-b. AUTHORITY FOR ROAD PROJECTS. Under Section 52,
- 2 Article III, Texas Constitution, the district may design, acquire,
- 3 construct, finance, issue bonds for, improve, operate, maintain,
- 4 and convey to this state, a county, or a municipality for operation
- 5 and maintenance macadamized, graveled, or paved roads, or
- 6 improvements, including storm drainage, in aid of those roads.
- 7 Sec. 5-c. ROAD STANDARDS AND REQUIREMENTS. (a) A road
- 8 project must meet all applicable construction standards, zoning and
- 9 subdivision requirements, and regulations of each municipality in
- 10 whose corporate limits or extraterritorial jurisdiction the road
- 11 project is located.
- 12 (b) If a road project is not located in the corporate limits
- 13 or extraterritorial jurisdiction of a municipality, the road
- 14 project must meet all applicable construction standards,
- 15 <u>subdivision requirements</u>, and regulations of each county in which
- 16 <u>the road project is located.</u>
- 17 (c) If the state will maintain and operate the road, the
- 18 Texas Transportation Commission must approve the plans and
- 19 specifications of the road project.
- Sec. 5-d. APPROVAL OF ROAD PROJECT. (a) The district may
- 21 not undertake a road project authorized by Section 5-b of this Act
- 22 <u>unless:</u>
- (1) each municipality or county that will operate and
- 24 maintain the road has approved the plans and specifications of the
- 25 road project, if a municipality or county will operate and maintain
- 26 the road; or
- 27 (2) the Texas Transportation Commission has approved

- 1 the plans and specifications of the road project, if the state will
- 2 operate and maintain the road.
- 3 (b) Except as provided by Subsection (a) of this section,
- 4 the district is not required to obtain approval from the Texas
- 5 Transportation Commission to design, acquire, construct, finance,
- 6 issue bonds for, improve, or convey a road project.
- 7 Sec. 10. AUTHORITY TO ISSUE BONDS AND OTHER OBLIGATIONS FOR
- 8 ROAD PROJECTS. (a) The district may issue bonds or other
- 9 obligations payable wholly or partly from ad valorem taxes,
- 10 revenue, contract payments, grants, or other district money, or any
- 11 combination of those sources, to pay for a road project authorized
- 12 by Section 5-b.
- 13 (b) The district may not issue bonds payable from ad valorem
- 14 taxes to finance a road project unless the issuance is approved by a
- 15 vote of a two-thirds majority of the district voters voting at an
- 16 <u>election held for that purpose.</u>
- 17 (c) At the time of issuance, the total principal amount of
- 18 bonds or other obligations issued or incurred to finance road
- 19 projects and payable from ad valorem taxes may not exceed
- 20 <u>one-fourth of the assessed value of the real property</u> in the
- 21 <u>district.</u>
- 22 <u>Sec. 11. TAXES FOR BONDS. At the time the district issues</u>
- 23 bonds payable wholly or partly from ad valorem taxes, the board
- 24 shall provide for the annual imposition of a continuing direct ad
- 25 valorem tax, without limit as to rate or amount, while all or part
- 26 of the bonds are outstanding.
- SECTION 2. Sections 6, 7, 8, and 9, Chapter 427, Acts of the

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- 1 62nd Legislature, Regular Session, 1971, are repealed.
- 2 SECTION 3. The Pine Forest Municipal Utility District
- 3 retains all the rights, powers, privileges, authority, duties, and
- 4 functions that it had before the effective date of this Act.
- 5 SECTION 4. (a) The legal notice of the intention to
- 6 introduce this Act, setting forth the general substance of this
- 7 Act, has been published as provided by law, and the notice and a
- 8 copy of this Act have been furnished to all persons, agencies,
- 9 officials, or entities to which they are required to be furnished
- 10 under Section 59, Article XVI, Texas Constitution, and Chapter 313,
- 11 Government Code.
- 12 (b) The governor, one of the required recipients, has
- 13 submitted the notice and Act to the Texas Commission on
- 14 Environmental Quality.
- 15 (c) The Texas Commission on Environmental Quality has filed
- 16 its recommendations relating to this Act with the governor, the
- 17 lieutenant governor, and the speaker of the house of
- 18 representatives within the required time.
- 19 (d) All requirements of the constitution and laws of this
- 20 state and the rules and procedures of the legislature with respect
- 21 to the notice, introduction, and passage of this Act are fulfilled
- 22 and accomplished.
- 23 SECTION 5. This Act takes effect immediately if it receives
- 24 a vote of two-thirds of all the members elected to each house, as
- 25 provided by Section 39, Article III, Texas Constitution. If this
- 26 Act does not receive the vote necessary for immediate effect, this
- 27 Act takes effect September 1, 2015.