1-1 By: Springer S.B. No. 2258 (In the Senate - Filed May 13, 2021; May 14, 2021, read first time and referred to Committee on Local Government; May 19, 2021, reported favorably by the following vote: Yeas 9, 1-2 1-3 1-4 Nays 0; May 19, 2021, sent to printer.) 1-6 COMMITTEE VOTE

1-7		Yea	Nay	Absent	PNV
1-8	Bettencourt	Х			
1-9	Menéndez	X			
1-10	Eckhardt	X			
1-11	Gutierrez	X			
1-12	Hall	X			
1-13	Nichols	X			
1-14	Paxton	X			
1-15	Springer	X			
1-16	Zaffirini	X			

A BILL TO BE ENTITLED 1-17 1-18 AN ACT

relating to the creation of the Clear Sky Municipal Utility District of Denton County; granting a limited power of eminent domain; providing authority to issue bonds; providing authority to impose assessments, fees, and taxes.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subtitle F, Title 6, Special District Local Laws Code, is amended by adding Chapter 7948A to read as follows:

CHAPTER 7948A. CLEAR SKY MUNICIPAL UTILITY DISTRICT OF DENTON

COUNTY GENERAL PROVISIONS SUBCHAPTER A.

DEFINITIONS. In this chapter: 7948A.0101.

"Board" means the district's board of directors. (1) "Commission" (2) the Texas means Commission

Environmental Quality.

1-19

1-20

1-21 1-22 1-23

1-24

1-25 1-26

1-27 1-28

1-29

1-30

1-31

1-32

1-33

1-34

1-35

1-36 1-37 1-38

1-39

1-40

1-41 1-42 1-43

1-44 1-45

1-46

1-47

1-48 1-49

1-50

1-51

1-52

1-53

1-54 1-55

1-56

1-57 1-58

1-59

1-60 1-61 (3)

"Director" means a board member.
"District" means the Clear Sky Municipal Utility (4)

District of Denton County.

Sec. 7948A.0102. NATURE OF DISTRICT. The district is a municipal utility district created under Section 59, Article XVI, Texas Constitution.

Sec. 7948A.0103. CONFIRMATION AND DIRECTOR ELECTION The temporary directors shall hold an election to REQUIRED. confirm the creation of the district and to elect five permanent directors as provided by Section 49.102, Water Code.

Sec. 7948A.0104. CONSENT OF MUNICIPALITY REQUIRED. The

temporary directors may not hold an election under Section 7948A.0103 until each municipality in whose corporate limits or extraterritorial jurisdiction the district is located has consented by ordinance or resolution to the credistrict and to the inclusion of land in the district. creation

Sec. 7948A.0105. FINDINGS OF PUBLIC PURPOSE AND BENEFIT. The district is created to serve a public purpose and benefit.

The district is created to accomplish the purposes of:

(1) a municipal utility district as provided general law and Section 59, Article XVI, Texas Constitution; and

(2) Section 52, Article III, Texas Constitution, that relate to the construction, acquisition, improvement, operation, or

or maintenance of macadamized, graveled, or paved roads, improvements, including storm drainage, in aid of those roads.

Sec. 7948A.0106. INITIAL DISTRICT TERRITORY. (a)
district is initially composed of the territory described The by Section 2 of the Act enacting this chapter.
(b) The boundaries and field notes contained in Section 2 of

the Act enacting this chapter form a closure. A mistake made in the 2-1 field notes or in copying the field notes in the legislative process 2-2 does not affect the district's: 2-3

- (1) organization, existence, or validity;
 (2) right to issue any type of bond for the purposes for which the district is created or to pay the principal of and interest on a bond;
 - (3) right to impose a tax; or

(4)

legality or operation.
SUBCHAPTER B. BOARD OF DIRECTORS

7948A.0201. GOVERNING BODY; TERMS. (a) The district is governed by a board of five elected directors.

Except as provided by Section 7948A.0202, directors serve staggered four-year terms.

7948A.0202. TEMPORARY DIRECTORS. (a) Sec. The temporary board consists of:

- (1) Manolo "Manny" Rios;
- (2) David "Mike" Boswell;
- Ronald Eric Robbins; (3)
- Grant Walsh Devlin; and
- Demerius "Dee" Seals.
- Temporary directors serve until the earlier of: (b)
- (1) the date permanent directors are elected under Section 7948A.0103; or

(2) September 1, 2025.

- Ìf permanent directors have not been elected under Section 7948A.0103 and the terms of the temporary directors have successor temporary directors shall be appointed or reappointed as provided by Subsection (d) to serve terms that expire on the earlier of:
 (1) the date permanent directors are elected under
- Section 7948A.0103; or

(2) the fourth anniversary of the date of

2 - 42**-**5 2**-**6

2-7

2-8

2-9

2**-**10 2**-**11

2-12

2-13 2-14

2**-**15 2**-**16

2-17

2-18

2-19

2**-**20 2**-**21

2-22

2-23

2-24 2**-**25 2**-**26

2-27 2-28

2-29

2-30 2-31 2-32

2-33

2-34

2-35 2-36 2-37

2-38

2-39

2-40

2-41

2-42

2-43

2-44

2-45 2-46

2-47

2-48

2-49

2-50 2-51 2-52 2-53

2-54 2-55 2-56 2-57

2-58 2-59

2-60 2-61 2-62

2-63

2-64

2-65

2-66

2-67

2-68 2-69 appointment or reappointment.
(d) If Subsection (c) (d) If Subsection (c) applies, the owner or owners of a majority of the assessed value of the real property in the district may submit a petition to the commission requesting that the commission appoint as successor temporary directors the five The commission shall appoint as persons named in the petition. temporary directors the five persons named successor petition.

SUBCHAPTER C. POWERS AND DUTIES

Sec. 7948A.0301. GENERAL POWERS AND DUTIES. The district the powers and duties necessary to accomplish the purposes for which the district is created.

Sec. 7948A.0302. MUNICIPAL UTILITY DISTRICT POWERS

DUTIES. The district has the powers and duties provided by the general law of this state, including Chapters 49 and 54, Water Code, applicable to municipal utility districts created under Section 59,

Article XVI, Texas Constitution.

Sec. 7948A.0303. AUTHORITY FOR ROAD PROJECTS. Under Section 52, Article III, Texas Constitution, the district may design, acquire, construct, finance, issue bonds for, improve, operate, maintain, and convey to this state, a county, or a municipality for operation and maintenance macadamized, graveled, or paved roads, or improvements, including storm drainage, in aid of those roads.

Sec. 7948A.0304. ROAD STANDARDS AND REQUIREMENTS. (a) A road project must meet all applicable construction standards, zoning and subdivision requirements, and regulations of each municipality in whose corporate limits or extraterritorial and regulations of each nits or extraterritorial jurisdiction the road project is located.

(b) If a road project is not located in the corporate limits extraterritorial jurisdiction of a municipality, the road project must meet all applicable construction standards, subdivision requirements, and regulations of each county in which the road project is located.

(c) If the state will maintain and operate the road, the Transportation Commission must approve the plans and

```
specifications of the road project.
3-1
             Sec. 7948A.0305. COMPLIANCE WITH MUNICIPAL
3-2
     ORDINANCE OR RESOLUTION.
                                       The district shall comply with all
3-3
     applicable requirements of any ordinance or resolution that is adopted under Section 54.016 or 54.0165, Water Code, and that
3-4
3-5
      consents to the creation of the district or to the inclusion of land
3-6
3-7
      in the district.
```

3-8 3-9 3-10

3**-**11

3-12

3-13

3-14 3**-**15 3**-**16 3-17

3-18

3-19

3**-**20 3**-**21

3-22

3-23

3-24 3-25 3**-**26 3-27

3-28

3-29

3-30 3-31 3-32

3-33 3-34

3-35 3-36

3-37

3-38

3**-**39

3-40 3-41 3-42

3-43 3-44

3-45

3-46

3-47

3-48

3-49

3-50 3**-**51

3-52

3**-**53

3-54

3-55 3-56 3-57 3-58

3-59

3-60

3-61 3-62

3-63

3-64 3**-**65

SUBCHAPTER D. GENERAL FINANCIAL PROVISIONS 7948A.0401. ELECTIONS REGARDING TAXES OR BONDS. (a) district may issue, without an election, bonds and other obligations secured by:

(1) revenue other than ad valorem taxes; or

payments contract described Section

7948A.0403.

(b) The district must hold an election in the manner provided by Chapters 49 and 54, Water Code, to obtain voter approval before the district may impose an ad valorem tax or issue bonds payable from ad valorem taxes.

(c) The district may not issue bonds payable from ad valorem taxes to finance a road project unless the issuance is approved by a vote of a two-thirds majority of the district voters voting at an election held for that purpose.

Sec. 7948A.0402. OPERATION AND MAINTENANCE TAX. (a) authorized at an election held under Section 7948A.0401, the district may impose an operation and maintenance tax on taxable property in the district in accordance with Section 49.107, Water Code.

The board shall determine the tax rate. The rate may not exceed the rate approved at the election.

(a) In accordance with Sec. 7948A.0403. CONTRACT TAXES. (a) In accordance with Section 49.108, Water Code, the district may impose a tax other than an operation and maintenance tax and use the revenue derived from the tax to make payments under a contract after the provisions of the contract have been approved by a majority of the district voters voting at an election held for that purpose.

(b) A contract approved by the district voters may contain a provision stating that the contract may be modified or amended by the board without further voter approval.

SUBCHAPTER E. BONDS AND OTHER OBLIGATIONS

Sec. 7948A.0501. AUTHORITY TO ISSUE BONDS AND OTHER OBLIGATIONS. The district may issue bonds or other obligations payable wholly or partly from ad valorem taxes, impact fees, revenue, contract payments, grants, or other district money, or any combination of those sources, to pay for any authorized district purpose.

7948A.0502. TAXES FOR BONDS. At the time the district issues bonds payable wholly or partly from ad valorem taxes, the board shall provide for the annual imposition of a continuing direct ad valorem tax, without limit as to rate or amount, while all or part of the bonds are outstanding as required and in the manner or part of the bonds are outstanding as required and in provided by Sections 54.601 and 54.602, Water Code.

Sec. 7948A.0503. BONDS FOR ROAD PROJECTS. At the time of issuance, the total principal amount of bonds or other obligations issued or incurred to finance road projects and payable from ad valorem taxes may not exceed one-fourth of the assessed value of the real property in the district.

SECTION 2. The Clear Sky Municipal Utility District of

Denton County initially includes all the territory contained in the following area:

BEING THAT CERTAIN TRACT OF LAND SITUATED IN THE T. CHAMBERS, ABSTRACT NUMBER 223, AND BEING A PORTION OF A TRACT OF LAND TO AUBREY 64 NORTH LP, A TEXAS LIMITED PARTNERSHIP, RECORDED IN INSTRUMENT NUMBER 2020-3173 OF THE OFFICIAL PUBLIC RECORDS OF DENTON COUNTY, TEXAS, AND BEING MORE PARTICULARLY DESCRIBED BY METES AND BOUNDS AS FOLLOWS:

3-66 BEGINNING AT THE SOUTHEAST CORNER OF SAID AUBREY 64 NORTH TRACT WITH A CURVE TO THE LEFT, AN ARC DISTANCE OF 62.71 FEET, THROUGH A CENTRAL ANGLE OF 00° 40' 50", HAVING A RADIUS OF 5,280.00 FEET, AND A LONG CHORD WHICH BEARS N 88° 15' 25" W, 62.71 FEET; 3-67 3-68 3-69

```
4-1 THENCE N 88° 35' 50" W, 3237.22 FEET;

4-2 THENCE N 01° 32' 58" E, 894.59 FEET;

4-3 THENCE S 88° 39' 54" E, 1967.25 FEET;

4-4 THENCE S 01° 48' 01" W, 325.45 FEET;

4-5 THENCE S 87° 02' 21" E, 447.69 FEET;

4-6 THENCE N 89° 38' 44" E, 718.09 FEET;

4-7 THENCE S 85° 43' 18" E, 164.97 FEET;

4-8 THENCE S 01° 38' 33" W, 65.30 FEET;

4-9 THENCE S 01° 13' 27" E, 100.10 FEET;
```

4-13

4-14 4-15 4-16 4-17 4-18 4-19

4-20 4-21

4-22

4**-**23 4**-**24

4-25

4-26

4-27

4-28

4-29

4-30

4-31

4**-**32 4**-**33

4-34

4**-**35 4**-**36

4-37 4-38

4-39

4-40

4-41

4-8 THENCE S 01° 38' 33" W, 65.30 FEET; 4-9 THENCE S 01° 13' 27" E, 100.10 FEET; 4-10 THENCE S 01° 38' 33" W, 408.13 FEET TO THE POINT OF BEGINNING AND 4-11 CONTAINING 2,520,613 SQUARE FEET OR 57.865 ACRES OF LAND MORE OR 4-12 LESS.

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

- (b) The governor, one of the required recipients, has submitted the notice and Act to the Texas Commission on Environmental Quality.
- (c) The Texas Commission on Environmental Quality has filed its recommendations relating to this Act with the governor, the lieutenant governor, and the speaker of the house of representatives within the required time.
- (d) All requirements of the constitution and laws of this state and the rules and procedures of the legislature with respect to the notice, introduction, and passage of this Act are fulfilled and accomplished.

SECTION 4. (a) If this Act does not receive a two-thirds vote of all the members elected to each house, Subchapter C, Chapter 7948A, Special District Local Laws Code, as added by Section 1 of this Act, is amended by adding Section 7948A.0306 to read as follows:

Sec. 7948A.0306. NO EMINENT DOMAIN POWER. The district may not exercise the power of eminent domain.

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

SECTION 5. This Act takes effect September 1, 2021.

4-42 * * * * *