## **BILL ANALYSIS**

Senate Research Center

H.B. 3534 By: Denny (Nelson) Intergovernmental Relations 5/20/2005 Engrossed

## **AUTHOR'S/SPONSOR'S STATEMENT OF INTENT**

Denton County Municipal Utility District No. 6 (district) will encompass an area of land outside of the corporate limits of any city and within the extraterritorial jurisdiction of the City of Aubrey, Denton County, Texas. The land to be located within the district will be developed into single family residential and commercial development; therefore, water, sewer, and drainage services need to be secured. It is necessary to create the district under Chapters 49 (Provisions Applicable to All Districts) and 54 (Municipal Utility Districts), Water Code, in order to purchase, acquire, or construct facilities for such services to serve the future occupants of the land utilizing tax exempt bonds. H.B. 3534 provides regulations regarding the creation, administration, powers, duties, operation, and financing of the district.

## **SECTION BY SECTION ANALYSIS**

SECTION 1. Amends Subtitle F, Title 6, Special District Local Laws, by adding Chapter 8126, as follows:

## CHAPTER 8126. DENTON COUNTY MUNICIPAL UTILITY DISTRICT NO. 6

Sets forth standard language for the creation of the Denton County Municipal Utility District No. 6 (district) in East Montgomery County. Sets forth standards, procedures, requirements and criteria for:

Creation and approval of the district (Sections 8126.001-8126.005);

Size composition, election, and terms of the board of directors of the district (Sections 8126.021-8126.052);

Powers and duties of the district (Sections 8126.101-8126.106); and

General finance provisions and authority to issue bonds and obligations for the district (Sections 8126.151-8126.201).

Does not authorize the use of eminent domain by the district.

SECTION 2. Sets forth the initial boundaries of the district.

SECTION 3. Provides that all requirements of the constitution and the 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. Effective date: September 1, 2005.