By: Wilson H.B. No. 1045

A BILL TO BE ENTITLED

1	AN ACT	

- 2 relating to the dissolution of a special utility district after the
- 3 transfer of all obligations and services.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Subchapter H, Chapter 65, Water Code, is amended
- 6 by adding Section 65.7271 to read as follows:
- 7 Sec. 65.7271. DISSOLUTION OF DISTRICT FOLLOWING TRANSFER OF
- 8 ALL OBLIGATIONS AND SERVICES. The board may propose to dissolve the
- 9 district and issue notice of a hearing on the proposed dissolution
- 10 if the district's:
- 11 (1) certificate of convenience has been transferred to
- 12 <u>another political subdivision; and</u>
- 13 (2) assets and liabilities have been transferred to or
- 14 assumed by another political subdivision.
- 15 SECTION 2. Section 65.730, Water Code, is amended to read as
- 16 follows:
- 17 Sec. 65.730. BOARD'S ORDER TO DISSOLVE DISTRICT. (a) For a
- 18 dissolution hearing ordered under Section 65.727, if [If] the board
- 19 unanimously determines from the evidence that the best interests of
- 20 the persons and property in the district will be served by
- 21 dissolving the district, the board shall enter the appropriate
- 22 findings and order in its records dissolving the district.
- 23 Otherwise the board shall enter its order providing that the
- 24 district has not been dissolved.

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- 1 (b) For a dissolution hearing ordered under Section
- 2 65.7271, if two-thirds or more of the members of the board vote to
- 3 dissolve the district, the board shall enter the appropriate
- 4 findings and order in its records dissolving the district.
- 5 Otherwise the board shall enter its order providing that the
- 6 district has not been dissolved.
- 7 SECTION 3. This Act takes effect immediately if it receives
- 8 a vote of two-thirds of all the members elected to each house, as
- 9 provided by Section 39, Article III, Texas Constitution. If this
- 10 Act does not receive the vote necessary for immediate effect, this
- 11 Act takes effect September 1, 2017.