

BILL ANALYSIS

Senate Research Center
86R16002 SLB-F

S.B. 2500
By: Nichols
Intergovernmental Relations
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As Filed

AUTHOR'S / SPONSOR'S STATEMENT OF INTENT

S.B. 2500 creates Montgomery County Municipal Utility District No. 180 (district) as a political subdivision of the State of Texas. The district will construct and finance water, sewer, drainage, road, and recreational facilities to serve property within the district, which is located in unincorporated Montgomery County. The district will be a municipal utility district operating pursuant to Chapters 49 and 54, Water Code.

A special district is needed to finance and construct the infrastructure (water, sewer, drainage, roads, and recreational facilities) necessary to promote the development of the area within the district.

Special districts are created for specific areas. No special district currently serves the area proposed to be included in the district.

The owner of all of the land in the district supports the creation of the district.

There is no known opposition to this legislation.

As proposed, S.B. 2500 amends current law relating to the creation of the Montgomery County Municipal Utility District No. 180; grants a limited power of eminent domain; provides authority to issue bonds; and provides authority to impose assessments, fees, and taxes.

RULEMAKING AUTHORITY

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Subtitle F, Title 6, Special District Local Laws Code, by adding Chapter 8083, as follows:

CHAPTER 8083. MONTGOMERY COUNTY MUNICIPAL UTILITY DISTRICT NO. 180

Sets forth standard language for the creation of the Montgomery County Municipal Utility District No. 180 (district) in Montgomery County. Sets forth standards, requirements, and criteria for:

Creation, approval, purpose, and territory of the district (Sections 8083.0101–8083.0106);

Size, composition, election, compensation, and terms of the board of directors of the district, including provisions relating to initial temporary directors (Sections 8083.0201–8083.0202);

Powers and duties of the district (Sections 8083.0301–8083.0306);

General financial provisions (Sections 8083.0401– 8083.0403); and

Authority to issue bonds and other obligations for the district (Sections 8083.0501– 8083.0503).

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. (a) Provides that if this Act does not receive a two-thirds vote of all the members elected to each house, Subchapter C, Chapter 8083, Special District Local Laws Code, as added by this Section 1 of this Act, is amended by adding Section 8083.0307 to read as follows:

Sec. 8083.0307. NO EMINENT DOMAIN POWER. Prohibits the district from exercising the power of eminent domain.

(b) Provides that 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. Effective date: upon passage or September 1, 2019.